

E-LIFE CORPORATION**FINANCIAL STATEMENTS****With Independent Auditors' Review Report****For the Nine Months Ended September 30, 2025 and 2024**

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The independent auditors' review report and the accompanying financial statements are the English translation of the Chinese version prepared and used in the Republic of China. If there is any conflict between, or any difference in the interpretation of the English and Chinese language independent auditors' review report and financial statements, the Chinese version shall prevail.

Table of contents

Contents	Page
1. Cover Page	1
2. Table of Contents	2
3. Independent Auditors' Review Report	3
4. Balance Sheets	4
5. Statements of Comprehensive Income	5
6. Statements of Changes in Equity	6
7. Statements of Cash Flows	7
8. Notes to the Financial Statements	
(1) Organization and business	8
(2) Authorization of the financial statements	8
(3) Application of new and revised accounting standards and interpretations	8~10
(4) Summary of material accounting policies	10
(5) Significant accounting assumptions and judgments, and major sources of estimation uncertainty	11
(6) Significant account disclosures	11~23
(7) Related-party transactions	23~24
(8) Pledged assets	24
(9) Significant commitments and contingencies	24
(10) Significant losses due to major disasters	24
(11) Significant subsequent events	24
(12) Others	24~25
(13) Additional disclosures	
(a) Information on significant transactions	25
(b) Information on investees	26
(c) Information on investment in Mainland China	26
(14) Segment information	26



安侯建業聯合會計師事務所

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Independent Auditors' Review Report

To the Board of Directors
E-Life Corporation:

Introduction

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

Scope of Review

We conducted our reviews in accordance with the Standard on Review Engagements 2410, “Review of Financial Information Performed by the Independent Auditor of the Entity” of the Republic of China. A review of the financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with the Standards on Auditing of the Republic of China and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our reviews, nothing has come to our attention that causes us to believe that the accompanying financial statements do not present fairly, in all material respects, the financial position of E-Life Corporation as of September 30, 2025 and 2024, and its financial performance for the three months and nine months then ended, as well as its cash flows for the nine months then ended, in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34, “Interim Financial Reporting” endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China.



The engagement partners on the reviews resulting in this independent auditors' review report are Kao, Ching-Wen and Tang, Tzu-Chieh.

KPMG

Taipei, Taiwan (Republic of China)
November 6, 2025

Notes to Readers

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

The independent auditors' review report and the accompanying financial statements are the English translation of the Chinese version prepared and used in the Republic of China. If there is any conflict between, or any difference in the interpretation of the English and Chinese language independent auditors' review report and financial statements, the Chinese version shall prevail.

(English Translation of Financial Statements Originally Issued in Chinese)

E-LIFE CORPORATION**Balance Sheets****September 30, 2025, December 31, and September 30, 2024****(Expressed in Thousands of New Taiwan Dollar)**

Assets		September 30, 2025		December 31, 2024		September 30, 2024		Liabilities and Equity		September 30, 2025		December 31, 2024		September 30, 2024	
		Amount	%	Amount	%	Amount	%			Amount	%	Amount	%	Amount	%
Current assets:								Current liabilities:							
1100	Cash and cash equivalents (note 6(a))	\$ 669,469	7	1,577,803	17	1,387,347	15	2130	Contract liabilities—current (note 6(o))	\$ 820,044	9	1,024,172	11	845,089	9
1136	Financial assets measured at amortized cost—current (notes 6(b) and 8)	1,141,158	13	1,105,879	12	639,453	7	2150	Notes and accounts payable	1,267,713	14	1,228,818	13	1,288,766	14
1150	Notes and accounts receivable, net (notes 6(c) and (o))	113,379	1	102,912	1	91,573	1	2200	Other payables (note 6(p))	621,486	7	718,787	8	634,643	7
1200	Other receivables	3,884	-	3,864	-	1,233	-	2230	Current income tax liabilities	24,776	-	40,318	-	33,791	-
130X	Inventories (note 6(d))	2,995,613	33	2,457,174	26	2,859,707	32	2280	Lease liabilities—current (notes 6(i) and 7)	749,306	8	718,231	8	713,260	8
1470	Other current assets	12,191	-	13,574	-	17,122	-	2300	Other current liabilities	65,842	1	27,770	-	61,599	1
	Total current assets	<u>4,935,694</u>	<u>54</u>	<u>5,261,206</u>	<u>56</u>	<u>4,996,435</u>	<u>55</u>		Total current liabilities	<u>3,549,167</u>	<u>39</u>	<u>3,758,096</u>	<u>40</u>	<u>3,577,148</u>	<u>39</u>
Non-current assets:								Non-current liabilities:							
1535	Financial assets measured at amortized cost—non-current (notes 6(b) and 8)	56,390	1	55,000	1	55,000	1	2570	Deferred income tax liabilities	3,235	-	3,235	-	-	-
1600	Property, plant and equipment (note 6(e))	419,136	5	425,315	5	422,624	5	2580	Lease liabilities—non-current (notes 6(i) and 7)	2,669,709	29	2,628,567	28	2,646,666	29
1755	Right-of-use assets (notes 6(f) and 7)	3,301,059	36	3,234,114	34	3,257,316	35	2640	Net defined benefit liabilities—non-current	-	-	-	-	43,184	-
1760	Investment property (note 6(g))	189,105	2	190,754	2	191,303	2	2645	Guarantee deposits received	71,511	1	79,023	1	78,119	1
1780	Intangible assets (note 6(h))	10,154	-	14,860	-	16,530	-		Total non-current liabilities	<u>2,744,455</u>	<u>30</u>	<u>2,710,825</u>	<u>29</u>	<u>2,767,969</u>	<u>30</u>
1840	Deferred income tax assets	4,829	-	4,829	-	14,247	-		Total liabilities	<u>6,293,622</u>	<u>69</u>	<u>6,468,921</u>	<u>69</u>	<u>6,345,117</u>	<u>69</u>
1915	Prepayments for equipment	1,838	-	355	-	10,452	-	Equity (note 6(m)):							
1920	Refundable deposits (note 7)	169,874	2	172,011	2	169,577	2	3100	Common stock	991,729	11	991,729	10	991,729	11
1975	Net defined benefit assets—non-current	9,027	-	7,972	-	-	-	3200	Capital surplus	437,110	5	436,619	5	436,619	5
	Total non-current assets	<u>4,161,412</u>	<u>46</u>	<u>4,105,210</u>	<u>44</u>	<u>4,137,049</u>	<u>45</u>		Retained earnings:						
								3310	Legal reserve	889,423	10	840,563	9	840,563	9
								3350	Unappropriated earnings	485,222	5	628,584	7	519,456	6
										<u>1,374,645</u>	<u>15</u>	<u>1,469,147</u>	<u>16</u>	<u>1,360,019</u>	<u>15</u>
									Total equity	<u>2,803,484</u>	<u>31</u>	<u>2,897,495</u>	<u>31</u>	<u>2,788,367</u>	<u>31</u>
Total assets		<u>\$ 9,097,106</u>	<u>100</u>	<u>9,366,416</u>	<u>100</u>	<u>9,133,484</u>	<u>100</u>	Total liabilities and equity		<u>\$ 9,097,106</u>	<u>100</u>	<u>9,366,416</u>	<u>100</u>	<u>9,133,484</u>	<u>100</u>

See accompanying notes to financial statements.

(English Translation of Financial Statements Originally Issued in Chinese)

E-LIFE CORPORATION**Statements of Comprehensive Income****For the three months and nine months ended September 30, 2025 and 2024****(Expressed in Thousands of New Taiwan Dollar, Except for Earnings Per Share)**

	For the three months ended September 30				For the nine months ended September 30				
	2025		2024		2025		2024		
	Amount	%	Amount	%	Amount	%	Amount	%	
4000	Revenue (notes 6(o) and 14)	\$ 4,848,949	100	5,516,632	100	14,679,560	100	15,513,939	100
5000	Costs of revenue (note 6(d))	<u>(3,914,672)</u>	<u>(81)</u>	<u>(4,488,044)</u>	<u>(81)</u>	<u>(11,824,664)</u>	<u>(80)</u>	<u>(12,463,460)</u>	<u>(80)</u>
5900	Gross profit	<u>934,277</u>	<u>19</u>	<u>1,028,588</u>	<u>19</u>	<u>2,854,896</u>	<u>20</u>	<u>3,050,479</u>	<u>20</u>
6000	Operating expenses (notes 6(e), (f), (h), (i), (k), (p), 7 and 12):								
6100	Selling expenses	(726,487)	(15)	(764,397)	(14)	(2,164,818)	(15)	(2,228,290)	(15)
6200	Administrative expenses	<u>(104,422)</u>	<u>(2)</u>	<u>(108,800)</u>	<u>(2)</u>	<u>(316,773)</u>	<u>(2)</u>	<u>(337,355)</u>	<u>(2)</u>
	Total operating expenses	<u>(830,909)</u>	<u>(17)</u>	<u>(873,197)</u>	<u>(16)</u>	<u>(2,481,591)</u>	<u>(17)</u>	<u>(2,565,645)</u>	<u>(17)</u>
6900	Operating income	<u>103,368</u>	<u>2</u>	<u>155,391</u>	<u>3</u>	<u>373,305</u>	<u>3</u>	<u>484,834</u>	<u>3</u>
7000	Non-operating income and expenses (notes 6(i), (j), (q), 7 and 12):								
7010	Other income	6,861	-	5,980	-	18,958	-	19,838	-
7100	Interest income	4,097	-	1,635	-	17,315	-	9,840	-
7020	Other gains and losses, net	(1,010)	-	(259)	-	(1,695)	-	(12,374)	-
7050	Finance costs	<u>(9,420)</u>	<u>-</u>	<u>(9,241)</u>	<u>-</u>	<u>(27,840)</u>	<u>-</u>	<u>(27,346)</u>	<u>-</u>
	Total non-operating income and expenses	<u>528</u>	<u>-</u>	<u>(1,885)</u>	<u>-</u>	<u>6,738</u>	<u>-</u>	<u>(10,042)</u>	<u>-</u>
7900	Income before income tax	103,896	2	153,506	3	380,043	3	474,792	3
7950	Income tax expenses (note 6(l))	<u>(22,434)</u>	<u>-</u>	<u>(30,701)</u>	<u>(1)</u>	<u>(77,853)</u>	<u>(1)</u>	<u>(95,326)</u>	<u>(1)</u>
	Net income	<u>81,462</u>	<u>2</u>	<u>122,805</u>	<u>2</u>	<u>302,190</u>	<u>2</u>	<u>379,466</u>	<u>2</u>
	Other comprehensive income:								
8300	Other comprehensive income, net of income tax	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
8500	Total comprehensive income	<u>\$ 81,462</u>	<u>2</u>	<u>122,805</u>	<u>2</u>	<u>302,190</u>	<u>2</u>	<u>379,466</u>	<u>2</u>
	Earnings per share (in New Taiwan Dollar) (note 6(n)):								
9750	Basic earnings per share	<u>\$ 0.82</u>		<u>1.24</u>		<u>3.05</u>		<u>3.83</u>	
9850	Diluted earnings per share	<u>\$ 0.82</u>		<u>1.23</u>		<u>3.03</u>		<u>3.80</u>	

See accompanying notes to financial statements.

(English Translation of Financial Statements Originally Issued in Chinese)

E-LIFE CORPORATION**Statements of Changes in Equity****For the nine months ended September 30, 2025 and 2024****(Expressed in Thousands of New Taiwan Dollar)**

	Common stock	Capital surplus	Legal reserve	Retained earnings		Total equity
				Unappropriated earnings	Total	
Balance at January 1, 2024	\$ 991,729	436,555	789,090	637,741	1,426,831	2,855,115
Net income for the nine months ended September 30, 2024	-	-	-	379,466	379,466	379,466
Other comprehensive income for the nine months ended September 30, 2024	-	-	-	-	-	-
Total comprehensive income for the nine months ended September 30, 2024	-	-	-	379,466	379,466	379,466
Appropriation of earnings:						
Legal reserve	-	-	51,473	(51,473)	-	-
Cash dividends distributed to shareholders	-	-	-	(446,278)	(446,278)	(446,278)
Unclaimed dividends reclassified to capital surplus	-	64	-	-	-	64
Balance at September 30, 2024	\$ 991,729	436,619	840,563	519,456	1,360,019	2,788,367
Balance at January 1, 2025	\$ 991,729	436,619	840,563	628,584	1,469,147	2,897,495
Net income for the nine months ended September 30, 2025	-	-	-	302,190	302,190	302,190
Other comprehensive income for the nine months ended September 30, 2025	-	-	-	-	-	-
Total comprehensive income for the nine months ended September 30, 2025	-	-	-	302,190	302,190	302,190
Appropriation of earnings:						
Legal reserve	-	-	48,860	(48,860)	-	-
Cash dividends distributed to shareholders	-	-	-	(396,692)	(396,692)	(396,692)
Unclaimed dividends reclassified to capital surplus	-	491	-	-	-	491
Balance at September 30, 2025	\$ 991,729	437,110	889,423	485,222	1,374,645	2,803,484

See accompanying notes to financial statements.

(English Translation of Financial Statements Originally Issued in Chinese)

E-LIFE CORPORATION**Statements of Cash Flows****For the nine months ended September 30, 2025 and 2024****(Expressed in Thousands of New Taiwan Dollar)**

	For the nine months ended September 30	
	2025	2024
Cash flows from operating activities:		
Income before income taxes	\$ <u>380,043</u>	<u>474,792</u>
Adjustments for:		
Adjustments to reconcile profit or loss:		
Depreciation	708,278	725,470
Amortization	4,906	4,912
Interest expense	27,813	27,337
Interest income	(17,315)	(9,840)
Loss on disposal of property, plant and equipment	1,809	5,508
Unrealized foreign currency exchange loss (gain)	161	(109)
Net gain on lease modifications	(1,279)	(1,154)
Prepayments for equipment reclassified to expenses	<u>-</u>	<u>60</u>
Total adjustments to reconcile profit	<u>724,373</u>	<u>752,184</u>
Changes in operating assets and liabilities:		
Changes in operating assets:		
Notes and accounts receivable	(10,467)	108,834
Other receivables	102	2,468
Inventories	(538,439)	(236,644)
Other current assets	1,383	787
Net defined benefit assets — non-current	<u>(1,055)</u>	<u>-</u>
Total changes in operating assets	<u>(548,476)</u>	<u>(124,555)</u>
Changes in operating liabilities:		
Contract liabilities	(204,128)	(95,017)
Notes and accounts payable	38,895	178,550
Other payables	(97,151)	(100,376)
Other current liabilities	38,072	30,688
Net defined benefit liabilities — non-current	<u>-</u>	<u>(7,935)</u>
Total changes in operating liabilities	<u>(224,312)</u>	<u>5,910</u>
Total changes in operating assets and liabilities	<u>(772,788)</u>	<u>(118,645)</u>
Cash provided by operations	331,628	1,108,331
Interest received	17,193	9,983
Income taxes paid	<u>(93,395)</u>	<u>(114,425)</u>
Net cash flows provided by operating activities	<u>255,426</u>	<u>1,003,889</u>

(Continued)

See accompanying notes to financial statements.

(English Translation of Financial Statements Originally Issued in Chinese)

E-LIFE CORPORATION**Statements of Cash Flows (Continued)****For the nine months ended September 30, 2025 and 2024****(Expressed in Thousands of New Taiwan Dollar)**

	For the nine months ended September 30	
	2025	2024
Cash flows from investing activities:		
Acquisition of financial assets measured at amortized cost	\$ (1,667,628)	(292,133)
Proceeds from disposal of financial assets measured at amortized cost	1,630,798	634,600
Acquisition of property, plant and equipment	(129,586)	(104,943)
Proceeds from disposal of property, plant and equipment	4	19
Decrease in refundable deposits	2,137	379
Acquisition of intangible assets	(200)	(140)
Increase in prepayments for equipment	(1,683)	(12,516)
Net cash flows provided by (used in) investing activities	<u>(166,158)</u>	<u>225,266</u>
Cash flows from financing activities:		
Increase (decrease) in guarantee deposits received	(7,512)	11,233
Payment of lease liabilities	(566,076)	(552,199)
Cash dividends distributed to shareholders	(396,692)	(446,278)
Unclaimed dividends reclassified to capital surplus	491	64
Interest paid	(27,813)	(27,337)
Net cash flows used in financing activities	<u>(997,602)</u>	<u>(1,014,517)</u>
Net increase (decrease) in cash and cash equivalents	(908,334)	214,638
Cash and cash equivalents at beginning of period	<u>1,577,803</u>	<u>1,172,709</u>
Cash and cash equivalents at end of period	<u><u>\$ 669,469</u></u>	<u><u>1,387,347</u></u>

See accompanying notes to financial statements.

(English Translation of Financial Statements Originally Issued in Chinese)

E-LIFE CORPORATION

Notes to the Financial Statements

For the nine months ended September 30, 2025 and 2024

(Expressed in Thousands of New Taiwan Dollar unless otherwise specified)

1. Organization and business

E-life Corporation (the “Company”) was incorporated on January 11, 1986, as a company limited by shares under the laws of the Republic of China (“R.O.C.”) and registered under the Ministry of Economic Affairs, R.O.C. The address of the Company’s registered office is No. 55, Wugong 6th Rd., Wugu Dist., New Taipei City 248, Taiwan (R.O.C). The Company is primarily engaged in the sales of home appliances, computer and mobile devices.

2. Authorization of the financial statements

These financial statements were authorized for issuance by the Board of Directors on November 6, 2025.

3. Application of new and revised accounting standards and interpretations

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

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

- Amendments to IAS 21 “Lack of Exchangeability”

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

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

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

(Continued)

E-LIFE CORPORATION
Notes to the Financial Statements

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

The following new and amended standards, which may be relevant to the Company, have been issued by the IASB, but have yet to be endorsed by the FSC:

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

(Continued)

E-LIFE CORPORATION

Notes to the Financial Statements

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

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

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

4. Summary of material accounting policies

(a) Statement of compliance

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

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

(b) Employee benefits

The defined benefit pension cost for an interim period is calculated on a year-to-date basis by using the actuarially determined pension cost rate at the end of the prior fiscal year, adjusted for significant market fluctuations since that time, as well as significant curtailments, settlements, or other significant one-time events.

(c) Income taxes

The income tax expenses in the interim financial statements have been measured and disclosed in accordance with paragraph B12 of IAS 34 “Interim Financial Reporting”. Income tax expenses for an interim period are best estimated by multiplying pre-tax income for the interim reporting period by the effective annual tax rate as forecasted by the management. It is recognized fully as current tax expense for the current period.

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

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E-LIFE CORPORATION
Notes to the Financial Statements

5. Significant accounting assumptions and judgments, and major sources of estimation uncertainty

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

Critical judgments and estimation uncertainties made by management when preparing the interim financial statements are in conformity with note 5 of the financial statements for the year ended December 31, 2024.

6. Significant account disclosures

Except for the following disclosures, there is no significant difference as compared with those disclosed in the financial statements for the year ended December 31, 2024. Please refer to note 6 of the 2024 annual financial statements.

(a) Cash and cash equivalents

	September 30, 2025	December 31, 2024	September 30, 2024
Cash on hand	\$ 20,622	20,292	19,223
Checking accounts and demand deposits	648,678	1,557,419	1,367,658
Cash equivalents	<u>169</u>	<u>92</u>	<u>466</u>
	<u>\$ 669,469</u>	<u>1,577,803</u>	<u>1,387,347</u>

(b) Financial assets measured at amortized cost

	September 30, 2025	December 31, 2024	September 30, 2024
Restricted deposits	\$ 136,832	144,108	157,813
Time deposits	<u>1,060,716</u>	<u>1,016,771</u>	<u>536,640</u>
	<u>\$ 1,197,548</u>	<u>1,160,879</u>	<u>694,453</u>
Current	\$ 1,141,158	1,105,879	639,453
Non-current	<u>56,390</u>	<u>55,000</u>	<u>55,000</u>
	<u>\$ 1,197,548</u>	<u>1,160,879</u>	<u>694,453</u>

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

As of September 30, 2025, December 31 and September 30, 2024, the weighted average interest rates of the time deposits held by the Company were 1.71%, 1.60% and 1.50%, respectively, with the maturity periods from October 2025 to September 2026, from January 2025 to November 2025, and from October 2024 to July 2025, respectively.

Please refer to note 8 for a description of the Company’s financial assets measured at amortized cost pledged as collateral.

(Continued)

E-LIFE CORPORATION
Notes to the Financial Statements

(c) Notes and accounts receivable

	September 30, 2025	December 31, 2024	September 30, 2024
Notes receivable	\$ 235	121	598
Accounts receivable	113,144	102,791	90,975
Less: loss allowance	-	-	-
	<u>\$ 113,379</u>	<u>102,912</u>	<u>91,573</u>

The Company applies the simplified approach to provide for its expected credit losses, i.e. the use of lifetime expected loss provision for all receivables, as well as the incorporated forward-looking information. There is no loss provision for notes and accounts receivable after the assessment. The aging analysis of notes and accounts receivable was as follows:

	September 30, 2025	December 31, 2024	September 30, 2024
Current	<u>\$ 113,379</u>	<u>102,912</u>	<u>91,573</u>

(d) Inventories

	September 30, 2025	December 31, 2024	September 30, 2024
Merchandise inventory	<u>\$ 2,995,613</u>	<u>2,457,174</u>	<u>2,859,707</u>

For the three months and nine months ended September 30, 2025 and 2024, the costs of inventories sold, which were included in costs of revenue, amounted to \$3,872,208, \$4,433,012, \$11,693,674 and \$12,318,206, respectively. The Company did not recognize write-down of inventories in those periods.

(e) Property, plant and equipment

	Furniture and fixtures	Leasehold improvements	Total
Cost:			
Balance at January 1, 2025	\$ 314,614	1,349,612	1,664,226
Additions	20,893	108,693	129,586
Disposal	(4,691)	(24,675)	(29,366)
Others	-	(150)	(150)
Reclassified from prepayments for equipment	-	200	200
Balance at September 30, 2025	<u>\$ 330,816</u>	<u>1,433,680</u>	<u>1,764,496</u>
Balance at January 1, 2024	\$ 288,392	1,251,177	1,539,569
Additions	13,131	91,812	104,943
Disposal	(3,997)	(21,967)	(25,964)
Reclassified from prepayments for equipment	-	1,897	1,897
Balance at September 30, 2024	<u>\$ 297,526</u>	<u>1,322,919</u>	<u>1,620,445</u>

(Continued)

E-LIFE CORPORATION
Notes to the Financial Statements

	<u>Furniture and fixtures</u>	<u>Leasehold improvements</u>	<u>Total</u>
Accumulated depreciation:			
Balance at January 1, 2025	\$ 235,704	1,003,207	1,238,911
Depreciation	21,889	112,113	134,002
Disposal	<u>(4,643)</u>	<u>(22,910)</u>	<u>(27,553)</u>
Balance at September 30, 2025	<u>\$ 252,950</u>	<u>1,092,410</u>	<u>1,345,360</u>
Balance at January 1, 2024	\$ 210,810	859,091	1,069,901
Depreciation	22,348	126,009	148,357
Disposal	<u>(3,995)</u>	<u>(16,442)</u>	<u>(20,437)</u>
Balance at September 30, 2024	<u>\$ 229,163</u>	<u>968,658</u>	<u>1,197,821</u>
Carrying amounts:			
Balance at September 30, 2025	<u>\$ 77,866</u>	<u>341,270</u>	<u>419,136</u>
Balance at January 1, 2025	<u>\$ 78,910</u>	<u>346,405</u>	<u>425,315</u>
Balance at September 30, 2024	<u>\$ 68,363</u>	<u>354,261</u>	<u>422,624</u>

(f) Right-of-use assets

	<u>Buildings</u>
Cost:	
Balance at January 1, 2025	\$ 5,446,934
Additions	676,485
Lease modifications	(118,950)
Termination of lease	<u>(371,977)</u>
Balance at September 30, 2025	<u>\$ 5,632,492</u>
Balance at January 1, 2024	\$ 5,107,887
Additions	712,908
Lease modifications	(86,954)
Termination of lease	<u>(281,353)</u>
Balance at September 30, 2024	<u>\$ 5,452,488</u>
Accumulated depreciation:	
Balance at January 1, 2025	\$ 2,212,820
Depreciation	572,627
Lease modifications	(82,037)
Termination of lease	<u>(371,977)</u>
Balance at September 30, 2025	<u>\$ 2,331,433</u>
Balance at January 1, 2024	\$ 1,936,554
Depreciation	575,464
Lease modifications	(35,493)
Termination of lease	<u>(281,353)</u>
Balance at September 30, 2024	<u>\$ 2,195,172</u>

(Continued)

E-LIFE CORPORATION
Notes to the Financial Statements

	Buildings
Carrying amounts:	
Balance at September 30, 2025	\$ <u><u>3,301,059</u></u>
Balance at January 1, 2025	\$ <u><u>3,234,114</u></u>
Balance at September 30, 2024	\$ <u><u>3,257,316</u></u>

(g) Investment property

	Land	Buildings	Total
Carrying amounts:			
Balance at September 30, 2025	\$ <u><u>135,415</u></u>	<u><u>53,690</u></u>	<u><u>189,105</u></u>
Balance at January 1, 2025	\$ <u><u>135,415</u></u>	<u><u>55,339</u></u>	<u><u>190,754</u></u>
Balance at September 30, 2024	\$ <u><u>135,415</u></u>	<u><u>55,888</u></u>	<u><u>191,303</u></u>

There were no significant additions, disposal, or recognition and reversal of impairment losses of investment property for the nine months ended September 30, 2025 and 2024. Information on depreciation for the periods is disclosed in note 12(a). Please refer to note 6(g) of the 2024 annual financial statements for other related information.

The fair value of the investment property was not significantly different from those disclosed in the note 6(g) of the 2024 annual financial statements.

(h) Intangible assets

	Computer software
Cost:	
Balance at January 1, 2025	\$ 126,870
Additions	<u>200</u>
Balance at September 30, 2025	\$ <u><u>127,070</u></u>
Balance at January 1, 2024	\$ 124,293
Additions	140
Reclassified from prepayments for equipment	<u>2,437</u>
Balance at September 30, 2024	\$ <u><u>126,870</u></u>
Accumulated amortization:	
Balance at January 1, 2025	\$ 112,010
Amortization	<u>4,906</u>
Balance at September 30, 2025	\$ <u><u>116,916</u></u>
Balance at January 1, 2024	\$ 105,428
Amortization	<u>4,912</u>
Balance at September 30, 2024	\$ <u><u>110,340</u></u>
Carrying amounts:	
Balance at September 30, 2025	\$ <u><u>10,154</u></u>
Balance at January 1, 2025	\$ <u><u>14,860</u></u>
Balance at September 30, 2024	\$ <u><u>16,530</u></u>

(Continued)

E-LIFE CORPORATION
Notes to the Financial Statements

(i) Lease liabilities

The carrying amounts of the Company's lease liabilities were as follows:

	September 30, 2025	December 31, 2024	September 30, 2024
Current	<u>\$ 749,306</u>	<u>718,231</u>	<u>713,260</u>
Non-current	<u>\$ 2,669,709</u>	<u>2,628,567</u>	<u>2,646,666</u>

For the maturity analysis, please refer to note 6(r).

The amounts recognized in profit or loss were as follows:

	For the three months ended September 30,		For the nine months ended September 30,	
	2025	2024	2025	2024
Interest expense on lease liabilities	<u>\$ 9,420</u>	<u>9,241</u>	<u>27,813</u>	<u>27,337</u>
Income from sub-leasing of right-of-use assets	<u>\$ (3,210)</u>	<u>(2,690)</u>	<u>(9,964)</u>	<u>(8,092)</u>
Expenses relating to short-term leases and leases of low-value assets	<u>\$ 1,264</u>	<u>1,434</u>	<u>4,315</u>	<u>4,310</u>

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

	For the nine months ended September 30,	
	2025	2024
Total cash outflow for leases	<u>\$ 588,240</u>	<u>575,754</u>

(i) Real estate leases

The Company leases land and buildings for its office space, warehouses, and retail stores. The leases typically run for a period of 3 to 15 years. Some leases include the priority right to renew the leases before the end of the contract term.

The Company sub-leases some of its right-of-use assets under operating leases.

(ii) Other leases

The Company leases office equipment, with lease terms of 1 to 3 years. These leases are short-term leases or leases of low-value assets. The Company has elected not to recognize right-of-use assets and lease liabilities for these leases.

(Continued)

E-LIFE CORPORATION
Notes to the Financial Statements

(j) Operating lease—Lessor

The Company leased its investment property to others under operating leases. Please refer to note 6(g) for the description of investment property. The future minimum lease payments to be received under non-cancellable operating leases were as follows:

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
Less than one year	\$ 10,166	8,363	9,364
Between one year and five years	<u>29,825</u>	<u>20,586</u>	<u>21,971</u>
	<u>\$ 39,991</u>	<u>28,949</u>	<u>31,335</u>

For the three months and nine months ended September 30, 2025 and 2024, the rental income from investment property amounted to \$1,768, \$1,152, \$5,440 and \$4,309, respectively (the net amount after deducting direct operating expenses incurred from investment property).

(k) Employee benefits

(i) Defined benefit plans

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

The expenses recognized in profit or loss were as follows:

	<u>For the three months ended September 30,</u>		<u>For the nine months ended September 30,</u>	
	<u>2025</u>	<u>2024</u>	<u>2025</u>	<u>2024</u>
Selling expenses	\$ 847	1,048	2,531	3,140
Administrative expenses	<u>228</u>	<u>289</u>	<u>695</u>	<u>870</u>
	<u>\$ 1,075</u>	<u>1,337</u>	<u>3,226</u>	<u>4,010</u>

(ii) Defined contribution plans

The Company contributes monthly an amount equal to 6% of each employee's monthly wages to the employee's individual pension fund account at the Bureau of Labor Insurance in accordance with the provisions of the Labor Pension Act. Under this defined contribution plan, the Company has no legal or constructive obligation to pay additional amounts after contributing a defined amount to the Bureau of Labor Insurance.

(Continued)

E-LIFE CORPORATION
Notes to the Financial Statements

The expenses recognized in profit or loss were as follows:

	For the three months ended September 30,		For the nine months ended September 30,	
	2025	2024	2025	2024
Selling expenses	\$ 11,653	11,784	34,068	34,416
Administrative expenses	2,087	2,122	6,303	6,381
	\$ 13,740	13,906	40,371	40,797

(l) Income taxes

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

	For the three months ended September 30,		For the nine months ended September 30,	
	2025	2024	2025	2024
Current income tax expense	\$ 22,434	30,701	77,853	95,326

(ii) For the three months and nine months ended September 30, 2025 and 2024, there was no income tax expense recognized directly in equity or other comprehensive income.

(iii) The Company's income tax returns for the all fiscal years through 2023 have been examined and approved by the R.O.C. income tax authorities.

(m) Capital and other equity

Except for the following disclosures, there was no significant change in capital and other equity for the nine months ended September 30, 2025 and 2024. For the related information, please refer to note 6(m) of the financial statements for the year ended December 31, 2024.

(i) Earnings distribution

The Company's Articles of Incorporation stipulate that at least 10% of annual net income, after deducting accumulated deficit, if any, must be retained as legal reserve. In addition, a special reserve shall be set aside in accordance with applicable laws and regulations. The remaining balance, together with the unappropriated earnings from the previous years, shall be distributed according to the distribution plan proposed by the Board of Directors and submitted to the stockholders' meeting for approval. The abovementioned distribution of earnings by way of cash dividends could be approved by the Company's Board of Directors and then reported to the Company's shareholders in its meeting.

This Company's dividend policy is established in consideration of factors including the Company's capital demand, financial structure, and future development plans, as well as the principle to maintain the interests of shareholders, balance dividends, and do long-term planning for the Company's finance. Each year the Board of Directors draw up the proposal for earnings distribution to appropriate no less than 60% of the accumulated distributable earnings as shareholder dividends to be distributed with the resolution of the meeting of shareholders. Additionally, the distribution of cash dividends shall be no less than 50% of the total amount of dividends distributed in the year, except when there are material capital expenditures or demands for operating capital that adjustment is allowed.

(Continued)

E-LIFE CORPORATION
Notes to the Financial Statements

The cash dividends of 2024 and 2023 earnings distribution approved by the Company's Board of Directors on February 21, 2025 and February 23, 2024, respectively, were as follows:

	2024		2023	
	Dividends per share (in NTD)	Amount	Dividends per share (in NTD)	Amount
Dividends per share:				
Cash dividends	\$ 4.00	<u>396,692</u>	4.50	<u>446,278</u>

The related information is available on the Market Observation Post System website.

(n) Earnings per share ("EPS")

(i) Basic earnings per share

	For the three months ended September 30,		For the nine months ended September 30,	
	2025	2024	2025	2024
Net income attributable to shareholders of the Company	\$ <u>81,462</u>	<u>122,805</u>	<u>302,190</u>	<u>379,466</u>
Weighted-average number of common shares outstanding (in thousands)	<u>99,173</u>	<u>99,173</u>	<u>99,173</u>	<u>99,173</u>
Basic earnings per share (in New Taiwan Dollar)	\$ <u>0.82</u>	<u>1.24</u>	<u>3.05</u>	<u>3.83</u>

(ii) Diluted earnings per share

	For the three months ended September 30,		For the nine months ended September 30,	
	2025	2024	2025	2024
Net income attributable to shareholders of the Company	\$ <u>81,462</u>	<u>122,805</u>	<u>302,190</u>	<u>379,466</u>
Weighted-average number of common shares outstanding (in thousands)	99,173	99,173	99,173	99,173
Effect of dilutive potential common shares (in thousands):				
Remuneration to employees	<u>459</u>	<u>482</u>	<u>565</u>	<u>603</u>
Weighted-average shares of common shares outstanding (including effect of dilutive potential common shares) (in thousands)	<u>99,632</u>	<u>99,655</u>	<u>99,738</u>	<u>99,776</u>
Diluted earnings per share (in New Taiwan Dollar)	\$ <u>0.82</u>	<u>1.23</u>	<u>3.03</u>	<u>3.80</u>

(Continued)

E-LIFE CORPORATION
Notes to the Financial Statements

(o) Revenue from contracts with customers

(i) Disaggregation of revenue

	For the three months ended September 30,		For the nine months ended September 30,	
	2025	2024	2025	2024
Primary geographical markets:				
Taiwan	\$ <u>4,848,949</u>	<u>5,516,632</u>	<u>14,679,560</u>	<u>15,513,939</u>
Major products / services lines:				
Home appliances	\$ 4,396,168	5,070,083	13,341,464	14,172,895
Computer, mobile devices and others	427,852	420,076	1,264,101	1,261,451
Repair and installation revenue	<u>24,929</u>	<u>26,473</u>	<u>73,995</u>	<u>79,593</u>
	<u>\$ 4,848,949</u>	<u>5,516,632</u>	<u>14,679,560</u>	<u>15,513,939</u>

(ii) Contract balances

	September 30, 2025	December 31, 2024	September 30, 2024
Notes receivable	\$ 235	121	598
Accounts receivable	113,144	102,791	90,975
Less: allowance for impairment	-	-	-
	<u>\$ 113,379</u>	<u>102,912</u>	<u>91,573</u>
	September 30, 2025	December 31, 2024	September 30, 2024
Contract liabilities – sale of goods	\$ 556,981	709,581	574,455
Contract liabilities – sale of gift certificates	231,125	291,027	244,067
Contract liabilities – deferred revenue	<u>31,938</u>	<u>23,564</u>	<u>26,567</u>
	<u>\$ 820,044</u>	<u>1,024,172</u>	<u>845,089</u>

The amounts of revenue recognized for the nine months ended September 30, 2025 and 2024, which were included in the contract liability balance at the beginning of the period, were \$827,782 and \$790,708, respectively.

(p) Employee compensation and directors' and supervisors' remuneration

In accordance with the amended Articles of Incorporation approved during the stockholders' meeting held on May 23, 2025, the Company should contribute 5% to 8% of the net profits before tax (excluding the remuneration to employees and directors) as employee compensation, to which no less than 5% should be distributed to non-executive employees, and less than 2% as directors' remuneration when there is profit for the year. Nevertheless, if the Company has accumulated deficits, the profit should be reserved to offset the deficit. In accordance with the Articles of Incorporation before amendment made on May 23, 2025, the Company should contribute 5% to 8% of the net profits before tax (excluding the remuneration to employees and directors) as employee compensation, and less than 2% as directors' remuneration when there is profit for the year. Nevertheless, if the Company has accumulated deficits, the profit should be reserved to offset the deficit. Employees who are entitled to receive the abovementioned employee remuneration, in shares or cash, include the employees of the subsidiaries of the Company who meet certain specific requirement.

(Continued)

E-LIFE CORPORATION
Notes to the Financial Statements

For the three months and nine months ended September 30, 2025 and 2024, the remuneration to employees amounted to \$8,668, \$12,808, \$31,708 and \$40,448, respectively, and the remuneration to directors amounted to \$1,495, \$2,207, \$5,466 and \$6,971, respectively. The estimated amounts mentioned above are calculated based on the income before income tax, excluding the remuneration to employees and directors of each period, multiplied by the percentage of remuneration to employees and directors as specified in the Company's articles, and are recognized them as operating expenses. The difference between accrual and actual payment, if any, will be accounted for as change in accounting estimate and be recognized in profit or loss in the following year.

For the years ended December 31, 2024 and 2023, the Company accrued its remuneration to employees amounting to \$45,875 and \$52,837, respectively, and the remuneration to directors amounting to \$7,898 and \$9,129, respectively. The accrued amounts were the same as the amounts approved by the Board of Directors. Related information is available at the Market Observation Post System website.

(q) Non-operating income and expenses

(i) Other income

	For the three months ended September 30,		For the nine months ended September 30,	
	2025	2024	2025	2024
Rental income, net (note 6(j))	\$ 1,768	1,152	5,440	4,309
Others	5,093	4,828	13,518	15,529
	\$ 6,861	5,980	18,958	19,838

(ii) Interest income

	For the three months ended September 30,		For the nine months ended September 30,	
	2025	2024	2025	2024
Interest income from bank deposits	\$ 4,097	1,635	17,315	9,840

(iii) Other gains and losses

	For the three months ended September 30,		For the nine months ended September 30,	
	2025	2024	2025	2024
Losses on disposal of property, plant and equipment, net	\$ (1,592)	(257)	(1,809)	(5,508)
Net gains on lease modifications	777	275	1,279	1,154
Others	(195)	(277)	(1,165)	(8,020)
	\$ (1,010)	(259)	(1,695)	(12,374)

(Continued)

E-LIFE CORPORATION
Notes to the Financial Statements

(iv) Finance costs

	For the three months ended September 30,		For the nine months ended September 30,	
	2025	2024	2025	2024
Interest expense – imputed interest on rental deposits	\$ -	-	27	9
Interest expense – lease liabilities	9,420	9,241	27,813	27,337
	<u>\$ 9,420</u>	<u>9,241</u>	<u>27,840</u>	<u>27,346</u>

(r) Financial instruments

Except for the contents mentioned below, there was no significant change in the fair value of the Company's financial instruments and the degree of exposure to credit risk and market risk arising from financial instruments. For the related information, please refer to note 6(r) of the financial statements for the year ended December 31, 2024.

(i) Categories of financial instruments

1) Financial assets

	September 30, 2025	December 31, 2024	September 30, 2024
Financial assets measured at amortized cost:			
Cash and cash equivalents	\$ 669,469	1,577,803	1,387,347
Financial assets measured at amortized cost (including current and non-current)	1,197,548	1,160,879	694,453
Notes and accounts receivable and other receivables	117,263	106,776	92,806
Refundable deposits	169,874	172,011	169,577
	<u>\$ 2,154,154</u>	<u>3,017,469</u>	<u>2,344,183</u>

2) Financial liabilities

	September 30, 2025	December 31, 2024	September 30, 2024
Financial liabilities measured at amortized cost:			
Notes and accounts payable	\$ 1,267,713	1,228,818	1,288,766
Other payables	621,486	718,787	634,643
Lease liabilities (including current and non-current)	3,419,015	3,346,798	3,359,926
Guarantee deposits received	71,511	79,023	78,119
	<u>\$ 5,379,725</u>	<u>5,373,426</u>	<u>5,361,454</u>

(Continued)

E-LIFE CORPORATION
Notes to the Financial Statements

(ii) Fair value information

The Company considers that the carrying amount of financial assets and financial liabilities measured at amortized cost approximate their fair values.

(iii) Credit risk

1) Credit risk of accounts receivable and debt securities

Please refer to note 6(c) for credit risk exposure of notes and accounts receivable.

Other financial assets measured at amortized cost include time deposits. Please refer to note 6(b) for related details. The abovementioned financial assets are considered low-credit-risk financial assets; therefore, the loss allowance is measured using 12-month ECL. For the nine months ended September 30, 2025 and 2024, no expected loss was recognized.

(iv) Liquidity risk

The table below summarizes the maturity profile of the Company's financial liabilities.

	<u>Carrying amount</u>	<u>Contractual cash flows</u>	<u>Within 1 year</u>	<u>1-2 years</u>	<u>2-5 years</u>	<u>Over 5 years</u>
September 30, 2025						
Notes and accounts payable	\$ 1,267,713	1,267,713	1,267,713	-	-	-
Other payables	621,486	621,486	621,486	-	-	-
Guarantee deposits received	71,511	71,511	5,910	8,257	17,230	40,114
Lease liabilities	<u>3,419,015</u>	<u>3,514,269</u>	<u>753,029</u>	<u>662,670</u>	<u>1,304,755</u>	<u>793,815</u>
	<u>\$ 5,379,725</u>	<u>5,474,979</u>	<u>2,648,138</u>	<u>670,927</u>	<u>1,321,985</u>	<u>833,929</u>
December 31, 2024						
Notes and accounts payable	\$ 1,228,818	1,228,818	1,228,578	240	-	-
Other payables	718,787	718,787	718,787	-	-	-
Guarantee deposits received	79,023	79,023	16,342	7,397	17,047	38,237
Lease liabilities	<u>3,346,798</u>	<u>3,444,424</u>	<u>721,757</u>	<u>634,715</u>	<u>1,239,117</u>	<u>848,835</u>
	<u>\$ 5,373,426</u>	<u>5,471,052</u>	<u>2,685,464</u>	<u>642,352</u>	<u>1,256,164</u>	<u>887,072</u>
September 30, 2024						
Notes and accounts payable	\$ 1,288,766	1,288,766	1,288,766	-	-	-
Other payables	634,643	634,643	634,637	6	-	-
Guarantee deposits received	78,119	78,119	16,058	6,650	17,549	37,862
Lease liabilities	<u>3,359,926</u>	<u>3,464,160</u>	<u>721,503</u>	<u>628,038</u>	<u>1,252,528</u>	<u>862,091</u>
	<u>\$ 5,361,454</u>	<u>5,465,688</u>	<u>2,660,964</u>	<u>634,694</u>	<u>1,270,077</u>	<u>899,953</u>

The Company does not expect that the cash flows included in the maturity analysis would occur significantly earlier or at significantly different amounts.

(Continued)

E-LIFE CORPORATION
Notes to the Financial Statements

(s) Financial risk management

There were no significant changes in the Company's financial risk management and policies as disclosed in note 6(s) of the financial statements for the year ended December 31, 2024.

(t) Capital management

The objectives, policies and processes of capital management of the Company are in conformity with those disclosed in the financial statements for the year ended December 31, 2024. Please refer to note 6(t) of the financial statements for the year ended December 31, 2024 for related details.

(u) Investing and financing activities not affecting cash flow

(i) Please refer to note 6(f) for a description of acquisition the right-of-use assets through lease.

(ii) Reconciliation of liabilities arising from financing activities was as follows:

	January 1, 2025	Cash flows	Non-cash changes		September 30, 2025
			Additions to lease liabilities	Lease modifications	
Lease liabilities	<u>\$ 3,346,798</u>	<u>(566,076)</u>	<u>676,485</u>	<u>(38,192)</u>	<u>3,419,015</u>

	January 1, 2024	Cash flows	Non-cash changes		September 30, 2024
			Additions to lease liabilities	Lease modifications	
Lease liabilities	<u>\$ 3,251,832</u>	<u>(552,199)</u>	<u>712,908</u>	<u>(52,615)</u>	<u>3,359,926</u>

7. Related-party transactions

(a) Names and relationship with related parties

The followings are related parties that have had transactions with the Company during the periods covered in the financial statements.

<u>Name of related parties</u>	<u>Relationship with the Company</u>
Kuo-Tsai Lu	The Company's director
Ya-Huei Wang	Spouse of the Company's director

(b) Significant related-party transactions

The Company leased retail stores from key management personnel of the Company and other related parties. The rent was determined based on nearby office rental rates and paid monthly. For the nine months ended September 30, 2025, additions to right-of-use assets amounted to \$5,314. For the three months and nine months ended September 30, 2025 and 2024, the interest expenses of lease liabilities were \$20, \$15, \$43 and \$52, respectively. As of September 30, 2025, December 31 and September 30, 2024, the balances of lease liabilities amounted to \$6,998, \$4,309 and \$5,148, respectively. As of September 30, 2025, December 31 and September 30, 2024, the balances of refundable deposits amounted to \$600.

(Continued)

E-LIFE CORPORATION
Notes to the Financial Statements

(c) Compensation for key management personnel

Key management personnel compensation comprised:

	For the three months ended September 30,		For the nine months ended September 30,	
	2025	2024	2025	2024
Short-term employee benefits	\$ 6,592	9,189	23,326	25,256
Post-employment benefits	27	27	81	81
	\$ 6,619	9,216	23,407	25,337

8. Pledged assets

The carrying values of pledged assets were as follows:

Pledged assets	Pledged to secure	September 30, 2025	December 31, 2024	September 30, 2024
Financial assets measured at amortized cost – current (trust account)	Guarantee for issuance of gift certificates	\$ 136,832	144,108	157,813
Financial assets measured at amortized cost – non-current (time deposits)	Guarantee for purchases	56,390	55,000	55,000
		\$ 193,222	199,108	212,813

9. Significant commitments and contingencies: None

10. Significant losses due to major disasters: None

11. Significant subsequent events: None

12. Others

(a) A summary of employee benefits, depreciation, and amortization, by function, is as follows:

	For the three months ended September 30,	
	2025	2024
Employee benefits:		
Salaries	\$ 284,840	312,787
Labor and health insurance	30,839	30,415
Pension	14,815	15,243
Remuneration to directors	2,637	3,732
Others	20,228	21,066
Depreciation (Note)	234,790	245,575
Amortization	1,635	1,700

(Continued)

E-LIFE CORPORATION
Notes to the Financial Statements

	For the nine months ended September 30,	
	2025	2024
Employee benefits:		
Salaries	\$ 904,436	939,532
Labor and health insurance	95,998	95,693
Pension	43,597	44,807
Remuneration to directors	9,651	11,555
Others	60,752	62,469
Depreciation (Note)	706,629	723,821
Amortization	4,906	4,912

Note: Depreciation does not include depreciation from investment property, which is recognized as a reduction to other income of non-operating income and expenses. For the three months ended September 30, 2025 and 2024, the amounts were \$549 and \$550, respectively. For the nine months ended September 30, 2025 and 2024, the amounts were \$1,649.

(b) Seasonality of operations

The Company's operations were subject to seasonal fluctuations as a result of industry peculiarities. Increase in overall sales during January and February is mainly due to Lunar New Year Shopping. Further, there is a significant increase in the sales of air-conditioners from May to August, which is mainly attributable to the hot and humid weather conditions of island climate. Therefore, there are higher sales in the abovementioned months.

13. Additional disclosures

(a) Information on significant transactions

In accordance with the requirements of the Regulations Governing the Preparation of Financial Reports by Securities Issuers, the Company additionally discloses the following information on significant transactions for the nine months ended September 30, 2025:

- (i) Loans to other parties: None
- (ii) Guarantees and endorsements for other parties: None
- (iii) Significant marketable securities held at the reporting date (excluding investments in subsidiaries, associates, and joint ventures): None
- (iv) Related-party transactions for purchases and sales with amounts exceeding \$100 million or 20% of the paid-in capital: None
- (v) Receivables from related parties with amounts exceeding \$100 million or 20% of the paid-in capital: None
- (vi) Business relationships and significant intercompany transactions: None

(Continued)

E-LIFE CORPORATION
Notes to the Financial Statements

- (b) Information on investees: None
- (c) Information on investment in Mainland China: None

14. Segment information

The Company is mainly engaged in the domestic retail sales of home appliances, computer, communication and consumer products. The Company has only one reportable segment. The information of segment profit, segment asset, and segment liability is consistent with those of the financial statements. Please refer to balance sheets and statement of comprehensive income.