

ASUSTEK COMPUTER INC. AND SUBSIDIARIES

Consolidated Financial Statements

With Independent Auditors' Report Thereon

December 31, 2024 and 2023

(Stock Code: 2357)

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For the convenience of readers and for information purpose only, the auditors' report and the accompanying financial statements have been translated into English from the original Chinese version prepared and used in the Republic of China. In the event of any discrepancy between the English version and the original Chinese version or any differences in the interpretation of the two versions, the Chinese-language auditors' report and financial statements shall prevail.

Independent Auditors' Report

To the Board of Directors and Shareholders of
ASUSTEK COMPUTER INC.:

Opinion

We have audited the accompanying consolidated balance sheets of ASUSTEK COMPUTER INC. and its subsidiaries (the “Group”) as of December 31, 2024 and 2023, and the related consolidated statements of comprehensive income, of changes in equity and of cash flows for the years ended December 31, 2024 and 2023, and notes to the consolidated financial statements, including a summary of significant accounting policies. In our opinion, based on our audits and the reports of the other independent auditors, as described in the Other matter section of our report, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Group as of December 31, 2024 and 2023, and its consolidated financial performance and its consolidated cash flows for the years ended December 31, 2024 and 2023 in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and the International Financial Reporting Standards, International Accounting Standards, IFRIC Interpretations, and SIC Interpretations that came into effect as endorsed by the Financial Supervisory Commission.

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Basis for opinion

We conducted our audits in accordance with the Regulations Governing Financial Statement Audit and Attestation Engagements of Certified Public Accountants and Standards on Auditing of the Republic of China. Our responsibilities under those standards are further described in the Independent Auditors' Responsibilities for the audit of the consolidated financial statements section of our report. We are independent of the Group in accordance with the Norm of Professional Ethics for Certified Public Accountants in the Republic of China, and we have fulfilled our other ethical responsibilities in accordance with these requirements. Based on our audits and the reports of the other independent auditors, we believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key audit matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the Group's 2024 consolidated financial statements. These matters were addressed in the context of our audit of the consolidated financial statements as a whole and, in forming our opinion thereon, we do not provide a separate opinion on these matters.

Key audit matters for the Group's 2024 consolidated financial statements are stated as follows:

Evaluation of inventories

Description

Refer to Note 4(14) for the accounting policies on the evaluation of inventories, Note 5 for the uncertainty of accounting estimations and assumptions for evaluation of inventories, and Note 6(9) for the details of inventory valuation.

The Group is primarily engaged in the design, R&D, and sales of 3C products. Due to the rapid technological innovations and competition within the industry, frequent releases of new products result in potential price fluctuations and product marginalization in the market. Additionally, it also affects the estimation of net realizable values of inventories.

In response to changing markets and its development strategies, the Group adjusts its inventory levels. The Group's primary product line is notebook computer. As a result, the related inventory levels for the product line as mentioned above are significant. Management evaluates inventories stated at the lower of cost and net realizable value. Since the evaluation of inventories is subject to management's judgment and the accounting estimations will have significant influence on the inventory values, the evaluation of inventories has been identified as one of the key audit matters.

How our audit addressed the matter

We have performed primary audit procedures for the above matter as follows:

1. Assessed the policy on allowance for inventory valuation loss based on our understanding of the Group's operations and industry.
2. Inspected the management's individually identified out-of-date inventory list and checked the related supporting documents.
3. Tested the basis of market value used in calculating the net realizable value of inventory and validated the accuracy of net realizable value calculation of selected samples.

Refund liabilities - sales returns and discounts

Description

Refer to Note 4(34) for the accounting policies on estimations for sales returns and discounts, Note 5 for the uncertainty of accounting estimations and assumptions for refund liabilities - sales returns and discounts, and Note 6(18) for the details of refund liabilities - sales returns and discounts. As of December 31, 2024, refund liabilities - sales returns and discounts amounted to \$36,156,193 thousand.

The Group periodically estimates refund liabilities - sales returns and discounts based on each product line's actual sales returns and discounts, and considers if there are special factors which will affect the original estimations. Since the refund liabilities - sales returns and discounts is subject to management's judgment and the market of 3C products changes rapidly, management's use of historical experience to accrue for future sales returns and discounts will cause uncertainty of accounting estimations. Thus, provision for sales returns and discounts has been identified as one of the key audit matters.

How our audit addressed the matter

We have performed primary audit procedures for the above matter as follows:

1. Assessed the reasonableness of policies used in estimating refund liabilities - sales returns and discounts, taking into consideration actual sales returns and discounts. Performed sample testing to verify that accrual rates have been approved appropriately.
2. Selected samples and tested the calculation logic used in the refund liabilities - sales returns and discounts statements, including accrual and reversal statements of refund liabilities - sales returns and discounts.
3. Selected samples and confirmed whether accrual amounts based on the accrual statements of refund liabilities - sales returns and discounts have been properly recognized in the financial statements.

4. Selected samples and confirmed whether the reversal amounts based on the reversal statements of refund liabilities - sales returns and discounts have been properly recognized in the financial statements and checked against the original vouchers.

Other matter – Reference to the audits of other independent auditors

We did not audit the financial statements of certain consolidated subsidiaries and investments accounted for under the equity method, which statements reflect total assets of \$22,556,580 thousand and \$18,123,853 thousand (including investments accounted for under the equity method amounting to \$7,827,464 thousand and \$7,274,423 thousand), constituting 4.05% and 3.78% of consolidated total assets as of December 31, 2024 and 2023, respectively, total operating revenues of \$10,395,738 thousand and \$8,175,694 thousand, constituting 1.77% and 1.70% of consolidated total operating revenues for the years ended December 31, 2024 and 2023, respectively, and the share of profit and other comprehensive income of associates and joint ventures accounted for under the equity method of \$1,164,759 thousand and \$499,132 thousand, constituting 2.81% and 1.21% of consolidated total comprehensive income for the years ended December 31, 2024 and 2023, respectively. The financial statements of these investee companies were audited by other independent auditors whose reports thereon have been furnished to us and our opinion expressed herein, insofar as it relates to the amounts included in the consolidated financial statements and information disclosed relative to these consolidated subsidiaries and investments accounted for under the equity method, is based solely on the reports of other independent auditors.

Other matter – Parent company only financial reports

We have audited and expressed an unmodified opinion with an Other matter section on the parent company only financial statements of ASUSTEK COMPUTER INC. as of and for the years ended December 31, 2024 and 2023.

Responsibilities of management and those charged with governance for the consolidated financial statements

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 the International Financial Reporting Standards, International Accounting Standards, IFRIC Interpretations, and SIC Interpretations that came into effect as endorsed by the Financial Supervisory Commission, and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is responsible for assessing the Group's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

Those charged with governance, including the Audit Committee, are responsible for overseeing the Group's financial reporting process.

Independent auditors' responsibilities for the audit of the consolidated financial statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Standards on Auditing of the Republic of China will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

As part of an audit in accordance with the Standards on Auditing of the Republic of China, we exercise professional judgment and professional skepticism throughout the audit. We also:

1. Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
2. Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's internal control.
3. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

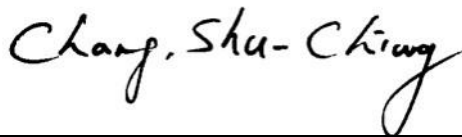
4. Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Group to cease to continue as a going concern.
5. Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
6. Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with

them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditors' report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our auditors' report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.



Chang, Shu-Chiung



Hsu, Sheng-Chung

For and on Behalf of PricewaterhouseCoopers, Taiwan

March 11, 2025

The accompanying consolidated financial statements are not intended to present the financial position and results of operations and cash flows in accordance with accounting principles generally accepted in countries and jurisdictions other than the Republic of China. The standards, procedures and practices in the Republic of China governing the audit of such financial statements may differ from those generally accepted in countries and jurisdictions other than the Republic of China. Accordingly, the accompanying consolidated financial statements and independent auditors' report are not intended for use by those who are not informed about the accounting principles or auditing standards generally accepted in the Republic of China, and their applications in practice.

As the financial statements are the responsibility of the management, PricewaterhouseCoopers cannot accept any liability for the use of, or reliance on, the English translation or for any errors or misunderstandings that may derive from the translation.

ASUSTEK COMPUTER INC. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
DECEMBER 31, 2024 AND 2023
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS)

ASSETS	NOTES	DECEMBER 31, 2024		DECEMBER 31, 2023	
		AMOUNT	%	AMOUNT	%
<u>Current assets</u>					
Cash and cash equivalents	6(1)	\$ 94,037,992	17	\$ 79,226,605	17
Financial assets at fair value through profit or loss – current	6(2)	2,619,842	1	1,467,580	-
Financial assets at fair value through other comprehensive income – current	6(3)	681,019	-	1,062,825	-
Financial assets at amortized cost – current	6(4)	5,031,794	1	542,352	-
Derivative financial assets for hedging – current	6(5)	853,038	-	-	-
Notes receivable	6(6)	7,894,697	1	5,114,475	1
Trade receivables	6(6)(7)(8) and 7	99,183,473	18	81,702,834	17
Other receivables	7	1,200,982	-	1,343,625	-
Inventories	6(9)	152,619,677	27	122,790,339	26
Prepayments	9	14,748,951	3	13,686,458	3
Other current assets	8	371,510	-	239,533	-
Total current assets		379,242,975	68	307,176,626	64
<u>Non-current assets</u>					
Financial assets at fair value through profit or loss – non-current	6(2)	722,359	-	82,080	-
Financial assets at fair value through other comprehensive income – non-current	6(3)	87,111,996	16	84,270,256	18
Financial assets at amortized cost – non-current	6(4) and 8	5,947,095	1	9,429,433	2
Investments accounted for under equity method	6(10)	29,829,723	5	24,884,185	5
Property, plant and equipment	6(11) and 8	20,838,039	4	20,082,391	4
Right-of-use assets	6(12)	2,143,473	-	1,790,970	-
Investment property		8,626,004	2	8,265,850	2
Intangible assets	6(13)	2,891,008	1	2,686,802	1
Deferred income tax assets	6(28)	16,321,820	3	16,905,725	3
Other non-current assets	6(10),8 and 9	2,849,143	-	4,507,482	1
Total non-current assets		177,280,660	32	172,905,174	36
<u>TOTAL ASSETS</u>		\$ 556,523,635	100	\$ 480,081,800	100

(Continued)

ASUSTEK COMPUTER INC. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
DECEMBER 31, 2024 AND 2023
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS)

LIABILITIES AND EQUITY	NOTES	DECEMBER 31, 2024		DECEMBER 31, 2023	
		AMOUNT	%	AMOUNT	%
<u>Current liabilities</u>					
Short-term borrowings	6(14)(30)	\$ 25,200,887	5	\$ 16,239,321	3
Financial liabilities at fair value through profit or loss – current	6(2)	28,576	-	1,053,507	-
Derivative financial liabilities for hedging – current	6(5)	13,327	-	709,249	
Contract liabilities – current	6(23)	2,338,065	-	2,133,239	-
Notes and trade payables	6(8) and 7	73,996,978	13	56,967,248	12
Other payables – accrued expenses	7	44,051,626	8	38,828,482	8
Current income tax liabilities		10,157,409	2	8,446,021	2
Provisions for liabilities – current	6(17) and 9	33,458,183	6	32,241,217	7
Lease liabilities – current	6(30)	481,744	-	550,270	-
Current portion of long-term borrowings	6(15)	95,612	-	33,392	-
Refund liabilities – current	6(18)	36,156,193	7	36,066,937	8
Other current liabilities	7	5,888,716	1	4,283,474	1
Total current liabilities		231,867,316	42	197,552,357	41
<u>Non-current liabilities</u>					
Long-term borrowings	6(15)(30)	366,030	-	161,582	-
Deferred income tax liabilities	6(28)	23,072,889	4	19,620,843	4
Lease liabilities – non-current	6(30)	1,292,564	-	984,628	-
Other non-current liabilities	6(16)(23)	2,727,318	1	2,780,408	1
Total non-current liabilities		27,458,801	5	23,547,461	5
Total liabilities		259,326,117	47	221,099,818	46
<u>Equity attributable to shareholders of the parent</u>					
Share capital – common shares	6(19)	7,427,603	1	7,427,603	2
Capital surplus	6(20)	16,783,484	3	12,380,727	3
Retained earnings	6(21)				
Legal reserve		47,046,433	9	45,445,605	9
Special reserve		693,928	-	693,928	-
Unappropriated retained earnings		134,888,504	24	117,271,397	24
Other equity interest	6(3)(5)(22)	62,699,692	11	56,596,319	12
Total equity attributable to shareholders of the parent		269,539,644	48	239,815,579	50
Non-controlling interest		27,657,874	5	19,166,403	4
Total equity		297,197,518	53	258,981,982	54
TOTAL LIABILITIES AND EQUITY		\$ 556,523,635	100	\$ 480,081,800	100

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

ASUSTEK COMPUTER INC. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
YEARS ENDED DECEMBER 31, 2024 AND 2023

(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS, EXCEPT EARNINGS PER SHARE IN NEW TAIWAN DOLLARS)

ITEMS	NOTES	YEAR ENDED DECEMBER 31			
		2024		2023	
		AMOUNT	%	AMOUNT	%
Operating revenue	6(23) and 7	\$ 587,087,097	100	\$ 482,314,429	100
Operating costs	6(9)(11)(12)(13)(16) (26)(27) and 7	(483,616,600)	(82)	(409,920,293)	(85)
Gross profit		103,470,497	18	72,394,136	15
Unrealized (profit) loss from sales		3,600	-	10,604	-
Gross profit		103,474,097	18	72,404,740	15
Operating expenses	6(11)(12)(13)(16)(26) (27), 7 and 9	(73,878,725)	(13)	(61,240,708)	(12)
Selling expenses		(35,417,819)	(6)	(29,186,656)	(6)
General and administrative expenses		(11,359,250)	(2)	(9,813,245)	(2)
Research and development expenses		(22,036,373)	(4)	(21,638,938)	(4)
Expected credit impairment gains (losses)	12(2)	(5,065,283)	(1)	(601,869)	(-)
Total operating expenses		(73,878,725)	(13)	(61,240,708)	(12)
Operating profit		29,595,372	5	11,164,032	3
Non-operating income and expenses					
Interest income	6(4)	3,460,979	1	2,855,322	-
Other income	6(3)(24)	3,203,377	-	3,133,775	1
Other gains (losses)	6(2)(4)(5)(11)(12) (25)	4,208,958	1	4,533,638	1
Finance costs	6(12)	(739,472)	-	(693,006)	-
Share of profit (loss) of associates and joint ventures accounted for under equity method	6(10)	2,461,163	-	1,099,862	-
Total non-operating income and expenses		12,595,005	2	10,929,591	2
Profit before income tax		42,190,377	7	22,093,623	5
Income tax expenses	6(28)	(7,951,474)	(1)	(4,203,772)	(1)
Profit for the year		<u>\$ 34,238,903</u>	<u>6</u>	<u>\$ 17,889,851</u>	<u>4</u>
Other comprehensive income					
Items that will not be reclassified to profit or loss					
Gains (losses) on remeasurements of defined benefit plans	6(16)(22)	\$ 38,439	-	\$ 7,954	-
Unrealized gains (losses) from investments in equity instruments measured at fair value through other comprehensive income	6(3)(22)	(45,160)	-	19,644,047	4
Share of other comprehensive income (loss) of associates and joint ventures accounted for under equity method	6(10)	142,228	-	2,228,957	1
Income tax relating to items that will not be reclassified	6(22)(28)	(139,578)	-	(47,203)	-
Items that will be reclassified to profit or loss					
Financial statements translation differences of foreign operations	6(22)	5,923,626	1	385,796	-
Unrealized gains (losses) from investments in debt instruments measured at fair value through other comprehensive income		(87,657)	-	26,153	-
Gains (losses) on hedging instrument	6(5)(22)	1,548,960	-	1,204,301	-
Share of other comprehensive income (loss) of associates and joint ventures accounted for under equity method	6(10)(22)	1,015,576	-	(95,685)	-
Income tax relating to items that will be reclassified	6(22)(28)	(1,188,786)	-	(87,197)	-
Other comprehensive income (loss) for the year		<u>\$ 7,207,648</u>	<u>1</u>	<u>\$ 23,267,123</u>	<u>5</u>
Total comprehensive income for the year		<u>\$ 41,446,551</u>	<u>7</u>	<u>\$ 41,156,974</u>	<u>9</u>
Profit attributable to:					
Shareholders of the parent		\$ 31,393,856	5	\$ 15,928,283	3
Non-controlling interest		2,845,047	1	1,961,568	1
		<u>\$ 34,238,903</u>	<u>6</u>	<u>\$ 17,889,851</u>	<u>4</u>
Total comprehensive income attributable to:					
Shareholders of the parent		\$ 37,948,233	6	\$ 37,940,261	8
Non-controlling interest		3,498,318	1	3,216,713	1
		<u>\$ 41,446,551</u>	<u>7</u>	<u>\$ 41,156,974</u>	<u>9</u>
Earnings per share:					
Basic earnings per share	6(29)	\$ 42.27		\$ 21.44	
Diluted earnings per share	6(29)	\$ 42.03		\$ 21.36	

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

ASUSTEK COMPUTER INC. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
YEARS ENDED DECEMBER 31, 2024 AND 2023
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS)

Equity attributable to owners of the parent											
Retained Earnings					Other Equity Interest						
Common shares	Capital surplus	Legal reserve	Special reserve	Unappropriated retained earnings	Financial statements translation differences of foreign operations	Unrealized gains (losses) from financial assets measured at fair value through other comprehensive income	Gains (losses) on hedging instruments	Remeasurements of defined benefit plan	Total	Non-controlling interest	Total equity
\$ 7,427,603	\$ 12,380,727	\$ 45,445,605	\$ 693,928	\$ 117,271,397	(\$ 121,556)	\$ 57,492,527	(\$ 709,249)	(\$ 65,403)	\$ 239,815,579	\$ 19,166,403	\$ 258,981,982
-	-	1,600,828	-	(1,600,828)	-	-	-	-	-	-	-
-	-	-	-	(12,626,925)	-	-	-	-	(12,626,925)	-	(12,626,925)
-	-	-	-	31,393,856	-	-	-	-	31,393,856	2,845,047	34,238,903
-	-	-	-	-	5,277,438	(218,139)	1,465,015	30,063	6,554,377	653,271	7,207,648
-	586,780	-	-	-	-	-	-	-	586,780	-	586,780
-	3,844,767	-	-	-	-	-	-	-	3,844,767	-	3,844,767
-	(3,500)	-	-	-	-	-	-	-	(3,500)	-	(3,500)
-	-	-	-	-	-	-	-	-	-	4,993,153	4,993,153
-	-	-	-	451,004	-	(451,004)	-	-	-	-	-
-	(25,290)	-	-	-	-	-	-	-	(25,290)	-	(25,290)
<u>\$ 7,427,603</u>	<u>\$ 16,783,484</u>	<u>\$ 47,046,433</u>	<u>\$ 693,928</u>	<u>\$ 134,888,504</u>	<u>\$ 5,155,882</u>	<u>\$ 56,823,384</u>	<u>\$ 755,766</u>	<u>(\$ 35,340)</u>	<u>\$ 269,539,644</u>	<u>\$ 27,657,874</u>	<u>\$ 297,197,518</u>
\$ 7,427,603	\$ 11,744,485	\$ 43,977,035	\$ 693,928	\$ 113,873,089	(\$ 362,365)	\$ 37,011,767	(\$ 1,913,550)	(\$ 71,512)	\$ 212,380,480	\$ 14,508,351	\$ 226,888,831
-	-	1,468,570	-	(1,468,570)	-	-	-	-	-	-	-
-	-	-	-	(11,141,404)	-	-	-	-	(11,141,404)	-	(11,141,404)
-	-	-	-	15,928,283	-	-	-	-	15,928,283	1,961,568	17,889,851
-	-	-	-	-	240,809	20,560,759	1,204,301	6,109	22,011,978	1,255,145	23,267,123
-	506,083	-	-	-	-	-	-	-	506,083	-	506,083
-	130,098	-	-	-	-	-	-	-	130,098	-	130,098
-	61	-	-	-	-	-	-	-	61	-	61
-	-	-	-	-	-	-	-	-	-	1,441,339	1,441,339
-	-	-	-	79,999	-	(79,999)	-	-	-	-	-
<u>\$ 7,427,603</u>	<u>\$ 12,380,727</u>	<u>\$ 45,445,605</u>	<u>\$ 693,928</u>	<u>\$ 117,271,397</u>	<u>(\$ 121,556)</u>	<u>\$ 57,492,527</u>	<u>(\$ 709,249)</u>	<u>(\$ 65,403)</u>	<u>\$ 239,815,579</u>	<u>\$ 19,166,403</u>	<u>\$ 258,981,982</u>

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

ASUSTEK COMPUTER INC. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
YEARS ENDED DECEMBER 31, 2024 AND 2023
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS)

	YEAR ENDED DECEMBER 31	
	2024	2023
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	\$ 42,190,377	\$ 22,093,623
Income and expense that result in non-cash flows		
Depreciation (including investment property and right-of-use assets)	2,276,329	2,250,239
Amortization	617,624	521,144
Expected credit impairment (gains) losses	5,065,283	601,869
Expected credit impairment (gains) losses – debt instruments	(1,404)	(28,187)
Net (gains) losses on financial assets or liabilities at fair value through profit or loss	(3,914,492)	(662,122)
Share of profit of associates and joint ventures accounted for under equity method	(2,461,163)	(1,099,862)
Interest income	(3,460,979)	(2,855,322)
Dividend income	(2,976,210)	(2,920,235)
(Gains) losses on disposal of property, plant and equipment	(30,232)	(13,613)
Gains on transfer interest of lease-back transaction	-	188,983
(Gains) losses on disposal of investments	(6,199)	26,909
(Reversal of) impairment loss	27,205	7,347
Interest expense	739,472	693,006
Others	(12,378)	197,288
Changes in assets and liabilities relating to operating activities		
Financial assets at fair value through profit or loss	3,009,426	7,238,813
Notes receivable	(2,904,864)	3,035,806
Trade receivables	(22,628,986)	949,934
Other receivables	209,860	86,001
Inventories	(29,829,338)	20,055,502
Prepayments	(222,134)	(2,618,649)
Other current assets	(137,929)	19,902
Financial liabilities at fair value through profit or loss	(1,915,857)	(4,088,467)
Contract liabilities	28,100	(147,965)
Notes and trade payables	17,029,730	5,481,542
Other payables - accrued expenses	4,978,414	143,779
Provisions for liabilities	1,216,966	(351,748)
Refund liabilities	89,256	5,983,062
Other current liabilities	1,328,165	(811,391)
Other operating liabilities	(46,334)	9,117
Receipt of interest	3,402,492	2,779,188
Payment of interest	(679,364)	(724,503)
Receipt (Payment) of income tax	(2,950,462)	(3,575,916)
Net cash flows provided by (used in) operating activities	<u>8,030,374</u>	<u>52,087,108</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of financial assets at fair value through other comprehensive income	(2,615,145)	(761,212)
Proceeds from disposal of financial assets at fair value through other comprehensive income	131,138	110,059
Acquisition of financial assets at amortized cost	(2,099,989)	(1,058,763)
Proceeds from disposal of financial assets at amortized cost	1,695,450	769,960
Acquisition of investments accounted for under equity method	(116,572)	(19,211)
Acquisition of property, plant and equipment	(2,067,864)	(1,688,347)
Proceeds from disposal of property, plant and equipment	67,987	374,852
Acquisition of investment property	(179,153)	(148,990)
Acquisition of intangible assets	(494,574)	(343,900)
Changes in other non-current assets	(1,519,307)	(308,811)
Dividends received	3,976,253	4,521,675
Net cash flows from acquisition of subsidiaries (net of cash acquired)	-	754,136
Others	31,396	4,960
Net cash flows provided by (used in) investing activities	<u>(3,190,380)</u>	<u>2,206,408</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Increase (decrease) in short-term borrowings	8,802,223	(32,649,112)
Increase in long-term borrowings	300,000	50,000
Proceeds from long-term borrowings	(33,332)	(10,313)
Payment of cash dividends	(12,626,925)	(11,141,404)
Redemption of lease liabilities	(738,094)	(668,683)
Change in non-controlling interest	8,927,537	(1,314,004)
Others	174,307	493,116
Net cash flows provided by (used in) financing activities	<u>4,805,716</u>	<u>(45,240,400)</u>
Effects due to changes in exchange rate	<u>5,165,677</u>	<u>850,789</u>
Net increase (decrease) in cash and cash equivalents	14,811,387	9,903,905
Cash and cash equivalents at beginning of year	79,226,605	69,322,700
Cash and cash equivalents at end of year	<u>\$ 94,037,992</u>	<u>\$ 79,226,605</u>

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

ASUSTEK COMPUTER INC. AND SUBSIDIARIES
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2024 AND 2023
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS,
EXCEPT AS OTHERWISE INDICATED)

1. HISTORY AND ORGANIZATION

- (1) ASUSTEK COMPUTER INC. (ASUS or the Company) was established in the Republic of China (R.O.C.). The Company is primarily engaged in the design, R&D and sales of 3C products (including PCs, main boards, other boards and cards, smart phones and other handheld devices, etc.).
- (2) The Company resolved to spin-off its OEM businesses on January 1, 2008. Pursuant to the Company's resolution, the Company transferred its computer OEM, design and manufacture of computer cases and molds and non-computer OEM businesses to its spun-off subsidiaries, PEGATRON CORPORATION (PEGA) and UNIHAN CORPORATION, respectively. On June 1, 2010, however, the Company transferred further its OEM assets and business (the Company's investments accounted for under equity method in PEGA) to the Company's another investee, PEGATRON INTERNATIONAL INVESTMENT CO. LTD. (PII). PII issued new shares to the Company and its shareholders as consideration. On April 29, 2013, the Company disposed the partial shares of PEGA and reduced the ownership percentage to less than 20%.

2. THE DATE OF AUTHORIZATION FOR ISSUANCE OF THE CONSOLIDATED FINANCIAL STATEMENTS AND PROCEDURES FOR AUTHORIZATION

These consolidated financial statements were authorized for issuance by the Board of Directors and issued on March 11, 2025.

3. APPLICATION OF NEW STANDARDS, AMENDMENTS AND INTERPRETATIONS

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

New standards, interpretations and amendments endorsed by the FSC and became effective from 2024 are as follows:

New Standards, Interpretations and Amendments	Effective date by International Accounting Standards Board
Amendments to IFRS 16, "Lease liability in a sale and lease back"	January 1, 2024
Amendments to IAS 1, "Classification of liabilities as current or non-current"	January 1, 2024
Amendments to IAS 1, "Non-current liabilities with covenants"	January 1, 2024
Amendments to IAS 7 and IFRS 7, "Supplier finance arrangements"	January 1, 2024

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

(2) Effect of new issuances of or amendments to IFRS Accounting Standards as endorsed by the FSC but not yet adopted by the Group

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

New Standards, Interpretations and Amendments	Effective date by International Accounting Standards Board
Amendments to IAS 21, 'Lack of exchangeability'	January 1, 2025

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

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

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

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

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

A. Amendments to IFRS 9 and IFRS 7, ‘Amendments to the classification and measurement of financial instruments’

The IASB issued the amendments to:

- (a) Clarify the date of recognition and derecognition of some financial assets and liabilities, with a new exception relating to the derecognition of a financial liability (or part of a financial liability) settled through an electronic cash transfer system. Applying the exception, an entity is permitted to derecognise a financial liability at an earlier date if, and only if, the entity has initiated a payment instruction and specific conditions are met.

The conditions for the exception are that the entity making the payment does not have:

- i. the practical ability to withdraw, stop or cancel the payment instruction;
 - ii. the practical ability to access the cash used for settlement; and
 - iii. significant settlement risk.
- (b) Update the disclosures for equity instruments designated at fair value through other comprehensive income. The entity shall disclose the fair value of each class of investment and is no longer required to disclose the fair value of each investment. In addition, the amendments require the entity to disclose the fair value gain or loss presented in other comprehensive income during the period, showing separately the fair value gain or loss related to investments derecognised during the reporting period and the fair value gain or loss related to investments held at the end of the reporting period; and any transfers of the cumulative gain or loss within equity during the reporting period related to the investments derecognised during that reporting period.

B. IFRS 18, ‘Presentation and disclosure in financial statements’

IFRS 18, ‘Presentation and disclosure in financial statements’ replaces IAS 1. The standard introduces a defined structure of the statement of profit or loss, disclosure requirements related to management-defined performance measures, and enhanced principles on aggregation and disaggregation which apply to the primary financial statements and notes.

4. SUMMARY OF MATERIAL ACCOUNTING POLICIES

The principal accounting policies applied in the preparation of these consolidated financial statements are set out below. These policies have been consistently applied to all the periods presented, unless otherwise stated.

(1) Compliance statement

The consolidated financial statements of the Group have been prepared in accordance with the “Regulations Governing the Preparation of Financial Reports by Securities Issuers”, International Financial Reporting Standards, International Accounting Standards, IFRIC[®] Interpretations, and SIC[®] Interpretations that came into effect as endorsed by the FSC (collectively referred herein as the “IFRSs”).

(2) Basis of preparation

- A. Except for the following significant items, these consolidated financial statements have been prepared under the historical cost convention:
 - (A) Financial assets and financial liabilities (including derivative instruments) at fair value through profit or loss.
 - (B) Financial assets at fair value through other comprehensive income.
 - (C) Defined benefit liabilities recognized at the net amount of pension fund assets less present value of defined benefit obligation.
- B. The critical accounting estimates and assumptions used in preparation of financial statements and the critical judgements in applying the Group's accounting policies are disclosed in Note 5.

(3) Basis of consolidation

- A. Basis for preparation of consolidated financial statements
 - (A) All subsidiaries are included in the Group's consolidated financial statements. Subsidiaries are all entities (including structured entities) controlled by the Group. The Group controls an entity when the Group is exposed, or has rights, to variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. Consolidation of subsidiaries begins from the date the Group obtains control of the subsidiaries and ceases when the Group loses control of the subsidiaries.
 - (B) Inter-company transactions, balances and unrealized gains or losses on transactions between companies within the Group are eliminated. Accounting policies of subsidiaries have been adjusted where necessary to ensure consistency with the policies adopted by the Group.
 - (C) Profit or loss and each component of other comprehensive income are attributed to the owners of the parent and to the non-controlling interests.
 - (D) Changes in a parent's ownership interest in a subsidiary that do not result in the parent losing control of the subsidiary (transactions with non-controlling interests) are accounted for as equity transactions, i.e. transactions with owners in their capacity as owners. Any difference between the amount by which the non-controlling interests are adjusted and the fair value of the consideration paid or received is recognized directly in equity.
 - (E) When the Group loses control of a subsidiary, the Group remeasures any investment retained in the former subsidiary at its fair value. That fair value is regarded as the fair value on initial recognition of a financial asset or the cost on initial recognition of the associate or joint venture. Any difference between fair value and carrying amount is recognized in profit or loss. All amounts previously recognized in other comprehensive income in relation to the subsidiary are reclassified to profit or loss, on the same basis as would be required if the related assets or liabilities were disposed of. That is, when the Group loses control of a subsidiary, all gains or losses previously recognized in other comprehensive income in relation to the subsidiary

should be reclassified from equity to profit or loss, if such gains or losses would be reclassified to profit or loss when the related assets or liabilities are disposed of.

B. Subsidiaries included in the consolidated financial statements:

Investor	Subsidiary	Main business activities	Ownership (%)		Remark
			December 31, 2024	December 31, 2023	
ASUS	ASUS COMPUTER INTERNATIONAL (ACI)	Selling of 3C products in North America	100.00	100.00	
ASUS	ASUS TECHNOLOGY INCORPORATION (ASUTC)	Selling of 3C products in Taiwan	100.00	100.00	
ASUS	ASUS HOLLAND B. V. (ACH)	Repairing of 3C products	100.00	100.00	
ASUS	ASUS INTERNATIONAL LIMITED (AIL)	Investing of 3C and computer peripheral business	100.00	100.00	
ASUS	ASUS GLOBAL PTE. LTD. (ASGL)	Selling of 3C products	100.00	100.00	
ASUS	ASUS CLOUD CORPORATION (ASUSCLOUD)	Selling and consulting of internet service	96.53	96.53	
ASUS	ASUS TECHNOLOGY LICENSING (ATL)	Researching, developing and authorizing of communication technology	100.00	100.00	
ASUS	ASUS METAVERSE INC. (AMV)	Selling of metaverse service	100.00	100.00	
ASUS	ASUS LIFE CORPORATION (ASUSLC)	Selling of internet information service	90.00	90.00	
ASUS	ASKEY COMPUTER CORP. (ASKEY)	Designing, manufacturing, repairing and selling of communication products and computer peripheral spare parts	100.00	100.00	
ASUS	HUA-CHENG VENTURE CAPITAL CORP. (HCVC)	Investing of computer peripheral business	100.00	100.00	
ASUS	HUA-MIN INVESTMENT CO., LTD. (HMI)	Investing of computer peripheral business	100.00	100.00	
ASUS	QUANTUM CLOUD INTERNATIONAL PTE. LTD. (QCI)	Servicing of information technology	100.00	100.00	
ASUS	JINSHUO CULTURAL DIFFUSION CO., LTD. (JSCD)	Participating and promoting of professional eSports	100.00	100.00	
ASUS	UNIMAX ELECTRONICS INCORPORATION (UEI)	Manufacturing and selling of automotive electronics and computer peripherals	100.00	100.00	
ASUS	TAIWAN WEB SERVICE CORPORATION (TWS)	Servicing of AI computing	80.60	80.60	
ASUS	DATASUS COMPUTER INC. (DATASUS)	Investing of industrial server peripheral products business	100.00	100.00	
ASUS	ASUS TECH USA (ATUS)	Researching and developing of 3C products	100.00	100.00	
ASUS and HCVC	MEDUS TECHNOLOGY INC. (MEDUS)	Servicing of information system technology	100.00	51.00	

Investor	Subsidiary	Main business activities	Ownership (%)		Remark
			December 31, 2024	December 31, 2023	
ASUS and HCVC	SHINEWAVE INTERNATIONAL INC. (SWI)	Researching, developing, selling and consulting of information system software	51.00	51.00	
ASUS and HCVC	INTERNATIONAL UNITED TECHNOLOGY CO., LTD. (TAIWAN) (IUT)	Researching, developing, manufacturing and selling of ink-jet print heads and ink-jet digital image output technology	69.25	69.25	
ASUS and HCVC	PT. ASUS TECHNOLOGY INDONESIA BATAM (ACBT)	Selling of 3C products in Indonesia	100.00	100.00	
ASUS and HCVC	PT. ASUS TECHNOLOGY INDONESIA JAKARTA (ACJK)	Selling of 3C products in Indonesia	100.00	100.00	
ASUS and HCVC	SHINYOPTICS CORP. (SHINYOPTICS)	Researching, developing, manufacturing and selling of virtual image optical engines and vehicle head-up displays	83.30	83.30	
ASUS and ASTP	ASUS TECHNOLOGY PRIVATE LIMITED (ACIN)	Supporting and repairing of 3C products in India	100.00	100.00	
ASUS and ASTP	ASUS INDIA PRIVATE LIMITED (ASIN)	Selling of 3C products in India	100.00	100.00	
ASUS, HCVC and HMI	ASMEDIA TECHNOLOGY INC. (ASMEDIA)	Designing, researching, developing and manufacturing of high-speed analog circuit	42.58	45.91	
ASUS, HCVC and HMI	AAEON TECHNOLOGY INC. (AAEON)	Manufacturing and selling of industrial computers and computer peripherals	37.46	37.70	
ASUS, HMI and AAEON	ONYX HEALTHCARE INC. (ONYX)	Designing, manufacturing and selling of medical computers	54.53	54.64	Note 1
ASUS, HCVC and ASUSCLOUD	ASUS MAAS CORPORATION (ASUSMAAS)	Researching, developing and selling of smart parking system and charging piles	100.00	100.00	
HMI GROUP	JOGEEK TECHNOLOGY LIMITED (JOGEEK)	Selling and repairing of information software and electronic information materials	100.00	100.00	
SWI GROUP	EMES (SUZHOU) CO., LTD. (EMES)	Selling and consulting of information system software	100.00	100.00	
ASKEY GROUP	ASKEY INTERNATIONAL CORP. (ASKEYI)	Selling and servicing of communication products	100.00	100.00	
ASKEY GROUP	DYNALINK INTERNATIONAL CORP. (DIC)	Investing of communication business	100.00	100.00	
ASKEY GROUP	MAGIC INTERNATIONAL CO., LTD. (MIC)	Investing of communication business	100.00	100.00	
ASKEY GROUP	MAGICOM INTERNATIONAL CORP. (MAGICOM)	Investing of communication business	100.00	100.00	

Investor	Subsidiary	Main business activities	Ownership (%)		Remark
			December 31, 2024	December 31, 2023	
ASKEY GROUP	YANG XU ELECTRONIC TECHNOLOGY (SHANGHAI) LTD. (ASKEYSH)	Researching, developing and selling of communication products	100.00	100.00	
ASKEY GROUP	ASKEY TECHNOLOGY (JIANGSU) LTD. (ASKEYJS)	Manufacturing and selling of communication products	100.00	100.00	
ASKEY GROUP	WISE ACCESS (HK) LIMITED (WISE)	Investing of communication business	100.00	100.00	
ASKEY GROUP	ASKEY COMMUNICATION SAS (ASKEYFR)	Selling and servicing of communication products	100.00	100.00	Note 2
ASKEY GROUP	ASKEY COMMUNICATION GMBH (ASKEYCG)	Selling and servicing of communication products	100.00	100.00	
ASKEY GROUP	ASKEY DO BRASIL TECNOLOGIA LTDA. (ASKEYBR)	Selling and servicing of communication products	100.00	100.00	
ASKEY GROUP	ASKEY CORPORATION (THAILAND) CO., LTD. (ASKEYTH)	Selling and servicing of communication products	100.00	100.00	
ASKEY GROUP	ASKEY JAPAN CO., LTD. (ASKEYJP)	Selling and servicing of communication products	100.00	100.00	
ASKEY GROUP	ASKEY DIGITAL TECHNOLOGY CORP. (ASKEYDT)	Selling and servicing of communication products	100.00	100.00	
ASKEY GROUP	WONDALINK INC. (WONDA)	Manufacturing and designing of wired and wireless communication, electronic parts products, etc.	100.00	100.00	
ASKEY GROUP	ASKEYUK CO. LIMITED (ASKEYUK)	Selling and servicing of communication products	100.00	100.00	
ASKEY GROUP	DYNALINK NETWORK SOLUTIONS S. A. DE C. V. (DNS)	Selling and servicing of communication products	100.00	-	
ASKEY GROUP	ASKEY TECHNOLOGY (VIET NAM) COMPANY LIMITED (ASKEYVNB)	Manufacturing and selling of communication products	100.00	100.00	
AAEON GROUP	AAEON ELECTRONICS, INC. (AAEONEI)	Selling of industrial computers and computer peripherals	100.00	100.00	
AAEON GROUP	AAEON TECHNOLOGY CO., LTD. (AAEONTCL)	Investing of industrial computers and interface cards business	100.00	100.00	
AAEON GROUP	AAEON TECHNOLOGY (EUROPE) B. V. (AAEONEU)	Selling of industrial computers and computer peripherals	100.00	100.00	
AAEON GROUP	AAEON TECHNOLOGY GMBH (AAEONG)	Selling of industrial computers and computer peripherals	100.00	100.00	

Investor	Subsidiary	Main business activities	Ownership (%)		Remark
			December 31, 2024	December 31, 2023	
AAEON GROUP	AAEON INVESTMENT CO., LTD. (AAEONI)	Investing of industrial computers and computer peripherals business	100.00	100.00	
AAEON GROUP	AAEON TECHNOLOGY SINGAPORE PTE. LTD. (AAEONSG)	Selling of industrial computers and computer peripherals	100.00	100.00	
AAEON GROUP	AAEON TECHNOLOGY (SUZHOU) INC. (AAEONSZ)	Manufacturing and selling of industrial computers and interface cards	100.00	100.00	
AAEON GROUP	JETWAY INFORMATION CO., LTD.(JETWAY)	Manufacturing and selling of industrial motherboard and computer peripherals	35.29	35.27	
ONYX GROUP	ONYX HEALTHCARE USA, INC. (ONYXHU)	Selling of medical computers and peripherals	100.00	100.00	
ONYX GROUP	ONYX HEALTHCARE EUROPE B. V. (ONYXHE)	Marketing support and repairing of medical computers and peripherals	100.00	100.00	
ONYX GROUP	ONYX HEALTHCARE (SHANGHAI) LTD. (ONYXSH)	Selling of medical computers and peripherals	100.00	100.00	
ONYX GROUP	IHELPER INC. (IHELPER)	Researching, developing and selling of medical robots	46.00	46.00	
JETWAY GROUP	JET WAY COMPUTER CORP. (JETWAYUS)	Selling and repairing of computer peripheral equipment	100.00	100.00	
JETWAY GROUP	JET WAY COMPUTER B.V. (JETWAYNL)	Selling and repairing of computer peripheral equipment	100.00	100.00	
JETWAY GROUP	JET WAY (FAR EAST) INFORMATION COMPANY LIMITED (JETWAYFE)	Investing of computer peripheral business	100.00	100.00	
JETWAY GROUP	TOP NOVEL ENTERPRISE CORP. (TOPNOVEL)	Investing of computer peripheral business	100.00	100.00	
JETWAY GROUP	SCORETIME INVESTMENT LIMITED (SCORETIME)	Investing of computer peripheral business	100.00	100.00	
JETWAY GROUP	CANDID INTERNATIONAL CORP. (CANDID)	Investing of computer peripheral business	100.00	100.00	
JETWAY GROUP	FUJIAN CANDID INTERNATIONAL CO., LTD (FUJIAN)	Manufacturing and selling of computer and peripheral equipment	100.00	100.00	
ASUSCLOUD GROUP	ASUS CLOUD SINGAPORE PTE. LTD. (ASUSCLOUDSG)	Investing of internet service business	100.00	100.00	
ASUSCLOUD GROUP	ASUS CLOUD (LUXEMBOURG) S. A R. L. (ASUSCLOUDLB)	Maintaining and operating service of information hardware	100.00	100.00	

Investor	Subsidiary	Main business activities	Ownership (%)		Remark
			December 31, 2024	December 31, 2023	
JSCD GROUP	JINRUO CULTURAL DIFFUSION CO., LTD. (JRCD)	Participating and promoting of professional eSports	100.00	100.00	
DATASUS GROUP	DATASUS COMPUTER AMERICA (DATASUSUS)	Manufacturing and selling of industrial server peripheral products	100.00	100.00	
AIL GROUP	CHANNEL PILOT LIMITED (CHANNEL)	Investing of 3C business	100.00	100.00	
AIL GROUP	ASUS TECHNOLOGY PTE. LIMITED (ASTP)	Investing of 3C business	100.00	100.00	
AIL GROUP	ASUS MIDDLE EAST FZCO (ACAE)	Supporting and repairing of 3C products in Middle East	100.00	100.00	
AIL GROUP	ASUS EGYPT L. L. C. (ACEG)	Supporting of 3C products in Egypt	100.00	100.00	
AIL GROUP	ASUS COMPUTER GMBH (ACG)	Selling and supporting of 3C products in Germany	100.00	100.00	
AIL GROUP	ASUS FRANCE SARL (ACF)	Supporting of 3C products in France	100.00	100.00	
AIL GROUP	ASUSTEK (UK) LIMITED (ACUK)	Supporting of 3C products in United Kingdom	100.00	100.00	
AIL GROUP	ASUS TECHNOLOGY (HONG KONG) LIMITED (ACHK)	Supporting and repairing of 3C products in Hong Kong	100.00	100.00	
AIL GROUP	ASUS KOREA CO., LTD. (ACKR)	Supporting and repairing of 3C products in South Korea	100.00	100.00	
AIL GROUP	ASUS POLSKA SP. Z O. O. (ACPL)	Supporting of 3C products in Poland	100.00	100.00	
AIL GROUP	ASUS EUROPE B.V. (ACNL)	Selling of 3C products	100.00	100.00	
AIL GROUP	ASUS TECHNOLOGY (VIETNAM) CO., LTD. (ACVN)	Supporting and repairing of 3C products in Vietnam	100.00	100.00	
AIL GROUP	ASUSTEK ITALY S. R. L. (ACIT)	Supporting of 3C products in Italy	100.00	100.00	
AIL GROUP	ASUS SPAIN, S. L. U. (ACIB)	Supporting of 3C products in Spain	100.00	100.00	
AIL GROUP	ASUS TECHNOLOGY (SUZHOU) CO., LTD. (ACSZ)	Researching and developing of 3C products	100.00	100.00	
AIL GROUP	ASUS JAPAN INCORPORATION (ACJP)	Selling of 3C products in Japan	100.00	100.00	
AIL GROUP	ASUS COMPUTER CZECH REPUBLIC S. R. O. (ACCZ)	Supporting of 3C products in Czech Republic	100.00	100.00	
AIL GROUP	ASUSTEK COMPUTER (SHANGHAI) CO., LTD. (ACSH)	Selling of 3C products in China	100.00	100.00	
AIL GROUP	ASUS SERVICE AUSTRALIA PTY LIMITED (ASAU)	Repairing of 3C products in Australia	100.00	100.00	

Investor	Subsidiary	Main business activities	Ownership (%)		Remark
			December 31, 2024	December 31, 2023	
AIL GROUP	ASUS AUSTRALIA PTY LIMITED (ACAU)	Supporting of 3C products in Australia	100.00	100.00	
AIL GROUP	ACBZ IMPORTACAO E COMERCIO LTDA. (ACBZ)	Selling of 3C products in Brazil	100.00	100.00	
AIL GROUP	ASUS ISRAEL (TECHNOLOGY) LTD. (ACIL)	Supporting of 3C products in Israel	100.00	100.00	
AIL GROUP	ASUSTEK COMPUTER (CHONGQING) CO., LTD. (ACCQ)	Selling of 3C products in China	100.00	100.00	
AIL GROUP	ASUS PERU S. A. C. (ACPE)	Supporting of 3C products in Peru	100.00	100.00	
AIL GROUP	PT. ASUS SERVICE INDONESIA (ASID)	Repairing of 3C products in Asia-pacific and America	100.00	100.00	
AIL GROUP	ASUS HOLDING MEXICO, S. A. DE C. V. (ACMH)	Selling of 3C products in Mexico	100.00	100.00	
AIL GROUP	ASUS PORTUGAL, SOCIEDADE UNIPessoal LDA. (ACPT)	Supporting of 3C products in Portugal	100.00	100.00	
AIL GROUP	ASUS HUNGARY SERVICES LIMITED LIABILITY COMPANY (ACHU)	Supporting of 3C products in Hungary	100.00	100.00	
AIL GROUP	ASUS SWITZERLAND GMBH (ACCH)	Supporting of 3C products in Switzerland	100.00	100.00	
AIL GROUP	ASUS NORDIC AB (ACN)	Supporting of 3C products in North Europe	100.00	100.00	
AIL GROUP	ASUS COMPUTER COLOMBIA S. A. S. (ACCO)	Supporting of 3C products in Colombia	100.00	100.00	
AIL GROUP	ASUS (THAILAND) CO., LTD. (ACTH)	Supporting of 3C products in Thailand	100.00	100.00	
AIL GROUP	ASUSTEK COMPUTERS (PTY) LIMITED (ACZA)	Supporting and repairing of 3C products in Africa	100.00	100.00	
AIL GROUP	ASUSTEK COMPUTER MALAYSIA SDN. BHD. (ACMY)	Supporting and repairing of 3C products in Malaysia	100.00	100.00	
AIL GROUP	ASUS BILGISAYAR SISTEMLERI TICARET LIMITED SIRKETI (ACTR)	Supporting and repairing of 3C products in Turkey	100.00	100.00	
AIL GROUP	ASUS CHILE SPA (ACCL)	Supporting of 3C products in Chile	100.00	100.00	
AIL GROUP	ASUS SERVICE (THAILAND) CO., LTD. (ASTH)	Repairing of 3C products in Thailand	100.00	100.00	
AIL GROUP	ASUS PHILIPPINES CORPORATION (ASPH)	Supporting and repairing of 3C products in Philippines	100.00	100.00	
AIL GROUP	QC SERVER AB (QCS)	Servicing of information technology	-	100.00	

Investor	Subsidiary	Main business activities	Ownership (%)		Remark
			December 31, 2024	December 31, 2023	
AIL GROUP	ASUS COMPUTER (SHANGHAI) CO., LTD. (ACS)	Repairing of 3C products	100.00	100.00	
AIL GROUP	ASUS INVESTMENTS (SUZHOU) CO., LTD. (ACISZ)	Leasing of real estate	100.00	100.00	
AIL GROUP	ASUS CZECH SERVICE S. R. O. (ACCZS)	Repairing of 3C products in Europe	100.00	100.00	
AIL GROUP	ASUS PROPERTIES (VIETNAM) LTD. (APVN)	Leasing and trading of real estate	100.00	100.00	
AIL GROUP	LIABILITY LIMITED COMPANY A25 (A25)	Selling of 3C products in Russia	100.00	100.00	
AIL GROUP	ASUS UKRAINE LIMITED LIABILITY COMPANY (ACUKR)	Supporting of 3C products in Ukraine	100.00	100.00	

Note 1: Percentage of ownership represents controlling shareholding ratio but not the comprehensive shareholding ratio.

Note 2: Named SILIGENCE SAS before it was renamed in July 2023.

C. Subsidiaries not included in the consolidated financial statements: None.

D. Adjustments for subsidiaries with different end of the financial reporting period: None.

E. Significant restrictions on its ability to transfer the assets and liabilities to other entities within the Group: None.

F. Subsidiaries that have non-controlling interests that are material to the Group:

Non-controlling interests in each subsidiary are immaterial to the Group.

(4) Foreign currency translation

Items included in the financial statements of each of the Group's entities are measured using the currency of the primary economic environment in which the entity operates (the "functional currency"). The consolidated financial statements are presented in "New Taiwan Dollars (NTD)", which is the Company's functional and the Group's presentation currency.

A. Foreign currency transactions and balances

(A) Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions or valuation where items are remeasured. Foreign exchange gains and losses resulting from the settlement of such transactions are recognized in profit or loss in the period in which they arise, except when deferred in other comprehensive income as qualifying cash flow hedges.

(B) Monetary assets and liabilities denominated in foreign currencies are re-translated at the exchange rates prevailing at the end of the financial reporting period. Exchange differences arising upon re-translation are recognized in profit or loss.

(C) Non-monetary assets and liabilities denominated in foreign currencies at fair value through profit or loss are re-translated at the exchange rates prevailing at the end of the financial reporting period. The translation differences are recognized in profit or loss as part of the fair value gains or losses. Non-monetary assets and liabilities at fair value through other comprehensive income are re-translated at the exchange rates prevailing at the end of the financial reporting period. The translation differences are recognized in other comprehensive income. However, non-monetary assets and liabilities denominated in foreign currencies that are not measured at fair value are translated using the historical exchange rates at the dates of the initial transactions.

(D) All foreign exchange gains and losses are presented in the statement of comprehensive income within “other gains (losses)”.

B. Translation of foreign operations

(A) The operating results and financial position of all the group entities and associates that have a functional currency different from the presentation currency are translated into the presentation currency as follows:

- a. Assets and liabilities for each balance sheets presented are translated at the closing exchange rate at the end of the financial reporting period;
- b. Income and expenses for each statement of comprehensive income are translated at average exchange rates of that period; and
- c. All resulting exchange differences are recognized in other comprehensive income.

(B) When the foreign operation partially disposed of or sold is an associate, exchange differences that were recorded in other comprehensive income are proportionately reclassified to profit or loss as part of the gains or losses on sale. In addition, if the Group still retains partial interests in the former foreign associate after losing significant influence over the former foreign associate, such transactions should be accounted for as disposal of all interest in these foreign operations.

(C) When the foreign operation partially disposed of or sold is a subsidiary, cumulative exchange differences that were recorded in other comprehensive income are proportionately transferred to the non-controlling interests in this foreign operation. In addition, if the Group still retains partial interests in the former foreign subsidiary after losing control of the former foreign subsidiary, such transactions should be accounted for as disposal of all interest in these foreign operations.

(5) Classification of current and non-current items

A. Assets that meet one of the following criteria are classified as current assets:

(A) Assets arising from operating activities that are expected to be realized, or are intended to be sold or consumed within the normal operating cycle;

- (B) Assets held mainly for trading purposes;
- (C) Assets that are expected to be realized within 12 months from the end of the financial reporting period;
- (D) Cash and cash equivalents, excluding restricted cash and cash equivalents and those that are to be exchanged or used to pay off liabilities more than 12 months after the end of the financial reporting period.

Otherwise they are classified as non-current assets.

B. Liabilities that meet one of the following criteria are classified as current liabilities:

- (A) Liabilities that are expected to be paid off within the normal operating cycle;
- (B) Liabilities arising mainly from trading activities;
- (C) Liabilities that are to be paid off within 12 months from the end of the financial reporting period;
- (D) It does not have the right at the end of the reporting period to defer settlement of the liability at least twelve months after the reporting period.

Otherwise they are classified as non-current liabilities.

(6) Cash equivalents

Cash equivalents refer to short-term highly liquid investments that are readily convertible to known amount of cash and subject to an insignificant risk of changes in value. Time deposits can be classified as cash equivalents if they meet the criteria mentioned above and are held for short-term cash commitments in operational purpose.

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

- A. Financial assets at fair value through profit or loss are financial assets that are not measured at amortized cost or fair value through other comprehensive income.
- B. On a regular way purchase or sale basis, financial assets at fair value through profit or loss are recognized and derecognized using trade date accounting.
- C. At initial recognition, the Group measures the financial assets at fair value and recognizes the transaction costs in profit or loss. The Group subsequently measures the financial assets at fair value, and recognizes the gains or losses in profit or loss.
- D. The Group recognizes the dividend income when the right to receive payment is established, future economic benefits associated with the dividend will flow to the Group and the amount of the dividend can be measured reliably.

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

- A. At initial recognition, the Group makes an irrevocable election to present in other comprehensive income subsequent changes in the fair value of an investment in an equity instrument that is not held for trading. The debt instruments are measured at fair value through other comprehensive income if both of the following conditions are met:
 - (A) The objective of the Group's business model is achieved by both collecting contractual cash flows and selling financial assets; and
 - (B) The contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.
- B. On a regular way purchase or sale basis, financial assets at fair value through other comprehensive income are recognized and derecognized using trade date accounting.
- C. At initial recognition, the Group measures the financial assets at fair value plus transaction costs. The Group subsequently measures the financial assets at fair value:
 - (A) The changes in fair value of equity investments that were recognized in other comprehensive income are reclassified to retained earnings and are not reclassified to profit or loss following the derecognition of the investment. Dividends are recognized as revenue when the right to receive payment is established, future economic benefits associated with the dividend will flow to the Group and the amount of the dividend can be measured reliably.
 - (B) Except for the recognition of impairment loss, interest income and gain or loss on foreign exchange which are recognized in profit or loss, the changes in fair value of debt instruments are taken through other comprehensive income. When the financial asset is derecognized, the cumulative gain or loss previously recognized in other comprehensive income is reclassified from equity to profit or loss.

(9) Financial assets measured at amortized costs

- A. Financial assets at amortized cost are those that meet all of the following criteria:
 - (A) The objective of the Group's business model is achieved by collecting contractual cash flows.
 - (B) The assets' contractual cash flows represent solely payments of principal and interest.
- B. On a regular way purchase or sale basis, financial assets at amortized cost are recognized and derecognized using trade date accounting.
- C. At initial recognition, the Group measures the financial assets at fair value plus transaction costs. Interest income from these financial assets is included in finance income using the effective interest method. Gains or losses are recognized in profit or loss when the asset is derecognized or impaired.
- D. The Group's time deposits which do not fall under cash equivalents are those with a short maturity period and are measured at initial investment amount as the effect of discounting is immaterial.

(10) Accounts and notes receivable

- A. Accounts and notes receivable entitle the Group a legal right to receive consideration in exchange for transferred goods or rendered services.
- B. The short-term accounts and notes receivable without bearing interest are subsequently measured at initial invoice amount as the effect of discounting is immaterial.

(11) Impairment of financial assets

For financial assets at amortized cost and accounts receivable that have a significant financing component, at each end of the financial reporting period, the Group recognizes the impairment provision for 12 months expected credit losses if there has not been a significant increase in credit risk since initial recognition or recognizes the impairment provision for the lifetime expected credit losses (ECLs) if such credit risk has increased since initial recognition after taking into consideration all reasonable and verifiable information that includes forecasts. On the other hand, for accounts receivable that do not contain a significant financing component, the Group recognizes the impairment provision for lifetime ECLs.

(12) Derecognition of financial assets

The Group derecognizes a financial asset when one of the following conditions is met:

- A. The contractual rights to receive cash flows from the financial asset has expired.
- B. The contractual rights to receive cash flows from the financial asset have been transferred and the Group has transferred substantially almost all risks and rewards of ownership of the financial asset.
- C. The contractual rights to receive cash flows from the financial asset have been transferred and the Group has not retained control of financial asset.

(13) Leasing arrangements (lessor) – operating leases

Lease income from an operating lease net of any incentives given to the lessee is recognized in profit or loss on a straight-line basis over the lease term.

(14) Inventories

Inventories are stated at the lower of cost and net realizable value. Cost is determined using the weighted-average method. The cost of finished goods and work in process comprises raw materials and other direct/indirect costs. It excludes borrowing costs. The item by item approach is used in applying the lower of cost and net realizable value. Net realizable value is the estimated selling price in the ordinary course of business, less the estimated cost of completion and estimated costs necessary to make the sale.

(15) Investments accounted for under equity method

- A. Associates are all entities over which the Group has significant influence but not control. In general, it is presumed that the investor has significant influence, if an investor holds, directly or indirectly 20% or more of the voting power of the investee. Investments in associates are

accounted for using the equity method and are initially recognized at cost.

- B. The Group's share of its associates' post-acquisition profit or loss is recognized in profit or loss, and its share of post-acquisition movements in other comprehensive income is recognized in other comprehensive income. When the Group's share of losses in an associate equal or exceeds its interest in the associate, including any other unsecured receivables, the Group does not recognize further losses, unless it has incurred legal or constructive obligations or made payments on behalf of the associate.
- C. When changes in an associate's equity do not arise from profit or loss or other comprehensive income of the associate and such changes do not affect the Group's ownership percentage of the associate, the Group recognizes change in ownership interests in the associate in "capital surplus" in proportion to its ownership.
- D. Unrealized gains on transactions between the Group and its associates are eliminated to the extent of the Group's interest in the associates. Unrealized losses are also eliminated unless the transaction provides evidence of an impairment of the asset transferred. Accounting policies of associates have been adjusted where necessary to ensure consistency with the policies adopted by the Group.
- E. In the case that an associate issues new shares or buys treasury stocks (including the Group does not acquire or dispose shares proportionately), which results in a change in the Group's ownership percentage of the associate but maintains significant influence on the associate, then "capital surplus" and "investments accounted for under equity method" shall be adjusted for the increase or decrease of its share of equity interest. If the above condition causes a decrease in the Group's ownership percentage of the associate, in addition to the above adjustment, the amounts previously recognized in other comprehensive income in relation to the associate are reclassified to profit or loss proportionately on the same basis as would be required if the relevant assets or liabilities were disposed of.
- F. Upon loss of significant influence over an associate, the Group remeasures any investment retained in the former associate at its fair value. Any difference between fair value and carrying amount is recognized in profit or loss.
- G. Upon loss of significant influence over an associate, the amounts previously recognized in other comprehensive income and as capital surplus in relation to the associate, are reclassified to profit or loss, on the same basis as would be required if the relevant assets or liabilities were disposed of. If it still retains significant influence over this associate, then the amounts previously recognized in other comprehensive income and as capital surplus in relation to the associate are reclassified to profit or loss proportionately.

(16) Property, plant and equipment

- A. Property, plant and equipment are initially recorded at cost. Borrowing costs incurred during the construction period are capitalized.
- B. Subsequent costs are included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Group and the cost of the item can be measured reliably. The carrying amount of the replaced part is derecognized. All other repairs and maintenance are charged to profit or loss during the financial period in which they are incurred.
- C. Except for land which is not depreciated, other property, plant and equipment apply cost model and are depreciated using the straight-line method to allocate their cost over their estimated useful lives. If each component of property, plant and equipment is significant, it should be depreciated separately.
- D. The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted if appropriate, at the end of the financial reporting period. If expectations for the assets' residual values and useful lives differ from previous estimates or the patterns of consumption of the assets' future economic benefits embodied in the assets have changed significantly, any change is accounted for as a change in estimate under IAS 8, "Accounting Policies, Changes in Accounting Estimates and Errors", from the date of the change. The estimated useful lives of buildings are 5~60 years, machinery and equipment are 1~10 years and miscellaneous equipment are 1~20 years.

(17) Leasing arrangements (lessee) - right-of-use assets/lease liabilities

- A. Leases are recognized as a right-of-use asset and a corresponding lease liability at the date at which the leased asset is available for use by the Group. For short-term leases or leases of low value assets, lease payments are recognized in expense on a straight-line basis over the lease term.
- B. Lease liabilities include the net present value of the remaining lease payments at the commencement date, discounted using the incremental borrowing interest rate. Lease payments are fixed payment, less any lease incentives receivable. The Group subsequently measures the lease liability at amortized cost using the interest method and recognizes interest expense over the lease term. The lease liability is remeasured and the amount of remeasurement is recognized as an adjustment to the right-of-use asset when there are changes in the lease term or lease payments and such changes do not arise from contract modifications.

C. At the commencement date, the right-of-use asset is stated at cost comprising the following:

- (A) The amount of the initial measurement of lease liability;
- (B) Any lease payments made at or before the commencement date; and
- (C) Any initial direct costs incurred by the lessee.

The right-of-use asset is measured subsequently using the cost model and is depreciated from the commencement date to the earlier of the end of the asset's useful life or the end of the lease term. When the lease liability is remeasured, the amount of remeasurement is recognized as an adjustment to the right-of-use asset.

D. For lease modifications that decrease the scope of the lease, the lessee shall decrease the carrying amount of the right-of-use asset to reflect the partial or full termination of the lease, and recognize the difference between remeasured lease liability in profit or loss.

(18) Investment property

An investment property is stated initially at its cost and measured subsequently using the cost model. Except for land, investment property is depreciated on a straight-line basis over its estimated useful life of 20~50 years.

(19) Intangible assets

- A Goodwill and trademark arise in a business combination accounted for by applying the acquisition method.
- B. Other intangible assets, mainly computer software, are amortized on a straight-line basis over their estimated useful lives of 1~10 years.

(20) Impairment of non-financial assets

- A. The Group assesses at the end of the financial reporting period the recoverable amounts of those assets where there is an indication that they are impaired. An impairment loss is recognized at the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs to sell or value in use. Except for goodwill, when the circumstances or reasons for recognizing impairment loss for an asset in prior years no longer exist or decrease, the impairment loss shall be reversed to the extent of the loss previously recognized in profit or loss. However, the reversal should not exceed the carrying amount, net of depreciation or amortization had the impairment not been recognized.
- B. The recoverable amounts of goodwill and intangible assets with an indefinite useful life shall be evaluated periodically. An impairment loss is recognized at the amount by which the asset's carrying amount exceeds its recoverable amount. Impairment loss of goodwill previously recognized in profit or loss shall not be reversed in the following years.

(21) Borrowings

Borrowings comprise long-term and short-term bank borrowings. Borrowings are recognized initially at fair value, net of transaction costs incurred. Borrowings are subsequently stated at amortized cost; any difference between the proceeds net of transaction costs and the redemption value is recognized in profit or loss over the period of the borrowings using the effective interest method.

(22) Notes and trade payables

- A. Trade payables are liabilities for purchases of raw materials, goods or services and notes payable are those resulting from operating and non-operating activities.
- B. The short-term notes and trade payables without bearing interest are subsequently measured at initial invoice amount as the effect of discounting is immaterial.

(23) Financial liabilities at fair value through profit or loss

- A. Financial liabilities are classified in this category of held for trading if acquired principally for the purpose of repurchasing in the short-term. Derivatives are also categorized as financial liabilities held for trading unless they are designated as hedges.
- B. At initial recognition, the Group measures the financial liabilities at fair value. All related transaction costs are recognized in profit or loss. The Group subsequently measures these financial liabilities at fair value with any gains or losses recognized in profit or loss.

(24) Derecognition of financial liabilities

The Group derecognizes a financial liability when the obligation specified in the contract is either discharged or cancelled or expires.

(25) Offsetting financial assets and financial liabilities

Financial assets and liabilities are offset and reported in the net amount in the balance sheets when there is a legally enforceable right to offset the recognized amounts and there is an intention to settle on a net basis or realize the asset and settle the liability simultaneously.

(26) Non-hedging derivatives

Non-hedging derivatives are initially recognized at fair value on the date a derivative contract is entered into and recorded as financial assets or financial liabilities at fair value through profit or loss. They are subsequently remeasured at fair value and the gains or losses are recognized in profit or loss.

(27) Hedge accounting

- A. At the inception of the hedging relationship, there is formal designation and documentation of the hedging relationship and the Group's risk management objective and strategy for undertaking the hedge. That documentation shall include identification of the hedging instrument, the hedged item, the nature of the risk being hedged and how the Group will assess whether the hedging relationship meets the hedge effectiveness requirements.

- B. The Group designates the hedging relationship as cash flow hedge which is a hedge of the exposure to variability in cash flows that is attributable to a particular risk associated with a recognized asset or liability or a highly probable forecast transaction.
- C. Cash flow hedges
- (A) The cash flow hedge reserve associated with the hedged item is adjusted to the lower of the following (in absolute amounts):
- a. The cumulative gains or losses on the hedging instrument from inception of the hedge; and
 - b. The cumulative change in fair value of the hedged item from inception of the hedge.
- (B) The effective portion of the gains or losses on the hedging instrument is recognized in other comprehensive income. The gains or losses on the hedging instrument relating to the ineffective portion is recognized in profit or loss.
- (C) The amount that has been accumulated in the cash flow hedge reserve in accordance with (A) is accounted for as follows:
- a. If a hedged forecast transaction subsequently results in the recognition of a non-financial asset or non-financial liability, or a hedged forecast transaction for a non-financial asset or non-financial liability becomes a firm commitment for which fair value hedge accounting is applied, the Group shall remove that amount from the cash flow hedge reserve and include it directly in the initial cost or other carrying amount of the asset or liability.
 - b. For cash flow hedges other than those covered by a. above, that amount shall be reclassified from the cash flow hedge reserve to profit or loss as a reclassification adjustment in the same period or periods during which the hedged expected future cash flows affect profit or loss.
 - c. If that amount is a loss and the Group expects that all or a portion of that loss will not be recovered in one or more future periods, it shall immediately reclassify the amount that is not expected to be recovered into profit or loss as a reclassification adjustment.
- (D) When the hedging instrument expires, or is sold, terminated, exercised or when the hedging relationship ceases to meet the qualifying criteria, if the forecast transaction is still expected to occur, the amount that has been accumulated in the cash flow hedge reserve shall remain in the cash flow hedge reserve until the forecast transaction occurs; if the forecast transaction is no longer expected to occur, the amount shall be immediately reclassified from the cash flow hedge reserve to profit or loss as a reclassification adjustment.

(28) Provisions for liabilities

Provisions are recognized when the Group has a present legal or constructive obligation as a result of past events, and it is probable that an outflow of economic resources will be required to settle the obligation and the amount of the obligation can be reliably estimated. Provisions are measured at the present value of the expenditures expected to be required to settle the obligation at the end of the financial reporting period, which is discounted using a pre-tax discount rate that reflects the current market assessments of the time value of money and the risks specific to the obligation. When discounting is used, the increase in the provision due to passage of time is recognized in interest expense. Future operating losses shall not be recognized as provisions for liabilities.

(29) Employee benefits

A. Short-term employee benefits

Short-term employee benefits are measured at the undiscounted amount of the benefits expected to be paid in respect of service rendered by employees in a period and should be recognized in expenses in that period when the employees render service.

B. Pensions

(A) Defined contribution plans

For defined contribution plans, the contributions are recognized in pension expenses when they are due on an accrual basis. Prepaid contributions are recognized as an asset to the extent of a cash refund or a reduction in the future payments.

(B) Defined benefit plans

- a. The liability recognized in the balance sheets in respect of defined benefit pension plans is the present value of the defined benefit obligation at the end of the financial reporting period less the fair value of plan assets. The defined benefit obligation is calculated annually by independent actuaries using the projected unit credit method. The present value of the defined benefit obligation is determined by discounting the estimated future cash flows using interest rates of government bonds or interest rates of return of high-quality investments that have terms to maturity approximating to the terms of the related pension liability.
- b. Remeasurements arising on defined benefit plans are recognized in other comprehensive income in the period in which they arise and are recorded as other equity.
- c. Prior service costs are recognized immediately in profit or loss.

C. Termination benefits

Termination benefits are employee benefits provided in exchange for the termination of employment as a result from either the Group's decision to terminate an employee's employment before the normal retirement date, or an employee's decision to accept an offer of redundancy benefits in exchange for the termination of employment. The Group recognizes expense when it

can no longer withdraw an offer of termination benefits or it recognizes related restructuring costs, whichever is earlier. Benefits that are expected to be due more than 12 months after financial reporting date shall be discounted to their present value.

D. Employees' compensation and directors' remuneration

Employees' compensation and directors' remuneration are recognized in expenses and as liabilities, provided that such recognition is required under legal or constructive obligation and those amounts can be reliably estimated. Any difference between the resolved amounts and the subsequently actual distributed amounts is accounted for as changes in estimates. If employee compensation is distributed by shares, the Group calculates the number of shares based on the closing price at the previous day of the board meeting resolution.

(30) Government grants

Government grants are recognized at their fair value only when there is reasonable assurance that the Group will comply with conditions attached to the grants and the grants will be received. Government grants are recognized in profit or loss on a systematic basis over the periods of related expenses incurred if the nature of government grant is to subsidize expenses the Group accrued.

(31) Employee share-based payment

A. For the equity-settled share-based payment arrangements, the employee services received are measured at the fair value of the equity instruments granted at the grant date, and are recognized in compensation cost over the vesting period, with a corresponding adjustment to equity. The fair value of the equity instruments granted shall reflect the impact of market vesting conditions and non-market vesting conditions. Compensation cost is subject to adjustment based on the service conditions that are expected to be satisfied and the estimates of the number of equity instruments that are expected to vest under the non-market vesting conditions at the end of the financial reporting period. Ultimately, the amount of compensation cost recognized is based on the number of equity instruments that eventually vest.

B. Restricted stocks:

(A) The issued subsidiary uses the date notifying employees the number of shares of employees' stock bonus as the grant date.

(B) Restricted stocks issued to employees are measured at the fair value of the equity instruments granted at the grant date, and are recognized in compensation cost over the vesting period.

(C) For restricted stocks where those stocks do not restrict distribution of dividends to employees and employees are not required to return the dividends received if they resign during the vesting period, the Group recognizes the fair value of the dividends received by the employees who are expected to resign during the vesting period as compensation cost at the date of dividends declared.

(D) For restricted stocks where employees have to pay to acquire those stocks, if employees resign during the vesting period, they must return the stocks to the issuing subsidiaries and the issuing subsidiaries must refund their payments on the stocks, the issuing subsidiary recognizes the payments from the employees who are expected to resign during the vesting period as liabilities at the grant date, and recognizes the payments from the employees who are expected to be eventually vested with the stocks in “capital surplus - others”.

(32) Income tax

- A. The tax expense for the period comprises current and deferred tax. Tax is recognized in profit or loss, except to the extent that it relates to items recognized in other comprehensive income or items recognized directly in equity, in which cases the tax is recognized in other comprehensive income or equity.
- B. The current income tax charge is calculated on the basis of the tax laws enacted or substantively enacted at the end of the financial reporting period in the countries where the Company and its subsidiaries operate and generate taxable income. Management periodically evaluates positions taken in tax returns with respect to situations in accordance with applicable tax regulations. It establishes provisions where appropriate based on the amounts expected to be paid to the tax authorities. An additional tax is levied on the unappropriated retained earnings and is recorded as income tax expense in the year the shareholders resolve to retain the earnings.
- C. Deferred income tax is recognized, using the balance sheets liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the consolidated financial statements. However, the deferred income tax is not accounted for if it arises from initial recognition of goodwill or of an asset or liability in a transaction other than a business combination that at the time of the transaction affects neither accounting nor taxable profit or loss and does not give rise to equal taxable and deductible temporary differences. Deferred income tax is provided on temporary differences arising on investments in subsidiaries and associates, except where the timing of the reversal of the temporary difference is controlled by the Group and it is probable that the temporary difference will not reverse in the foreseeable future. Deferred income tax is determined using tax rates that have been enacted or substantially enacted by the end of the financial reporting period and are expected to apply when the related deferred income tax asset is realized or the deferred income tax liability is settled.
- D. Deferred income tax assets are recognized only to the extent that it is probable that future taxable profit will be available against which the temporary differences can be utilized. At the end of the financial reporting period, unrecognized and recognized deferred income tax assets are reassessed.

- E. Current income tax assets and liabilities are offset and the net amount is reported in the balance sheets when there is a legally enforceable right to offset the recognized amounts and there is an intention to settle on a net basis or realize the asset and settle the liability simultaneously. Deferred income tax assets and liabilities are offset on the balance sheets when the entity has the legally enforceable right to offset current tax assets against current tax liabilities and they are levied by the same taxation authority on either the same entity or different entities that intend to settle on a net basis or realize the asset and settle the liability simultaneously.
- F. A deferred tax asset shall be recognized for the carryforward of unused tax credits resulting from research and development expenditures to the extent that it is possible that future taxable profit will be available against which the unused tax credits can be utilized.

(33) Dividends

Dividends are recorded in the Company's financial statements in the period in which they are resolved by the Company's shareholders. Cash dividends are recorded as liabilities; stock dividends are recorded as stock dividends to be distributed and are reclassified to ordinary shares on the effective date of new shares issuance.

(34) Revenue recognition

Sales of goods

- A. The Group is engaged in the selling of 3C products. Sales are recognized when control of the products has transferred, being when the products are delivered to the customer, the customer has full discretion over the channel and price to sell the products, and there is no unfulfilled obligation that could affect the customer's acceptance of the products. Delivery occurs when the products have been shipped to the specific location, the risks of obsolescence and loss have been transferred to the customer, and either the customer has accepted the products in accordance with the sales contract, or the Group has objective evidence that all criteria for acceptance have been satisfied.
- B. Revenue from the sale of 3C products is recognized based on the price specified in the contract, net of the estimated volume discounts and sales discounts. Historical experience is usually used to estimate the discounts and returns. A refund liability is recognized at expected sales discounts payable to customers in relation to sales made until the end of the reporting period. The sales are made mainly with a credit term of due after the date of delivery or month-end 30 to 180 days. As the time interval between the transfer of committed goods or services and the payment of customer does not exceed one year, the Group does not adjust the transaction price to reflect the time value of money.
- C. The Group's obligation to provide a repair for faulty products under the standard warranty terms is recognized as a provision.

- D. A receivable is recognized when the goods are delivered as this is the point in time that the consideration is unconditional because only the passage of time is required before the payment is due.

(35) Business combinations

- A. The Group uses the acquisition method to account for business combinations. The consideration transferred for an acquisition is measured as the fair value of the assets transferred, liabilities incurred or assumed and equity instruments issued at the acquisition date, plus the fair value of any assets and liabilities resulting from a contingent consideration arrangement. All acquisition-related costs are expensed as incurred. Identifiable assets acquired and liabilities and contingent liabilities assumed in a business combination are measured initially at their fair values at the acquisition date. For each business combination, the Group measures at the acquisition date components of non-controlling interests in the acquiree that are present ownership interests and entitle their holders to the proportionate share of the entity's net assets in the event of liquidation at either fair value or the present ownership instruments' proportionate share in the recognized amounts of the acquiree's identifiable net assets. All other non-controlling interests should be measured at the acquisition-date fair value.
- B. If the total of the fair values of the consideration of acquisition and any non-controlling interests in the acquiree as well as the acquisition-date fair value of any previous equity interest in the acquiree is higher than the fair value of the Group's share of the identifiable net assets acquired and liabilities assumed, the difference is recorded as goodwill, if the total of the fair values of the consideration of acquisition and any non-controlling interests in the acquiree as well as the acquisition-date fair value of any previous equity interest in the acquiree is higher than the fair value of the Group's share of the identifiable net assets acquired and liabilities assumed, the difference is recorded as profit.

(36) Operating segments

Operating segments are reported in a manner consistent with the internal management reports provided to the chief operating decision maker. The chief operating decision maker is responsible for allocating resources and assessing performance of the operating segments.

5. **CRITICAL ACCOUNTING JUDGEMENTS, ESTIMATES AND KEY SOURCES OF ASSUMPTION UNCERTAINTY**

The preparation of these consolidated financial statements requires management to make critical judgements in applying the Group's accounting policies and make critical assumptions at the end of the financial reporting period and estimates concerning future events. The resulting accounting estimates and assumptions might be different from the actual results, and will be continually evaluated and adjusted based on historical experience and other factors; and the related information is addressed below:

Critical accounting estimates and assumptions:

A. Refund liabilities recognition

The Group estimates sales related refund liabilities for sales returns and discounts based on historical results and other known factors. Provisions for such liabilities are recorded as a deduction item to sales revenues when the sales are recognized. The Group reassesses the reasonableness of estimates of discounts and returns periodically.

As of December 31, 2024, the Group recognized \$36,156,193 as refund liabilities related to sales returns and discounts.

B. Evaluation of inventories

Due to the rapid technology innovation, the Group evaluates the amounts of normal inventory consumption, obsolete inventories or inventories without market selling value at the end of the financial reporting period, and writes down the cost of inventories to the net realizable value. Such an evaluation of inventories is principally based on the demand for the products within the specified period in the future. Therefore, there might be a difference against actual result.

As of December 31, 2024, the carrying amount of inventories was \$152,619,677.

6. **DETAILS OF SIGNIFICANT ACCOUNTS**

(1) Cash and cash equivalents

	<u>December 31, 2024</u>	<u>December 31, 2023</u>
Cash on hand and petty cash	\$ 16,062	\$ 14,165
Checking accounts and demand deposits	37,555,574	31,748,973
Time deposits	56,411,741	47,421,423
Others	54,615	42,044
	<u>\$ 94,037,992</u>	<u>\$ 79,226,605</u>

The Group has no cash and cash equivalents pledged to others.

(2) Financial assets and liabilities at fair value through profit or loss

	<u>December 31, 2024</u>	<u>December 31, 2023</u>
Financial assets mandatorily measured at fair value through profit or loss - current:		
Equity instruments	\$ 556,439	\$ 364,690
Beneficiary certificates	923,067	980,583
Derivatives	1,022,336	1,307
Hybrid instruments	118,000	121,000
	<u>\$ 2,619,842</u>	<u>\$ 1,467,580</u>
	<u>December 31, 2024</u>	<u>December 31, 2023</u>
Financial assets mandatorily measured at fair value through profit or loss - non-current:		
Equity instruments	\$ 120,334	\$ 57,081
Beneficiary certificates	244,589	16,365
Hybrid instruments	357,436	8,634
	<u>\$ 722,359</u>	<u>\$ 82,080</u>
Financial liabilities held for trading -current:		
Derivatives	<u>\$ 28,576</u>	<u>\$ 1,053,507</u>

A. The hybrid instruments held by the Group were convertible bonds and stocks with embedded options.

B. Amounts recognized in profit or loss in relation to financial assets and liabilities at fair value through profit or loss are listed below:

	<u>Years Ended</u>	
	<u>December 31, 2024</u>	<u>December 31, 2023</u>
Financial assets and liabilities mandatorily measured at fair value through profit or loss		
Equity instruments	\$ 212,191	\$ 135,833
Beneficiary certificates	14,625	10,076
Derivatives	3,691,192	504,166
Hybrid instruments	(3,516)	12,047
	<u>\$ 3,914,492</u>	<u>\$ 662,122</u>

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

	December 31, 2024			December 31, 2023		
	Contract amount (in thousands)		Maturity period	Contract amount (in thousands)		Maturity period
Derivative financial assets:						
Forward exchange contracts						
-CAD/USD	CAD	88,479	2025/06	CAD	4,862	2024/01
-NTD/USD	USD	370,000	2025/02	USD	-	-
-EUR/USD	EUR	292,000	2025/03	EUR	-	-
-GBP/USD	GBP	50,000	2025/03	GBP	-	-
-AUD/USD	AUD	17,500	2025/02	AUD	-	-
-PLN/USD	PLN	20,000	2025/01	PLN	-	-
-JPY/USD	JPY	5,005,061	2025/02	JPY	1,410,700	2024/01
-MXN/USD	MXN	619,740	2025/03	MXN	30,000	2024/01
-IDR/USD	IDR	1,724,528,000	2025/01	IDR	355,327,000	2024/01
-INR/USD	INR	13,596,131	2025/02	INR	-	-
-CNH/USD	CNH	710,000	2025/01	CNH	-	-
Currency option contracts						
-JPY/USD	JPY	-	-	JPY	1,086,800	2024/02
-CNH/USD	CNH	4,166,495	2025/04	CNH	-	-
-EUR/USD	EUR	186,000	2025/03	EUR	-	-
Currency swap contracts						
-NTD/USD	USD	68,800	2025/04	USD	-	-
Derivative financial liabilities:						
Forward exchange contracts						
-NTD/USD	USD	-	-	USD	520,000	2024/02
-EUR/USD	EUR	10,000	2025/03	EUR	365,700	2024/03
-GBP/USD	GBP	-	-	GBP	62,500	2024/04
-CNH/USD	CNH	-	-	CNH	209,830	2024/01
-IDR/USD	IDR	-	-	IDR	1,875,322,000	2024/01
-INR/USD	INR	-	-	INR	15,435,768	2024/01
-PLN/USD	PLN	-	-	PLN	14,000	2024/01
-CHF/USD	CHF	-	-	CHF	7,700	2024/03
-AUD/USD	AUD	-	-	AUD	54,000	2024/04
-THB/USD	THB	-	-	THB	150,000	2024/01
-MXN/USD	MXN	29,000	2025/02	MXN	328,900	2024/01
-JPY/USD	JPY	-	-	JPY	237,898	2024/02
-CAD/USD	CAD	8,344	2025/06	CAD	66,601	2024/05
-NTD/USD	NTD	2,929,650	2025/01	NTD	-	-
-USD/NTD	USD	1,020	2025/01	USD	-	-
Currency option contracts						
-CNH/USD	CNH	-	-	CNH	2,696,630	2024/03
-EUR/USD	EUR	-	-	EUR	31,000	2024/02
Currency swap contracts						
-NTD/USD	USD	-	-	USD	20,000	2024/04

(A) Forward exchange contracts

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

(B) Currency option contracts

The Group entered into currency option contracts to buy foreign currency put options and sell foreign currency call options or put options, which will be performed in the future according to the agreed price and conditions, leverage ratio and settlement date. The purpose of the Group's undertaking of the above transactions is to hedge exchange rate risk of import and export proceeds. However, these currency option contracts are not accounted for under hedge accounting. The Group has implemented risk control over currency options, and no significant operational risks have been assessed.

(C) Currency swap contracts

The Group entered into currency swap contracts to hedge cash flow risk of the floating-rate liability positions. However, these currency swap contracts are not accounted for under hedge accounting.

D. The Group has no financial assets at fair value through profit or loss pledged to others.

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

	<u>December 31, 2024</u>	<u>December 31, 2023</u>
Current:		
Equity instruments		
Listed and OTC stocks	\$ 184,244	\$ 232,925
Valuation adjustment	496,775	829,900
	<u>\$ 681,019</u>	<u>\$ 1,062,825</u>
Non-current:		
Debt instruments		
Corporate bonds	\$ 3,233,572	\$ 679,485
Valuation adjustment	(62,611)	25,988
	<u>3,170,961</u>	<u>705,473</u>
Equity instruments		
Listed and OTC stocks	27,138,110	27,097,183
Unlisted and non-OTC stocks	876,308	726,662
	<u>28,014,418</u>	<u>27,823,845</u>
Valuation adjustment	55,926,617	55,740,938
	<u>83,941,035</u>	<u>83,564,783</u>
	<u>\$ 87,111,996</u>	<u>\$ 84,270,256</u>

A. The Group has elected to classify equity investments that are considered to be strategic investments and steady dividend income as financial assets at fair value through other comprehensive income. The fair value of such investments amounted to \$84,622,054 and \$84,627,608 on December 31, 2024 and 2023, respectively.

- B. The Group sold its investments with fair value of \$130,903 and \$127,976 during the years ended December 31, 2024 and 2023, respectively, and the gain on disposal amounting to \$101,114 and \$60,955 was transferred from accumulated other comprehensive income to retained earnings, respectively. Also, the Group recognized \$400,364 and \$15,393 on disposals of investments in associates, which was transferred from other comprehensive income to retained earnings for the years ended December 31, 2024 and 2023, respectively.
- C. Amounts recognized in profit or loss in relation to the financial assets at fair value through other comprehensive income are listed below:

	Years Ended	
	December 31, 2024	December 31, 2023
Equity instruments at fair value through other comprehensive income		
Dividends from investments recognized in profit or loss held at end of the year	\$ 2,962,468	\$ 2,904,506
Dividends from investments recognized in profit or loss derecognized during the year	\$ -	\$ 453
Debt instruments at fair value through other comprehensive income		
Reclassified from other comprehensive income to profit or loss due to impairment recognition	(\$ 912)	(\$ 168)
Interest income from investments recognized in profit or loss held at end of the year	\$ 142,538	\$ 3,390

- D. As of December 31, 2024 and 2023, without taking into account any collateral held or other credit enhancements, the maximum exposure to credit risk in respect of the amount that best represents the financial assets at fair value through other comprehensive income held by the Group was \$3,170,961 and \$705,473, respectively.
- E. Information about credit risk of financial assets at fair value through other comprehensive income is provided in Note 12(2).
- F. The Group has no financial assets at fair value through other comprehensive income pledged to others.

(4) Financial assets at amortized cost

Items	December 31, 2024	December 31, 2023
Current items:		
Corporate bonds	\$ 4,541,190	\$ 58,636
Less: Accumulated impairment	(5,905)	(80)
	<u>4,535,285</u>	<u>58,556</u>
Time deposits with original maturity period of more than three months	<u>496,509</u>	<u>483,796</u>
	<u>\$ 5,031,794</u>	<u>\$ 542,352</u>
Non-current items:		
Corporate bonds	\$ 5,807,128	\$ 9,466,004
Less: Accumulated impairment	(24,573)	(36,571)
	<u>5,782,555</u>	<u>9,429,433</u>
Time deposits with original maturity period of more than three months	<u>164,540</u>	<u>-</u>
	<u>\$ 5,947,095</u>	<u>\$ 9,429,433</u>

A. Amounts recognized in profit or loss in relation to financial assets at amortized cost are listed below:

	Years Ended	
	December 31, 2024	December 31, 2023
Interest income	\$ 290,283	\$ 241,696
Expected credit impairment reversed gains (losses)	2,316	28,355
Gains (losses) on disposal of investments	(23,782)	(27,027)
	<u>\$ 268,817</u>	<u>\$ 243,024</u>

B. The Group has no financial assets at amortized cost pledged to others.

C. As of December 31, 2024 and 2023, without taking into account any collateral held or other credit enhancements, the maximum exposure to credit risk in respect of the amount that best represents the financial assets at amortized cost held by the Group were \$10,978,889 and \$9,971,785, respectively.

D. Information about credit risk of financial assets at amortized cost is provided in Note 12(2). The counterparties of the Group's investments in certificates of deposits are financial institutions with high credit quality, so the Group expects that the probability of counterparty default is remote.

(5) Hedging financial assets and liabilities

	<u>December 31, 2024</u>	<u>December 31, 2023</u>
Financial assets - current		
Cash flow hedges - Forward exchange contracts	\$ 853,038	\$ -
Financial liabilities - current		
Cash flow hedges - Forward exchange contracts	(13,327)	(709,249)
	<u>\$ 839,711</u>	<u>(\$ 709,249)</u>

A. Hedge accounting is applied to reduce the effect of accounting inconsistency between the hedging instrument and the hedged item. The Group entered into forward exchange contracts to manage its foreign currency exposure in respect of forecasted sales transactions. When forecasted sales transactions occur, the carrying amount of the non-financial hedged items should be adjusted accordingly.

B. Transaction information associated with the Group adopting hedge accounting is as follows:

	<u>December 31, 2024</u>			<u>December 31, 2023</u>		
	Contract amount (in thousands)	Maturity period		Contract amount (in thousands)	Maturity period	
Hedging instruments						
Cash flow hedges:						
Hedging financial assets						
Forward exchange contracts						
-EUR/USD	EUR	440,000	2025/06	EUR	-	-
-PLN/USD	PLN	145,000	2025/03	PLN	-	-
-JPY/USD	JPY	5,450,000	2025/06	JPY	-	-
-GBP/USD	GBP	68,000	2025/06	GBP	-	-
-SEK/USD	SEK	50,000	2025/06	SEK	-	-
-AUD/USD	AUD	45,500	2025/03	AUD	-	-
Hedging financial liabilities						
Forward exchange contracts						
-AUD/USD	AUD	-	-	AUD	45,500	2024/03
-EUR/USD	EUR	25,000	2025/06	EUR	496,000	2024/06
-GBP/USD	GBP	6,000	2025/06	GBP	85,000	2024/06
-SEK/USD	SEK	-	-	SEK	89,000	2024/06
-PLN/USD	PLN	14,000	2025/03	PLN	172,000	2024/03
-JPY/USD	JPY	800,000	2025/03	JPY	4,630,000	2024/06
-IDR/USD	IDR	500,000,000	2025/03	IDR	-	-

The average exchange rate of hedging instruments used by the Group is based on the consideration of future exchange rate fluctuation of the hedged items.

C. Cash flow hedges

	2024	2023
Other equity - hedge effectiveness		
January 1	(\$ 709,249)	(\$ 1,913,550)
Gains (losses) on hedge instrument	1,548,960	1,204,301
December 31	<u>\$ 839,711</u>	<u>(\$ 709,249)</u>
Other gains (losses) - hedge ineffectiveness	<u>\$ 5</u>	<u>(\$ 241,519)</u>

- D. As the hedging instrument expires, the hedging relationship ceases to meet the qualifying criteria. If the forecast transaction is still expected to occur, the amount that has been accumulated in the gains (losses) on hedging instruments shall remain in other comprehensive income until the forecast transaction occurs; if the forecast transaction is no longer expected to occur, the amount shall be immediately reclassified from the gains (losses) on hedging instruments to other gains (losses) hedge ineffectiveness.

(6) Notes and trade receivables

	December 31, 2024	December 31, 2023
Notes receivable	\$ 8,105,778	\$ 5,201,002
Trade receivables	107,749,436	85,159,646
	115,855,214	90,360,648
Less: Loss allowance	(8,777,044)	(3,543,339)
	<u>\$ 107,078,170</u>	<u>\$ 86,817,309</u>

- A. The aging analysis of notes and trade receivables is as follows:

	December 31, 2024	December 31, 2023
Not past due	\$ 90,981,810	\$ 69,536,614
Less than 90 days past due	21,118,319	17,908,554
Between 91 and 180 days past due	1,430,023	742,801
More than 181 days past due	2,325,062	2,172,679
	<u>\$ 115,855,214</u>	<u>\$ 90,360,648</u>

- B. As of December 31, 2024, December 31, 2023, and January 1, 2023, the balances of notes and trade receivables from contracts with customers amounted to \$115,855,214, \$90,360,648 and \$94,347,089, respectively.
- C. The Group does not hold financial assets as security for trade receivables.
- D. As of December 31, 2024 and 2023, without taking into account any collateral held or other credit enhancements, the maximum exposure to credit risk in respect of the amount that best represents the Group's notes receivable were \$7,894,697 and \$5,114,475, respectively. The maximum exposure to credit risk in respect of the amount that best represents the Group's trade receivables

were \$99,183,473 and \$81,702,834, respectively.

E. Information about credit risk of notes and trade receivables is provided in Note 12(2).

(7) Transfer of financial assets

Transferred financial assets that are derecognised entirely

The Group entered into a factoring agreement with Banco Santander, S.A. Bank to sell its accounts receivable. Under the agreement, the Group is not obligated to bear the uncollectible risk of the transferred accounts receivable, but is liable for the losses incurred on any business dispute. The Group does not have any continuing involvement in the transferred accounts receivable. Thus, the Group derecognised the transferred accounts receivable, and the related information is as follows:

December 31, 2024					
Purchaser of accounts receivable	Amount of accounts receivable transferred	Amount derecognised	Facilities	Amount advanced	Interest rate interval of amount advanced
Banco Santander	\$ 266,986	\$ 266,986	\$ 2,131,025	\$ 266,986	9.15%~9.98%

(8) Offsetting financial assets and financial liabilities

A. The Group has assets (fair value of \$41,315,524 and \$25,780,478 as of December 31, 2024 and 2023, respectively) from and liabilities (fair value of \$52,280,497 and \$30,741,618 as of December 31, 2024 and 2023, respectively) to certain companies that meet the offsetting criteria in paragraph 42 of IAS 32, recognized as trade receivables and notes and trade payables at net amounts after the offsetting.

B. The recognition information of the Group due to net delivery agreement is expressed as follows:

Trade receivables, notes and trade payables with offsetting right						
	Gross amount of financial assets (before offsetting)	Gross amount of financial liabilities (before offsetting)	Offsetting amount	Net amount of financial assets (after offsetting)	Net amount of financial liabilities (after offsetting)	Not set off in the balance sheet: collateral (received) /provided
December 31, 2024	\$ 41,315,524	(\$ 52,280,497)	(\$ 40,686,560)	\$ 628,964	(\$ 11,593,937)	\$ -
December 31, 2023	25,780,478	(30,741,618)	(24,597,401)	1,183,077	(6,144,217)	-

(9) Inventories

	<u>December 31, 2024</u>	<u>December 31, 2023</u>
Raw materials	\$ 63,280,497	\$ 49,783,902
Work in process	3,208,931	3,925,561
Finished goods	14,582,304	4,095,805
Merchandise inventories	70,629,507	63,454,063
Inventories in transit	918,438	1,531,008
	<u>\$ 152,619,677</u>	<u>\$ 122,790,339</u>

Except for cost of goods sold, the Group recognized in expenses and losses of inventories in the amounts of (\$6,988,772) and (\$11,478,222), of which (\$7,259,564) and (\$11,673,038) pertain to the decline (recovery) in value of inventories for the years ended December 31, 2024 and 2023, respectively. The gain on reversal during the period mentioned above were due to inventories which were subsequently sold.

(10) Investments accounted for under equity method

	<u>December 31, 2024</u>	<u>December 31, 2023</u>
Associates		
WT	\$ 17,329,163	\$ 13,657,281
Others	12,500,560	11,226,904
	<u>\$ 29,829,723</u>	<u>\$ 24,884,185</u>

A. The Group's associates are all immaterial, and the summary on financial information of share attributable to the Group is as follows:

	<u>Years Ended</u>	
	<u>December 31, 2024</u>	<u>December 31, 2023</u>
Profit (loss) for the year	\$ 2,461,163	\$ 1,099,862
Other comprehensive income (loss) for the year (net of income tax)	1,157,804	2,133,272
Total comprehensive income (loss) for the year (net of income tax)	<u>\$ 3,618,967</u>	<u>\$ 3,233,134</u>

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

	<u>December 31, 2024</u>	<u>December 31, 2023</u>
Associates		
WT	\$ 20,759,246	\$ 19,237,500
Others	11,665,520	13,868,474
	<u>\$ 32,424,766</u>	<u>\$ 33,105,974</u>

C. The Group is the single largest shareholder of IBASE, ASUSTOR, EMC, UPI, LELTEK and WT with a 26.70%, 38.04%, 12.50%, 22.10%, 22.78% and 16.90% equity interest, respectively. Given the degree of other shareholders involvement in prior stockholders' meeting and record of voting rights for major proposals, which indicates that the Group has no substantial ability to direct the relevant activities, the Group has no control, but only has significant influence, over the companies.

D. The Group's subsidiary, ASMEDIA, participated in the 2023 cash capital increase of the associate, WT. ASMEDIA, and subscribed 17,720 thousand shares based on the subscription price at \$95 (in dollars) per share according to the subscription ratio of the original shareholders, for a total investment amounting to \$1,683,440. As the effective date for the capital increase was set on January 9, 2024, the payment was recognized as prepayments for investments which was shown as other non-current assets.

(11) Property, plant and equipment

	Land	Buildings	Machinery and equipment	Miscellaneous equipment	Construction in progress and equipment under installation	Total
January 1, 2024						
Cost	\$ 7,778,804	\$ 12,472,349	\$ 6,412,432	\$ 5,530,722	\$ 1,402,853	\$33,597,160
Accumulated depreciation and impairment	-	(4,414,793)	(4,766,202)	(4,333,774)	-	(13,514,769)
	<u>\$ 7,778,804</u>	<u>\$ 8,057,556</u>	<u>\$ 1,646,230</u>	<u>\$ 1,196,948</u>	<u>\$ 1,402,853</u>	<u>\$20,082,391</u>
January 1, 2024	\$ 7,778,804	\$ 8,057,556	\$ 1,646,230	\$ 1,196,948	\$ 1,402,853	\$20,082,391
Acquisitions	44,996	585,711	807,647	612,540	252,819	2,303,713
Disposals	-	(3)	(29,969)	(6,958)	-	(36,930)
Depreciation	-	(365,084)	(809,549)	(369,121)	-	(1,543,754)
Impairment	-	-	(822)	(3,086)	-	(3,908)
Reclassifications	(98,104)	1,078,156	317,701	(66,926)	(1,372,497)	(141,670)
Net exchange differences	36,094	92,992	11,582	13,524	24,005	178,197
December 31, 2024	<u>\$ 7,761,790</u>	<u>\$ 9,449,328</u>	<u>\$ 1,942,820</u>	<u>\$ 1,376,921</u>	<u>\$ 307,180</u>	<u>\$20,838,039</u>
December 31, 2024						
Cost	\$ 7,761,790	\$ 14,307,112	\$ 8,355,080	\$ 4,453,443	\$ 307,180	\$35,184,605
Accumulated depreciation and impairment	-	(4,857,784)	(6,412,260)	(3,076,522)	-	(14,346,566)
	<u>\$ 7,761,790</u>	<u>\$ 9,449,328</u>	<u>\$ 1,942,820</u>	<u>\$ 1,376,921</u>	<u>\$ 307,180</u>	<u>\$20,838,039</u>

	Land	Buildings	Machinery and equipment	Miscellaneous equipment	Construction in progress and equipment under installation	Total
January 1, 2023						
Cost	\$7,663,492	\$12,016,659	\$ 6,302,290	\$ 5,263,389	\$ 918,852	\$32,164,682
Accumulated depreciation and impairment	- (3,978,354)	(3,978,354)	(4,622,605)	(4,068,309)	-	(12,669,268)
	<u>\$7,663,492</u>	<u>\$ 8,038,305</u>	<u>\$ 1,679,685</u>	<u>\$ 1,195,080</u>	<u>\$ 918,852</u>	<u>\$19,495,414</u>
January 1, 2023	\$7,663,492	\$ 8,038,305	\$ 1,679,685	\$ 1,195,080	\$ 918,852	\$19,495,414
Acquisitions	37,523	24,809	595,093	376,491	697,595	1,731,511
Disposals	(57,804)	(61,657)	(19,498)	(24,627)	-	(163,586)
Depreciation	-	(350,225)	(632,491)	(470,492)	-	(1,453,208)
Impairment	-	-	-	(7,347)	-	(7,347)
Reclassifications	(51,767)	19,127	27,197	125,922	(196,319)	(75,840)
Effects due to changes in consolidated entities	186,298	438,154	8,592	13,288	-	646,332
Net exchange differences	1,062	(50,957)	(12,348)	(11,367)	(17,275)	(90,885)
December 31, 2023	<u>\$7,778,804</u>	<u>\$ 8,057,556</u>	<u>\$ 1,646,230</u>	<u>\$ 1,196,948</u>	<u>\$ 1,402,853</u>	<u>\$20,082,391</u>
December 31, 2023						
Cost	\$7,778,804	\$12,472,349	\$ 6,412,432	\$ 5,530,722	\$ 1,402,853	\$33,597,160
Accumulated depreciation and impairment	- (4,414,793)	(4,414,793)	(4,766,202)	(4,333,774)	-	(13,514,769)
	<u>\$7,778,804</u>	<u>\$ 8,057,556</u>	<u>\$ 1,646,230</u>	<u>\$ 1,196,948</u>	<u>\$ 1,402,853</u>	<u>\$20,082,391</u>

A. After evaluating and comparing the carrying amount of property, plant and equipment and its recoverable amounts, the Group recognized impairment loss amounting to \$3,908 and \$7,347 for the years ended December 31, 2024 and 2023, respectively.

B. Information about the property, plant and equipment that were pledged to others as collateral is provided in Note 8.

(12) Leasing arrangements - lessee

A. The Group leases various assets including buildings, transportation equipment, miscellaneous equipment, land use right, and so on. Rental contracts are typically made for periods of 1 to 50 years. Lease terms are negotiated on an individual basis and contain a wide range of different terms and conditions. The lease agreements do not impose covenants, but leased assets may not be used as security for borrowing purposes.

B. Right-of-use-assets

	Buildings	Machinery and equipment	Transportation equipment	Miscellaneous equipment	Land use right	Total
January 1, 2024	\$ 1,249,577	\$ 205,152	\$ 28,499	\$ 1,423	\$ 306,319	\$ 1,790,970
Acquisitions	1,086,743	-	24,126	-	134,329	1,245,198
Disposals	(102,195)	-	-	(302)	-	(102,497)
Depreciation	(575,534)	(255)	(19,952)	(483)	(11,950)	(608,174)
Impairment	(19,038)	-	-	-	-	(19,038)
Reclassifications	593	(204,450)	-	(170)	-	(204,027)
Net exchange differences	26,060	-	137	(5)	14,849	41,041
December 31, 2024	<u>\$ 1,666,206</u>	<u>\$ 447</u>	<u>\$ 32,810</u>	<u>\$ 463</u>	<u>\$ 443,547</u>	<u>\$ 2,143,473</u>

	Buildings	Machinery and equipment	Transportation equipment	Miscellaneous equipment	Land use right	Total
January 1, 2023	\$1,015,777	\$ 295,316	\$ 19,280	\$ 2,038	\$ 282,311	\$1,614,722
Acquisitions	798,325	767	26,062	-	-	825,154
Disposals	(35,349)	-	-	-	-	(35,349)
Depreciation	(560,202)	(90,931)	(17,295)	(599)	(13,151)	(682,178)
Reclassifications	3,281	-	-	2	-	3,283
Effects due to changes in consolidated entities	24,854	-	-	-	42,674	67,528
Net exchange differences	2,891	-	452	(18)	(5,515)	(2,190)
December 31, 2023	<u>\$1,249,577</u>	<u>\$ 205,152</u>	<u>\$ 28,499</u>	<u>\$ 1,423</u>	<u>\$ 306,319</u>	<u>\$1,790,970</u>

C. The information on income and expense accounts relating to lease contracts is as follows:

	Years Ended	
	December 31, 2024	December 31, 2023
<u>Items affecting profit or loss</u>		
Interest expense on lease liabilities	\$ 64,490	\$ 46,622
Expense on short-term lease contracts	269,923	200,817
Expense on leases of low-value assets	6,485	4,858
Gains on lease modification	(9,047)	(2,574)
Gains on transfer interest of lease-back transaction	-	(188,983)

D. For the years ended December 31, 2024 and 2023, the Group's total cash outflow for leases were \$1,078,992 and \$920,980, respectively.

(13) Intangible assets

	<u>Trademark</u>	<u>Computer software</u>	<u>Goodwill</u>	<u>Others</u>	<u>Total</u>
January 1, 2024					
Cost	\$ 355,301	\$ 2,514,004	\$ 1,377,322	\$ 1,198,339	\$ 5,444,966
Accumulated amortization and impairment	- (	2,078,782) (	31,598) (	647,784) (	2,758,164) (
	<u>\$ 355,301</u>	<u>\$ 435,222</u>	<u>\$ 1,345,724</u>	<u>\$ 550,555</u>	<u>\$ 2,686,802</u>
January 1, 2024	\$ 355,301	\$ 435,222	\$ 1,345,724	\$ 550,555	\$ 2,686,802
Acquisitions	-	625,548	-	67,156	692,704
Amortization	- (	365,675) (	- (	103,956) (	469,631) (
Reclassifications	- (	25,708) (	-	4,147	(21,561)
Net exchange differences	-	235	-	2,459	2,694
December 31, 2024	<u>\$ 355,301</u>	<u>\$ 669,622</u>	<u>\$ 1,345,724</u>	<u>\$ 520,361</u>	<u>\$ 2,891,008</u>
December 31, 2024					
Cost	\$ 355,301	\$ 2,529,422	\$ 1,377,322	\$ 1,275,635	\$ 5,537,680
Accumulated amortization and impairment	- (	1,859,800) (	31,598) (	755,274) (	2,646,672) (
	<u>\$ 355,301</u>	<u>\$ 669,622</u>	<u>\$ 1,345,724</u>	<u>\$ 520,361</u>	<u>\$ 2,891,008</u>
	<u>Trademark</u>	<u>Computer software</u>	<u>Goodwill</u>	<u>Others</u>	<u>Total</u>
January 1, 2023					
Cost	\$ 355,103	\$ 2,695,208	\$ 1,172,932	\$ 888,183	\$ 5,111,426
Accumulated amortization and impairment	- (	2,335,085) (	31,598) (	682,244) (	3,048,927) (
	<u>\$ 355,103</u>	<u>\$ 360,123</u>	<u>\$ 1,141,334</u>	<u>\$ 205,939</u>	<u>\$ 2,062,499</u>
January 1, 2023	\$ 355,103	\$ 360,123	\$ 1,141,334	\$ 205,939	\$ 2,062,499
Acquisitions	198	412,491	-	1,342	414,031
Disposals	- (	128) (	-	-	(128)
Amortization	- (	342,995) (	- (	67,022) (	410,017) (
Reclassifications	-	5,218	-	(124,301) (	119,083) (
Effects due to changes in consolidated entities	-	721	204,390	536,165	741,276
Net exchange differences	- (	208) (	- (	1,568) (	1,776) (
December 31, 2023	<u>\$ 355,301</u>	<u>\$ 435,222</u>	<u>\$ 1,345,724</u>	<u>\$ 550,555</u>	<u>\$ 2,686,802</u>
December 31, 2023					
Cost	\$ 355,301	\$ 2,514,004	\$ 1,377,322	\$ 1,198,339	\$ 5,444,966
Accumulated amortization and impairment	- (	2,078,782) (	31,598) (	647,784) (	2,758,164) (
	<u>\$ 355,301</u>	<u>\$ 435,222</u>	<u>\$ 1,345,724</u>	<u>\$ 550,555</u>	<u>\$ 2,686,802</u>

- A. The impairment assessment of goodwill relies on the managements' subjective judgement, including identifying cash-generating units and determining the recoverable amounts of related cash-generating units. The recoverable amount is based on the value-in-use, the industry standard and the fair value (the fair value is reference to stock price in active market) of cash generating units less disposal costs.
- B. The value-in-use calculations use cash flow projections based on financial budgets approved by the management covering a five-year period, and industry standard calculations are determined by reference to the business market value in consideration of the similar industries with the similar products, capital and operating revenues, etc. Management determined budgeted gross margin and growth rate based on past performance and the expectations of market development. The market valuation used is consistent with the similar industries. The discount rates used reflect specific risks relating to the relevant operating segments and the time value of currency in real market.
- C. The Group has no intangible assets pledged to others.

(14) Short-term borrowings

<u>Type of borrowings</u>	<u>December 31, 2024</u>	<u>Interest rate range</u>	<u>Collateral</u>
Bank borrowings			
Guaranteed borrowings	\$ 50,000	2.05%	Bank deposits
Credit borrowings	25,030,887	1.75%~6.51%	-
Other short-term borrowings	120,000	3.60%	Machinery and Miscellaneous equipment
	<u>\$ 25,200,887</u>		
<u>Type of borrowings</u>	<u>December 31, 2023</u>	<u>Interest rate range</u>	<u>Collateral</u>
Bank borrowings			
Guaranteed borrowings	\$ 37,000	0.50%~2.00%	Bank deposits
Credit borrowings	15,977,121	1.47%~6.13%	-
Other short-term borrowings	225,200	3.60%	Machinery and Miscellaneous equipment
	<u>\$ 16,239,321</u>		

Information about the assets pledged as collateral for the Group's short-term borrowings is disclosed in Note 8.

(15) Long-term borrowings

Type of borrowing	Borrowing period and repayment term	Interest rate	Collateral	December 31, 2024
Long-term bank borrowings				
Guaranteed borrowings	Borrowing period is from May 28, 2021 to May 28, 2036; interest is repayable monthly	1.98%	Land and buildings	\$ 134,559
Credit borrowings	Borrowing period is from January 5, 2023 to January 5, 2026; interest is repayable monthly	2.37%~2.49%	-	27,083
Credit borrowings	Borrowing period is from November 28, 2024 to November 28, 2027; the principal is payable in 12 quarterly installments, with each installment amounting to \$15,000 for the 1st to 11th installments and the remaining balance shall be paid in full on the 12th installment; interest is repayable monthly	2.50%	-	300,000
				<u>\$ 461,642</u>
Less: Current portion				<u>(95,612)</u>
				<u>\$ 366,030</u>

Type of borrowing	Borrowing period and repayment term	Interest rate	Collateral	December 31, 2023
Long-term bank borrowings				
Guaranteed borrowings	Borrowing period is from May 28, 2021 to May 28, 2036; interest is repayable monthly	1.85%	Land and buildings	\$ 144,974
Credit borrowings	Borrowing period is from January 5, 2023 to January 5, 2026; interest is repayable monthly	2.25%~2.37%	-	50,000
				<u>\$ 194,974</u>
Less: Current portion				<u>(33,392)</u>
				<u>\$ 161,582</u>

Information about the assets pledged as collateral for the Group's long-term borrowings is disclosed in Note 8.

(16) Pensions

A. Defined benefit pension plans

(A) The Company and its domestic subsidiaries have a defined benefit pension plan in accordance with the Labor Standards Law, covering all regular employees' service years prior to the enforcement of the Labor Pension Act on July 1, 2005 and service years thereafter of employees who chose to continue to be subject to the pension mechanism under the Law. Under the defined benefit pension plan, two units are accrued for each year of service for the first 15 years and one unit for each additional year thereafter, subject to a maximum of 45 units. Pension benefits are based on the number of units accrued and the average monthly salaries and wages of the last 6 months prior to retirement. The Company and its domestic subsidiaries contribute monthly an amount equal to 2% of the employees' monthly salaries and wages to the retirement fund deposited with Bank of Taiwan, the trustee, under the name of the independent retirement fund committee. Also, the Company and its domestic subsidiaries would assess the balance in the aforementioned labor pension reserve account by December 31, every year. If the account balance is not enough to pay the pension calculated by the aforementioned method to the employees expected to qualify for retirement in the following year, the Company and its domestic subsidiaries will make contribution for the deficit by next March.

(B) The amounts recognized in the balance sheets are as follows:

	<u>December 31, 2024</u>	<u>December 31, 2023</u>
Present value of defined benefit obligations	(\$ 384,544)	(\$ 392,936)
Fair value of plan assets	<u>277,582</u>	<u>257,164</u>
Net defined benefit liability	<u>(\$ 106,962)</u>	<u>(\$ 135,772)</u>

(C) Movements in net defined benefit liabilities are as follows:

	Present value of defined benefit obligations	Fair value of plan assets	Net defined benefit liability
January 1, 2024	(\$ 392,936)	\$ 257,164	(\$ 135,772)
Current service cost	(16,116)	-	(16,116)
Interest (expense) income	(8,457)	3,265	(5,192)
Remeasurements:			
Return on plan assets (excluding amounts included in interest income or expense)	-	23,434	23,434
Change in demographic assumptions	5,126	-	5,126
Change in financial assumptions	(1,693)	-	(1,693)
Experience adjustments	11,572	-	11,572
Pension fund contribution	-	5,473	5,473
Pension payment	16,096	(11,756)	4,340
Exchange difference	1,864	-	1,864
December 31, 2024	<u>(\$ 384,544)</u>	<u>\$ 277,580</u>	<u>(\$ 106,964)</u>
	Present value of defined benefit obligations	Fair value of plan assets	Net defined benefit liability
January 1, 2023	(\$ 375,652)	\$ 232,098	(\$ 143,554)
Current service cost	(15,303)	-	(15,303)
Interest (expense) income	(9,262)	3,942	(5,320)
Remeasurements:			
Return on plan assets (excluding amounts included in interest income or expense)	-	1,447	1,447
Change in demographic assumptions	(5,744)	-	(5,744)
Change in financial assumptions	(935)	-	(935)
Experience adjustments	13,186	-	13,186
Pension fund contribution	-	19,012	19,012
Pension payment	30,776	(27,923)	2,853
Effect due to consolidated entities	(30,616)	28,590	(2,026)
Exchange difference	614	(2)	612
December 31, 2023	<u>(\$ 392,936)</u>	<u>\$ 257,164</u>	<u>(\$ 135,772)</u>

(D) The Bank of Taiwan was commissioned to manage the Fund of the Company's and its domestic subsidiaries' defined benefit pension plan in accordance with the Fund's annual investment and utilization plan and the "Regulations for Revenues, Expenditures, Safeguard and Utilization of the Labor Retirement Fund" (Article 6: The scope of utilization for the Fund includes deposit in domestic or foreign financial institutions, investment in domestic or foreign listed, over-the-counter, or private placement equity securities, investment in domestic or foreign real estate securitization products, etc.). With regard to the utilization of the Fund, its minimum earnings in the annual distributions on the final financial statements shall be no less than the earnings attainable from the amounts accrued from two-year time deposits with the interest rates offered by local banks. If the earnings is less than aforementioned rates, government shall make payment for the deficit after being authorized by the Regulator. The Company and its domestic subsidiaries have no right to participate in managing and operating that fund and hence the Company and its domestic subsidiaries are unable to disclose the classification of plan asset fair value in accordance with IAS 19 paragraph 142. The composition of fair value of plan assets as of December 31, 2024 and 2023 is given in the Annual Labor Retirement Fund Utilization Report announced by the government.

(E) The principal actuarial assumptions used are as follows:

	Years Ended	
	December 31, 2024	December 31, 2023
Discount rate	1.50%~7.10%	1.25%~7.24%
Future salary increases rate	2.00%~10.00%	2.00%~10.00%

Assumptions regarding future mortality experience are set based on actuarial advice in accordance with published statistics and experience in each territory.

Because the main actuarial assumption changed, the present value of defined benefit obligation is affected. The analysis was as follows:

	Discount rate		Future salary increases rate	
	Increase 0.5%	Decrease 0.5%	Increase 0.5%	Decrease 0.5%
December 31, 2024				
Effect on present value of defined benefit obligation	(\$ 18,536)	\$ 17,255	\$ 15,263	(\$ 14,430)

	Discount rate		Future salary increases rate	
	Increase	Decrease	Increase	Decrease
	0.5%	0.5%	0.5%	0.5%
December 31, 2023				
Effect on present value of defined benefit obligation	(\$ 18,837)	\$ 20,417	\$ 16,878	(\$ 15,781)

The sensitivity analysis above was determined based on the change of one assumption while the other conditions remain unchanged. In practice, the change in assumptions would occur in isolation of one another as some of the assumptions may be correlated. The method of analyzing sensitivity and the method of calculating net pension liability in the balance sheets are the same.

(F) Expected contribution to the defined benefit pension plans of the Group for the year ending December 31, 2025 is \$6,388.

(G) As of December 31, 2024, the weighted average duration of that retirement plan is 8.6~30.0 years.

B. Defined contribution pension plans

(A) Effective July 1, 2005, the Company and its domestic subsidiaries have established a defined contribution pension plan (New Plan) under the Labor Pension Act, covering all regular employees with R.O.C. nationality. Under the New Plan, the Company and its domestic subsidiaries contribute monthly an amount based on 6% of the employees' monthly salaries and wages to the employees' individual pension accounts at the Bureau of Labor Insurance. The benefits accrued are paid monthly or in lump sum upon termination of employment.

(B) The Company's mainland subsidiaries have a defined contribution plan. Monthly contributions to an independent fund administered by the government in accordance with the pension regulations in the People's Republic of China are based on a certain percentage of employees' monthly salaries and wages. Other than the monthly contributions, the Group has no further obligations.

(C) The pension costs under the defined contribution pension plans of the Group were \$1,506,769 and \$1,417,971 for the years ended December 31, 2024 and 2023, respectively.

(17) Provisions for liabilities

	Provisions for warranty	Provisions for legal claims and royalty	Total
January 1, 2024	\$ 25,604,955	\$ 6,636,262	\$ 32,241,217
Recognition (reversal)	6,565,286	681,557	7,246,843
Use	(7,832,279)	-	(7,832,279)
Net exchange differences	1,392,469	409,933	1,802,402
December 31, 2024	<u>\$ 25,730,431</u>	<u>\$ 7,727,752</u>	<u>\$ 33,458,183</u>

	Provisions for warranty	Provisions for legal claims and royalty	Total
January 1, 2023	\$ 25,936,392	\$ 6,648,128	\$ 32,584,520
Recognition (reversal)	6,962,596	29,126	6,991,722
Use	(7,243,953)	(21,412)	(7,265,365)
Effects due to changes in consolidated entities	9,281	-	9,281
Net exchange differences	(59,361)	(19,580)	(78,941)
December 31, 2023	<u>\$ 25,604,955</u>	<u>\$ 6,636,262</u>	<u>\$ 32,241,217</u>

Analysis of total provisions:

	December 31, 2024	December 31, 2023
Current	<u>\$ 33,458,183</u>	<u>\$ 32,241,217</u>

A. Provisions for warranty

The Group provides warranties on 3C products sold. Provision for warranty is estimated based on these products' historical warranty data. A provision is recognized as current when it is expected to be used in one year.

B. Provisions for legal claims and royalty

The Group recognizes provision for legal claims or royalty fees made by the patentees against the Group. After taking appropriate legal advice, the management evaluates the probable claimable fees accrued as provision for liabilities. The provision charge is recognized in profit or loss within operating costs and expenses.

(18) Refund liabilities

	2024	2023
January 1	\$ 36,066,937	\$ 30,083,875
Recognition (reversal)	64,145,841	70,460,100
Use	(65,833,914)	(64,440,620)
Net exchange differences	1,777,329	(36,418)
December 31	<u>\$ 36,156,193</u>	<u>\$ 36,066,937</u>

The Group recognizes refund liabilities on 3C products sold. Refund liabilities are estimated based on these products' historical data and other known factors. A provision is recognized as current when it is expected to be used in one year.

(19) Common shares

A. As of December 31, 2024, the Company's authorized capital was \$47,500,000, consisting of 4,750,000,000 shares of common stock (including 50,000,000 shares which were reserved for employee stock options), and the paid-in capital was \$7,427,603, with a par value of \$10 (in dollars) per share. All proceeds from shares issued have been collected.

The number of the Company's ordinary shares outstanding at the beginning and ending for the years ended December 31, 2024 and 2023 are both 742,760,280 shares.

B. As of December 31, 2024, the Company issued Global Depositary Receipts (GDRs), of which 3,907 units of the GDRs are now listed on the Luxembourg Stock Exchange. Per unit of GDR represents 5 shares of the Company's common stock and total GDRs represent 19,537 shares of the Company's common stock. The terms of GDR are as follows:

(A) Voting rights

GDR holders may, pursuant to the Depositary Agreement and the relevant laws and regulations of the R.O.C., exercise the voting rights pertaining to the underlying common shares represented by the GDRs.

(B) Dividends, stock warrants and other rights

GDR holders and common shareholders are all entitled to receive dividends. The Depositary may issue new GDRs in proportion to GDRs holding ratios or raise the number of shares of common stock represented by each unit of GDR or sell stock dividends on behalf of GDR holders and distribute proceeds to them in proportion to their GDRs holding ratios.

(20) Capital surplus

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

	December 31, 2024	December 31, 2023
Share premium	\$ 4,202,184	\$ 4,227,474
Difference between consideration and carrying amount of subsidiaries acquired or disposed	891,598	895,098
Recognition of changes in ownership interest in subsidiaries	7,997,394	4,152,627
Changes in associates and joint ventures accounted for under equity method	3,692,308	3,105,528
	<u>\$ 16,783,484</u>	<u>\$ 12,380,727</u>

(21) Retained earnings

- A. Under the Company's Articles of Incorporation, the current year's profit after income tax, shall first be offset against prior years' operating losses and then 10% of the remaining amount shall be set aside as legal reserve. When such legal reserve amounts to the total authorized capital, the Company shall not be subject to this requirement. The Company may then appropriate or reverse a certain amount as special reserve according to the demand for the business or relevant regulations. After the distribution of earnings, the remaining earnings and prior years' undistributed earnings may be appropriated according to a resolution of the Board of Directors adopted in the shareholders' meeting.
- B. The dividend policies of the Company are as follows: Considering the rapid changing industrial environment the Company faces, long-term financial plan and the satisfaction of the demand for cash by the shareholders, the Company should distribute cash dividends of not less than 10% of the total dividends declared each year.
- C. Except for covering accumulated deficit, increasing capital or payment of cash in proportion to ownership percentage, the legal reserve shall not be used for any other purpose. The amount capitalized or the cash payment shall be limited to the portion of legal reserve which exceeds 25% of the paid-in capital.
- D. (A) In accordance with the regulations, the Company shall set aside special reserve from the debit balance on other equity items at the end of the financial reporting period before distributing earnings. When debit balance on other equity items is reversed subsequently, the reversed amount could be included in the distributable earnings.
- (B) The amounts previously set aside by the Company as special reserve on initial application of IFRSs, shall be reversed proportionately when the relevant assets are used, disposed of or reclassified subsequently.

- E. As resolved by the shareholders on June 9, 2023, the Company distributed cash dividends to owners amounting to \$11,141,404 (\$15 (in dollars) per share) for the appropriation of 2022 earnings. On June 13, 2024, the shareholders resolved the distribution of cash dividends amounting to \$12,626,925 (\$17 (in dollars) per share) for the appropriation of 2023 earnings.
- F. The appropriation of 2024 earnings had been proposed by the Board of Directors on March 11, 2025. Details are summarized as follows (has not yet been resolved by shareholders):

Year Ended December 31, 2024					
			Amount	Dividends per share (in dollars)	
Cash dividends			<u>\$ 25,253,849</u>	<u>\$ 34.00</u>	

(22) Other equity

	Gains (losses) on hedging instruments	Unrealized gains (losses) on valuation of financial assets at fair value through other comprehensive income	Financial statements translation differences of foreign operations	Remeasurement of defined benefit plans	Total
January 1, 2024	(\$ 709,249)	\$ 57,492,527	(\$ 121,556)	(\$ 65,403)	\$ 56,596,319
-The Company	-	(1,146,623)	6,503,373	-	5,356,750
-Subsidiaries	1,548,960	865,153	(1,792,347)	29,865	651,631
-Associates	(83,945)	(387,673)	566,412	198	94,992
December 31, 2024	<u>\$ 755,766</u>	<u>\$ 56,823,384</u>	<u>\$ 5,155,882</u>	<u>(\$ 35,340)</u>	<u>\$ 62,699,692</u>

	Gains (losses) on hedging instruments	Unrealized gains (losses) on valuation of financial assets at fair value through other comprehensive income	Financial statements translation differences of foreign operations	Remeasurement of defined benefit plans	Total
January 1, 2023	(\$ 1,913,550)	\$ 37,011,767	(\$ 362,365)	(\$ 71,512)	\$ 34,664,340
-The Company	-	19,012,059	63,859	-	19,075,918
-Subsidiaries	1,204,301	468,273	242,440	6,845	1,921,859
-Associates	-	1,000,428	(65,490)	(736)	934,202
December 31, 2023	<u>(\$ 709,249)</u>	<u>\$ 57,492,527</u>	<u>(\$ 121,556)</u>	<u>(\$ 65,403)</u>	<u>\$ 56,596,319</u>

(23) Operating revenue

Years Ended	
December 31, 2024	December 31, 2023
Revenue from contracts with customers	<u>\$ 587,087,097</u>
	<u>\$ 482,314,429</u>

A. Disaggregation of revenue from contracts with customers

The Group's revenue is derived from the transfer of goods and services over time and at a point in time in the following major product lines:

<u>Year ended December 31, 2024</u>	<u>3C products</u>	<u>Others</u>	<u>Total</u>
Revenue from contracts with customers	<u>\$ 576,436,846</u>	<u>\$ 10,650,251</u>	<u>\$ 587,087,097</u>
Timing of revenue recognition			
Revenue recognized at a point in time	\$ 575,863,571	\$ 9,773,162	\$ 585,636,733
Revenue recognized over time	<u>573,275</u>	<u>877,089</u>	<u>1,450,364</u>
	<u>\$ 576,436,846</u>	<u>\$ 10,650,251</u>	<u>\$ 587,087,097</u>
 <u>Year ended December 31, 2023</u>	 <u>3C products</u>	 <u>Others</u>	 <u>Total</u>
Revenue from contracts with customers	<u>\$ 474,982,602</u>	<u>\$ 7,331,827</u>	<u>\$ 482,314,429</u>
Timing of revenue recognition			
Revenue recognized at a point in time	\$ 474,527,936	\$ 6,502,606	\$ 481,030,542
Revenue recognized over time	<u>454,666</u>	<u>829,221</u>	<u>1,283,887</u>
	<u>\$ 474,982,602</u>	<u>\$ 7,331,827</u>	<u>\$ 482,314,429</u>

B. Contract liabilities

(A) The amounts of recognized contract liabilities related to the contract revenue from sales, warranty and royalty of the Group are \$3,698,809, \$3,670,709, and \$3,776,817 as of December 31, 2024, December 31, 2023, and January 1, 2023, respectively.

(B) The revenue recognized from the beginning balance of contract liabilities amounted to \$1,847,306 and \$2,032,151 for the years ended December 31, 2024 and 2023, respectively.

(24) Other income

	<u>Years Ended</u>	
	<u>December 31, 2024</u>	<u>December 31, 2023</u>
Rent income	\$ 227,167	\$ 213,540
Dividend income	<u>2,976,210</u>	<u>2,920,235</u>
	<u>\$ 3,203,377</u>	<u>\$ 3,133,775</u>

(25) Other (losses) gains

	Years Ended	
	December 31, 2024	December 31, 2023
Net currency exchange gains (losses)	\$ 57,573	\$ 2,965,170
Net gains (losses) on derivative financial instruments	3,687,676	516,213
Net gains (losses) on non-derivative financial instruments	226,816	145,909
Gains on transfer interest of lease-back transaction	-	188,983
Others	236,893	717,363
	<u>\$ 4,208,958</u>	<u>\$ 4,533,638</u>

(26) Costs and expenses by nature

	Years Ended					
	December 31, 2024			December 31, 2023		
	Operating costs	Operating expenses	Total	Operating costs	Operating expenses	Total
Employee benefit expenses	\$ 4,125,282	\$33,468,894	\$37,594,176	\$ 4,052,549	\$31,057,000	\$35,109,549
Depreciation	550,628	1,601,300	2,151,928	673,595	1,461,791	2,135,386
Amortization	25,909	591,715	617,624	20,030	501,114	521,144

(27) Employee benefit expenses

	Years Ended	
	December 31, 2024	December 31, 2023
Wages and salaries	\$ 32,869,022	\$ 30,693,076
Labor and health insurance	2,158,047	2,036,264
Pension (Note)	1,528,077	1,438,594
Other personnel expenses	1,039,030	941,615
	<u>\$ 37,594,176</u>	<u>\$ 35,109,549</u>

Note: Includes the pension expense under the defined contribution plan and defined benefit plan.

A. According to the Articles of Incorporation of the Company, the current year's profit shall be used first to cover accumulated deficit, if any, and then the remaining balance shall be distributed as follows: no less than 1% as employees' compensation, and no more than 1% as directors' remuneration.

- B. For the years ended December 31, 2024 and 2023, employees' compensation were accrued at \$2,201,439 and \$1,081,724, respectively; directors' remuneration were accrued at \$115,865 and \$56,933, respectively. The aforementioned amounts were recognized in salary expense.

According to the Articles of Incorporation of the Company, the current year's profit shall be used first to cover accumulated deficit, if any, and then the remaining balance shall be distributed as follows: no less than 1% as employees' compensation, and no more than 1% as directors' remuneration.

Employees' compensation and directors' remuneration amounting to \$1,081,724 and \$56,933, respectively, for 2023 as resolved by the Board of Directors during its meeting were in agreement with those amounts recognized in the 2023 financial statements. The employees' compensation and directors' remuneration were distributed in cash. Related information shall be inquired at the Market Observation Post System website.

(28) Income tax

A. Income tax expenses

(A) Components of income tax expense:

	Years Ended	
	December 31, 2024	December 31, 2023
Current income tax:		
Current income tax on profits for the year	\$ 4,876,519	\$ 1,008,145
Additional tax on unappropriated earnings	94,804	131,138
Difference between prior year's income tax estimation and assessed results	(128,056)	301,227
Total current income tax	<u>4,843,267</u>	<u>1,440,510</u>
Deferred income tax:		
Recognition and reversal of temporary differences	3,108,207	2,763,262
Total deferred income tax	<u>3,108,207</u>	<u>2,763,262</u>
Income tax expense	<u>\$ 7,951,474</u>	<u>\$ 4,203,772</u>

(B) The income tax relating to components of other comprehensive income is as follows:

	Years Ended	
	December 31, 2024	December 31, 2023
Changes in fair value of financial assets at fair value through other comprehensive income	\$ 131,552	\$ 46,596
Currency translation differences	1,188,786	87,197
Remeasurements of defined benefit plans	8,026	607
	<u>\$ 1,328,364</u>	<u>\$ 134,400</u>

B. Reconciliation between income tax expenses and accounting profit:

	Years Ended	
	December 31, 2024	December 31, 2023
Income tax calculated based on profit before tax and statutory tax rate	\$ 10,441,628	\$ 5,110,344
Tax exempt income by tax regulation	(590,535)	(683,912)
Effect of tax exemption on investment income	(908,937)	(471,769)
Effect of investment tax credit	(779,719)	(652,670)
Temporary differences not recognized as deferred tax assets	13,997	40,402
Difference between prior year's income tax estimation and assessed results	(128,056)	301,227
Additional income tax on unappropriated earnings	94,804	131,138
Change in assessment of realization of deferred tax assets	(349,074)	(26,536)
Effect of tax rate changes on unrealized profit from sales	114,969	(7,223)
Effect of exchange rate changes	629,731	875,141
Taxable loss not recognized as deferred tax assets	194,506	227,141
(Income) expenses adjusted by tax regulation	39,654	18,856
Effect of income tax on earnings repatriation overseas	(1,052,185)	(733,858)
Others	230,691	75,491
Income tax expense	<u>\$ 7,951,474</u>	<u>\$ 4,203,772</u>

C. Amounts of deferred tax assets or liabilities as a result of temporary differences and loss carryforwards are as follows:

	2024				
		Recognized in	other	Effect of	
	January 1	profit or loss	comprehensive income	exchange rate changes	December 31
Temporary differences:					
- Deferred income tax assets:					
Decline in value of inventories	\$ 4,281,825	(\$ 1,230,682)	\$ -	\$ 83,427	\$ 3,134,570
Unrealized profit from sales	1,641,005	25,764	-	3,039	1,669,808
Unrealized sales discounts	3,891,281	412,822	-	118,757	4,422,860
Unrealized provisions for warranty	3,180,842	84,526	-	148,225	3,413,593
Other unrealized expenses	1,876,075	358,656	-	27,511	2,262,242
Loss carryforwards	711,915	(592,854)	-	12,178	131,239
Currency translation differences of foreign operation	68,852	-	(39,596)	-	29,256
Provision for expected credit losses	469,217	177,155	-	24,238	670,610
Others	784,713	(173,235)	(7,835)	(16,001)	587,642
Subtotal	<u>16,905,725</u>	<u>(937,848)</u>	<u>(47,431)</u>	<u>401,374</u>	<u>16,321,820</u>
- Deferred income tax liabilities:					
Investment income from foreign investees	(19,243,827)	(1,885,562)	-	-	(21,129,389)
Currency translation differences of foreign operation	(25,987)	-	(1,149,190)	-	(1,175,177)
Unrealized gain on valuation of equity investments	(71,996)	-	(131,552)	-	(203,548)
Others	(279,033)	(284,797)	(191)	(754)	(564,775)
Subtotal	<u>(19,620,843)</u>	<u>(2,170,359)</u>	<u>(1,280,933)</u>	<u>(754)</u>	<u>(23,072,889)</u>
Total	<u>(\$ 2,715,118)</u>	<u>(\$ 3,108,207)</u>	<u>(\$ 1,328,364)</u>	<u>\$ 400,620</u>	<u>(\$ 6,751,069)</u>

2023						
		Recognized in	other	Effect due to	Effect of	
		comprehensive	changes in	consolidated	rate	
	January 1	profit or loss	income	entities	changes	December 31
Temporary differences:						
- Deferred income tax assets:						
Decline in value of inventories	\$ 6,522,630	(\$ 2,270,688)	\$ -	\$ 8,603	\$ 21,280	\$ 4,281,825
Unrealized profit from sales	1,632,696	(26)	-	8,483	(148)	1,641,005
Unrealized purchase discounts	2,859	(2,859)	-	-	-	-
Unrealized sales discounts	3,886,502	(8,460)	-	-	13,239	3,891,281
Unrealized provisions for warranty	3,188,315	5,893	-	2,997	(16,363)	3,180,842
Other unrealized expenses	1,819,141	39,781	-	-	17,153	1,876,075
Loss carryforwards	286,281	425,983	-	-	(349)	711,915
Currency translation differences of foreign operation	130,194	-	(63,517)	2,175	-	68,852
Others	<u>1,153,547</u>	<u>78,305</u>	<u>1,618</u>	<u>9,087</u>	<u>11,373</u>	<u>1,253,930</u>
Subtotal	<u>18,622,165</u>	<u>(1,732,071)</u>	<u>(61,899)</u>	<u>31,345</u>	<u>46,185</u>	<u>16,905,725</u>
- Deferred income tax liabilities:						
Investment income from foreign investees	(18,159,484)	(1,084,097)	-	(246)	-	(19,243,827)
Currency translation differences of foreign operation	(2,307)	-	(23,680)	-	-	(25,987)
Unrealized gain on valuation of equity investments	(25,400)	-	(46,596)	-	-	(71,996)
Others	<u>(156,905)</u>	<u>52,906</u>	<u>(2,225)</u>	<u>(166,661)</u>	<u>(6,148)</u>	<u>(279,033)</u>
Subtotal	<u>(18,344,096)</u>	<u>(1,031,191)</u>	<u>(72,501)</u>	<u>(166,907)</u>	<u>(6,148)</u>	<u>(19,620,843)</u>
Total	<u>\$ 278,069</u>	<u>(\$ 2,763,262)</u>	<u>(\$ 134,400)</u>	<u>(\$ 135,562)</u>	<u>\$ 40,037</u>	<u>(\$ 2,715,118)</u>

D. Expiration dates of unused taxable loss and amounts of unrecognized deferred income tax assets are as follows:

December 31, 2024				
Year incurred	Amount filed/assessed	Unused amount	Unrecognized deferred income tax assets	Year of expiration
2015	\$ 93,180	\$ 93,180	\$ 93,180	2025
2016	92,455	92,455	92,455	2026
2017	1,058,841	596,893	596,893	2027
2018	1,493,268	1,493,268	1,493,268	2028
2019	666,589	563,102	499,451	2024-2029
2020	1,242,476	1,231,013	1,213,762	2025-2030
2021	2,181,800	2,181,167	2,178,126	2031
2022	468,085	451,980	397,481	2027-2032
2023	1,317,035	1,085,298	994,869	2028-2033
2024	791,100	791,100	633,273	2029-2034

December 31, 2023				
Year incurred	Amount filed/assessed	Unused amount	Unrecognized deferred income tax assets	Year of expiration
2014	\$ 65,208	\$ 65,208	\$ 65,208	2024
2015	93,180	93,180	93,180	2025
2016	100,635	93,132	93,132	2026
2017	1,058,841	642,730	642,730	2027
2018	1,496,712	1,496,712	1,493,268	2023-2028
2019	757,723	598,895	489,438	2024-2029
2020	1,229,340	1,223,471	1,200,568	2025-2030
2021	2,181,800	2,181,800	2,178,758	2031
2022	900,874	887,187	680,988	2027-2032
2023	4,927,535	4,927,535	1,119,323	2028-2033

E. The amounts of deductible temporary differences that were not recognized as deferred income tax assets are as follows:

	December 31, 2024	December 31, 2023
Deductible temporary differences	\$ 565,194	\$ 421,937

F. As of December 31, 2024 and 2023, all taxable temporary differences associated with investments in subsidiaries that were not recognized as deferred income tax liabilities are insignificant.

G. The Tax Authority has examined the Company's income tax returns through 2021. In addition, the Company has filed administrative remedies for the Company's 2018 income tax assessment.

H. The Group's risk exposure to the Pillar Two income taxes arising from the Pillar Two legislation is as follows:

(A) The Group falls within the scope of the model rules for the Pillar Two published by the Organization for Economic Cooperation and Development. The Pillar Two Act has been promulgated in some regions where subsidiaries are registered (including Netherlands, Germany and Japan), and will take effect in 2024. For the year ended December 31, 2024, the Group had no associated current income tax risks.

(B) The Pillar Two legislation has been substantively enacted and is expected to take effect in 2025 including in Singapore. Due to the complexity of calculating GloBE, the Group is going to continuously evaluate matters related to the obligation to pay top-up tax on the difference between the effective tax rate under the GloBE rules and the 15% minimum tax rate in each jurisdiction and risk exposure to the Pillar Two Act when it comes into effect.

(29) Earnings per share

	Years Ended	
	December 31, 2024	December 31, 2023
Profit:		
Profit attributable to shareholders of the parent	\$ 31,393,856	\$ 15,928,283
Number of shares (shares in thousands):		
Weighted average number of shares outstanding - basic	742,760	742,760
Basic earnings per share (in dollars):		
Profit attributable to shareholders of the parent	\$ 42.27	\$ 21.44

	Years Ended	
	December 31, 2024	December 31, 2023
Profit:		
Profit attributable to shareholders of the parent	<u>\$ 31,393,856</u>	<u>\$ 15,928,283</u>
Number of shares (shares in thousands):		
Weighted average number of shares outstanding - basic	742,760	742,760
The effect of dilutive potential common shares - employees' compensation	4,094	3,015
Weighted average number of shares outstanding - diluted	<u>746,854</u>	<u>745,775</u>
Diluted earnings per share (in dollars):		
Profit attributable to shareholders of the parent	<u>\$ 42.03</u>	<u>\$ 21.36</u>

(30) Changes in liabilities arising from financing activities

	January 1, 2024	Cash flow	Non-cash changes		December 31, 2024
			Foreign exchange changes	Others (Note)	
Short-term borrowings	\$ 16,239,321	\$ 8,802,223	\$ 159,343	\$ -	\$ 25,200,887
Long-term borrowings	194,974	266,668	-	-	461,642
Lease liabilities	1,534,898	(738,094)	21,664	955,840	1,774,308
	<u>\$ 17,969,193</u>	<u>\$ 8,330,797</u>	<u>\$ 181,007</u>	<u>\$ 955,840</u>	<u>\$ 27,436,837</u>
	January 1, 2023	Cash flow	Non-cash changes		December 31, 2023
			Foreign exchange changes	Others (Note)	
Short-term borrowings	\$ 48,897,458	(\$ 32,649,112)	(\$ 9,025)	\$ -	\$ 16,239,321
Long-term borrowings	155,287	39,687	-	-	194,974
Lease liabilities	1,379,139	(668,683)	(1,030)	825,472	1,534,898
	<u>\$ 50,431,884</u>	<u>(\$ 33,278,108)</u>	<u>(\$ 10,055)</u>	<u>\$ 825,472</u>	<u>\$ 17,969,193</u>

Note: Others pertain to lease modifications.

(31) Business combinations

A. On April 28, 2023, the Group's subsidiary, AAEON, increased its capital by issuing 10,523,000 common shares in exchange for 26,308,000 common shares held by 11 shareholders of JETWAY. Consequently, AAEON acquired a total of 35.27% of the shares of JETWAY including 0.19% equity interest held by AAEON before the combination, and became the single largest shareholder of the company. Considering the participation of other shareholders and the voting records of major resolutions during JETWAY's past shareholders' meetings, which indicated that the Group has substantial capability to lead related activities and control over the company, JETWAY was included in the Group's consolidated financial statements on April 28, 2023. The

Group expects to expand the operating scale of both parties and improve the overall operating performance through the integration of corporate resources.

- B. The following table summarizes the consideration paid for JETWAY and the fair values of the assets acquired and liabilities assumed at the acquisition date, as well as the non-controlling interest's proportionate share of the recognized amounts of acquiree's identifiable net assets at the acquisition date:

	<u>April 28, 2023</u>
Purchase consideration	
Equity instruments	\$ 953,416
Fair value of equity interest held by the Group before the business combination	4,949
Non-controlling interest's proportionate share of the recognised amounts of acquiree's identifiable net assets	1,383,476
	<u>2,341,841</u>
Fair value of the identifiable assets acquired and liabilities assumed	
Cash	758,967
Inventories	373,626
Property, plant and equipment	646,332
Intangible assets	536,886
Other assets	341,068
Other liabilities	(519,428)
Total identifiable net assets	<u>2,137,451</u>
Goodwill	<u>\$ 204,390</u>

- C. The fair value of 10,523,000 shares of AAeon's ordinary shares issued as part of the consideration paid for JETWAY amounted to \$953,416, which was based on the published share price on April 28, 2023. Furthermore, 0.19% equity interest in JETWAY was held by the Group before the combination, and accordingly, the Group recognized a gain on disposal of investments of \$118 as a result of remeasuring at fair value.
- D. The operating revenue included in the consolidated statement of comprehensive income since April 28, 2023 contributed by JETWAY was \$994,712. JETWAY also contributed profit before income tax of \$136,019 over the same period. Had JETWAY been consolidated from January 1, 2023, the consolidated statement of comprehensive income would show operating revenue of \$482,700,468 and profit before income tax of \$22,130,542.

7. **RELATED PARTY TRANSACTIONS**

(1) Parent and ultimate controlling party

The Company's shares are widely held, so there is no ultimate parent or controlling party.

(2) Names of related parties and relationship

<u>Names of related parties</u>	<u>Relationship with the Group</u>
ASUSTOR INC. (ASUSTOR)	Associate
IBASE TECHNOLOGY INC. (IBASE)	Associate
LITEMAX ELECTRONICS INC. (LITEMAX)	Associate
MAXTEK TECHNOLOGY CO., LTD. (MAXTEK)	Associate
TECHMOSA INTERNATIONAL INC. (TECHMOSA)	Associate
MORRIHAN INTERNATIONAL CORP. (MORRIHAN)	Associate
NUVISION TECHNOLOGY, INC. (NUVISION)	Associate
HONGTECH ELECTRONICS CO., LTD. (HONGTECH)	Associate
WT MICROELECTRONICS CO., LTD. (WT)	Associate
I-WAYLINK INC. (IWAYLINK)	Associate
WINMATE INC. (WINMATE)	Associate
PORTWELL INC. (PORTWELL)	Associate
IBASE SOLUTION CO., LTD. (IBASEGI)	Associate
GAIUS AUTOMOTIVE INC. (GAIUSAI)	Associate
LELTEK INC. (LELTEK)	Associate
UPI SEMICONDUCTOR CORP. (UPI)	Associate
IBASE (SHANGHAI) TECHNOLOGY INC. (IBASESH)	Associate
PROTECTLIFE INTERNATIONAL BIOMEDICAL INC. (PROTECTLIFE)	Associate
MEDWEL INC.(MEDWEL)	Associate
IMOZEN GROUP INC. (IMOZEN)	Associate
AMERICAN PORTWELL TECHNOLOGY INC. (APT)	Associate
EUROPEAN PORTWELL TECHNOLOGY B.V. (EPT)	Associate
PORTWELL JAPAN INC. (PJI)	Associate
FUTURE ELECTRONICS INC. (FUTURE)	Associate
Others	Other related party

(3) Significant transactions and balances with related parties

A. Sales of goods

	<u>Years Ended</u>	
	<u>December 31, 2024</u>	<u>December 31, 2023</u>
Sales of goods		
-Associates	\$ 1,000,789	\$ 618,824
-Others	54,016	59,615
	<u>\$ 1,054,805</u>	<u>\$ 678,439</u>

The collection periods of the Group to related parties are pay on delivery, open account 30 to 90

days and, month-end 30 to 90 days or negotiated by both parties.

B. Purchases of goods and expenses

	Years Ended	
	December 31, 2024	December 31, 2023
Purchases of goods		
-Associates	\$ 3,326,186	\$ 3,421,699
-Others	133,357	116,646
Purchases of services and other expenditures		
-Associates	29,665	32,887
-Others	43,506	35,264
	<u>\$ 3,532,714</u>	<u>\$ 3,606,496</u>

The payment term of related parties to the Group are month-end 30 to 120 days and open account 120 days.

C. Trade receivables and other receivables

	December 31, 2024	December 31, 2023
Trade receivables		
-Associates	\$ 43,646	\$ 65,392
-Others	268	35,787
	<u>43,914</u>	<u>101,179</u>
Other receivables		
-Associates	337	358
-Others	261	-
	<u>598</u>	<u>358</u>
	<u>\$ 44,512</u>	<u>\$ 101,537</u>

The trade receivables mainly arise from sales transactions, are unsecured in nature and bear no interest. The other receivables mainly pertain to advance disbursement receivable.

D. Trade payables and other items of current liabilities

	December 31, 2024	December 31, 2023
Trade payables		
-Associates	\$ 1,508,464	\$ 1,192,246
-Others	61,590	42,391
	<u>1,570,054</u>	<u>1,234,637</u>
Other items of current liabilities		
-Associates	33,106	24,619
-Others	-	97
	<u>33,106</u>	<u>24,716</u>
	<u>\$ 1,603,160</u>	<u>\$ 1,259,353</u>

The trade payables arise mainly from purchase transactions and bear no interest.

(4) Key management compensation

	Years Ended	
	December 31, 2024	December 31, 2023
Salaries and other short-term employee benefits	\$ 1,280,419	\$ 999,966
Post-employment benefits	7,823	7,979
	<u>\$ 1,288,242</u>	<u>\$ 1,007,945</u>

8. **PLEDGED ASSETS**

Pledged assets	Items	Book Value		Purpose
		December 31, 2024	December 31, 2023	
Other current assets and other non-current assets	Pledged restricted deposits and refundable deposits	\$ 1,587,771	\$ 589,994	Note
Property, plant and equipment	Land, buildings, machinery and miscellaneous equipment	696,266	914,775	Bank loans, financing, credit limits, and other short-term borrowings
Financial assets at amortized cost-non-current	Pledged restricted time deposits	164,540	–	Project and contract deposit
		<u>\$ 2,448,577</u>	<u>\$ 1,504,769</u>	

Note: Pledged for customs duties, lodgment for security decided by court, letter of credit, foreign exchange forward transactions, account for social security, security deposit for office and warehouse, project and contract deposit and bank loans, etc.

9. **SIGNIFICANT CONTINGENT LIABILITIES AND UNRECOGNIZED CONTRACT COMMITMENTS**

(1) Contingencies

Lawsuits for infringement of intellectual property rights

- A. The Group's various products in relation to display, projector and monitors with backlight display were under the lawsuits or investigations of patent infringement in the U.S. The Group cannot presently determine the ultimate outcome of these lawsuits, but has already recognized the possible loss in the financial statements.
- B. Several patentees filed lawsuits or investigations for patent infringement including LED for cellphone products, wireless network communication products that support IEEE 802.11ac communication standard, after-sales service, various products using LVDS technology processors, cellphone supporting LTE, various products supporting H.264, H.265 and screen rotation, notebooks using Panjit MOSFET, Flip series computer with reversible screen, product portfolio of routers and notebooks, notebooks equipped with Western Digital hard drives, MP3 function for desktop computer and notebook, products supporting Wi-Fi 6, 802.11ax (Wi-Fi 6/6E), Wake on Wireless Lan (WoWLAN) technology, Touchpad diagonal scrolling, or a hinge structure that allows the laptop screen to rotate 360 degrees, products using Windows 10/11 and supporting Windows Search Bar/Windows Search function, related technologies supporting Wi-Fi Peer-to-

Peer (P2P), products supporting Qi wireless charging standard, various products supporting rechargeable batteries, touch screens, MPEG and USB-C fast charging, 802.11ac standard-compatible routers and notebooks, 802.11ax-compatible products, various products supporting H.265, notebooks installing lithiumion battery module produced by CosMX, products supporting DisplayPort/embedded DisplayPort, various products supporting 5G mobile communications, ROG Phone 6D using MediaTek Dimensity chip, products with wireless charging, various products with USB-C extension dock, products with router and Wi-Fi system against the Group. These lawsuits or litigations are currently under investigation in the courts in the Republic of China, the United States, Japan, Brazil, Italy, Germany, and People's Republic of China. The Group cannot presently determine the ultimate outcome and effect of these lawsuits.

(2) Commitments

The Company signed a long-term supply cooperation contract with the supplier, stipulating that a certain amount of material purchase must be reached every year. The contract is valid from March 1, 2021 to December 31, 2024. A prepayment of USD 75,000 thousand was paid by the Company in accordance with the contract. When the contract expires, the remaining balance of the prepayment shall be offset against future orders of the Company from the supplier until fully offset. As of December 31, 2024, the prepayment amounted to \$1,292,455 which was included under prepayments.

10. **SIGNIFICANT DISASTER LOSS**

None.

11. **SIGNIFICANT EVENTS AFTER THE END OF THE FINANCIAL REPORTING PERIOD**

(1) On January 15, 2025, the Board of Directors of the subsidiary, ASMEDIA, resolved to acquire 100% of the outstanding ordinary shares of Techpoint, Inc. through a wholly-owned subsidiary, Apex Merger Sub Inc., which was established on December 13, 2024, at a price of US\$20 (in dollars) per share, for a total transaction price amounting to approximately US\$390 million. Additionally, in accordance with the agreement, if the transaction is not completed due to the failure of obtaining the necessary approvals from the government, a termination fee of US\$12,000 thousand shall be paid to Techpoint, Inc. under the terms of the agreement.

(2) On January 15, 2025, the Board of Directors of the subsidiary, ASMEDIA, resolved to acquire the property in Baoyuan section of Xindian District from Wei Li International Development Co., Ltd. for a total consideration of \$1,875,940. The agreement was officially signed on February 6, 2025.

12. **OTHERS**

(1) Capital management

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

shares or sell assets to reduce debt. The Group monitors capital on the basis of the liability ratio. This ratio is calculated as total liabilities by total assets. Total liabilities calculated as “current liabilities plus non-current liabilities” are shown in the consolidated balance sheets.

During 2024, the Group’s strategy was to maintain the liability ratio within reasonable security range, which was unchanged from 2023. The liability ratios are as follows:

	December 31, 2024	December 31, 2023
Total liabilities	\$ 259,326,117	\$ 221,099,818
Total assets	\$ 556,523,635	\$ 480,081,800
Liability ratio	46.60%	46.05%

(2) Financial instruments

A. Financial instruments by category

	December 31, 2024	December 31, 2023
<u>Financial assets</u>		
Financial assets at fair value through profit or loss		
Financial assets mandatorily measured at fair value through profit or loss	\$ 3,342,201	\$ 1,549,660
Financial assets at fair value through other comprehensive income		
Designation of equity instruments	84,622,054	84,627,608
Qualified debt instruments	3,170,961	705,473
Financial assets at amortized cost		
Cash and cash equivalents	94,037,992	79,226,605
Financial assets at amortized cost	10,978,889	9,971,785
Notes receivable	7,894,697	5,114,475
Trade receivables	99,183,473	81,702,834
Other receivables	1,200,982	1,343,625
Refundable deposits	1,957,868	994,160
Derivative financial assets for hedging	853,038	-
	<u>\$ 307,242,155</u>	<u>\$ 265,236,225</u>

	<u>December 31, 2024</u>	<u>December 31, 2023</u>
<u>Financial liabilities</u>		
Financial liabilities at fair value through profit or loss		
Financial liabilities held for trading	\$ 28,576	\$ 1,053,507
Financial liabilities at amortized cost		
Short-term borrowings	25,200,887	16,239,321
Notes and trade payables	73,996,978	56,967,248
Other payables - accrued expenses	44,051,626	38,828,482
Long-term borrowings (including current portion)	461,642	194,974
Deposits received	1,086,899	935,405
Lease liabilities	1,774,308	1,534,898
Derivative financial liabilities for hedging	13,327	709,249
	<u>\$ 146,614,243</u>	<u>\$ 116,463,084</u>

B. Financial risk management policies

- (A) The Group's operating activities expose the Group to a variety of financial risks, including market risk (including foreign exchange risk, price risk and interest rate risk), credit risk and liquidity risk. To minimize any adverse effects on the financial performance of the Group, derivative financial instruments, such as foreign exchange forward contracts, currency option contracts and currency swap contracts are used to hedge certain exchange rate risk, and derivatives are used exclusively for hedging purposes and not as trading or speculative instruments.
- (B) The Group's key financial plans are all reviewed by the Board of Directors under the related principles and internal control system. When executing the financial plans, the Group's treasury departments will follow the financial operating procedures in accordance with the overall financial risk management and proper segregation of duties.
- (C) Information about derivative financial instruments that are used to hedge financial risk are provided in Notes 6(2) and (5).

C. Nature and degree of significant financial risks

(A) Market risk

Foreign exchange risk

- a. The Group operates internationally and is exposed to foreign exchange risk arising from the transactions of the Company and its subsidiaries used in various functional currency, primarily with respect to the USD, EUR and CNY. Foreign exchange risk arises from future commercial transactions, recognized as assets and liabilities.

- b. The management has set up the policy to require group companies to manage their foreign exchange risk against their functional currency. The companies are required to hedge their entire foreign exchange risk exposure with the Group's treasury. Exchange rate risk is measured through a forecast of highly probable USD, EUR and CNY expenditures. Forward foreign exchange contracts are adopted to minimize the volatility of the exchange rate affecting recognition of revenue of forecast sale.
- c. The Group hedges foreign exchange rate by using forward exchange contracts, currency option contracts and currency swap contracts. However, the Group does not adopt hedging accounting. Details of financial assets or liabilities at fair value through profit or loss are provided in Note 6(2).
- d. The Group has certain investments in foreign operations, whose net assets are exposed to foreign currency translation risk.
- e. The Group's businesses involve some non-functional currency operations (the Company's and certain subsidiaries' functional currency is NTD; other certain subsidiaries' functional currency is USD, EUR, CNY, etc.). Non-monetary items are assessed to have no significant impact on the Group. The information on assets and liabilities denominated in foreign currencies whose values would be materially affected by the exchange rate fluctuations is as follows:

	December 31, 2024					
	Foreign currency amount (in dollars)	Exchange rate	Book value (NTD)	Sensitivity Analysis		
				Extent of variation	Effect on profit or loss	Effect on other comprehensive income
(Foreign currency: functional currency)						
<u>Financial assets</u>						
<u>Monetary items</u>						
USD:NTD	\$ 3,930,700,048	32.785	\$128,868,001	1%	\$1,288,680	\$ -
EUR:USD	422,818,419	34.139	14,434,607	1%	144,346	-
CNH:USD	2,668,270,087	4.478	11,949,663	1%	119,497	-
<u>Financial liabilities</u>						
<u>Monetary items</u>						
USD:NTD	4,647,107,564	32.785	152,355,421	1%	1,523,554	-
EUR:USD	57,121,951	34.139	1,950,087	1%	19,501	-
CNH:USD	3,739,396,618	4.478	16,746,630	1%	167,466	-

	December 31, 2023					
				Sensitivity Analysis		
	Foreign currency amount (in dollars)	Exchange rate	Book value (NTD)	Extent of variation	Effect on profit or loss	Effect on other comprehensive income
(Foreign currency: functional currency)						
Financial assets						
Monetary items						
USD:NTD	\$ 3,170,198,430	30.705	\$ 97,340,943	1%	\$ 973,409	\$ -
EUR:USD	432,925,909	33.981	14,711,352	1%	147,114	-
CNH:USD	2,931,245,483	4.326	12,681,548	1%	126,815	-
Financial liabilities						
Monetary items						
USD:NTD	4,104,379,585	30.705	126,024,975	1%	1,260,250	-
EUR:USD	57,110,553	33.981	1,940,686	1%	19,407	-
CNH:USD	3,514,031,051	4.326	15,202,874	1%	152,029	-

- f. Net currency exchange (losses) gains arising from foreign exchange variation on the monetary items held by the Group for the years ended December 31, 2024 and 2023 amounted to \$57,573 and \$2,965,170, respectively.

Price risk

- a. The Group's equity instruments, which are exposed to price risk, are the held financial assets at fair value through profit or loss and financial assets at fair value through other comprehensive income. To manage its price risk arising from investments in equity instruments, the Group diversifies its portfolio. Diversification of the portfolio is done in accordance with the limits set by the Group.
- b. The Group mainly invests in equity instruments comprised of shares and open-end funds issued by the domestic companies. The value of equity instruments are susceptible to market price risk arising from uncertainties about future performance of equity markets. Assuming a hypothetical increase of 1% in the price of the aforementioned financial assets at fair value through profit or loss while the other conditions remain unchanged could increase the Group's non-operating revenue for the years ended December 31, 2024 and 2023 by \$6,768 and \$4,218, respectively. A change of 1% in the price of the aforementioned financial assets at fair value through other comprehensive income could increase the Group's other comprehensive income for the years ended December 31, 2024 and 2023 by \$846,221 and \$846,276, respectively.

Cash flow and fair value interest rate risk

- a. The Group's main interest rate risk arises from long-term and short-term borrowings with variable rates which expose the Group to cash flow interest rate risk but is partially offset by cash and cash equivalents held at variable rates. During the years ended December 31, 2024 and 2023, the Group's borrowings at variable rates were denominated in USD, RMB and NTD.
- b. At December 31, 2024 and 2023, if interest rates on borrowings had been 1 basis point (0.01%) higher with all other variables held constant, non-operating expenses for the years ended December 31, 2024 and 2023 would have been \$5,514 and \$6,080 higher, respectively, mainly as a result of higher interest expense on floating rate borrowings.

(B) Credit risk

- a. Credit risk refers to the risk of financial loss to the Group arising from default by the clients or counterparties of financial instruments on the contract obligations. The main factor is contract cash flows of counterparties could not repay in full the accounts receivable based on the agreed terms, financial assets at amortized cost and financial assets at fair value through other comprehensive income.
- b. The Group manages its credit risk taking into consideration the entire group's concern. For banks and financial institutions, only independently rated parties with a minimum rating of "A" class above as evaluated by an independent party are accepted as counterparties. According to the Group's credit policy, each operating entity in the Group is responsible for managing and analyzing the credit risk for each of their new clients before standard payment and delivery terms and conditions are offered. Internal risk control assesses the credit quality of the customers, taking into account their financial position, past experience and other factors. Individual risk limits are set based on internal or external ratings in accordance with limits set by the Board of Directors, and the utilization of credit limits is regularly monitored.
- c. If the contract payments were past due over 30 days based on the terms, there has been a significant increase in credit risk on that instrument since initial recognition.
- d. The Group adopts the assumption under IFRS 9, that is, for most operating entities, the default occurs when the contract payments are past due over 90 days. For some subsidiaries, based on the local trading conditions and historical experience, the default occurs when the contract payments are past due over 180 days.
- e. The Group classifies customer's accounts receivable in accordance with customer types. The Group applies the simplified approach using the provision matrix and loss rate method to estimate expected credit loss.

- f. The following indicators are used to determine whether the credit impairment of debt instruments has occurred:
- It becomes probable that the issuer will enter bankruptcy or other financial reorganization due to their financial difficulties;
 - The disappearance of an active market for that financial asset because of financial difficulties;
 - Default or delinquency in interest or principal repayments;
 - Adverse changes in national or regional economic conditions that are expected to cause a default.
 - The internal or external credit rating of the instrument is “in default”.
 - The condition which met the breach of contract by the debtor or others was assessed case-by-case.
- g. The Group writes off the financial assets, which cannot reasonably be expected to be recovered, after initiating recourse procedures. However, the Group will continue executing the recourse procedures to secure their rights. On December 31, 2024 and 2023, the Group has no written-off financial assets that are still under recourse procedures.
- h. The Group conducts an assessment of expected credit risk for all recorded accounts receivable based on the following situations:
- Excellent credit quality group: The expected loss rate for the excellent credit quality clients is 0.00% ~ 0.20%, and the total carrying amount of notes and trade receivables amounted to \$1,690,076 and \$1,709,776 and loss allowance amounted to \$743 and \$483 as of December 31, 2024 and 2023, respectively.
 - General group: The Group refers to the forecast ability of global economic indicators to adjust the loss rate which is based on historical and current information when assessing the future default possibility of notes receivable and trade receivables. The provision matrix as of December 31, 2024 and 2023 is as follows:

	Not past due	Less than 30 days past due	Between 31 and 60 days past due	Between 61 and 90 days past due	Between 91 and 180 days past due	More than 181 days past due	Total
December 31, 2024							
Total book value	\$ 89,056,094	\$ 12,731,519	\$ 3,297,845	\$ 655,679	\$ 407,715	\$ 2,316,631	\$ 108,465,483
Loss allowance	\$ 57,327	\$ 47,676	\$ 387,785	\$ 122,703	\$ 204,951	\$ 2,256,204	\$ 3,076,646
Expected loss rate	0.00%~4.16%	0.00%~19.43%	0.00%~40.90%	0.00%~54.97%	10%~100%	10%~100%	
	Not past due	Less than 30 days past due	Between 31 and 60 days past due	Between 61 and 90 days past due	Between 91 and 180 days past due	More than 181 days past due	Total
December 31, 2023							
Total book value	\$ 67,873,855	\$ 12,195,722	\$ 4,667,292	\$ 998,524	\$ 742,800	\$ 2,172,679	\$ 88,650,872
Loss allowance	\$ 57,044	\$ 64,438	\$ 566,611	\$ 143,554	\$ 541,616	\$ 2,169,593	\$ 3,542,856
Expected loss rate	0.00%~7.93%	0.00%~16.37%	0.00%~24.87%	0.00%~53.02%	3.47%~100%	10%~100%	

(c) Higher risk group: Based on historical experience, the Group uses individual assessments to calculate expected credit losses for customers with higher credit risk. As of December 31, 2024 and 2023, the total value of accounts receivable amounted to \$5,699,655 and \$0, respectively, with allowance for losses of \$5,699,655 and \$0, respectively.

i. Movements in relation to the Group's loss allowance for notes and trade receivables are as follows:

	2024	2023
January 1	\$ 3,543,339	\$ 3,035,717
Recognition (reversal)	5,051,401	584,892
Write-offs	(39,283)	(78,199)
Reclassifications	(29,880)	-
Effects due to changes in consolidated entities	-	503
Net exchange differences	251,467	426
December 31	<u>\$ 8,777,044</u>	<u>\$ 3,543,339</u>

For provisioned loss for the years ended December 31, 2024 and 2023, the net impairment loss and gain arising from customer's contract were \$5,051,401 and \$584,892, respectively.

j. The Group's analysis on credit quality and expected credit loss of debt instruments investment

The objective of the Group's investment policy is to achieve a return under the requirements of principal preservation and liquidity supports. The policy requires to set upper limits of exposure to credit risk of each debt instruments' issuer. The Group assesses whether there has been a significant increase in credit risk in the debt instrument investment since initial recognition according to financial market conditions, the changes in external credit ratings and material information of the debt instruments' issuers.

The Group regularly monitors, reviews and adjusts the limits according to market conditions and the credit standing of the counterparties.

The Group assesses the 12 months expected credit loss and lifetime expected credit loss based on the probability of default and default loss provided by external credit rating agencies. The current credit risk assessment mechanism of the Group is as follows:

Credit rating	Definition	Basis for recognizing expected credit loss
Stage 1	Financial assets with no significant increase in credit risk since initial recognition or low credit risk at the balance sheet date	12 months expected credit loss
Stage 2	Financial assets with significant increase in credit risk since initial recognition	Lifetime expected credit loss

- k. Movements in loss allowance for investments in debt instruments at fair value through other comprehensive income of the Group are as follows:

	2024		2023	
	12 months expected credit loss	Lifetime expected credit loss	12 months expected credit loss	Lifetime expected credit loss
January 1	\$ 166	\$ -	\$ -	\$ -
Recognition	912	-	168	-
(reversal)				
Net exchange differences	30	-	(2)	-
December 31	<u>\$ 1,108</u>	<u>\$ -</u>	<u>\$ 166</u>	<u>\$ -</u>

- l. Movements in loss allowance for investments in debt instruments carried at amortized cost of the Group are as follows:

	2024		2023	
	12 months expected credit loss	Lifetime expected credit loss	12 months expected credit loss	Lifetime expected credit loss
January 1	\$ 36,651	\$ -	\$ 65,517	\$ -
Recognition	(2,316)	-	(28,355)	-
(reversal)				
Disposal	(6,161)	-	(923)	-
Net exchange differences	2,304	-	412	-
December 31	<u>\$ 30,478</u>	<u>\$ -</u>	<u>\$ 36,651</u>	<u>\$ -</u>

m. For investments in financial assets at amortized cost and financial assets at fair value through other comprehensive income of the Group, the credit rating levels are as follows:

December 31, 2024			
	12 months expected credit loss	Lifetime expected credit loss	Total
Financial assets at amortized cost			
Time deposits	\$ 661,049	\$ -	\$ 661,049
Corporate bonds			
Internal rating - Stage 1	10,348,318	-	10,348,318
Total book value	11,009,367	-	11,009,367
Loss allowance	(30,478)	-	(30,478)
	<u>\$ 10,978,889</u>	<u>\$ -</u>	<u>\$ 10,978,889</u>
Financial assets at fair value through other comprehensive income			
Corporate bonds			
Internal rating - Stage 1	\$ 3,172,069	\$ -	\$ 3,172,069
Loss allowance	(1,108)	-	(1,108)
	<u>\$ 3,170,961</u>	<u>\$ -</u>	<u>\$ 3,170,961</u>
December 31, 2023			
	12 months expected credit loss	Lifetime expected credit loss	Total
Financial assets at amortized cost			
Time deposits	\$ 483,796	\$ -	\$ 483,796
Corporate bonds			
Internal rating - Stage 1	9,524,640	-	9,524,640
Total book value	10,008,436	-	10,008,436
Loss allowance	(36,651)	-	(36,651)
	<u>\$ 9,971,785</u>	<u>\$ -</u>	<u>\$ 9,971,785</u>
Financial assets at fair value through other comprehensive income			
Corporate bonds			
Internal rating - Stage 1	\$ 705,639	\$ -	\$ 705,639
Loss allowance	(166)	-	(166)
	<u>\$ 705,473</u>	<u>\$ -</u>	<u>\$ 705,473</u>

The Group's financial assets at amortized cost are time deposits with an original due date of more than three months and various corporate bonds, financial assets at fair value through other comprehensive income are corporate bonds, and there is no significant

abnormality in credit risk assessment.

(C) Liquidity risk

- a. Cash flow forecasting is performed in the operating entities of the Group and aggregated by the Group treasury. The Group treasury monitors rolling forecasts of the Group's liquidity requirements to ensure it has sufficient cash to meet operational needs while maintaining sufficient headroom on its undrawn committed borrowing facilities at all times so that the Group does not breach borrowing limits or covenants on any of its borrowing facilities. Such forecasting takes into consideration the Group's cash flow plans and compliance with internal balance sheet ratio targets.
- b. The Group treasury invests surplus cash in demand deposits, time deposits and marketable securities, choosing instruments with appropriate maturities or sufficient liquidity to provide sufficient headroom as determined by the abovementioned forecasts. As of December 31, 2024 and 2023, the Group held financial assets at fair value through profit or loss of \$1,597,506 and \$1,466,273, respectively, that are expected to readily generate cash inflows for managing liquidity risk.
- c. The table below analyses the Group's non-derivative financial liabilities and derivative financial liabilities into relevant maturity groupings based on the remaining period at the end of the financial reporting period to the contractual maturity date for non-derivative financial liabilities and to the expected maturity date for derivative financial liabilities. The amounts disclosed in the table are the contractual undiscounted cash flows.

	December 31, 2024				
	Less than 1 year	Between 1 and 2 years	Between 2 and 3 years	More than 3 years	Total
<u>Non-derivative</u>					
<u>financial liabilities:</u>					
Short-term borrowings	\$ 25,200,887	\$ -	\$ -	\$ -	\$ 25,200,887
Notes and trade payables	73,996,978	-	-	-	73,996,978
Other payables	44,051,626	-	-	-	44,051,626
- accrued expenses					
Lease liabilities	540,244	434,305	278,316	737,993	1,990,858
Long-term borrowings	95,612	72,907	191,039	102,084	461,642
(including current portion)					
Other financial liabilities	2,571,749	7,063	-	-	2,578,812
<u>Derivative financial liabilities:</u>					
Forward exchange contracts	41,903	-	-	-	41,903

	December 31, 2023				
	Less than 1 year	Between 1 and 2 years	Between 2 and 3 years	More than 3 years	Total
<u>Non-derivative</u>					
<u>financial liabilities:</u>					
Short-term borrowings	\$ 16,239,321	\$ -	\$ -	\$ -	\$ 16,239,321
Notes and trade payables	56,967,248	-	-	-	56,967,248
Other payables	38,828,482	-	-	-	38,828,482
- accrued expenses					
Lease liabilities	597,949	474,191	285,752	307,780	1,665,672
Long-term borrowings	33,392	37,762	10,877	112,943	194,974
(including current portion)					
Other financial liabilities	1,616,532	3,672	-	-	1,620,204
<u>Derivative financial liabilities:</u>					
Forward exchange contracts	1,622,213	-	-	-	1,622,213
Currency option contracts	127,297	-	-	-	127,297
Currency swap contracts	13,246	-	-	-	13,246

- d. The Group does not expect the timing of occurrence of the cash flows estimated through the maturity date analysis to be significantly earlier, nor expect the actual cash flow amount to be significantly different.

(3) Fair value information

A. The different levels that the inputs to valuation techniques are used to measure fair value of financial and non-financial instruments have been defined as follows:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date. A market is regarded as active where a market in which transactions for the asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis.

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.

Level 3: Unobservable inputs for the asset or liability.

B. Financial instruments not measured at fair value

(A) Except for those listed in the table below, the carrying amounts of cash and cash equivalents, financial assets at amortized cost – current (time deposits with an original due date of more than three months), notes and trade receivables, other receivables, refundable deposits, short-term borrowings, notes and trade payables, other payables - accrued expenses, other current liabilities, current portion of long-term borrowings, long-term borrowings, guarantee deposits received, lease liabilities, are reasonably approximate to the fair values.

December 31, 2024				
	Book value	Fair value		
		Level 1	Level 2	Level 3
Financial assets:				
Financial assets at amortized cost - current				
Corporate bonds	\$ 4,535,285	\$ -	\$ 4,494,367	\$ -
Financial assets at amortized cost - non-current				
Corporate bonds	\$ 5,782,555	\$ -	\$ 5,581,025	\$ -
December 31, 2023				
	Book value	Fair value		
		Level 1	Level 2	Level 3
Financial assets:				
Financial assets at amortized cost - current				
Corporate bonds	\$ 58,556	\$ -	\$ 56,140	\$ -
Financial assets at amortized cost - non-current				
Corporate bonds	\$ 9,429,433	\$ -	\$ 8,866,908	\$ -

(B) The fair values of corporate bonds are determined by quoted market prices provided by third party pricing services.

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

(A) The related information about the nature of the assets and liabilities is as follows:

	December 31, 2024			
	Level 1	Level 2	Level 3	Total
Assets:				
<u>Recurring fair value measurements</u>				
Financial assets at fair value through profit or loss				
Equity instruments	\$ 558,225	\$ 5,055	\$ 113,493	\$ 676,773
Beneficiary certificates	1,083,745	13,911	70,000	1,167,656
Derivative	-	1,022,336	-	1,022,336
Hybrid instruments	118,000	-	357,436	475,436
Derivative financial assets for hedging	-	853,038	-	853,038
Financial assets at fair value through other comprehensive income				
Equity instruments	84,179,417	199,081	243,556	84,622,054
Debt instruments	-	3,170,961	-	3,170,961
	<u>\$85,939,387</u>	<u>\$ 5,264,382</u>	<u>\$ 784,485</u>	<u>\$91,988,254</u>
Liabilities:				
<u>Recurring fair value measurements</u>				
Financial liabilities at fair value through profit or loss				
Derivative	\$ -	\$ 28,576	\$ -	\$ 28,576
Derivative financial liabilities for hedging	-	13,327	-	13,327
	<u>\$ -</u>	<u>\$ 41,903</u>	<u>\$ -</u>	<u>\$ 41,903</u>

December 31, 2023				
	Level 1	Level 2	Level 3	Total
Assets:				
<u>Recurring fair value measurements</u>				
Financial assets at fair value through profit or loss				
Equity instruments	\$ 361,726	\$ 4,959	\$ 55,086	\$ 421,771
Beneficiary certificates	980,583	16,365	-	996,948
Derivative	-	1,307	-	1,307
Hybrid instruments	121,000	-	8,634	129,634
Financial assets at fair value through other comprehensive income				
Equity instruments	84,358,577	164,611	104,420	84,627,608
Debt instruments	-	705,473	-	705,473
	<u>\$85,821,886</u>	<u>\$ 892,715</u>	<u>\$ 168,140</u>	<u>\$86,882,741</u>
Liabilities:				
<u>Recurring fair value measurements</u>				
Financial liabilities at fair value through profit or loss				
Derivative	\$ -	\$ 1,053,507	\$ -	\$ 1,053,507
Derivative financial liabilities for hedging	-	709,249	-	709,249
	<u>\$ -</u>	<u>\$ 1,762,756</u>	<u>\$ -</u>	<u>\$ 1,762,756</u>

(B) The methods and assumptions the Group used to measure fair value are as follows:

- a. The instruments the Group used market quoted prices as their fair values (that is, Level 1) are listed below by characteristics:

	<u>Listed and OTC stocks</u>	<u>Open-end fund</u>	<u>Convertible bonds</u>
Market quoted price	Closing price	Net asset value	Closing price

- b. Except for financial instruments with active markets, the fair value of other financial instruments is measured by using valuation techniques or by reference to counterparty quotes. The fair value of financial instruments measured by using valuation techniques can be referred to current fair value of instruments with similar terms and characteristics in substance, discounted cash flow method or other valuation methods, including calculated by applying model using market information available at the financial reporting date.
- c. For high-complexity financial instruments, the fair value is measured by using self-developed valuation model based on the valuation method and technique widely used within the same industry. The valuation model is normally applied to derivative financial instruments, debt instruments with embedded derivatives or securitized instruments. Certain inputs used in the valuation model are not observable at market, and the Group

must make reasonable estimates based on its assumptions.

- d. The valuation of derivative financial instruments is based on valuation model widely accepted by market participants, such as present value techniques and option pricing models. Forward exchange contracts, currency option contracts and currency swap contracts are usually valued based on the current forward exchange rate.
 - e. The output of valuation model is an estimated value and the valuation technique may not be able to capture all relevant factors of the Group's financial and non-financial instruments. Therefore, the estimated value derived using valuation model is adjusted accordingly with additional inputs, for example, model risk or liquidity risk. In accordance with the Group's management policies and relevant control procedures relating to the valuation models used for fair value measurement, management believes adjustment to valuation is necessary in order to reasonably represent the fair value of financial and non-financial instruments at the consolidated balance sheets. The pricing and inputs information used during valuation are carefully assessed and adjusted based on current market conditions.
- D. For the years ended December 31, 2024 and 2023, there was no transfer between Level 1 and Level 2.
- E. The movement of financial and non-financial instruments measured at fair value by Level 3 is as follows:

	Equity instruments and Hybrid instruments	
	2024	2023
January 1	\$ 168,140	\$ 196,964
Acquisitions	608,564	-
Disposal	(1,877)	-
Recognition in profit (loss) (Note 1)	9,768	7,128
Recognition in other comprehensive income (loss) (Note 2)	(2,191)	(10,797)
Reclassifications	-	(25,155)
Foreign exchange changes	2,081	-
December 31	<u>\$ 784,485</u>	<u>\$ 168,140</u>

Note 1: Recorded as other gains (losses).

Note 2: Recorded as unrealized gains (losses) from investments in equity instruments measured at fair value through other comprehensive income.

- F. The investment segment is in charge of valuation procedures for fair value measurements being categorized within Level 3, which is to verify independent fair value of financial instruments. Such assessment is to ensure the valuation results are reasonable by applying independent information to make results close to current market conditions, confirming the source of

information is independent, reliable and in line with other resources and any other necessary adjustments to the fair value.

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

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

	Fair value at December 31, 2024	Valuation technique	Significant unobservable input	Range (weighted average)	Relationship of inputs to fair value
Equity instruments:					
Unlisted and non-OTC stocks	\$ 94,133	Net asset value	Not applicable	Not applicable	The higher the net asset value, the higher the fair value
Unlisted and non-OTC stocks	29,908	Comparable Listed and OTC companies analysis	Price to book ratio multiple, discount for lack of marketability	Not applicable	The higher the multiple, the higher the fair value; The higher the discount for lack of marketability, the lower the fair value.
Unlisted and non-OTC stocks	208,008	Discounted cash flow method	Note 1	Not applicable	Note 2
Unlisted and non-OTC stocks	25,000	At the most recent transaction price in an inactive market	Not applicable	Not applicable	Not applicable
Beneficiary certificates:					
Private fund	70,000	Net asset value	Not applicable	Not applicable	Not applicable
Hybrid instruments:					
Unlisted and non-OTC stocks	223,894	Discounted cash flow method	Note 1	Not applicable	Note 2
Embedded option	133,542	Option pricing model	Stock price volatility	Not applicable	The higher the stock price volatility, the higher the fair value

	Fair value at December 31, 2023	Valuation technique	Significant unobservable input	Range (weighted average)	Relationship of inputs to fair value
Equity instruments:					
Unlisted and non-OTC stocks	\$ 34,637	Net asset value	Not applicable	Not applicable	The higher the net asset value, the higher the fair value
Unlisted and non-OTC stocks	1,089	Comparable Listed and OTC companies analysis	Price to book ratio multiple, discount for lack of marketability	Not applicable	The higher the multiple, the higher the fair value; The higher the discount for lack of marketability, the lower the fair value.
Unlisted and non-OTC stocks	123,780	Discounted cash flow method	Note 1	Not applicable	Note 2
Hybrid instruments:					
Unlisted and non-OTC stocks	59,291	Discounted cash flow method	Note 1	Not applicable	Note 2
Embedded option (	50,657)	Option pricing model	Stock price volatility	Not applicable	The higher the stock price volatility, the higher the fair value

Note 1: Long-term revenue growth rate, weighted average cost of capital, long-term operating profit before income tax, discount for lack of marketability and discounts for minority interest.

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

H. The Group has carefully assessed the valuation models and assumptions used to measure fair value; therefore, the fair value measurement is reasonable. However, use of different valuation models or assumptions may result in a different outcome.

13. **SUPPLEMENTARY DISCLOSURES**

(1) Significant transactions information

A. Financing provided: Please refer to table 1.

B. Endorsements and guarantees provided: None.

C. Marketable securities held at the end of period (excluding investments in subsidiaries, associates

and joint ventures); Please refer to table 2.

D. Marketable securities acquired and disposed of at costs or prices of at least \$300 million or 20% of the paid-in capital: Please refer to table 3.

E. Acquisition of real estate properties at costs of at least \$300 million or 20% of the paid-in capital: None.

F. Disposal of real estate properties at prices of at least \$300 million or 20% of the paid-in capital: None.

G. Total purchases from or sales to related parties of at least \$100 million or 20% of the paid-in capital: Please refer to table 4.

H. Receivables from related parties amounting to at least \$100 million or 20% of the paid-in capital: Please refer to table 5.

I. Trading in derivative instruments undertaken during the reporting period: Please refer to 6(2), (5).

J. Intercompany relationships and significant intercompany transactions: Please refer to table 6.

(2) Information on investees

Names, locations, and related information of investees over which the Company exercises significant influence (excluding information on investments in mainland China): Please refer to table 7.

(3) Information on investments in China

A. Information on investments in mainland China: Please refer to table 8.

B. Significant transactions, either directly or indirectly through a third area, with investee companies in China: Please refer to table 6.

(4) Major shareholders information

Major shareholders information: None.

14. **OPERATING SEGMENT INFORMATION**

(1) General information

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

(2) Measurement basis

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

(3) Segment information

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

	Year ended December 31, 2024		
	3C Brand	Others	Total
Revenues from external customers	\$ 546,327,462	\$ 40,759,635	\$ 587,087,097
Revenues from other segments	\$ 2,206,911	\$ 8,032,405	- (Note 1)
Segment income	\$ 27,450,073	\$ 2,164,040	\$ 29,614,113
Total assets (Note 2)	\$ -	\$ -	\$ -

	Year ended December 31, 2023		
	3C Brand	Others	Total
Revenues from external customers	\$ 445,812,456	\$ 36,501,973	\$ 482,314,429
Revenues from other segments	\$ 2,230,259	\$ 6,936,011	- (Note 1)
Segment income	\$ 8,348,778	\$ 2,797,316	\$ 11,146,094
Total assets (Note 2)	\$ -	\$ -	\$ -

Note 1: The intra-segment revenues have been eliminated to \$0.

Note 2: Because the Group's segment assets are not provided to the chief operating decision-maker, such items are not required to be disclosed.

(4) Reconciliation for segment income

- A. The intra-segment transactions are based on fair value. The revenues from external customers reported to the chief operating decision-maker are measured in a manner consistent with the consolidated statements of comprehensive income.
- B. The reconciliation of the reportable operating segments' profit (others are the same as consolidated statements of comprehensive income) is as follows:

	Years Ended	
	December 31, 2024	December 31, 2023
Reportable operating segments' profit (loss) before adjustment	\$ 29,614,113	\$ 11,146,094
Unallocated profit (loss)	(18,741)	17,938
Reportable operating segments' profit (loss)	\$ 29,595,372	\$ 11,164,032

(5) Geographical information

Geographical information for the years ended December 31, 2024 and 2023 is as follows:

	Years Ended			
	December 31, 2024		December 31, 2023	
	Revenue	Non-current assets	Revenue	Non-current assets
Taiwan	\$ 56,973,357	\$ 22,799,085	\$ 46,987,128	\$ 25,945,736
China	124,642,638	7,602,603	106,733,084	7,182,953
Singapore	220,453,521	212,259	170,402,859	56,006
USA	116,004,701	1,633,362	93,617,217	1,590,363
Europe	25,060,264	929,589	23,710,086	416,929
Others	43,952,616	2,206,947	40,864,055	1,035,488
	<u>\$587,087,097</u>	<u>\$ 35,383,845</u>	<u>\$482,314,429</u>	<u>\$ 36,227,475</u>

The above non-current assets exclude financing instruments, deferred income tax assets and certain other non-current assets.

(6) Major customer information

No single customer accounts for more than 10% of the consolidated operating revenue for the years ended December 31, 2024 and 2023.

ASUSTEK COMPUTER INC. AND SUBSIDIARIES
FINANCING PROVIDED
YEAR ENDED DECEMBER 31, 2024

Table 1 (Amounts in thousands of New Taiwan dollars and foreign currencies)

No.	Financing Company	Counterparty	Financial Statement Account	Related Party	Maximum Balance for the Period	Ending Balance	Amount Actually Drawn	Interest Rate (%)	Nature for Financing (Note 1)	Transaction Amounts	Reason for Financing	Loss allowance	Collateral		Financing Limits for Each Borrowing Company (Note 2)	Financing Company's Total Financing Amount Limits (Note 2)	Note
1	ASUS	ASKEY	Other receivables	Yes	1,000,000	1,000,000	-	2.13	b	-	Need for operations	-	-	-	40,430,947	53,907,929	
2	ASUS	ASUSCLOUD	Other receivables	Yes	750,000	500,000	500,000	2.06	b	-	Need for operations	-	-	-	40,430,947	53,907,929	
3	ASUS	ATL	Other receivables	Yes	200,000	200,000	-	NA	b	-	Need for operations	-	-	-	40,430,947	53,907,929	
4	ASTP	ASGL	Other receivables	Yes	32,785,000 (USD 1,000,000)	32,785,000 (USD 1,000,000)	29,506,500 (USD 900,000)	5.00	b	-	Need for operations	-	-	-	48,194,260 (USD 1,470,009)	48,194,260 (USD 1,470,009)	
5	ASGL	ASIN	Other receivables	Yes	2,774,242 (INR 7,245,419)	-	-	-	a	16,622,207 (USD 533,533)	-	-	-	-	65,284,167 (USD 1,991,282)	65,284,167 (USD 1,991,282)	

Note 1 : Nature for Financing : a. Business transaction calls for a loan arrangement.
b. The need for short-term financing.

Note 2 : Limit of total financing amount : a. According to Procedures for Lending of ASUS, limit of total financing amount shall not exceed 20% of the net worth of ASUS as of the period.
b. According to Procedures for Lending of ASTP, limit of total financing amount to the subsidiaries whose voting shares are 100% owned, directly or indirectly, by publicly traded parent company - ASUS, which are not located in Taiwan, shall not exceed 100% of the net worth of ASTP as of the period.
c. According to Procedures for Lending of ASGL, limit of total financing amount to the subsidiaries whose voting shares are 100% owned, directly or indirectly, by publicly traded parent company - ASUS, which are not located in Taiwan, shall not exceed 100% of the net worth of ASGL as of the period.

Limit financing amount for individual counterparty : a. According to Procedures for Lending of ASUS, limit of financing amount for individual counterparty shall not exceed 15% of the net worth of ASUS as of the period.
b. According to Procedures for Lending of ASTP, limit of financing amount to the subsidiaries whose voting shares are 100% owned, directly or indirectly, by publicly traded parent company - ASUS, which are not located in Taiwan, for individual counterparty shall not exceed 100% of the net worth of ASTP as of the period.
c. According to Procedures for Lending of ASGL, limit of financing amount to the subsidiaries whose voting shares are 100% owned, directly or indirectly, by publicly traded parent company - ASUS, which are not located in Taiwan, for individual counterparty shall not exceed 100% of the net worth of ASGL as of the period.

ASUSTEK COMPUTER INC. AND SUBSIDIARIES
MARKETABLE SECURITIES HELD
(EXCLUDING INVESTMENTS IN SUBSIDIARIES, ASSOCIATES AND JOINT VENTURES)

DECEMBER 31, 2024

Table 2 (Amounts in thousands of New Taiwan dollars)

Held Company Name	Marketable Securities		Relationship with the Company (Note 1)	Financial Statement Account (Note 2)	December 31, 2024				Note
	Type	Name			Shares/Units	Carrying Value	Percentage (%)	Fair Value	
ASUS	Stock	SPORTON	-	a	370,873	76,771	0.36	76,771	
ASUS	Fund	TNP LIGHT	-	b	198	13,911	3.67	13,911	
ASUS	Stock	LEDLINK	-	c	718,607	20,516	1.26	20,516	
ASUS	Stock	GLOBALWAFERS	-	c	1,626,626	620,558	0.34	620,558	
ASUS	Stock	JMC	-	c	830,000	30,337	1.00	30,337	
ASUS	Stock	ENE	b	d	444,364	20,885	0.98	20,885	
ASUS	Stock	ADVANTECH	-	d	113,483,106	39,321,896	13.14	39,321,896	
ASUS	Stock	AMTRUST	b	d	7,500,000	88,166	7.81	88,166	
ASUS	Stock	PEGA	-	d	448,506,484	41,217,746	16.84	41,217,746	
ASUS	Stock	APTOS	-	d	125,040	-	0.21	-	
ASUS	Stock	A-WEI TECH	-	d	301,876	408	1.83	408	
ASUS	Stock	EOSTEK	-	d	1,600,000	118	14.94	118	
ASUS	Stock	EMPASS	-	d	1,592,396	62,381	15.71	62,381	
ASUS	Stock	NANOLUX	-	d	536	-	10.30	-	
ASUS	Stock	94BOT	-	d	100,000	-	4.80	-	
ASUS	Stock	AISTORM	-	d	178,784	454	0.69	454	
ASUS	Stock	FREEDOM SYSTEMS	-	d	884,999	43,141	10.00	43,141	
ACSH	Stock	LIANSHUO COMPUTER	-	d	-	31,036	19.80	31,036	
ACCQ	Stock	XINZHONGGUAN (WITH EMBEDDED OPTION)	-	b	10,000,000	349,318	10.29	349,318	
ASMEDIA	Fund	MEGA DIAMOND MONEY MARKET	-	a	23,753,662	310,710	-	310,710	
ASMEDIA	Fund	CAPITAL MONEY MARKET	-	a	17,237,540	289,940	-	289,940	
ASMEDIA	Fund	FUBON CHI-HSIANG MONEY MARKET	-	a	3,062,056	50,009	-	50,009	
ASMEDIA	Fund	CDIB-CAPITAL TEN	-	b	-	70,000	-	70,000	
ASMEDIA	Stock	AUGENTIX	-	d	2,240,000	15,412	5.81	15,412	
ASMEDIA	Stock	ICATCH TECHNOLOGY	-	d	4,300,000	284,230	4.46	284,230	
ASMEDIA	Stock	WT PREFERRED STOCK	a	d	8,000,000	398,400	-	398,400	
ASMEDIA	Stock	LERAIN	-	d	1,200,000	14,496	3.99	14,496	
ASMEDIA	Stock	TELETRX	-	d	5,230,486	42,471	16.00	42,471	
ASMEDIA	Stock	AIONCHIP TECHNOLOGIES	-	d	2,700,000	53,487	13.50	53,487	
ASMEDIA	Stock	TA SHEE RESORT	-	d	1	25,000	-	25,000	
ASKEY	Stock	CIPHERMAX	-	b	9,234	-	0.00	-	
ASKEY	Stock	RETI	-	b	80,700	-	3.32	-	
MIC	Stock	BROADCOM	-	b	900	6,841	0.00	6,841	
MIC	Stock	ZARLINK SEMI-CONDUCTOR	-	b	44,775	-	0.04	-	
DIC	Stock	FORTE' MEDIA	-	b	200,000	-	0.30	-	
HCVC	Fund	TAISHIN 1699 MONEY MARKET	-	a	6,606,269	93,462	-	93,462	
HCVC	Fund	TAISHIN TA-CHONG MONEY MARKET	-	a	5,437,817	80,585	-	80,585	
HCVC	Stock	LEDLINK	-	c	336,546	9,608	0.59	9,608	
HCVC	Stock	APAQ TECHNOLOGY	-	d	10,668,012	1,584,200	11.99	1,584,200	
HCVC	Stock	A-WEI TECH	-	d	301,876	408	1.83	408	
HMI	Fund	TAISHIN 1699 MONEY MARKET	-	a	4,706,041	66,579	-	66,579	
HMI	Stock	APAQ TECHNOLOGY	-	d	3,210,015	476,687	3.61	476,687	
HMI	Stock	A-WEI TECH	-	d	174,417	235	1.06	235	
AAEON	Fund	MEGA DIAMOND MONEY MARKET	-	a	2,091,070	27,352	-	27,352	
AAEON	Stock	MACHVISION TECHNOLOGY	b	a	1,180,198	467,358	2.03	467,358	
AAEON	Stock	ALLIED BIOTECH	-	a	300,000	5,055	0.31	5,055	
AAEON	Stock	LILEE SYSTEMS PREFERRED STOCK	-	b	468,750	-	-	-	
AAEON	Stock	TELEION WIRELESS PREFERRED STOCK	-	b	149,700	-	-	-	
AAEON	Stock	INSYNERGER TECHNOLOGY	-	b	1,761,300	19,360	15.05	19,360	
AAEON	Stock	V-NET AAEON (WITH EMBEDDED OPTION)	-	b	29	8,118	14.50	8,118	
AAEONI	Convertible Bond	IBASE 6	a	a	1,000,000	118,000	-	118,000	
ONYX	Stock	TOP UNION ELECTRONICS	-	a	223,918	7,255	0.15	7,255	
ONYX	Stock	INNO FUND III	-	b	3,000,000	43,076	13.04	43,076	
ONYX	Stock	MELTEN CONNECTED HEALTHCARE	-	d	4,193,548	-	6.61	-	
ONYX	Stock	TOP UNION ELECTRONICS	-	d	2,773,082	89,848	1.91	89,848	
ONYX	Stock	CREATIVE LIFE SCIENCE	-	d	900,000	61,200	4.09	61,200	
JETWAY	Stock	DUNPIN NO.1	-	b	2,000,000	21,065	5.31	21,065	
JETWAY	Stock	TAIPEI TECH INNO II	-	b	3,000,000	29,992	10.00	29,992	
AIL	Fund	PRODIGY STRATEGY INVESTMENT XIV	-	b	3,530	160,678	-	160,678	
AIL	Stock	EONEX	-	d	31,733	-	2.70	-	
AIL	Stock	ISTAGING	-	d	988,889	4,224	2.15	4,224	
AIL	Stock	PTSN	-	d	260,977,800	104,506	4.91	104,506	
UEI	Fund	CAPITAL MONEY MARKET	-	a	263,291	4,430	-	4,430	
ASGL	Bond	BNP PARIBAS	-	d	7,000,000	234,911	-	234,911	
ASGL	Bond	BRISTOL-MYERS SQUIBB	-	d	9,000,000	254,792	-	254,792	
ASGL	Bond	CARGILL	-	d	6,000,000	191,128	-	191,128	
ASGL	Bond	CRÉDIT AGRICOLE	-	d	6,000,000	198,270	-	198,270	
ASGL	Bond	DUKE ENERGY FLORIDA	-	d	6,000,000	204,818	-	204,818	
ASGL	Bond	IBM INTERNAT CAPITAL	-	d	6,000,000	194,888	-	194,888	
ASGL	Bond	INTEL	-	d	6,500,000	206,082	-	206,082	
ASGL	Bond	JOHNSON & JOHNSON	-	d	7,000,000	152,689	-	152,689	
ASGL	Bond	MERCK	-	d	7,000,000	155,508	-	155,508	
ASGL	Bond	NTT FINANCE	-	d	6,000,000	164,614	-	164,614	
ASGL	Bond	PFIZER INVESTMENT ENTER	-	d	6,000,000	190,524	-	190,524	
ASGL	Bond	ROCHE HOLDINGS	-	d	3,000,000	101,684	-	101,684	
ASGL	Bond	SIEMENS FINANCIERINGSMAT	-	d	6,500,000	181,569	-	181,569	
ASGL	Bond	T-MOBILE USA	-	d	7,000,000	199,079	-	199,079	
ASGL	Bond	UNILEVER CAPITAL	-	d	6,000,000	196,688	-	196,688	
ASGL	Bond	UNITEDHEALTH GROUP	-	d	6,000,000	186,613	-	186,613	
ASGL	Bond	VERIZON COMMUNICATIONS	-	d	7,000,000	157,104	-	157,104	
ASGL	Bond	ABN AMRO BANK	-	e	3,830,000	124,194	-	125,063	
ASGL	Bond	AERCAP IRELAND CAPITAL DAC / AERCAP GLOBAL AVIATION TRUST	-	e	310,000	10,158	-	10,183	
ASGL	Bond	AFRICA FINANCE	-	e	1,870,000	61,654	-	60,615	
ASGL	Bond	ALLY FINANCIAL	-	e	1,670,000	55,416	-	54,814	
ASGL	Bond	AVOLON HOLDINGS FUNDING	-	e	800,000	26,068	-	26,142	
ASGL	Bond	BANCO BTG PACTUAL OF CAYMAN ISLANDS	-	e	1,320,000	43,165	-	43,054	
ASGL	Bond	BANCO LATINOAMERICANO DE COMERCIO EXTERIOR	-	e	3,820,000	125,769	-	122,942	
ASGL	Bond	BANCO SANTANDER	-	e	4,000,000	134,530	-	131,033	

Held Company Name	Marketable Securities		Relationship with the Company (Note 1)	Financial Statement Account (Note 2)	December 31, 2024				Note
	Type	Name			Shares/Units	Carrying Value	Percentage (%)	Fair Value	
ASGL	Bond	BANK OF NOVA SCOTIA	-	e	1,670,000	56,412	-	54,470	
ASGL	Bond	BATH & BODY WORKS	-	e	330,000	10,990	-	11,002	
ASGL	Bond	BAYER US FINANCE II	-	e	4,440,000	148,370	-	144,586	
ASGL	Bond	BHARAT PETROLEUM	-	e	1,840,000	60,488	-	60,138	
ASGL	Bond	BHARTI AIRTEL	-	e	2,110,000	69,593	-	68,899	
ASGL	Bond	BOC AVIATION	-	e	1,800,000	59,215	-	58,661	
ASGL	Bond	BRAMBLES USA	-	e	460,000	14,934	-	14,974	
ASGL	Bond	CAPITAL ONE FINANCIAL	-	e	4,370,000	142,024	-	142,334	
ASGL	Bond	CHARTER COMMUNICATIONS OPERATING / CHARTER COMMUNICATIONS OPERATING CAPITAL C	-	e	120,000	3,916	-	3,930	
ASGL	Bond	CHOUZHOU INTERNATIONAL INVESTMENT	-	e	3,820,000	125,225	-	124,957	
ASGL	Bond	COMMONWEALTH BANK OF AUSTRALIA	-	e	1,700,000	57,161	-	55,465	
ASGL	Bond	CONAGRA BRANDS	-	e	4,680,000	154,677	-	153,367	
ASGL	Bond	DEUTSCHE BANK	-	e	2,280,000	74,563	-	74,638	
ASGL	Bond	EDISON INTERNATIONAL	-	e	1,970,000	64,236	-	64,525	
ASGL	Bond	ENEL FINANCE INTERNATIONAL	-	e	3,340,000	110,859	-	111,258	
ASGL	Bond	FORD MOTOR CREDIT	-	e	4,700,000	151,613	-	151,675	
ASGL	Bond	GENERAL MOTORS FINANCIAL	-	e	3,930,000	128,133	-	129,186	
ASGL	Bond	GLENCORE FUNDING	-	e	2,530,000	82,418	-	81,168	
ASGL	Bond	GLP	-	e	3,710,000	121,932	-	117,373	
ASGL	Bond	GOLDMAN SACHS GROUP	-	e	3,550,000	117,755	-	115,746	
ASGL	Bond	HIKMA FINANCE USA	-	e	3,780,000	124,596	-	122,164	
ASGL	Bond	INTERNATIONAL FLAVORS & FRAGRANCES	-	e	2,010,000	64,352	-	64,060	
ASGL	Bond	INTESA SANPAOLO	-	e	3,850,000	127,430	-	128,358	
ASGL	Bond	JAGUAR LAND ROVER AUTOMOTIVE	-	e	2,610,000	85,614	-	85,523	
ASGL	Bond	KOHL'S	-	e	2,100,000	69,239	-	67,978	
ASGL	Bond	LEVIATHAN BOND	-	e	2,230,000	73,399	-	72,746	
ASGL	Bond	LLOYDS BANKING GROUP	-	e	1,720,000	57,887	-	56,137	
ASGL	Bond	LYB INTERNATIONAL FINANCE III	-	e	981,000	32,173	-	31,312	
ASGL	Bond	MACQUARIE BANK	-	e	3,700,000	122,726	-	121,168	
ASGL	Bond	MARATHON PETROLEUM	-	e	1,760,000	58,148	-	57,637	
ASGL	Bond	MEITUAN	-	e	4,490,000	144,502	-	143,668	
ASGL	Bond	MICROCHIP TECHNOLOGY	-	e	1,000,000	33,046	-	32,649	
ASGL	Bond	MIZUHO FINANCIAL GROUP	-	e	3,165,000	103,063	-	103,111	
ASGL	Bond	NISSAN MOTOR	-	e	3,910,000	125,346	-	126,338	
ASGL	Bond	OCCIDENTAL PETROLEUM	-	e	2,860,000	94,010	-	93,984	
ASGL	Bond	PT BANK MANDIRI (PERSERO)	-	e	1,740,000	57,487	-	56,951	
ASGL	Bond	ROYALTY PHARMA	-	e	1,960,000	64,197	-	62,669	
ASGL	Bond	SANTANDER UK GROUP HOLDINGS	-	e	3,920,000	130,711	-	128,038	
ASGL	Bond	SOCIETE GENERALE	-	e	1,190,000	38,750	-	38,805	
ASGL	Bond	SOUTHWESTERN ENERGY	-	e	2,240,000	73,435	-	73,428	
ASGL	Bond	SYNGENTA FINANCE	-	e	3,550,000	117,383	-	116,259	
ASGL	Bond	TENGIZCHEVROIL FINANCE INTERNATIONAL	-	e	3,800,000	124,968	-	122,056	
ASGL	Bond	TURKCELL ILETISIM HIZMETLERI	-	e	1,200,000	39,212	-	39,344	
ASGL	Bond	VICI PROPERTIES / VICI NOTE	-	e	2,980,000	97,256	-	97,314	
ASGL	Bond	VISTRA OPERATIONS	-	e	1,335,000	43,551	-	43,719	
ASGL	Bond	VMWARE	-	e	1,690,000	55,978	-	55,326	
ASGL	Bond	WESTERN MIDSTREAM OPERATING	-	e	1,270,000	41,358	-	41,427	
ASGL	Bond	ABBVIE	-	f	1,750,000	58,907	-	56,352	
ASGL	Bond	AERCAP IRELAND CAPITAL DAC / AERCAP GLOBAL AVIATION TRUST	-	f	3,550,000	119,735	-	115,776	
ASGL	Bond	AFRICA FINANCE	-	f	1,820,000	60,819	-	58,695	
ASGL	Bond	AIR LEASE	-	f	3,900,000	128,115	-	121,871	
ASGL	Bond	AIRCASTLE	-	f	3,580,000	121,020	-	116,116	
ASGL	Bond	AKER BP	-	f	2,630,000	86,444	-	82,041	
ASGL	Bond	ALCON FINANCE	-	f	1,500,000	50,449	-	47,531	
ASGL	Bond	ARCELORMITTAL	-	f	1,900,000	64,019	-	61,900	
ASGL	Bond	AUSTRALIA AND NEW ZEALAND BANKING GROUP	-	f	3,460,000	117,723	-	112,561	
ASGL	Bond	AVIATION CAPITAL GROUP	-	f	3,920,000	128,739	-	124,434	
ASGL	Bond	AVOLON HOLDINGS FUNDING	-	f	3,450,000	116,950	-	113,415	
ASGL	Bond	BANCO BTG PACTUAL OF CAYMAN ISLANDS	-	f	1,100,000	35,555	-	34,754	
ASGL	Bond	BANK OF AMERICA	-	f	3,430,000	116,387	-	111,981	
ASGL	Bond	BARCLAYS	-	f	3,410,000	116,173	-	111,921	
ASGL	Bond	BERRY GLOBAL	-	f	1,740,000	57,927	-	56,818	
ASGL	Bond	BNP PARIBAS	-	f	3,520,000	119,405	-	114,122	
ASGL	Bond	BOC AVIATION	-	f	2,060,000	67,541	-	65,426	
ASGL	Bond	BPCE	-	f	3,420,000	116,464	-	111,691	
ASGL	Bond	CITIGROUP	-	f	1,680,000	57,006	-	54,929	
ASGL	Bond	CNH INDUSTRIAL CAPITAL	-	f	1,940,000	63,676	-	61,655	
ASGL	Bond	COLORADO INTERSTATE GAS / COLORADO INTERSTATE ISSUING	-	f	1,940,000	65,693	-	62,772	
ASGL	Bond	CONTEMPRY RUIDING DEVELOP	-	f	1,000,000	31,164	-	30,968	
ASGL	Bond	COOPERATIVE RABOBANK U.A.	-	f	3,570,000	120,952	-	114,678	
ASGL	Bond	COX COMMUNICATION	-	f	1,750,000	59,248	-	56,000	
ASGL	Bond	CROWN AMERICAS / CROWN AMERICAS CAPITAL V	-	f	2,240,000	75,026	-	71,630	
ASGL	Bond	CVS HEALTH	-	f	1,780,000	59,858	-	56,527	
ASGL	Bond	DELL INTERNATIONAL / EMC	-	f	2,155,000	74,520	-	71,116	
ASGL	Bond	DEUTSCHE BANK	-	f	1,420,000	47,629	-	46,222	
ASGL	Bond	DISCOVER BANK	-	f	1,760,000	59,273	-	56,402	
ASGL	Bond	GLOBAL PAYMENTS	-	f	1,660,000	56,626	-	54,293	
ASGL	Bond	GXO LOGISTICS	-	f	1,640,000	51,015	-	51,050	
ASGL	Bond	HARBOUR ENERGY	-	f	1,200,000	37,479	-	39,193	
ASGL	Bond	HCA	-	f	1,650,000	56,530	-	54,229	
ASGL	Bond	HEWLETT PACKARD	-	f	2,130,000	69,937	-	67,255	
ASGL	Bond	HYATT HOTELS	-	f	3,600,000	120,998	-	117,956	
ASGL	Bond	ICICI BANK OF DUBAI	-	f	1,830,000	60,905	-	59,310	
ASGL	Bond	INTERNATIONAL GAME TECHNOLOGY	-	f	1,200,000	39,718	-	38,679	
ASGL	Bond	IQVIA	-	f	2,330,000	76,617	-	75,360	
ASGL	Bond	JERSEY CENTRAL POWER & LIGHT	-	f	1,800,000	60,503	-	58,707	
ASGL	Bond	KEYBANK NATIONAL ASSOCIATION OF CLEVELAND, OHIO	-	f	1,700,000	57,362	-	54,465	
ASGL	Bond	LENNAR	-	f	3,390,000	116,246	-	111,673	
ASGL	Bond	LLOYDS BANKING GROUP	-	f	1,740,000	58,684	-	56,708	
ASGL	Bond	MEXICO CITY AIRPORT TRUST	-	f	3,600,000	121,483	-	115,376	
ASGL	Bond	MITSUBISHI UFJ FINANCIAL GROUP	-	f	1,760,000	59,271	-	55,910	
ASGL	Bond	MIZUHO FINANCIAL GROUP	-	f	1,477,000	49,767	-	47,649	
ASGL	Bond	MPT OPERATING PARTNERSHIP / MPT FINANCE	-	f	2,050,000	52,619	-	61,832	
ASGL	Bond	NATIONWIDE BUILDING SOCIETY	-	f	3,510,000	119,504	-	112,846	
ASGL	Bond	NXP / NXP FUNDING	-	f	1,630,000	55,810	-	53,649	
ASGL	Bond	OCCIDENTAL PETROLEUM	-	f	2,400,000	76,025	-	76,522	

Held Company Name	Marketable Securities		Relationship with the Company (Note 1)	Financial Statement Account (Note 2)	December 31, 2024				Note
	Type	Name			Shares/Units	Carrying Value	Percentage (%)	Fair Value	
ASGL	Bond	ONEOK	-	f	3,340,000	113,394	-	110,465	
ASGL	Bond	ONGC VIDESH VANKORNEFT	-	f	3,700,000	123,009	-	118,866	
ASGL	Bond	OVINTIV EXPLORATION	-	f	1,240,000	40,378	-	40,795	
ASGL	Bond	PACIFIC GAS AND ELECTRIC	-	f	3,830,000	126,119	-	122,806	
ASGL	Bond	PHILLIPS 66	-	f	3,580,000	121,112	-	115,263	
ASGL	Bond	PRIME SECURITY SERVICES BORROWER / PRIME FINANCE	-	f	2,190,000	73,788	-	71,759	
ASGL	Bond	SABINE PASS LIQUEFACTION	-	f	1,640,000	56,421	-	54,275	
ASGL	Bond	SHINHAN BANK	-	f	3,540,000	119,162	-	114,238	
ASGL	Bond	SHINHAN FINANCIAL GROUP	-	f	1,950,000	63,972	-	61,530	
ASGL	Bond	SK HYNIX	-	f	660,000	21,603	-	20,865	
ASGL	Bond	SOCIETE GENERALE	-	f	3,520,000	118,999	-	113,232	
ASGL	Bond	SOFTBANK GROUP	-	f	1,140,000	37,090	-	36,485	
ASGL	Bond	STANDARD CHARTERED	-	f	3,530,000	119,153	-	114,533	
ASGL	Bond	SUMITOMO MITSUI FINANCIAL GROUP	-	f	1,760,000	59,128	-	55,948	
ASGL	Bond	SYNCHRONY FINANCIAL	-	f	3,800,000	127,187	-	121,854	
ASGL	Bond	TECHNIPFMC	-	f	2,210,000	73,570	-	72,369	
ASGL	Bond	T-MOBILE USA	-	f	1,930,000	63,405	-	61,049	
ASGL	Bond	TRINITY ACQUISITION	-	f	1,680,000	57,133	-	54,690	
ASGL	Bond	UBS GROUP	-	f	5,100,000	173,743	-	166,273	
ASGL	Bond	UTAH ACQUISITION SUB	-	f	1,965,000	66,556	-	63,406	
ASGL	Bond	WESTERN DIGITAL	-	f	2,400,000	79,493	-	77,925	
ASGL	Bond	WESTERN MIDSTREAM OPERATING	-	f	1,030,000	34,551	-	33,591	
ASGL	Bond	WOODSIDE FINANCE	-	f	2,020,000	67,479	-	64,910	
ASGL	Bond	XP	-	f	1,620,000	52,594	-	50,932	

Note 1 : a. Associate. b. Other related parties.

Note 2 : a. Financial assets at fair value through profit or loss - current ; b. Financial assets at fair value through profit or loss - non-current ; c. Financial assets at fair value through other comprehensive income - current ; d. Financial assets at fair value through other comprehensive income - non-current ; e. Financial assets measured at amortized costs - current ; f. Financial assets measured at amortized costs - non-current.

ASUSTEK COMPUTER INC. AND SUBSIDIARIES
MARKETABLE SECURITIES ACQUIRED AND DISPOSED OF AT COSTS OR PRICES OF AT LEAST NT\$300 MILLION
OR 20% OF THE PAID-IN CAPITAL
YEAR ENDED DECEMBER 31, 2024

Table 3 (Amounts in thousands of New Taiwan dollars)

Company Name	Marketable Securities		Financial Statement Account (Note 1)	Counterparty	Nature of Relationship	Beginning Balance		Acquisition			Disposal				Ending Balance		
	Type	Name				Shares/Units	Amount	Shares/Units	Amount	(Note 2)	Shares/Units	Amount	Carrying Value	(Note 2)	Gains/Losses on Disposal	Shares/Units	Amount
ASKEY	Stock	ASKEYVNB	e	-	Subsidiary	-	204,565	-	362,255 232,692	a d	-	-	1,388	g	-	-	798,124
ACCQ	Stock	XINZHONGGUAN (WITH EMBEDDED OPTION)	b	-	-	-	-	10,000,000	347,407 1,911	a c	-	-	-	-	-	10,000,000	349,318
ASTP	Stock	ACSH	e	-	Subsidiary	-	-	-	5,459,040 723,169 73,851	a d c	-	-	101,710 2,556,690	g j	-	-	3,597,660
ACNL	Stock	ACIT	e	-	Subsidiary	-	33,645	-	382,162 49,387	a d	-	-	788 7,321	g c	-	-	457,085

Note 1 : a. Financial assets at fair value through profit or loss - current.

b. Financial assets at fair value through profit or loss - non-current.

c. Financial assets at fair value through other comprehensive income - current.

d. Financial assets at fair value through other comprehensive income - non-current.

e. Investments accounted for under equity method.

Note 2 : a. Acquired or capital increase/ disposed or capital reduction / liquidation in this period.

b. Revaluation.

c. Recognized in effect of exchange rate changes.

d. Recognized in investment gains or losses under equity investment.

e. Recognized in cash dividends under equity investment.

f. Recognized in capital surplus under equity investment.

g. Recognized effect of exchange rate changes and recognized financial statements translation differences of foreign operations under equity investment.

h. Recognized changes in equity under equity investment.

i. Recognized pension adjustment under equity method.

j. Reclassified credit balance of investments accounted for under equity method.

ASUSTEK COMPUTER INC. AND SUBSIDIARIES

ACQUISITION OF REAL ESTATE PROPERTIES AT COSTS OF AT LEAST NT\$300 MILLION OR 20% OF THE PAID-IN CAPITAL

YEAR ENDED DECEMBER 31, 2024

Table 4

(Amounts in thousands of New Taiwan dollars)

Company Name	Type of Property	Transaction Date	Transaction Amount	Status of Payment	Counterparty	Nature of Relationship	Where Counterparty is a Related Party, Details of Prior Transaction				Price Reference	Purpose of Acquisition	Other Commitments
							Former Holder of Property	Former Holder	Transfer Date	Amount			
ACIT	Land and Building (Note 1)	2024.10.21	364,605	Paid in full.	Alcantara S.p.A	-	Not applicable	Not applicable	Not applicable	Not applicable	Appraisal report and price negotiation	Own office use and renting	

Note 1 : As of the end of the financial reporting period, the ownership had not been transferred and had been recognized as other non-current assets.

ASUSTEK COMPUTER INC. AND SUBSIDIARIES

TOTAL PURCHASES FROM OR SALES TO RELATED PARTIES OF AT LEAST NT\$100 MILLION OR 20% OF THE PAID-IN CAPITAL
YEAR ENDED DECEMBER 31, 2024

Table 5 (Amounts in thousands of New Taiwan dollars)

Company Name	Related Party	Nature of Relationship (Note 1)	Transaction Details				Abnormal Transaction		Notes/Trade Receivables (Payables)		Note
			Purchases/ (Sales)	Amount	Percentage of Total Purchases/ (Sales) amount (%)	Payment Terms	Unit Price	Payment Terms	Ending Balance	Percentage of Total Notes/Trade Receivables (Payables) (%)	
ASUS	ASUTC	b	(Sales)	(22,230,226)	(4.61)	OA 90	-	-	2,529,266	2.20	
ASUS	ASGL	b	(Sales)	(450,637,103)	(93.47)	OA 180	-	-	64,178,386	55.94	
ASUS	AAEON	b	(Sales)	(840,712)	(0.17)	Month-end 30 days	-	-	101,597	0.09	
ASUS	UEI	b	(Sales)	(279,890)	(0.06)	OA 30	-	-	7,598	0.01	
ASUS	ASKEY	b	Purchases	112,597	0.03	Month-end 60 days	-	-	(16,633)	(0.02)	
ASUS	ASMEDIA	b	Purchases	521,229	0.12	Month-end 30 days	-	-	-	-	
ASUS	WT	c	Purchases	2,797,867	0.65	Month-end 60 days	-	-	(1,407,515)	(1.34)	
ASUS	ENE	d	Purchases	123,444	0.03	Month-end 60 days	-	-	(61,295)	(0.06)	
ASUTC	ASUSCLOUD	b	(Sales)	(539,552)	(2.28)	Month-end 90 days	-	-	-	-	
ASUTC	PORTWELL	c	(Sales)	(170,346)	(0.72)	Month-end 90 days	-	-	14,391	0.72	
ASGL	ACCQ	b	(Sales)	(12,988,719)	(2.66)	OA 180	-	-	738,063	0.57	
ASGL	ACI	b	(Sales)	(101,662,286)	(20.85)	OA 180	-	-	36,570,768	28.32	
ASGL	ACSH	b	(Sales)	(95,521,380)	(19.59)	OA 180	-	-	20,204,923	15.65	
ASGL	ACJP	b	(Sales)	(8,611,110)	(1.77)	OA 120	-	-	2,846,463	2.20	
ASGL	ASIN	b	(Sales)	(9,276,637)	(1.90)	OA 180	-	-	6,082,179	4.71	
ASGL	ACMH	b	(Sales)	(6,148,898)	(1.26)	OA 180	-	-	4,898,704	3.79	
ASGL	ACNL	b	(Sales)	(20,768,610)	(4.26)	OA 150	-	-	5,830,222	4.52	
ASGL	ACJK	b	(Sales)	(11,507,965)	(2.36)	OA 180	-	-	6,350,645	4.92	
ASGL	ACBT	b	(Sales)	(293,363)	(0.06)	OA 180	-	-	216,686	0.17	
ASGL	ACG	b	(Sales)	(157,886)	(0.03)	OA 90	-	-	34,845	0.03	
ASGL	ACH	b	(Sales)	(143,612)	(0.03)	OA 90	-	-	23,146	0.02	
ASMEDIA	WT	c	(Sales)	(751,556)	(9.30)	Month-end 30 days	-	-	25,381	2.76	
ASKEY	ASKEYI	b	(Sales)	(10,449,408)	(41.40)	Month-end 90 days	-	-	6,204,566	33.53	
ASKEY	ASKEYJS	b	(Sales)	(2,162,509)	NA (Note 2)	Month-end 90 days	-	-	447,717	2.42	
ASKEY	ASKEYVNB	b	(Sales)	(10,301,094)	NA (Note 2)	Month-end 90 days	-	-	9,540,784	51.56	
ASKEY	ASKEYYUK	b	(Sales)	(167,913)	(0.67)	Month-end 90 days	-	-	36,479	0.20	
ASKEY	ASKEYJS	b	Purchases	7,368,949	32.29	Month-end 90 days	Based on cost of finished goods plus related expenditure of related party	-	(6,573,965)	32.46	
ASKEY	ASKEYVNB	b	Purchases	10,666,105	46.74	Month-end 90 days	#	-	(9,019,468)	44.53	
ASKEY	WT	c	Purchases	141,812	0.95	OA 120	-	-	(31,686)	0.16	
ASKEYJS	WT	c	Purchases	184,463	3.13	OA 120	-	-	(34,332)	1.79	
AAEON	AAEONEI	b	(Sales)	(722,067)	(18.43)	Net 60	-	-	56,485	10.41	
AAEON	AAEONSZ	b	(Sales)	(175,869)	(4.49)	Month-end 60 days	-	-	30,742	5.67	
AAEON	AAEONEU	b	(Sales)	(1,343,664)	(34.29)	Net 60	-	-	261,251	48.15	
ONYX	ONYXHU	b	(Sales)	(179,488)	(16.29)	Month-end 90 days	-	-	59,188	25.21	
ONYX	ONYXHE	b	(Sales)	(143,672)	(13.04)	Month-end 90 days	-	-	42,953	18.30	
FUJIAN	JETWAY	b	(Sales)	(232,300)	(18.56)	Month-end 30-90 days	-	-	(26,042)	(29.82)	
JETWAY	JETWAYUS	b	(Sales)	(270,748)	(21.63)	Month-end 30-60 days	-	-	26,108	25.88	
JETWAY	JETWAYNL	b	(Sales)	(106,065)	(8.47)	Month-end 30-60 days	-	-	-	-	

Note 1 : a. Parent company ; b. Subsidiary ; c. Associate ; d. Other.

Note 2 : Purchasing raw materials is for subsidiary and the related sales revenue are eliminated in the financial reports.

ASUSTEK COMPUTER INC. AND SUBSIDIARIES

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

DECEMBER 31, 2024

Table 6

(Amounts in thousands of New Taiwan dollars)

Company Name	Related Party	Nature of Relationship (Note)	Ending Balance	Turnover (Times)	Overdue		Amounts Received in Subsequent Period	Loss allowance
					Amount	Action Taken		
ASUS	ASUTC	b	2,529,266	8.92	-	-	1,987,204	-
ASUS	ASGL	b	64,178,386	6.80	-	-	50,644,225	-
ASUS	AAEON	b	101,597	11.93	-	-	91,597	-
ATL	ASUS	b	167,622	1.97	-	-	-	-
ASGL	ACCQ	b	738,063	16.91	-	-	629,052	-
ASGL	ACI	b	36,570,768	2.96	-	-	19,339,617	-
ASGL	ACSH	b	20,204,923	4.69	-	-	16,751,480	-
ASGL	ACJP	b	2,846,463	4.93	-	-	1,803,910	-
ASGL	ASIN	b	6,082,179	1.25	-	-	1,568,812	-
ASGL	ACMH	b	4,898,704	1.90	1,014,866	Keep in reconciliation and dunning monthly	594,063	-
ASGL	ACNL	b	5,830,222	3.40	-	-	4,491,985	-
ASGL	ACJK	b	6,350,645	1.78	93,807	Keep in reconciliation and dunning monthly	1,143,427	-
ASGL	ACBT	b	216,686	1.40	131,872	Keep in reconciliation and dunning monthly	93,475	-
ASGL	ACIN	b	156,482	0.26	-	-	87,143	-
ASKEY	ASKEYI	b	6,204,566	3.20	-	-	950,765	-
ASKEY	ASKEYJS	b	447,717	3.36	-	-	-	-
ASKEY	ASKEYVNB	b	9,540,784	2.02	3,537,449	Keep in reconciliation and dunning monthly	32,818	-
ASKEYJS	ASKEY	b	6,573,965	1.30	3,358,075	Keep in reconciliation and dunning monthly	344,243	-
ASKEYVNB	ASKEY	b	9,019,468	2.39	784,811	Keep in reconciliation and dunning monthly	115,075	-
AAEON	AAEONEU	b	261,251	5.47	-	-	192,639	-

Note : a. Parent company ; b. Subsidiary ; c. Associate ; d. Other.

ASUSTEK COMPUTER INC. AND SUBSIDIARIES
INTERCOMPANY RELATIONSHIPS AND SIGNIFICANT INTERCOMPANY TRANSACTIONS
(ONLY TRANSACTIONS AMOUNTING TO AT LEAST NT\$100 MILLION ARE DISCLOSED)
YEAR ENDED DECEMBER 31, 2024

Table 7-1

(Amounts in thousands of New Taiwan dollars)

No. (Note 1)	Company Name	Related Party	Nature of Relationship (Note 2)	Intercompany Transactions			
				Financial Statements Account	Amount	Terms	Percentage of Consolidated Net Revenue or Total Assets (%)
0	ASUS	ASUTC	a	Sales	22,230,226	OA 90	3.79
0	ASUS	ASGL	a	Sales	450,637,103	OA 180	76.76
0	ASUS	AAEON	a	Sales	840,712	Month-end 30 days	0.14
0	ASUS	UEI	a	Sales	279,890	OA 30	0.05
1	ASMEDIA	ASUS	b	Sales	521,229	Month-end 30 days	0.09
2	ASUTC	ASUSCLOUD	c	Sales	539,552	Month-end 90 days	0.09
3	ASGL	ACCQ	c	Sales	12,988,719	OA 180	2.21
3	ASGL	ACI	c	Sales	101,662,286	OA 180	17.32
3	ASGL	ACSH	c	Sales	95,521,380	OA 180	16.27
3	ASGL	ACJP	c	Sales	8,611,110	OA 120	1.47
3	ASGL	ASIN	c	Sales	9,276,637	OA 180	1.58
3	ASGL	ACMH	c	Sales	6,148,898	OA 180	1.05
3	ASGL	ACNL	c	Sales	20,768,610	OA 150	3.54
3	ASGL	ACJK	c	Sales	11,507,965	OA 180	1.96
3	ASGL	ACBT	c	Sales	293,363	OA 180	0.05
3	ASGL	ACG	c	Sales	157,886	OA 90	0.03
3	ASGL	ACH	c	Sales	143,612	OA 90	0.02
4	ASKEY	ASUS	b	Sales	112,597	Month-end 60 days	0.02
4	ASKEY	ASKEYI	c	Sales	10,449,408	Month-end 90 days	1.78
4	ASKEY	ASKEYJS	c	Sales	2,162,509	Month-end 90 days	0.37
4	ASKEY	ASKEYVNB	c	Sales	10,301,094	Month-end 90 days	1.75
4	ASKEY	ASKEYYUK	c	Sales	167,913	Month-end 90 days	0.03
5	ASKEYJS	ASKEY	c	Sales	7,368,949	Month-end 90 days	1.26
6	ASKEYVNB	ASKEY	c	Sales	10,666,105	Month-end 90 days	1.82
7	AAEON	AAEONEI	c	Sales	722,067	Net 60	0.12
7	AAEON	AAEONEU	c	Sales	1,343,664	Net 60	0.23
7	AAEON	AAEONSZ	c	Sales	175,869	Month-end 60 days	0.03
8	ONYX	ONYXHU	c	Sales	179,488	Month-end 90 days	0.03
8	ONYX	ONYXHE	c	Sales	143,672	Month-end 90 days	0.02
9	FUJIAN	JETWAY	c	Sales	232,300	Month-end 30-90 days	0.04
10	JETWAY	JETWAYUS	c	Sales	270,748	Month-end 30-60 days	0.05
10	JETWAY	JETWAYNL	c	Sales	106,065	Month-end 30-60 days	0.02
11	ACH	ASGL	c	Service revenue	445,620	Pay on delivery	0.08
12	ACAE	ASGL	c	Service revenue	298,932	Pay on delivery	0.05
13	ACI	ASGL	c	Service revenue	984,977	Pay on delivery	0.17
14	ACCZS	ASGL	c	Service revenue	639,814	Pay on delivery	0.11
15	ACF	ASGL	c	Service revenue	512,150	Pay on delivery	0.09
16	ACG	ASGL	c	Service revenue	452,945	Pay on delivery	0.08
17	ACHK	ASGL	c	Service revenue	203,741	Pay on delivery	0.03
18	ACIN	ASGL	c	Service revenue	296,610	Pay on delivery	0.05
19	ACKR	ASGL	c	Service revenue	115,291	Pay on delivery	0.02
20	ACPL	ASGL	c	Service revenue	212,380	Pay on delivery	0.04
21	ACTH	ASGL	c	Service revenue	108,862	Pay on delivery	0.02
22	ACTR	ASGL	c	Service revenue	170,419	Pay on delivery	0.03
23	ACUK	ASGL	c	Service revenue	319,686	Pay on delivery	0.05
24	ACVN	ASGL	c	Service revenue	187,011	Pay on delivery	0.03
25	ACSH	ASGL	c	Service revenue	154,308	Pay on delivery	0.03
26	ACSZ	ASGL	c	Service revenue	2,426,127	Pay on delivery	0.41
27	ACAU	ASGL	c	Service revenue	310,087	Pay on delivery	0.05
28	ACN	ASGL	c	Service revenue	365,009	Pay on delivery	0.06
29	ACCH	ASGL	c	Service revenue	104,087	Pay on delivery	0.02
30	ACCZ	ASGL	c	Service revenue	107,219	Pay on delivery	0.02
31	ACIL	ASGL	c	Service revenue	110,454	Pay on delivery	0.02
32	ACCO	ASGL	c	Service revenue	130,922	Pay on delivery	0.02
33	ACMY	ASGL	c	Service revenue	122,943	Pay on delivery	0.02
34	ASPH	ASGL	c	Service revenue	120,764	Pay on delivery	0.02
35	ACS	ASGL	c	Service revenue	239,074	Pay on delivery	0.04
36	ACSH	ACCQ	c	Service revenue	147,244	Net 30	0.03
37	ACIB	ACNL	c	Service revenue	340,340	Pay on delivery	0.06
38	ACIT	ACNL	c	Service revenue	342,820	Pay on delivery	0.06
39	ATUS	ASUS	b	Service revenue	297,955	Net 30	0.05
40	ATL	ASUS	b	Service revenue	166,024	Net 30	0.03

ASUSTEK COMPUTER INC. AND SUBSIDIARIES
INTERCOMPANY RELATIONSHIPS AND SIGNIFICANT INTERCOMPANY TRANSACTIONS
(ONLY TRANSACTIONS AMOUNTING TO AT LEAST NT\$100 MILLION ARE DISCLOSED)
DECEMBER 31, 2024

Table 7-2

(Amounts in thousands of New Taiwan dollars)

No. (Note 1)	Company Name	Related Party	Nature of Relationship (Note 2)	Intercompany Transactions			
				Financial Statements Account	Amount	Terms	Percentage of Consolidated Net Revenue or Total Assets (%)
0	ASUS	ASUTC	a	Trade receivables	2,529,266	OA 90	0.45
0	ASUS	ASGL	a	Trade receivables	64,178,386	OA 180	11.53
0	ASUS	AAEON	a	Trade receivables	101,597	Month-end 30 days	0.02
3	ASGL	ACCQ	c	Trade receivables	738,063	OA 180	0.13
3	ASGL	ACI	c	Trade receivables	36,570,768	OA 180	6.57
3	ASGL	ACSH	c	Trade receivables	20,204,923	OA 180	3.63
3	ASGL	ACJP	c	Trade receivables	2,846,463	OA 120	0.51
3	ASGL	ASIN	c	Trade receivables	6,082,179	OA 180	1.09
3	ASGL	ACMH	c	Trade receivables	4,898,704	OA 180	0.88
3	ASGL	ACNL	c	Trade receivables	5,830,222	OA 150	1.05
3	ASGL	ACJK	c	Trade receivables	6,350,645	OA 180	1.14
3	ASGL	ACBT	c	Trade receivables	216,686	OA 180	0.04
3	ASGL	ACIN	c	Trade receivables	156,482	OA 150	0.03
4	ASKEY	ASKEYI	c	Trade receivables	6,204,566	Month-end 90 days	1.11
4	ASKEY	ASKEYJS	c	Trade receivables	447,717	Month-end 90 days	0.08
4	ASKEY	ASKEYVNB	c	Trade receivables	9,540,784	Month-end 90 days	1.71
5	ASKEYJS	ASKEY	c	Trade receivables	6,573,965	Month-end 90 days	1.18
6	ASKEYVNB	ASKEY	c	Trade receivables	9,019,468	Month-end 90 days	1.62
7	AAEON	AAEONEU	c	Trade receivables	261,251	Net 60	0.05
13	ACI	ASGL	c	Trade receivables	314,350	Pay on delivery	0.06
26	ACSZ	ASGL	c	Trade receivables	433,583	Pay on delivery	0.08
40	ATL	ASUS	b	Trade receivables	167,513	Net 30	0.03
41	ACJK	ASGL	c	Trade receivables	107,015	Month-end 90 days, OA 180	0.02

Note 1 : ASUS and its subsidiaries are coded as follows:

- a. ASUS is coded 0.
- b. The subsidiaries are coded consecutively beginning from 1 in the order presented in the table above.

Note 2 : Transactions are categorized as follows:

- a. The parent company to subsidiary.
- b. Subsidiary to parent company.
- c. Subsidiary to subsidiary.

ASUSTEK COMPUTER INC. AND SUBSIDIARIES
NAMES, LOCATIONS, AND RELATED INFORMATION OF INVESTEEES OVER WHICH THE COMPANY EXERCISES SIGNIFICANT INFLUENCE
(EXCLUDING INFORMATION ON INVESTMENTS IN MAINLAND CHINA)

YEAR ENDED DECEMBER 31, 2024

Table 8 (Amounts in thousands of New Taiwan dollars)

Investor Company	Investee Company	Location	Main Businesses	Original Investment Amount		December 31, 2024			Net Income (Loss) of the Investee	Share of Profit/Loss of Investee	Note
				December 31, 2024	December 31, 2023	Shares	Percentage of Ownership (%)	Carrying Value			
ASUS	ASKEY	Taiwan	Designing, manufacturing, repairing and selling of communication products and computer peripheral spare parts	5,021,108	5,021,108	480,000,000	100.00	99,843	(480,528)	(478,355)	Note 2
ASUS	ASUTC	Taiwan	Selling of 3C products in Taiwan	204,244	204,244	19,000,000	100.00	454,655	324,602	324,602	Note 1 and 2
ASUS	ASUSCLOUD	Taiwan	Selling and consulting of internet service	736,678	736,678	1,091,513	96.53	9,984	(35,772)	(34,530)	Note 2
ASUS	HCVC	Taiwan	Investing of computer peripherals business	1,250,000	1,100,000	129,500,000	100.00	5,260,831	345,465	345,465	Note 2
ASUS	HMI	Taiwan	Investing of computer peripherals business	680,000	680,000	80,500,000	100.00	2,543,836	201,358	201,343	Note 2
ASUS	UEI	Taiwan	Manufacturing and selling of automotive electronics and computer peripherals	66,354	66,354	21,300,000	100.00	224,640	4,649	4,649	Note 2
ASUS	TWS	Taiwan	Servicing of AI computing	540,000	540,000	27,000,000	80.60	51,312	(138,547)	(111,665)	Note 2
ASUS	ATL	Taiwan	Researching, developing and authorizing of communication technology	320,000	320,000	32,000,000	100.00	96,250	(38,385)	(38,385)	Note 2
ASUS	AMV	Taiwan	Selling of metaverse services	20,000	20,000	2,000,000	100.00	18,793	(418)	(418)	Note 2
ASUS	ASUSLC	Taiwan	Selling of internet information service	9,000	9,000	900,000	90.00	3,180	1,117	1,005	Note 2
ASUS	DATASUS	Taiwan	Investing of industrial server peripheral products business	200,000	200,000	20,000,000	100.00	164,131	(23,646)	(23,646)	Note 2
ASUS	DEEP	Taiwan	Researching, developing and selling of AI medical related software	45,030	45,030	674,908	20.63	-	(4,779)	(36,689)	Note 2
ASUS	PORTWELL	Taiwan	Manufacturing and selling of computers and computer peripherals and servicing information software	2,325,000	2,325,000	44,239,755	45.00	3,301,181	1,982,317	841,358	Note 2
ASUS	ASUSTOR	Taiwan	Researching, developing and selling of cloud computing service	84,035	93,933	6,961,620	38.04	147,734	115,304	45,823	Note 2
ASUS	GAIUS	Taiwan	Researching, developing and selling of electric motor tricycle industry	185,184	-	17,649,822	21.71	146,592	(279,215)	(38,592)	Note 2
ASUS	ACI	U.S.A	Selling of 3C products in North America	13,320	13,320	50,000	100.00	3,728,645	1,466,838	1,466,838	Note 2
ASUS	ACH	Netherlands	Repairing of 3C products	155,336	155,336	10,800,000	100.00	394,363	14,338	14,338	Note 2
ASUS	AIL	Cayman Islands	Investing of 3C and computer peripheral business	3,281,057	3,281,057	89,730,042	100.00	48,893,477	4,704,977	4,704,977	Note 1 and 2
ASUS	ASGL	Singapore	Selling of 3C products	838,070	838,070	28,000,000	100.00	58,619,701	6,152,291	6,946,186	Note 2
ASUS	QCI	Singapore	Servicing of information technology	25,290	25,290	830,001	100.00	57,702	3,003	3,003	Note 2
ASUS	ATUS	U.S.A	Researching and developing of 3C products	126,754	126,754	400,000	100.00	150,760	15,216	15,216	Note 2
ASUS and HCVC	SWI	Taiwan	Researching, developing, selling and consulting of information system software	72,146	72,146	5,469,750	51.00	76,080	(6,267)	(3,196)	Note 2
ASUS and HCVC	IUT	Taiwan	Researching, developing, manufacturing and selling of ink-jet print heads and ink-jet digital image output technology	177,743	177,743	11,323,682	69.25	147,218	25,830	17,887	Note 2
ASUS and HCVC	UPI	Taiwan	Designing, researching, developing and selling of integrated circuits	427,761	427,761	23,138,905	22.10	4,121,528	229,993	51,915	Note 2
ASUS and HCVC	MEDUS	Taiwan	Servicing of information system technology	61,540	25,500	5,900,000	100.00	69,830	8,716	6,730	Note 2
ASUS and HCVC	SHINYOPTICS	Taiwan	Researching, developing, manufacturing and selling of virtual image optical engines and vehicle head-up displays	36,987	36,987	1,232,900	83.30	20,514	(9,159)	(7,630)	Note 2
ASUS and HCVC	IMOZEN	Taiwan	Investing of AI and OPC peripherals business	330,000	330,000	8,741,040	23.53	51,196	(47,028)	(9,404)	Note 2
ASUS and HCVC	ACBT	Indonesia	Selling of 3C products in Indonesia	1,126,979	1,126,979	4,211,100	100.00	-	(22,443)	(22,443)	Note 2 and 3
ASUS and HCVC	ACJK	Indonesia	Selling of 3C products in Indonesia	374,569	259,576	12,100	100.00	-	(1,127,575)	(1,127,575)	Note 2 and 3
ASUS and HCVC	LELTEK	Taiwan	Investing of handheld ultrasound solutions business	136,054	-	5,171,060	22.78	126,751	(32,463)	(6,801)	Note 2
ASUS · HCVC and HMI	ASMEDIA	Taiwan	Designing, researching, developing and manufacturing of high-speed analog circuit	342,673	342,673	31,775,315	42.58	14,130,834	3,732,625	1,255,688	Note 2
ASUS · HCVC and HMI	EMC	Taiwan	Designing, manufacturing and selling of computer peripheral spare parts	81,060	81,060	6,359,548	12.50	407,189	327,262	14,456	Note 2
ASUS · HCVC and HMI	AAEON	Taiwan	Manufacturing and selling of industrial computers and computer peripherals	3,357,568	3,357,568	63,482,936	37.46	5,586,497	967,670	262,003	Note 2

Investor Company	Investee Company	Location	Main Businesses	Original Investment Amount		December 31, 2024			Net Income (Loss) of the Investee	Share of Profit/Loss of Investee	Note
				December 31, 2024	December 31, 2023	Shares	Percentage of Ownership (%)	Carrying Value			
ASUS · HCVC and HMI	JPX	Taiwan	Designing and selling of computer peripheral spare parts	20,000	20,000	4,000,000	11.44	919	(48,195)	(2,883)	Note 2
ASUS · HMI and AAEON	ONYX	Taiwan	Designing, manufacturing and selling of medical computers	245,386	245,386	21,058,613	54.53	829,875	182,629	9,221	Note 2 and 4
ASUS · HCVC and ASUSCLOUD	ASUSMAAS	Taiwan	Researching, developing and selling of smart parking system and charging piles	180,000	60,000	18,000,000	100.00	104,998	(37,063)	(24,709)	Note 2
ASUS and ASTP	ASIN	India	Selling of 3C products in India	222,200	208,103	33,500,000	100.00	-	261,603	-	Note 2 and 3
ASUS and ASTP	ACIN	India	Supporting and repairing of 3C products in India	271,049	253,853	20,134,400	100.00	442,561	48,478	-	Note 2
ASKEY	ECOLAND	Taiwan	Planning and design integration of ecology, architecture and energy	21,840	21,840	780,000	33.91	-	(2)	-	Note 2 and 3
ASKEY	ASKEYDT	Taiwan	Selling and servicing of communication products	30,000	30,000	3,000,000	100.00	30,422	111	-	Note 2
ASKEY	WONDA	Taiwan	Manufacturing and designing of wired and wireless communication, electronic parts products, etc.	65,344	65,344	9,242,232	100.00	53,117	1,933	-	Note 2
ASKEY	ASKEYI	U.S.A	Selling and servicing of communication products	307,607	307,607	10,000,000	100.00	101,750	29,493	-	Note 2
ASKEY	DIC	British Virgin Islands	Investing of communication business	271,695	271,695	8,160,172	100.00	97,114	3,011	-	Note 2
ASKEY	MIC	British Virgin Islands	Investing of communication business	3,752,306	3,752,306	114,942,014	100.00	3,420,971	(23,055)	-	Note 2
ASKEY	ASKEYUK	U.K.	Selling and servicing of communication products	37,740	37,740	1,000,000	100.00	39,909	6,986	-	Note 2
ASKEY	ASKEYVNB	Vietnam	Manufacturing and selling of communication products	620,804	258,549	-	100.00	798,124	232,692	-	Note 2
ASKEY and ASKEYDT	DNS	Mexico	Selling and servicing of communication products	923	-	500,000	100.00	402	(428)	-	Note 2
ASKEY and MIC	ASKEYBR	Brazil	Selling and servicing of communication products	33,954	31,800	3,700,000	100.00	6,669	252	-	Note 2
ASKEY and WISE	ASKEYFR	France	Selling and servicing of communication products	184,241	181,439	4,818,090	100.00	79,472	(4,590)	-	Note 2
DIC	WISE	Hong Kong	Investing of communication business	44,309	41,498	1,600,000	100.00	12,900	(743)	-	Note 2
MIC	MAGICOM	Cayman Islands	Investing of communication business	2,984,419	2,795,076	91,030,000	100.00	3,872,415	40,102	-	Note 2
MIC	ASKEYCG	Germany	Selling and servicing of communication products	4,290	4,018	100,000	100.00	7,032	1,820	-	Note 2
MIC	ASKEYTH	Thailand	Selling and servicing of communication products	2,056	1,925	20,000	100.00	1,174	(272)	-	Note 2
MIC	ASKEYJP	Japan	Selling and servicing of communication products	1,541	1,444	500,000	100.00	-	213	-	Note 2 and 3
ASMEDIA	WT	Taiwan	Agent selling of semiconductor and electronic components	8,307,440	6,624,000	188,720,421	16.90	17,329,163	8,981,240	-	Note 2
ASMEDIA	XINPAL	Singapore	Designing and developing of high performance computing IC	112,998	-	37,500,000	30.00	96,037	(76,347)	-	Note 2
ASUSCLOUD	ASUSCLOUDSG	Singapore	Investing of internet service business	24,853	24,853	-	100.00	48	(286)	-	Note 2
ASUSCLOUD	ASUSCLOUDLB	Luxembourg	Maintaining and operating service of information hardware	18,065	18,065	-	100.00	3,638	129	-	Note 2
HMI	JOGEER	Taiwan	Selling and repairing of information software and electronic information materials	30,000	30,000	3,000,000	100.00	26,656	2,159	-	Note 2
DATASUS	DATASUSUS	U.S.A	Manufacturing and selling of industrial server peripheral products	190,575	93,225	600,000	100.00	159,842	(28,484)	-	Note 2
AAEON	AAEONI	Taiwan	Investing of industrial computers and computer peripherals business	150,000	150,000	15,000,000	100.00	139,553	(1,941)	-	Note 2
AAEON	LITEMAX	Taiwan	Selling of computer peripherals	70,218	70,218	5,015,050	11.86	119,749	191,145	-	Note 2
AAEON	IBASE	Taiwan	Manufacturing and selling of industrial motherboard	3,498,501	3,498,501	52,921,856	26.70	3,251,957	588,282	-	Note 2
AAEON	JETWAY	Taiwan	Manufacturing and selling of industrial motherboard and computer peripherals	892,468	958,247	19,845,958	35.29	860,400	191,786	-	Note 2
AAEON	AAEONEI	U.S.A	Selling of industrial computers and computer peripherals	160,647	150,455	490,000	100.00	351,164	(6,512)	-	Note 2
AAEON	AAEONTCL	British Virgin Islands	Investing of industrial computers and interface cards business	288,741	270,422	8,807,097	100.00	145,394	(47,489)	-	Note 2
AAEON	AAEONEU	Netherlands	Selling of industrial computers and computer peripherals	3,414	3,398	-	100.00	85,328	(13,570)	-	Note 2
AAEON	AAEONSG	Singapore	Selling of industrial computers and computer peripherals	14,076	13,586	465,840	100.00	67,729	(470)	-	Note 2
AAEONEU	AAEONG	Germany	Selling of industrial computers and computer peripherals	1,024	1,019	-	100.00	24,642	1,618	-	Note 2
ONYX	IHELPER	Taiwan	Researching, developing and selling of medical robots	16,560	16,560	1,656,000	46.00	6,955	(65)	-	Note 2
ONYX	WINMATE	Taiwan	Bidding and distribution of liquid crystal display application equipment and modules	568,585	568,585	10,244,000	12.85	649,524	557,739	-	Note 2
ONYX	PROTECTLIFE	Taiwan	Manufacturing and wholesaling of medical equipment and consumables	47,928	44,380	2,324,000	11.08	33,535	(44,020)	-	Note 2

Investor Company	Investee Company	Location	Main Businesses	Original Investment Amount		December 31, 2024			Net Income (Loss) of the Investee	Share of Profit/Loss of Investee	Note
				December 31, 2024	December 31, 2023	Shares	Percentage of Ownership (%)	Carrying Value			
ONYX	ONYXHU	U.S.A	Selling of medical computers and peripherals	65,570	61,410	200,000	100.00	90,634	(2,708)	-	Note 2
ONYX	ONYXHE	Netherlands	Marketing support and repairing of medical computers and peripherals	3,414	3,398	100,000	100.00	35,937	26,578	-	Note 2
JETWAY	JETWAYUS	U.S.A	Selling and repairing of computer peripheral equipment	124,583	116,679	380	100.00	203,720	26,088	-	Note 2
JETWAY	JETWAYNL	Netherlands	Selling and repairing of computer peripheral equipment	729	676	40	100.00	27,729	5,125	-	Note 2
JETWAY	JETWAYFE	British Virgin Islands	Investing of computer peripherals business	101,130	94,714	3,084,634	100.00	125,483	1,819	-	Note 2
JETWAY	TOPNOVEL	Seychelles	Investing of computer peripherals business	580,311	543,494	17,700,500	100.00	476,388	34,107	-	Note 2
JETWAYFE	SCORETIME	British Virgin Islands	Investing of computer peripherals business	99,490	93,178	3,034,634	100.00	124,494	1,806	-	Note 2
TOPNOVEL	CANDID	Seychelles	Investing of computer peripherals business	558,984	523,520	17,050,000	100.00	472,479	33,810	-	Note 2
AIL	CHANNEL	British Virgin Islands	Investing of 3C business	984,632	922,163	30,033,000	100.00	49,564,004	4,641,937	-	Note 2
CHANNEL	ASTP	Singapore	Investing of 3C business	983,632	921,227	44,419,424	100.00	48,194,260	1,561,718	-	Note 2
CHANNEL and ASTP	ACAE	United Arab Emirates	Supporting and repairing of 3C products in Middle East	96,487	90,366	107	100.00	123,977	7,563	-	Note 2
CHANNEL and ASTP	ACEG	Egypt	Supporting of 3C products in Egypt	-	-	-	100.00	1,528	481	-	Note 2
CHANNEL and ASTP	ASID	Indonesia	Repairing of 3C products in Asia-Pacific and America	49,178	46,058	1,500,000	100.00	61,296	8,340	-	Note 2
CHANNEL 、ASTP and ACNL	ACTH	Thailand	Supporting of 3C products in Thailand	19,356	18,128	25,000	100.00	44,001	3,477	-	Note 2
CHANNEL 、ASTP and ACNL	ASTH	Thailand	Repairing of 3C products in Thailand	23,094	21,629	240,000	100.00	45,248	6,244	-	Note 2
ASTP	ACG	Germany	Selling and supporting of 3C products in Germany	3,105	2,908	-	100.00	232,900	17,487	-	Note 2
ASTP	ACF	France	Supporting of 3C products in France	1,635	1,531	5,300	100.00	98,536	6,337	-	Note 2
ASTP	ACUK	U.K.	Supporting of 3C products in United Kingdom	2,958	2,771	50,000	100.00	101,868	11,612	-	Note 2
ASTP	ACHK	Hong Kong	Supporting and repairing of 3C products in Hong Kong	292,345	1,976	69,500,000	100.00	328,100	3,125	-	Note 2
ASTP	ACKR	South Korea	Supporting and repairing of 3C products in South Korea	11,342	10,622	158,433	100.00	56,955	(1,880)	-	Note 2
ASTP	ACNL	Netherlands	Selling of 3C products	19,087	17,876	375,000	100.00	2,314,729	226,828	-	Note 2
ASTP	ACVN	Vietnam	Supporting and repairing of 3C products in Vietnam	2,623	2,456	-	100.00	55,029	9,655	-	Note 2
ASTP	ACIB	Spain	Supporting of 3C products in Spain	72,565	67,961	3,000	100.00	338,360	60,666	-	Note 2
ASTP	ACJP	Japan	Selling of 3C products in Japan	80,245	75,154	20,500	100.00	512,025	55,293	-	Note 2
ASTP	ASAU	Australia	Repairing of 3C products in Australia	31,647	29,639	950,000	100.00	92,351	7,544	-	Note 2
ASTP	ACAU	Australia	Supporting of 3C products in Australia	11,829	11,079	350,000	100.00	101,307	30,693	-	Note 2
ASTP	ACIL	Israel	Supporting of 3C products in Israel	426	399	50,000	100.00	32,581	6,795	-	Note 2
ASTP	ACCO	Colombia	Supporting of 3C products in Colombia	984	921	74,489	100.00	10,576	2,248	-	Note 2
ASTP	ACZA	South Africa	Supporting and repairing of 3C products in Africa	29,168	2	-	100.00	42,273	3,130	-	Note 2
ASTP	ACMY	Malaysia	Supporting and repairing of 3C products in Malaysia	3,831	3,588	500,000	100.00	31,035	1,389	-	Note 2
ASTP	ACCL	Chile	Supporting of 3C products in Chile	56	53	1,000	100.00	10,752	2,579	-	Note 2
ASTP	ASPH	Philippines	Supporting and repairing of 3C products in Philippines	6,918	6,479	1,119,998	100.00	14,052	(1,317)	-	Note 2
ASTP	APVN	Vietnam	Leasing and trading of real estate	491,775	460,575	-	100.00	479,751	12,720	-	Note 2
ASTP and ACNL	A25	Russia	Selling of 3C products in Russia	4	4	-	100.00	4,730	(3,996)	-	Note 2
ASTP and ACNL	ACPE	Peru	Supporting of 3C products in Peru	41,457	38,849	4,195,740	100.00	41,532	2,520	-	Note 2
ASTP and ACNL	ACMH	Mexico	Selling of 3C products in Mexico	124,745	116,891	51,250	100.00	198,263	(87,175)	-	Note 2
ASTP and ACNL	ACBZ	Brazil	Selling of 3C products in Brazil	6,462,261	6,052,290	549,469,000	100.00	4,322,622	410,928	-	Note 2
ACNL	ACHU	Hungary	Supporting of 3C products in Hungary	1,707	1,699	-	100.00	15,403	2,117	-	Note 2
ACNL	ACPT	Portugal	Supporting of 3C products in Portugal	1,024	1,019	30,000	100.00	21,885	2,233	-	Note 2
ACNL	ACCH	Switzerland	Supporting of 3C products in Switzerland	7,802	7,765	3,400	100.00	26,154	4,014	-	Note 2
ACNL	ACN	Sweden	Supporting of 3C products in North Europe	1,088	1,083	3,000	100.00	91,772	16,085	-	Note 2
ACNL	ACTR	Turkey	Supporting and repairing of 3C products in Turkey	154,267	153,554	50,741	100.00	234,189	161,355	-	Note 2

Investor Company	Investee Company	Location	Main Businesses	Original Investment Amount		December 31, 2024			Net Income (Loss) of the Investee	Share of Profit/Loss of Investee	Note
				December 31, 2024	December 31, 2023	Shares	Percentage of Ownership (%)	Carrying Value			
ACNL	ACPL	Poland	Supporting of 3C products in Poland	49,695	49,466	1,000	100.00	86,701	7,884	-	Note 2
ACNL	ACIT	Italy	Supporting of 3C products in Italy	377,168	1,631	-	100.00	457,085	49,387	-	Note 2
ACNL	ACCZ	Czech Republic	Supporting of 3C products in Czech Republic	267	266	-	100.00	37,325	5,045	-	Note 2
ACNL	ACCZS	Czech Republic	Repairing of 3C products in Europe	126,199	125,615	-	100.00	324,889	21,577	-	Note 2
ACNL	ACUKR	Ukraine	Supporting of 3C products in Ukraine	10,023	9,977	-	100.00	14,496	2,364	-	Note 2

Note 1 : Original investment amount excludes other interest oriented from shareholders' stock trust which distributes to employees.

Note 2 : According to regulation, only disclose the share of profit / loss of investee recognized by ASUS.

Note 3 : Credit balance of investments accounted for under equity method is transferred to other liabilities - non-current.

Note 4 : Percentage of ownership represents controlling shareholding ratio but not the comprehensive shareholding ratio.

ASUSTEK COMPUTER INC. AND SUBSIDIARIES
INFORMATION ON INVESTMENTS IN MAINLAND CHINA
YEAR ENDED DECEMBER 31, 2024

Table 9 (Amounts in thousands of New Taiwan dollars and foreign currencies)

Investee Company	Main Businesses	Total Amount of Paid-in Capital	Method of Investment (Note 1)	Beginning Balance of Accumulated Outflow of Investment from Taiwan	Investment Flows		Ending Balance Accumulated Outflow of Investment from Taiwan	Net Income (Loss) of the Investee Company	Percentage of Ownership (%)	Investment Income (Loss) Recognized in Current Period (Note 2 a and b)	Carrying Amount as of December 31, 2024 (Note 2 a and b)	Ending Balance of Accumulated Inward Remittance of Earnings	Note (Note 1 b)
					Outflow	Inflow							
ACSH	Selling of 3C products in China	7,150,409	b	1,576,959	-	-	1,576,959	723,169	100.00	723,169	3,597,660	-	ASTP Invested
ACS	Repairing of 3C products	65,570	b	65,570	-	-	65,570	6,726	100.00	6,726	100,714	-	ASTP Invested
ASKEYJS	Manufacturing and selling of communication products	2,950,650	b	2,950,650	-	-	2,950,650	38,518	100.00	38,518	3,828,571	-	MAGICOM Invested
AAEONSZ	Manufacturing and selling of industrial computers and interface cards	284,911	b	284,911	-	-	284,911	(47,613)	100.00	(47,613)	149,278	-	AAEONTCL Invested
EMES	Selling and consulting of information system software	9,836	a	9,836	-	-	9,836	4,276	100.00	4,276	30,003	-	-
ASKEYSH	Researching, developing and selling of communication products	98,355	b	98,355	-	-	98,355	5,843	100.00	5,843	10,857	-	MIC Invested
ACSZ	Researching and developing of 3C products	1,606,465	b	1,606,465	-	-	1,606,465	146,034	100.00	146,034	2,301,547	-	ASTP Invested
FUJIAN	Manufacturing and selling of computer and peripheral equipment	557,345	b	557,345	-	-	557,345	33,680	100.00	33,680	470,772	-	CANDID Invested
ACCQ	Selling of 3C products in China	2,262,165	b	2,262,165	-	-	2,262,165	374,548	100.00	374,548	5,733,982	-	ASTP Invested
ACISZ	Leasing of real estate	1,161,209	c	-	-	-	-	(12,072)	100.00	(12,072)	976,758	-	-
ONYXSH	Selling of medical computers and peripherals	72,127	a	72,127	-	-	72,127	(2,340)	100.00	(2,340)	1,146	-	-
JSCD	Participating and promoting of professional eSports	673,900	a	673,900	-	-	673,900	(202,520)	100.00	(202,520)	369,531	-	-
JRCD	Participating and promoting of professional eSports	22,392	c	-	-	-	-	(3,082)	100.00	(3,082)	12,184	-	-

Company Name	Ending Balance of Accumulated Investment in Mainland China	Investment Amounts Authorized by Investment Commission, MOEA	Upper Limit on Investment Authorized by Investment Commission, MOEA
ASUS	6,907,879 USD 210,702	12,691,153 USD 387,102	178,318,511
ASKEY	3,472,659 USD 105,922	3,472,659 USD 105,922	(Note 3)
AAEON	284,911 USD 8,690	284,911 USD 8,690	7,265,080
SWI	9,836 USD 300	11,147 USD 340	89,506
ONYX	72,127 USD 2,200	72,127 USD 2,200	931,655
JETWAY	557,345 USD 17,000	557,345 USD 17,000	800,119

Note 1 : The methods for engaging in investment in Mainland China include the following:

- Direct investment in Mainland China.
- Indirectly investment in Mainland China through companies registered in a third region (Please specify the name of the company in third region).
- Other methods.

Note 2 : The investment income (loss) recognized in current period:

Please specify no investment income (loss) has been recognized due to the investment is still during development stage.

The investment income (loss) were determined based on the following basis:

- The financial report was audited by an international accounting firm in cooperation with an R.O.C. accounting firm.
- Others.

Note 3 : In accordance with the "Regulations Governing the Examination of Investment or Technical Cooperation in Mainland China", there is no upper limit on investment.