

## **Shuttle Inc. and Subsidiaries**

**Consolidated Financial Statements for the  
Nine Months Ended September 30, 2025 and 2024 and  
Independent Auditors' Review Report**

## INDEPENDENT AUDITORS' REVIEW REPORT

The Board of Directors and Shareholders  
Shuttle Inc.

### Introduction

We have reviewed the accompanying consolidated financial statements of Shuttle Inc. (the "Company") and its subsidiaries (collectively referred to as the "Group") as of September 30, 2025 and 2024, and the related consolidated statements of comprehensive income, the consolidated statements of changes in equity and cash flows for the three months then ended and the related notes to the consolidated financial statements, including material accounting policy information (collectively referred to as 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 International Accounting Standard 34 "Interim Financial Reporting" endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China. Our responsibility is to express a conclusion on the consolidated financial statements based on our reviews.

### Scope of Review

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

### Basis for Qualified Conclusion

As disclosed in Notes 12 and 13 to the consolidated financial statements, the financial statements of some non-significant subsidiaries and Investments accounted for using the equity method were not reviewed. As of September 30, 2025 and 2024, combined total assets of these non-significant subsidiaries were NT\$141,275 thousand and NT\$134,431 thousand, respectively, representing 3.20% and 2.97%, respectively, of the consolidated total assets, and combined total liabilities of these subsidiaries were NT\$23,793 thousand and NT\$26,362 thousand, respectively, representing 2.94% and 3.70%, respectively, of the consolidated total liabilities; for the three months ended September 30, 2025 and 2024 and for the nine months ended September 30, 2025 and 2024, the amounts of the combined comprehensive income of these subsidiaries were NT\$(4,124) thousand, NT\$(7,092) thousand, NT\$(7,917) thousand and NT\$(14,337) thousand, respectively, representing (20.21%), 25.59%, 9.42% and (20.25%), respectively, of the consolidated total comprehensive income. As of September 30, 2025 and 2024, the investments accounted for using the equity method were NT\$35,225 thousand and NT\$37,454 thousand, respectively; for the three months ended September 30, 2025 and 2024 and for the nine months ended September 30, 2025 and 2024, the share of loss from joint ventures recognized under the equity method were NT\$38 thousand, NT\$49 thousand, NT\$109 thousand and NT\$19 thousand, respectively.

## **Qualified Conclusion**

Based on our reviews, except for adjustments, if any, as might have been determined to be necessary had the financial statements of the some non-significant subsidiaries and Investments accounted for using the equity method as described in the preceding paragraph been reviewed, nothing has come to our attention that caused us to believe that the accompanying consolidated financial statements do not give a true and fair view of the consolidated financial position of the Group as of September 30, 2025 and 2024, and of its consolidated financial performance and its consolidated cash flows for the three months ended September 30, 2025 and 2024 and for the nine months ended September 30, 2025 and 2024 in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers, and International Accounting Standard 34 “Interim Financial Reporting” endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China.

The engagement partners on the reviews resulting in this independent auditors' review report are Kuan-Hao Lee and I-Chi Chien.

Deloitte & Touche  
Taipei, Taiwan  
Republic of China

November 7, 2025

### Notice to Readers

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

*For the convenience of readers, the independent auditors' review report and the accompanying consolidated financial statements have been translated into English from the original Chinese version prepared and used in the Republic of China. If there is any conflict between the English version and the original Chinese version or any difference in the interpretation of the two versions, the Chinese-language independent auditors' review report and consolidated financial statements shall prevail.*

# SHUTTLE INC. AND SUBSIDIARIES

## CONSOLIDATED BALANCE SHEETS (In Thousands of New Taiwan Dollars)

ASSETS	September 30, 2025		December 31, 2024		September 30, 2024	
	Amount	%	Amount	%	Amount	%
<b>CURRENT ASSETS</b>						
Cash and cash equivalents (Note 6)	\$ 874,507	20	\$ 932,327	21	\$ 976,733	22
Financial assets at fair value through profit or loss - current (Note 7)	2,091	-	4,931	-	3,012	-
Financial assets at fair value through other comprehensive income - current (Note 8)	22,669	1	26,034	1	30,088	1
Trade receivables from unrelated parties (Note 9)	190,771	4	176,503	4	174,292	4
Other receivables (Note 9)	6,956	-	13,748	-	4,740	-
Current tax assets	14,158	-	17,528	-	8,752	-
Inventories (Note 10)	679,293	15	631,786	14	690,644	15
Prepayments (Notes 11 and 28)	32,896	1	28,210	1	26,833	1
Other current assets (Note 17)	64,902	2	74,978	2	65,522	1
Total current assets	<u>1,888,243</u>	<u>43</u>	<u>1,906,045</u>	<u>43</u>	<u>1,980,616</u>	<u>44</u>
<b>NON-CURRENT ASSETS</b>						
Financial assets at fair value through profit or loss - non-current (Note 7)	23,147	1	-	-	-	-
Financial assets at fair value through other comprehensive income - non-current (Note 8)	229,118	5	236,105	5	275,864	6
Investments accounted for using the equity method (Note 13)	35,225	1	37,608	1	37,454	1
Property, plant and equipment (Notes 14 and 29)	1,087,886	25	1,085,332	25	1,087,946	24
Right-of-use assets (Note 15)	148,107	3	141,868	3	149,215	3
Goodwill	54,565	1	54,565	1	54,565	1
Other intangible assets (Note 16)	142,373	3	154,834	4	159,153	3
Deferred tax assets	125,055	3	114,462	3	116,811	3
Other non-current assets (Notes 14, 17 and 29)	684,650	15	669,563	15	666,912	15
Total non-current assets	<u>2,530,126</u>	<u>57</u>	<u>2,494,337</u>	<u>57</u>	<u>2,547,920</u>	<u>56</u>
<b>TOTAL</b>	<b><u>\$ 4,418,369</u></b>	<b><u>100</u></b>	<b><u>\$ 4,400,382</u></b>	<b><u>100</u></b>	<b><u>\$ 4,528,536</u></b>	<b><u>100</u></b>
<b>LIABILITIES AND EQUITY</b>						
<b>CURRENT LIABILITIES</b>						
Short-term borrowings (Notes 18 and 29)	\$ 130,000	3	\$ 50,000	1	\$ 50,000	1
Financial liabilities at fair value through profit or loss - current (Note 7)	3,547	-	-	-	2,619	-
Contract liabilities (Note 22)	8,174	-	14,148	1	15,480	1
Trade payables to unrelated parties	195,878	4	144,905	3	187,779	4
Other payables (Note 19)	163,584	4	151,098	4	158,153	4
Current tax liabilities - current	4,171	-	3,163	-	6,378	-
Provisions (Note 20)	59,357	1	58,092	1	55,196	1
Lease liabilities - current (Note 15)	70,015	2	54,402	1	56,041	1
Other current liabilities	36,429	1	6,804	-	13,052	-
Total current liabilities	<u>671,155</u>	<u>15</u>	<u>482,612</u>	<u>11</u>	<u>544,698</u>	<u>12</u>
<b>NON-CURRENT LIABILITIES</b>						
Current tax liabilities - non-current	-	-	716	-	-	-
Deferred tax liabilities	2,128	-	2,494	-	4,994	-
Lease liabilities - non-current (Note 15)	134,690	3	152,466	4	160,525	4
Other non-current liabilities	1,879	-	2,135	-	2,338	-
Total non-current liabilities	<u>138,697</u>	<u>3</u>	<u>157,811</u>	<u>4</u>	<u>167,857</u>	<u>4</u>
<b>Total liabilities</b>	<b><u>809,852</u></b>	<b><u>18</u></b>	<b><u>640,423</u></b>	<b><u>15</u></b>	<b><u>712,555</u></b>	<b><u>16</u></b>
<b>EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY (Note 21)</b>						
Ordinary shares	<u>3,434,273</u>	<u>78</u>	<u>3,434,273</u>	<u>78</u>	<u>3,434,273</u>	<u>76</u>
Capital surplus	<u>40,330</u>	<u>1</u>	<u>42,763</u>	<u>1</u>	<u>47,864</u>	<u>1</u>
Retained earnings						
Legal reserve	33,240	1	33,240	1	33,240	1
Special reserve	23,713	1	23,713	-	23,713	-
Unappropriated earnings	17,754	-	127,706	3	134,093	3
Total retained earnings	74,707	2	184,659	4	191,046	4
Other equity	(61,825)	(2)	(34,894)	(1)	5,425	-
Total equity attributable to owners of the Company	<u>3,487,485</u>	<u>79</u>	<u>3,626,801</u>	<u>82</u>	<u>3,678,608</u>	<u>81</u>
<b>NON-CONTROLLING INTERESTS</b>						
Total equity	<u>3,608,517</u>	<u>82</u>	<u>3,759,959</u>	<u>85</u>	<u>3,815,981</u>	<u>84</u>
<b>TOTAL</b>	<b><u>\$ 4,418,369</u></b>	<b><u>100</u></b>	<b><u>\$ 4,400,382</u></b>	<b><u>100</u></b>	<b><u>\$ 4,528,536</u></b>	<b><u>100</u></b>

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

(With Deloitte & Touche review report dated November 7, 2025)

## SHUTTLE INC. AND SUBSIDIARIES

### CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME (In Thousands of New Taiwan Dollars, Except 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	%
<b>OPERATING REVENUE</b> (Notes 22 and 32)								
Sales	\$ 450,344	101	\$ 401,955	101	\$ 1,302,219	101	\$ 1,278,474	101
Less: Sales returns and allowances	4,104	1	2,685	1	16,914	1	10,589	1
Total operating revenue	446,240	100	399,270	100	1,285,305	100	1,267,885	100
<b>OPERATING COSTS</b> (Notes 10 and 22)								
Cost of goods sold	275,490	61	240,110	60	772,072	60	750,740	59
<b>GROSS PROFIT</b>	<b>170,750</b>	<b>39</b>	<b>159,160</b>	<b>40</b>	<b>513,233</b>	<b>40</b>	<b>517,145</b>	<b>41</b>
<b>OPERATING EXPENSES</b> (Notes 22 and 28)								
Selling and marketing expenses	91,086	21	87,022	22	282,928	22	274,398	22
General and administrative expenses	49,602	11	46,465	12	145,803	11	148,549	12
Research and development expenses	46,259	10	42,275	10	135,316	11	127,008	10
Expected credit loss (reversed)	(110)	-	(27)	-	(3,285)	-	1,143	-
Total operating expenses	186,837	42	175,735	44	560,762	44	551,098	44
<b>LOSS FROM OPERATIONS</b>	<b>(16,087)</b>	<b>(3)</b>	<b>(16,575)</b>	<b>(4)</b>	<b>(47,529)</b>	<b>(4)</b>	<b>(33,953)</b>	<b>(3)</b>
<b>NON-OPERATING INCOME AND EXPENSES</b>								
Interest income	3,124	1	6,662	2	11,347	1	24,772	2
Other income (Note 22)	2,883	1	4,055	1	8,377	1	8,402	1
Other gains and losses (Note 22)	15,272	3	(4,077)	(1)	(25,257)	(2)	35,349	3
Finance costs (Note 22)	(1,960)	(1)	(1,856)	(1)	(5,333)	(1)	(5,784)	(1)
Loss of joint ventures (Note 13)	(38)	-	(49)	-	(109)	-	(19)	-
Total non-operating income and expenses	19,281	4	4,735	1	(10,975)	(1)	62,720	5
<b>(LOSS) PROFIT BEFORE INCOME TAX</b>	<b>3,194</b>	<b>1</b>	<b>(11,840)</b>	<b>(3)</b>	<b>(58,504)</b>	<b>(5)</b>	<b>28,767</b>	<b>2</b>
<b>INCOME TAX BENEFIT (EXPENSE) (Notes 4 and 23)</b>	<b>(4,442)</b>	<b>(1)</b>	<b>2,179</b>	<b>1</b>	<b>1,338</b>	<b>-</b>	<b>(14,035)</b>	<b>(1)</b>
<b>NET (LOSS) PROFIT FOR THE PERIOD</b>	<b>(1,248)</b>	<b>-</b>	<b>(9,661)</b>	<b>(2)</b>	<b>(57,166)</b>	<b>(5)</b>	<b>14,732</b>	<b>1</b>
<b>OTHER COMPREHENSIVE INCOME</b>								
Items that will not be reclassified subsequently to profit or loss:								
Unrealized (loss) gain on investments in equity instruments at fair value through other comprehensive income (Note 21)	4,739	1	(16,268)	(4)	(10,341)	(1)	39,989	3

(Continued)

## SHUTTLE INC. AND SUBSIDIARIES

### CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME (In Thousands of New Taiwan Dollars, Except 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	%
Items that may be reclassified subsequently to profit or loss:								
Exchange differences on translating foreign operations	\$ 21,149	5	\$ (2,229)	(1)	\$ (20,679)	(1)	\$ 20,101	2
Income tax relating to items that may be reclassified subsequently to profit or loss (Note 23)	(4,231)	(1)	446	-	4,135	-	(4,020)	-
Other comprehensive income for the period, net of income tax	21,657	5	(18,051)	(5)	(26,885)	(2)	56,070	5
<b>TOTAL COMPREHENSIVE INCOME FOR THE PERIOD</b>	<b>\$ 20,409</b>	<b>5</b>	<b>\$ (27,712)</b>	<b>(7)</b>	<b>\$ (84,051)</b>	<b>(7)</b>	<b>\$ 70,802</b>	<b>6</b>
<b>NET (LOSS) PROFIT ATTRIBUTABLE TO:</b>								
Owners of the Company	\$ (546)	-	\$ (6,999)	(2)	\$ (51,580)	(4)	\$ 17,181	1
Non-controlling interests	(702)	-	(2,662)	-	(5,586)	-	(2,449)	-
	<b>\$ (1,248)</b>	<b>-</b>	<b>\$ (9,661)</b>	<b>(2)</b>	<b>\$ (57,166)</b>	<b>(4)</b>	<b>\$ 14,732</b>	<b>1</b>
<b>TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO:</b>								
Owners of the Company	\$ 20,942	5	\$ (25,288)	(6)	\$ (78,500)	(6)	\$ 72,655	6
Non-controlling interests	(533)	-	(2,424)	(1)	(5,551)	(1)	(1,853)	-
	<b>\$ 20,409</b>	<b>5</b>	<b>\$ (27,712)</b>	<b>(7)</b>	<b>\$ (84,051)</b>	<b>(7)</b>	<b>\$ 70,802</b>	<b>6</b>
<b>(LOSSES) EARNINGS PER SHARE (Note 24)</b>								
Basic	<u>\$ -</u>		<u>\$ (0.02)</u>		<u>\$ (0.15)</u>		<u>\$ 0.05</u>	
Diluted	<u>\$ -</u>		<u>\$ (0.02)</u>		<u>\$ (0.15)</u>		<u>\$ 0.05</u>	

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

(With Deloitte & Touche review report dated November 7, 2025)

(Concluded)

**SHUTTLE INC. AND SUBSIDIARIES**

**CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY**  
(In Thousands of New Taiwan Dollars)

	Equity Attributable to Owners of the Company							Other Equity			Non-controlling Interests	Total Equity		
	Share Capital	Capital Surplus	Retained Earnings			Exchange Differences on Translating Foreign Operations	Unrealized Gain (Loss) on Financial Assets at Fair Value Through Other Comprehensive Income		Total Other Equity					
			Legal Reserve	Special Reserve	Unappropriated Earnings		Through Other Comprehensive Income							
BALANCE, JANUARY 1, 2024	\$ 3,434,273	\$ 52,526	\$ 30,822	\$ 27,631	\$ 173,795	\$ (18,884)	\$ (31,165)	\$ (50,049)	\$ 155,663	\$ 3,824,661				
Appropriation of 2023 earnings														
Legal reserve	-	-	2,418	-	(2,418)	-	-	-	-	-	-	-		
Special reserve	-	-	-	(3,918)	3,918	-	-	-	-	-	-	-		
Cash dividends distributed by the Company (NT\$0.17 per share)	-	-	-	-	(58,383)	-	-	-	-	-	(58,383)			
Cash dividends distributed to non-controlling interests by subsidiaries	-	-	-	-	-	-	-	-	-	(11,050)	(11,050)			
Changes in percentage of ownership interests in subsidiaries	-	(4,662)	-	-	-	-	-	-	-	(5,387)	(10,049)			
Net profit (loss) for the nine months ended September 30, 2024	-	-	-	-	17,181	-	-	-	-	(2,449)	14,732			
Other comprehensive income for the nine months ended September 30, 2024, net of income tax	-	-	-	-	-	15,485	39,989	55,474	596	56,070				
Total comprehensive income (loss) for the nine months ended September 30, 2024	-	-	-	-	17,181	15,485	39,989	55,474	(1,853)	70,802				
BALANCE, SEPTEMBER 30, 2024	<u>\$ 3,434,273</u>	<u>\$ 47,864</u>	<u>\$ 33,240</u>	<u>\$ 23,713</u>	<u>\$ 134,093</u>	<u>\$ (3,399)</u>	<u>\$ 8,824</u>	<u>\$ 5,425</u>	<u>\$ 137,373</u>	<u>\$ 3,815,981</u>				
BALANCE, JANUARY 1, 2025	\$ 3,434,273	\$ 42,763	\$ 33,240	\$ 23,713	\$ 127,706	\$ 84	\$ (34,978)	\$ (34,894)	\$ 133,158	\$ 3,759,959				
Appropriation of 2024 earnings														
Cash dividends distributed by the Company (NT\$0.17 per share)	-	-	-	-	(58,383)	-	-	-	-	-	(58,383)			
Cash dividends distributed to non-controlling interests by subsidiaries	-	-	-	-	-	-	-	-	-	(3,222)	(3,222)			
Changes in percentage of ownership interests in subsidiaries	-	(2,433)	-	-	-	-	-	-	-	(3,353)	(5,786)			
Net loss for the nine months ended September 30, 2025	-	-	-	-	(51,580)	-	-	-	-	(5,586)	(57,166)			
Other comprehensive income (loss) for the nine months ended September 30, 2025, net of income tax	-	-	-	-	-	(16,579)	(10,341)	(26,920)	35	(26,885)				
Total comprehensive loss for the nine months ended September 30, 2025	-	-	-	-	(51,580)	(16,579)	(10,341)	(26,920)	(5,551)	(84,051)				
Disposals of investments in equity instruments designated as at fair value through other comprehensive income	-	-	-	-	11	-	(11)	(11)	-	-	-			
BALANCE, SEPTEMBER 30, 2025	<u>\$ 3,434,273</u>	<u>\$ 40,330</u>	<u>\$ 33,240</u>	<u>\$ 23,713</u>	<u>\$ 17,754</u>	<u>\$ (16,495)</u>	<u>\$ (45,330)</u>	<u>\$ (61,825)</u>	<u>\$ 121,032</u>	<u>\$ 3,608,517</u>				

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

(With Deloitte & Touche review report dated November 7, 2025)

# SHUTTLE INC. AND SUBSIDIARIES

## CONSOLIDATED STATEMENTS OF CASH FLOWS (In Thousands of New Taiwan Dollars)

	For the Nine Months Ended September 30	
	2025	2024
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
(Loss) profit before income tax	\$ (58,504)	\$ 28,767
Adjustments for:		
Depreciation expenses	48,344	43,139
Amortization expenses	17,731	24,906
Expected credit loss (reversed) recognized on trade receivables	(3,285)	1,143
Net loss on financial assets and liabilities at fair value through profit or loss	6,193	547
Finance costs	5,333	5,784
Interest income	(11,347)	(24,772)
Dividend income	(1,437)	(1,552)
Loss of joint ventures	109	19
Gain on disposal of property, plant and equipment	(363)	(110)
Write-downs of inventories	28,564	58,553
Unrealized gain on foreign currency exchange	(8,016)	(10,974)
Recognition (reversal) of provisions	1,389	(3,279)
Changes in operating assets and liabilities:		
Trade receivables	(7,918)	(20,569)
Other receivables	7,140	402
Inventories	(80,044)	(74,636)
Prepayments	(11,488)	(4,629)
Other current assets	10,075	(10,666)
Contract liabilities	(5,604)	(10,838)
Trade payables	49,478	100,498
Other payables	14,245	(3,542)
Provisions	(790)	(916)
Other current liabilities	<u>29,625</u>	<u>(517)</u>
Cash generated from operations	29,430	96,758
Interest paid	(5,338)	(5,776)
Income tax paid	<u>(2,249)</u>	<u>(28,476)</u>
Net cash generated from operating activities	<u>21,843</u>	<u>62,506</u>
<b>CASH FLOWS USED IN INVESTING ACTIVITIES</b>		
Purchase of financial assets at fair value through profit or loss	(22,953)	(39,322)
Proceeds from sale of financial assets at fair value through profit or loss	-	2,365
Acquisition of property, plant and equipment	(13,580)	(7,963)
Proceeds from disposal of property, plant and equipment	363	110
(Increase) decrease in refundable deposits	(2,031)	481
Acquisition of intangible assets	(195)	(87)
Increase in other non-current assets	(9,514)	(1)
Acquisition of subsidiary shares	(5,786)	(10,098)

(Continued)

# SHUTTLE INC. AND SUBSIDIARIES

## CONSOLIDATED STATEMENTS OF CASH FLOWS (In Thousands of New Taiwan Dollars)

	For the Nine Months Ended September 30	
	2025	2024
Increase in other prepayments	\$ (3,600)	\$ (251,013)
Interest received	10,999	25,137
Dividends received	<u>1,437</u>	<u>1,552</u>
Net cash used in investing activities	<u>(44,860)</u>	<u>(278,839)</u>
 CASH FLOWS USED IN FINANCING ACTIVITIES		
Proceeds from short-term borrowings	80,000	-
Repayment of the principal portion of lease liabilities	(49,260)	(43,258)
Decrease in other non-current liabilities	(220)	(217)
Dividends paid to owners of the Company	(58,383)	(58,383)
Partial disposal of interests in subsidiary without a loss of control	-	49
Cash dividends distributed to noncontrolling interests	<u>(3,222)</u>	<u>(11,050)</u>
Net cash used in financing activities	<u>(31,085)</u>	<u>(112,859)</u>
 EFFECT OF EXCHANGE RATE CHANGES ON THE BALANCE OF CASH AND CASH EQUIVALENTS HELD IN FOREIGN CURRENCIES	<u>(3,718)</u>	<u>10,814</u>
 NET DECREASE IN CASH AND CASH EQUIVALENTS	<u>(57,820)</u>	<u>(318,378)</u>
 CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	<u>932,327</u>	<u>1,295,111</u>
 CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	<u>\$ 874,507</u>	<u>\$ 976,733</u>

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

(With Deloitte & Touche review report dated November 7, 2025)

(Concluded)

# SHUTTLE INC. AND SUBSIDIARIES

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2025 AND 2024 (In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

---

### 1. ORGANIZATION AND OPERATIONS

Shuttle Inc. (the “Company,” the Company and its subsidiaries are collectively referred to as the “Group”) was incorporated in June 1983. The Company is engaged in manufacturing and selling barebones, mainboards, medical devices, other computer and medical device peripherals, as well as providing related technical services. The Company’s shares were listed and traded on the Taipei Exchange (TPEX) Mainboard from December 8, 1998 until the shares became listed and traded on the Taiwan Stock Exchange (TWSE) starting on March 17, 2000.

The shareholders held a meeting and approved the change of the Chinese name of Shuttle Inc. from “浩鑫股份有限公司” to “輔信科技股份有限公司” on June 8, 2022. Alterations to the entries in the corporate registration were completed on July 6, 2022.

The consolidated financial statements are presented in the Company’s functional currency, New Taiwan dollars.

### 2. APPROVAL OF CONSOLIDATED FINANCIAL STATEMENTS

The consolidated financial statements were approved by the Company’s board of directors on October 30, 2025.

### 3. APPLICATION OF NEW, AMENDED AND REVISED STANDARDS AND INTERPRETATIONS

a. Initial application of the amendments to the International Financial Reporting Standards (IFRS), International Accounting Standards (IAS), IFRIC Interpretations (IFRIC), and SIC Interpretations (SIC) (collectively, the “IFRS Accounting Standards”) endorsed and issued into effect by the FSC

#### 1) Amendments to IAS 21 “Lack of Exchangeability”

The initial application of the Amendments to IAS 21 “Lack of Exchangeability” did not have a material impact on the Group’s accounting policies.

#### 2) Amendments to IFRS 9 and IFRS 7 “Amendments to the Classification and Measurement of Financial Instruments” - the amendments to the application guidance of classification of financial assets.

The initial application of the amendments to the IFRS Accounting Standards endorsed and issued into effect by the FSC did not have material impact on the Group’s accounting policies.

b. The IFRS Accounting Standards endorsed by the FSC for application starting from 2026

<b>New, Amended and Revised Standards and Interpretations</b>	<b>Effective Date Announced by IASB</b>
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 Nature-dependent Electricity”	January 1, 2026
Annual Improvements to IFRS Accounting Standards - Volume 11	January 1, 2026
IFRS 17 “Insurance Contracts” (including the 2020 and 2021 amendments to IFRS 17)	January 1, 2023

As of the date the consolidated financial statements were authorized for issue, the Group is continuously assessing the possible impact of the application of the amendments on the Group’s financial position and financial performance and will disclose the relevant impact when the assessment is completed.

c. The IFRS Accounting Standards in issue but not yet endorsed and issued into effect by the FSC

<b>New, Amended and Revised Standards and Interpretations</b>	<b>Effective Date Announced by IASB (Note 1)</b>
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 IASB
IFRS 18 “Presentation and Disclosure in Financial Statements”	January 1, 2027 (Note 2)
IFRS 19 “Subsidiaries without Public Accountability: Disclosures” (including the 2025 amendments to IFRS 19)	January 1, 2027

Note 1: Unless stated otherwise, the above IFRS Accounting Standards are effective for annual reporting periods beginning on or after their respective effective dates.

Note 2: On September 25, 2025, the FSC announced that IFRS 18 will take effect starting from January 1, 2028. Domestic entities could elect to apply IFRS 18 for an earlier period after the endorsement of IFRS 18 by the FSC.

#### IFRS 18 “Presentation and Disclosure in Financial Statements”

IFRS 18 will supersede IAS 1 “Presentation of Financial Statements”. The main changes comprise:

- Items of income and expenses included in the statement of profit or loss shall be classified into the operating, investing, financing, income taxes and discontinued operations categories.
- The statement of profit or loss shall present totals and subtotals for operating profit or loss, profit or loss before financing and income taxes and profit or loss.
- Provides guidance to enhance the requirements of aggregation and disaggregation: The Group shall identify the assets, liabilities, equity, income, expenses and cash flows that arise from individual transactions or other events and shall classify and aggregate them into groups based on shared characteristics, so as to result in the presentation in the primary financial statements of line items that have at least one similar characteristic. The Group shall disaggregate items with dissimilar characteristics in the primary financial statements and in the notes. The Group labels items as “other” only if it cannot find a more informative label.

- Disclosures on Management-defined Performance Measures (MPMs): When in public communications outside financial statements and communicating to users of financial statements management's view of an aspect of the financial performance of the Group as a whole, the Group shall disclose related information about its MPMs in a single note to the financial statements, including the description of such measures, calculations, reconciliations to the subtotal or total specified by IFRS Accounting Standards and the income tax and non-controlling interests effects of related reconciliation items.

Except for the above impact, as of the date the consolidated financial statements were authorized for issue, the Group is continuously assessing other impacts of the above amended standards and interpretations on the Group's financial position and financial performance and will disclose the relevant impact when the assessment is completed.

#### **4. SUMMARY OF MATERIAL ACCOUNTING POLICY INFORMATION**

##### **a. Statement of compliance**

These interim consolidated financial statements have been prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and IAS 34 "Interim Financial Reporting" as endorsed and issued into effect by the FSC. Disclosure information included in these interim consolidated financial statements is less than the disclosure information required in a complete set of annual consolidated financial statements.

##### **b. Basis of preparation**

The consolidated financial statements have been prepared on the historical cost basis, except for financial instruments that are measured at fair values.

The fair value measurements are grouped into Levels 1 to 3 based on the degree to which the fair value measurement inputs are observable and the significance of the inputs to the fair value measurement in its entirety, which are described as follows:

- 1) Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities;
- 2) Level 2 inputs are inputs other than quoted prices included within Level 1 that are observable for assets or liabilities, either directly (i.e., as prices) or indirectly (i.e., derived from prices); and
- 3) Level 3 inputs are unobservable inputs for assets or liabilities.

##### **c. Basis of consolidation**

The consolidated financial statements incorporate the financial statements of the Company and the entities controlled by the Company (i.e., its subsidiaries).

Income and expenses of subsidiaries acquired or disposed of during the period are included in the consolidated statement of comprehensive income from the effective dates of acquisitions up to the effective dates of disposals, as appropriate.

When necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with those of the Group.

All intra-group transactions, balances, income and expenses are eliminated in full upon consolidation. Total comprehensive income of subsidiaries is attributed to the owners of the Group and to the non-controlling interests even if this results in the non-controlling interests having a deficit balance.

Changes in the Group's ownership interests in subsidiaries that do not result in the Group losing control over the subsidiaries are accounted for as equity transactions. The carrying amounts of the interests of the Group and the non-controlling interests are adjusted to reflect the changes in their relative interests in the subsidiaries. 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 and attributed to the owners of the Company.

See Note 12, Tables 4 and 5 for the detailed information of subsidiaries (including the percentage of ownership and main business).

d. Other material accounting policies

Except for the following, please refer to the consolidated financial statements for the year ended December 31, 2024.

Income tax expense

Income tax expense represents the sum of the tax currently payable and deferred tax. Interim period income taxes are assessed on an annual basis and calculated by applying to an interim period's pre-tax income the tax rate that would be applicable to expected total annual earnings.

**5. MATERIAL ACCOUNTING JUDGMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY**

The same material accounting judgments and key sources of estimation uncertainty of consolidated financial statements have been followed in these consolidated financial statements as those applied in the preparation of the consolidated financial statements for the year ended December 31, 2024.

**6. CASH AND CASH EQUIVALENTS**

	<b>September 30, 2025</b>	<b>December 31, 2024</b>	<b>September 30, 2024</b>
Cash on hand	\$ 1,000	\$ 569	\$ 694
Checking accounts and demand deposits	508,823	583,540	530,129
Cash equivalents			
Time deposits with original maturities of less than 3 months	<u>364,684</u>	<u>348,218</u>	<u>445,910</u>
	<u>\$ 874,507</u>	<u>\$ 932,327</u>	<u>\$ 976,733</u>

The market rate intervals of cash in bank and time deposits with original maturities of less than 3 months at the end of the reporting period were as follows:

	<b>September 30, 2025</b>	<b>December 31, 2024</b>	<b>September 30, 2024</b>
Demand deposits	0.000%-0.705%	0.001%-1.05%	0.001%-1.15%
Time deposits with original maturities of less than 3 months	1.225%-4.20%	1.65%-4.68%	1.7%-5.35%

## 7. FINANCIAL INSTRUMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS

	September 30, 2025	December 31, 2024	September 30, 2024
<u>Financial assets at fair value through profit and loss (FVTPL) - current</u>			
Financial assets mandatorily classified as at FVTPL			
Derivative financial assets (not under hedge accounting)			
Foreign exchange forward contracts	\$ 679	\$ 3,103	\$ 242
Non-derivative financial assets			
Domestic listed shares	<u>1,412</u>	<u>1,828</u>	<u>2,770</u>
	<u>\$ 2,091</u>	<u>\$ 4,931</u>	<u>\$ 3,012</u>
<u>Financial assets at FVTPL - non-current</u>			
Non-derivative financial assets			
Foreign bonds	\$ 6,038	\$ -	\$ -
Foreign Fund beneficiary certificates	<u>17,109</u>	<u>-</u>	<u>-</u>
	<u>\$ 23,147</u>	<u>\$ -</u>	<u>\$ -</u>
<u>Financial liabilities at FVTPL - current</u>			
Financial liabilities held for trading			
Derivative financial liabilities (not under hedge accounting)			
Foreign exchange forward contracts	<u>\$ 3,547</u>	<u>\$ -</u>	<u>\$ 2,619</u>
At the end of reporting period, outstanding foreign exchange forward contracts not under hedge accounting were as follows:			
	<b>Currency</b>	<b>Maturity Period</b>	<b>Contract Amount (In Thousands)</b>
<u>September 30, 2025</u>			
Sell	EUR/USD	2025.10.09	EUR700/USD816
Sell	EUR/NTD	2025.10.07-2025.12.23	EUR2,429/NTD83,566
Sell	JPY/USD	2026.01.21	JPY38,500/USD264
Sell	USD/JPY	2025.11.25	USD500/JPY70,405
<u>December 31, 2024</u>			
Sell	EUR/USD	2025.02.10-2025.02.20	EUR1,450/USD1,549
Sell	EUR/NTD	2025.01.21-2025.02.04	EUR1,310/NTD46,157
Sell	JPY/USD	2025.04.14-2025.05.19	JPY40,250/USD266
Sell	JPY/NTD	2025.01.24-2025.02.27	JPY25,500/NTD5,638
<u>September 30, 2024</u>			
Sell	EUR/NTD	2024.10.28-2025.01.21	EUR4,590/NTD160,662
Sell	JPY/NTD	2024.10.07-2025.02.27	JPY87,900/NTD18,565

The Group entered into foreign exchange forward contracts to manage exposures to exchange rate fluctuations of foreign currency denominated assets and liabilities.

## 8. FINANCIAL ASSETS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME

	September 30, 2025	December 31, 2024	September 30, 2024
<b><u>Current</u></b>			
Domestic listed shares	\$ 22,669	\$ 26,034	\$ 30,088
<b><u>Non-current</u></b>			
Domestic listed shares	\$ 116,654	\$ 131,406	\$ 168,545
Domestic unlisted shares	1,045	5,535	5,370
Foreign unlisted shares	<u>111,419</u>	<u>99,164</u>	<u>101,949</u>
	<u>\$ 229,118</u>	<u>\$ 236,105</u>	<u>\$ 275,864</u>

These investments in equity instruments are held for medium to long-term strategic purposes. Accordingly, the management elected to designate these investments in equity instruments as at FVTOCI as they believe that recognizing short-term fluctuations in these investments' fair value in profit or loss would not be consistent with the Group's strategy of holding these investments for long-term purposes.

## 9. TRADE RECEIVABLES AND OTHER RECEIVABLES

	September 30, 2025	December 31, 2024	September 30, 2024
<b><u>Trade receivables</u></b>			
At amortized cost			
Gross carrying amount	\$ 191,643	\$ 180,649	\$ 178,549
Less: Allowance for impairment loss	<u>(872)</u>	<u>(4,146)</u>	<u>(4,257)</u>
	<u>\$ 190,771</u>	<u>\$ 176,503</u>	<u>\$ 174,292</u>
Other receivables	<u>\$ 6,956</u>	<u>\$ 13,748</u>	<u>\$ 4,740</u>

### a. Trade receivables

The average credit terms range from 90 to 120 days. No interest was charged on trade receivables. The Group adopted a policy of rating its major customers by using other public financial information or its own trading records and obtaining sufficient collateral or insurance, where appropriate, as a means of mitigating the risk of financial loss from defaults. The Group continuously monitors the credit ratings of its counterparties to manage credit risk.

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

The Group writes off a trade receivable when there is information indicating that the debtor is in severe financial difficulty and there is no realistic prospect of recovery, e.g. when the debtor has been placed under liquidation. For trade receivables that have been written off, the Group continues to engage in enforcement activity to attempt to recover the receivables due. Where recoveries are made, these are recognized in profit or loss.

The following tables detail the loss allowance of trade receivables based on the Group's provision matrix.

September 30, 2025

	Not Past Due	1 to 30 Days Past Due	31 to 60 Days Past Due	61 to 90 Days Past Due	91 to 180 Days Past Due	Over 180 Days Past Due	Total
Expected credit loss rate	0% -0.10%	0% -0.30%	0% -1.00%	0% -3.00%	0% -7.00%	0% -100%	
Gross carrying amount	\$ 175,955	\$ 9,060	\$ 3,840	\$ 1,829	\$ 609	\$ 350	\$ 191,643
Loss allowance (Lifetime ECL)	(60)	(438)	(13)	(4)	(7)	(350)	(872)
Amortized cost	<u>\$ 175,895</u>	<u>\$ 8,622</u>	<u>\$ 3,827</u>	<u>\$ 1,825</u>	<u>\$ 602</u>	<u>\$ -</u>	<u>\$ 190,771</u>

December 31, 2024

	Not Past Due	1 to 30 Days Past Due	31 to 60 Days Past Due	61 to 90 Days Past Due	91 to 180 Days Past Due	Over 180 Days Past Due	Total
Expected credit loss rate	0% -0.10%	0% -0.30%	0% -1.00%	0% -3.00%	0% -9.00%	0% -100%	
Gross carrying amount	\$ 133,864	\$ 37,543	\$ 601	\$ 3,741	\$ 1,317	\$ 3,583	\$ 180,649
Loss allowance (Lifetime ECL)	(34)	(443)	(5)	(17)	(64)	(3,583)	(4,146)
Amortized cost	<u>\$ 133,830</u>	<u>\$ 37,100</u>	<u>\$ 596</u>	<u>\$ 3,724</u>	<u>\$ 1,253</u>	<u>\$ -</u>	<u>\$ 176,503</u>

September 30, 2024

	Not Past Due	1 to 30 Days Past Due	31 to 60 Days Past Due	61 to 90 Days Past Due	91 to 180 Days Past Due	Over 180 Days Past Due	Total
Expected credit loss rate	0% -0.10%	0% -31.96%	0% -1.00%	0% -2.00%	0% -5.00%	0% -100%	
Gross carrying amount	\$ 149,963	\$ 15,418	\$ 7,885	\$ 746	\$ 702	\$ 3,835	\$ 178,549
Loss allowance (Lifetime ECL)	(34)	(349)	(10)	(15)	(14)	(3,835)	(4,257)
Amortized cost	<u>\$ 149,929</u>	<u>\$ 15,069</u>	<u>\$ 7,875</u>	<u>\$ 731</u>	<u>\$ 688</u>	<u>\$ -</u>	<u>\$ 174,292</u>

The movements of the loss allowance of trade receivables were as follows:

	<b>September 30</b>	
	<b>2025</b>	<b>2024</b>
Balance at January 1	\$ 4,146	\$ 2,984
Add: Allowance for impairment loss	-	1,143
Less: Allowance for impairment loss	(3,285)	-
Foreign exchange gains and losses	<u>11</u>	<u>130</u>
 Balance at December 31	 <u><u>\$ 872</u></u>	 <u><u>\$ 4,257</u></u>

b. Other receivables

Other receivables are individually assessed for impairment and considered to be impaired when there is objective evidence of impairment. At the end of reporting period, there was no past due other receivables and the Group had not recognized allowance for impairment on other receivables.

## 10. INVENTORIES

	<b>September 30, 2025</b>	<b>December 31, 2024</b>	<b>September 30, 2024</b>
Finished goods	\$ 439,767	\$ 488,610	\$ 491,946
Work in process	36,050	2,836	33,764
Raw materials	161,986	114,852	132,553
Merchandise	<u>41,490</u>	<u>25,488</u>	<u>32,381</u>
 \$ 679,293	 <u><u>\$ 631,786</u></u>	 <u><u>\$ 690,644</u></u>	

The costs of inventories recognized as cost of goods sold for the three months ended September 30, 2025 and 2024 and for the nine months ended September 30, 2025 and 2024 were \$275,490 thousand, \$240,110 thousand, \$772,072 thousand and \$750,740 thousand, respectively. The costs of goods sold included losses from inventory write-downs of \$3,657 thousand, \$21,174 thousand, \$28,564 thousand and \$58,553 thousand for the three months ended September 30, 2025 and 2024 and for the nine months ended September 30, 2025 and 2024, respectively.

## 11. PREPAYMENTS

	<b>September 30, 2025</b>	<b>December 31, 2024</b>	<b>September 30, 2024</b>
Prepayments for purchases	\$ 8	\$ 181	\$ 277
Other prepaid expenses	31,215	27,135	25,145
Prepaid expenses - mold templates	<u>1,673</u>	<u>894</u>	<u>1,411</u>
 \$ 32,896	 <u><u>\$ 28,210</u></u>	 <u><u>\$ 26,833</u></u>	

## 12. SUBSIDIARIES

Subsidiaries included in the consolidated financial statements are as follows:

Investor	Investee	Nature of Activities	Proportion of Ownership (%)			Remark
			September 30, 2025	December 31, 2024	September 30, 2024	
Shuttle Inc. ("Shuttle")	Holco (BVI) Inc.	Investment holding company	100.00	100.00	100.00	a
	Gold Fountain Limited	Investment holding company	100.00	100.00	100.00	
	Fuxing Biomedical Co., Ltd	Providing elderly care services and selling medical peripherals	100.00	100.00	100.00	a
	Liigen Inc.	Selling and maintaining computers and peripherals	100.00	100.00	100.00	a
	Yong Jhao Innovation Investment Co., Ltd.	Investment holding company	100.00	100.00	100.00	
	Big Ten Investment Consulting Co., Ltd.	Investment holding company	100.00	100.00	100.00	
Shuttle Inc. ("Shuttle")	Carilex Medical Inc.	Selling and maintaining air mattress and medical peripherals	6.26	6.26	6.26	c
Holco (BVI) Inc.	Shuttle Computer (H.K.) Ltd., ("S.H.K.")	Selling and maintaining computers and peripherals	100.00	100.00	100.00	
Gold Fountain Limited	Shuttle Computer Handels GmbH ("S.C.H.")	Selling and maintaining computers and peripherals	100.00	100.00	100.00	
	Shuttle Computer Group Inc. ("S.C.G.")	Selling and maintaining computers and peripherals	100.00	100.00	100.00	
	Japan Shuttle Co., Ltd. ("S.C.J.")	Selling and maintaining computers and peripherals	100.00	100.00	100.00	a
	Shuttle Commerce (Shenzhen) Ltd. ("S.C.M.")	Selling and maintaining computers and peripherals	100.00	100.00	100.00	a
Yong Jhao Innovation Investment Co., Ltd.	Carilex Medical Inc.	Selling and maintaining air mattress and medical peripherals	55.60	55.60	55.60	
Big Ten Investment Consulting Co., Ltd.	Carilex Medical Inc.	Selling and maintaining air mattress and medical peripherals	10.44	9.70	8.54	b
Carilex Medical Inc.	Carilex Medical Ltd.	Selling and maintaining air mattress and medical peripherals	100.00	100.00	100.00	a
	Carilex Medical USA, Inc.	Selling and maintaining air mattress and medical peripherals	100.00	100.00	100.00	
	Carilex Medical Technologies GmbH	Selling and maintaining air mattress and medical peripherals	100.00	100.00	100.00	a

Remarks:

- The financial statements of some non-significant subsidiaries were not reviewed by independent auditors.
- Big Ten Investment Consulting Co., Ltd. purchased 150 thousand and 469 thousand shares, respectively, of Carilex Medical Inc. in 2025 and 2024.
- The shares of Carilex Medical Inc. have been listed in the Emerging Stock Market since February 27, 2024.

## 13. INVESTMENTS ACCOUNTED FOR USING THE EQUITY METHOD

	September 30, 2025	December 31, 2024	September 30, 2024
Investments in joint ventures			
Shandong Lixin Pension Industry Development Co., Ltd.	\$ 35,225	\$ 37,608	\$ 37,454

At the end of the reporting period, the proportion of ownership and voting rights in joint venture held by the Group were as follows:

	September 30, 2025	December 31, 2024	September 30, 2024
Shandong Lixin Pension Industry Development Co., Ltd.	50%	50%	50%

The Group entered into a joint venture agreement with Zhongcai Huitou (Beijing) Fund Management Co., Ltd. in May 2017 to jointly invest RMB20,000 thousand in Shandong Lixin Pension Industry Development Co., Ltd. The Group's investment amount was RMB10,000 thousand. According to the agreement, both parties have a majority power on the board of directors and the ability to veto, and therefore, the Group does not have control. In addition, the agreement stipulates that in the future, if the management of the joint venture reaches a certain performance condition, the management may obtain 20% of the shares of the joint venture. Zhongcai Huitou (Beijing) Fund Management Co., Ltd. completed shares transfer to Shanghai Jiayi Investment Holding Co., Ltd. in May 2018 without any changes in the agreement.

Shares of loss of the joint venture recognized by the Group for the three months ended September 30, 2025 and 2024 and for the nine months ended September 30, 2025 and 2024 were \$38 thousand, \$49 thousand, \$109 thousand and \$19 thousand, respectively. The investments accounted for using equity method and the share of profit or loss and other comprehensive income of those investments for the three months ended September 30, 2025 and 2024 and for the nine months ended September 30, 2025 and 2024 were calculated based on the financial statements which have not been independently reviewed. However, the management believes that there would have been no significant adjustments had this investee's financial statements been independently reviewed.

For details on services, major business offices and the country where the above jointly controlled entities are registered, refer to Table 5, "Investments in Mainland China," following the Notes to Consolidated Financial Statements.

#### 14. PROPERTY, PLANT AND EQUIPMENT

	September 30, 2025	December 31, 2024	September 30, 2024
Land	\$ 1,043,013	\$ 1,046,535	\$ 1,044,897
Buildings	20,217	22,150	21,506
Machinery and equipment	8,814	7,837	7,964
Transportation equipment	2,914	3,390	3,996
Facilities	4,727	615	641
Leasehold improvement	5,285	2,179	5,115
Other equipment	<u>2,916</u>	<u>2,626</u>	<u>3,827</u>
	<u>\$ 1,087,886</u>	<u>\$ 1,085,332</u>	<u>\$ 1,087,946</u>

Except for depreciation recognized, the Group did not have significant addition, disposal, or impairment of property, plant and equipment during the nine months ended September 30, 2025 and 2024.

The above items of property, plant and equipment used by the Group are depreciated on a straight-line basis over their estimated useful lives as follows:

Buildings		
Main buildings		25-45 years
Machinery and equipment		2-7 years
Transportation equipment		5-7 years
Facilities		2-5 years
Leasehold improvements		3-10 years
Other equipment		2-12 years

The Company's board of directors authorized the chairman to deal with the purchase of headquarters buildings in accordance with the resolution of the Company's board of directors passed on August 3, 2023. The Group signed a \$2,350,776 thousand pre-sale contract on November 9, 2023. The payment is paid based on the progress of construction, which is expected to be completed in 2026, with a final payment of \$1,645,543 thousand. As of September 30, 2025, the Group had paid \$601,126 thousand (classified as other non-current assets - prepayments for buildings and land).

Property, plant and equipment used by the Group and pledged as collateral for bank borrowings are set out in Note 29.

## 15. LEASE ARRANGEMENTS

### a. Right-of-use assets

	September 30, 2025	December 31, 2024	September 30, 2024	
<u>Carrying amounts</u>				
Buildings	\$ 141,846	\$ 137,673	\$ 144,054	
Transportation equipment	<u>6,261</u>	<u>4,195</u>	<u>5,161</u>	
	<u><u>\$ 148,107</u></u>	<u><u>\$ 141,868</u></u>	<u><u>\$ 149,215</u></u>	
	<b>For the Three Months Ended September 30</b>		<b>For the Nine Months Ended September 30</b>	
	2025	2024	2025	2024
Additions to right-of-use assets	<u><u>\$ 38,761</u></u>	<u><u>\$ 4,917</u></u>	<u><u>\$ 46,155</u></u>	<u><u>\$ 27,357</u></u>
Depreciation charge for right-of-use assets				
Buildings	\$ 13,546	\$ 11,418	\$ 37,798	\$ 33,681
Transportation equipment	<u>1,093</u>	<u>910</u>	<u>3,215</u>	<u>2,699</u>
	<u><u>\$ 14,639</u></u>	<u><u>\$ 12,328</u></u>	<u><u>\$ 41,013</u></u>	<u><u>\$ 36,380</u></u>

### b. Lease liabilities

	September 30, 2025	December 31, 2024	September 30, 2024
<u>Carrying amounts</u>			
Current	<u><u>\$ 70,015</u></u>	<u><u>\$ 54,402</u></u>	<u><u>\$ 56,041</u></u>
Non-current	<u><u>\$ 134,690</u></u>	<u><u>\$ 152,466</u></u>	<u><u>\$ 160,525</u></u>

Range of discount rates for lease liabilities was as follows:

	September 30, 2025	December 31, 2024	September 30, 2024
Buildings	0.95%-8.50%	0.95%-8.50%	0.95%-8.50%
Transportation equipment	1.10%-5.50%	1.10%-5.50%	1.10%-5.50%

c. Material leasing activities and terms

The Group leases certain buildings for use as plant and offices with lease terms of 2 to 8 years. These lease arrangements do not include preferential purchase options upon expiration.

To revitalize assets and strengthen the financial structure, the Group sold the office building at Ruiguang Rd., Neihu Dist., Taipei City in December 2021, to Nan Shan Life Insurance Company, Ltd., and then leased it back immediately. The Group signed an 8-year lease arrangement with Nan Shan Life Insurance Company, Ltd. for the continued use of the building. The lease agreement includes a preferential renewal clause, with annual rental payments of \$24,762 thousand for the first two years, and an increase of the rental starting from the third year of the lease term at 1% of the prior year's rental fee.

d. Other lease information

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Expenses relating to short-term leases and low-value asset leases	\$ 1,846	\$ 2,317	\$ 5,506	\$ 7,017
Total cash outflow for leases	<u>\$ 20,599</u>	<u>\$ 18,425</u>	<u>\$ 59,017</u>	<u>\$ 55,157</u>

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

## 16. OTHER INTANGIBLE ASSETS

	September 30, 2025	December 31, 2024	September 30, 2024
Computer software	\$ 15,610	\$ 17,895	\$ 18,472
Core technologies	40,829	48,329	50,828
Trademark rights	85,934	88,610	89,502
Others	<u>—</u>	<u>—</u>	<u>351</u>
	<u>\$ 142,373</u>	<u>\$ 154,834</u>	<u>\$ 159,153</u>

Except for amortization recognized, the Group did not have significant addition, disposal, or impairment of other intangible assets during the nine months ended September 30, 2025 and 2024.

The above trademark rights, core technologies, computer software and other assets are amortized on a straight-line method over 30 years, 10 years and 2 to 5 years, respectively.

## 17. OTHER ASSETS - CURRENT AND NON-CURRENT

	September 30, 2025	December 31, 2024	September 30, 2024
<b><u>Current</u></b>			
Overpaid sales tax	\$ 38,191	\$ 37,128	\$ 35,574
Input tax	5,636	16,294	8,129
Others	<u>21,075</u>	<u>21,556</u>	<u>21,819</u>
	<u><u>\$ 64,902</u></u>	<u><u>\$ 74,978</u></u>	<u><u>\$ 65,522</u></u>
<b><u>Non-current</u></b>			
Prepayments for building and land	\$ 601,126	\$ 597,526	\$ 597,526
Restricted bank deposits	43,333	43,333	43,333
Refundable deposits	25,594	23,621	23,035
Prepayments	13,569	4,055	1,990
Net defined benefit assets	<u>1,028</u>	<u>1,028</u>	<u>1,028</u>
	<u><u>\$ 684,650</u></u>	<u><u>\$ 669,563</u></u>	<u><u>\$ 666,912</u></u>

## 18. SHORT-TERM BORROWINGS

	September 30, 2025	December 31, 2024	September 30, 2024
Credit loans	<u><u>\$ 130,000</u></u>	<u><u>\$ 50,000</u></u>	<u><u>\$ 50,000</u></u>
Interest rate	2.15%-2.19%	2.23%	2.06%

## 19. OTHER PAYABLES

	September 30, 2025	December 31, 2024	September 30, 2024
Accrued salaries and compensation	\$ 75,008	\$ 78,447	\$ 76,402
Payables for promotion expenses	34,021	18,164	27,639
Payables for professional services	12,283	10,401	11,110
Others	<u>42,272</u>	<u>44,086</u>	<u>43,002</u>
	<u><u>\$ 163,584</u></u>	<u><u>\$ 151,098</u></u>	<u><u>\$ 158,153</u></u>

## 20. PROVISIONS

	September 30, 2025	December 31, 2024	September 30, 2024
Warranties	<u><u>\$ 59,357</u></u>	<u><u>\$ 58,092</u></u>	<u><u>\$ 55,196</u></u>

The movements of the warranties were as follows:

	<b>For the Nine Months Ended September 30</b>	
	<b>2025</b>	<b>2024</b>
Balance at January 1	\$ 58,092	\$ 58,789
Additional provisions recognized (reversed)	1,389	(3,279)
Usage	(790)	(916)
Effect of foreign currency exchange differences	<u>666</u>	<u>602</u>
 Balance at September 30	 <u>\$ 59,357</u>	 <u>\$ 55,196</u>

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

## 21. EQUITY

### a. Ordinary shares

	<b>September 30, 2025</b>	<b>December 31, 2024</b>	<b>September 30, 2024</b>
Shares authorized (in thousands of shares)	<u>500,000</u>	<u>500,000</u>	<u>500,000</u>
Authorized shares	<u>\$ 5,000,000</u>	<u>\$ 5,000,000</u>	<u>\$ 5,000,000</u>
Shares issued and fully paid (in thousands of shares)	<u>343,427</u>	<u>343,427</u>	<u>343,427</u>
Issued shares	<u>\$ 3,434,273</u>	<u>\$ 3,434,273</u>	<u>\$ 3,434,273</u>

The issued ordinary shares with a par value of \$10 entitle the holders to the rights to vote and receive dividends.

### b. Capital surplus

	<b>September 30, 2025</b>	<b>December 31, 2024</b>	<b>September 30, 2024</b>
<u>May be used to offset a deficit, distributed as cash dividends, or transferred to share capital</u>			
Share premium of issuance of ordinary shares	\$ 11,865	\$ 11,865	\$ 11,865
Treasury share transactions	4,483	4,483	4,483
Treasury shares transferred to employees	8,740	8,740	8,740
The difference between the consideration received or paid and the carrying amount of the subsidiaries' net assets during actual disposal or acquisition (Note 25)	<u>15,242</u>	<u>17,675</u>	<u>22,776</u>
	<u>\$ 40,330</u>	<u>\$ 42,763</u>	<u>\$ 47,864</u>

The capital surplus arising from shares issued in excess of par (including share premium from issuance of ordinary shares, and treasury share transactions) may be used to offset a deficit; in addition, when the Company has no deficit, such capital surplus may be distributed as cash dividends or transferred to share capital which however is limited to a certain percentage of the Company's capital surplus and once a year.

c. Retained earnings and dividends policy

Under the dividends policy as set forth in the Company's Articles of Incorporation (the "Articles"), where the Company made an earnings distribution or offsetting for deficits after the end of the half-year period in a fiscal year, the profit shall be first utilized for paying taxes and employees' compensation, offsetting losses of previous years, setting aside as legal reserve 10% of the remaining profit, setting aside or reversing a special reserve in accordance with the laws and regulations, and then any remaining profit together with any undistributed retained earnings shall be used by the Company's board of directors as the basis for proposing a distribution plan, which should be resolved in the shareholders' meeting for the distribution of dividends and bonuses to shareholders. The partial or full distribution of dividends and bonuses by way of cash is authorized to be approved by the Company's board of directors and reported in the shareholder's meeting. For the policies on the distribution of compensation of employees and remuneration of directors, refer to compensation of employees and remuneration of directors in Note 22(g).

The Company's Articles also stipulate that the profit of the Company may be distributed by way of cash dividends and/or share dividends. The ratio for cash dividends shall not be less than 10% of the total dividend distribution. However, the Company may adjust the distributed ratio based on the current fund allocation.

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

The Company if the undistributed earnings from the previous period are insufficient to provide a net deduction of other equity accumulated in the previous period as a special reserve, it will be provided from the net income after tax for the current period, plus items other than net income after tax included in undistributed earnings for the current period.

The appropriation of earnings for 2024 and 2023, which was resolved by the Company's board of directors, was as follows:

<b>Date of Board Resolution</b>	<b>Second Half of 2024</b>	<b>First Half of 2024</b>
	<b>March 6, 2025</b>	<b>August 13, 2024</b>
Legal reserve	\$ _____ -	\$ 2,418
Special reserve	\$ _____ -	\$ (3,918)
Cash dividends	\$ 58,383	\$ _____ -
Cash dividends per share (NT\$)	\$ 0.17	\$ -

<b>Date of Board Resolution</b>	<b>Second Half of 2023</b>	<b>First Half of 2023</b>
	<b>April 18, 2024</b>	<b>August 3, 2023</b>
Legal reserve	\$ <u>        </u> -	\$ 4,835
Special reserve	\$ <u>        </u> -	\$ (20,079)
Cash dividends	\$ <u>58,383</u>	\$ <u>        </u> -
Cash dividends per share (NT\$)	\$ 0.17	\$ <u>        </u> -

The above cash dividend was resolved for distribution by the Board of Directors on March 6, 2025 and April 18, 2024, respectively, and the appropriation of the remaining earnings of 2024 and 2023 were approved at the shareholders' annual meetings on May 29, 2025 and June 7, 2024, respectively.

On August 4, 2025, the Board of Directors resolved not to distribute the earnings for the first half of 2025.

d. Other equity

Unrealized (loss) gain on financial assets at FVTOCI

	<b>For the Nine Months Ended September 30</b>	
	<b>2025</b>	<b>2024</b>
Balance at January 1	\$ (34,978)	\$ (31,165)
Recognized for the year		
Unrealized (loss) gain - equity instruments	(10,341)	39,989
Other comprehensive income recognized for the year	(10,341)	39,989
Cumulative unrealized (loss) gain of equity instruments transferred to retained earnings due to disposal	(11)	-
Balance at September 30	\$ (45,330)	\$ 8,824

**22. NET PROFIT (LOSS)**

a. Operating revenue

	<b>For the Three Months Ended September 30</b>		<b>For the Nine Months Ended September 30</b>	
	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
XPC	\$ 350,883	\$ 311,323	\$ 1,004,580	\$ 961,264
Air mattress and medical peripherals	79,637	73,730	231,958	258,077
Computer peripherals and components	15,720	14,217	48,767	48,544
	<u>\$ 446,240</u>	<u>\$ 399,270</u>	<u>\$ 1,285,305</u>	<u>\$ 1,267,885</u>

The Group's contract liabilities arising from sales of goods were \$8,174 thousand, \$14,148 thousand and \$15,480 thousand as of September 30, 2025, December 31, 2024 and September 30, 2024, respectively. The change in contract liabilities mainly arises from the difference in the timing of customers' payment and satisfaction of performance obligation.

b. Other income

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Dividend income	\$ 1,437	\$ 1,552	\$ 1,437	\$ 1,552
Rental income	763	831	2,320	2,433
Others	<u>683</u>	<u>1,672</u>	<u>4,620</u>	<u>4,417</u>
	<u>\$ 2,883</u>	<u>\$ 4,055</u>	<u>\$ 8,377</u>	<u>\$ 8,402</u>

c. Other gains and losses

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Net (loss) gain on foreign exchange	\$ 11,459	\$ (1,515)	\$ (18,341)	\$ 36,758
Net gain (loss) on financial instruments at FVTPL	3,845	(2,297)	(6,193)	(547)
Gain on disposal of property, plant and equipment	356	110	363	110
Others	<u>(388)</u>	<u>(375)</u>	<u>(1,086)</u>	<u>(972)</u>
	<u>\$ 15,272</u>	<u>\$ (4,077)</u>	<u>\$ (25,257)</u>	<u>\$ 35,349</u>

d. Finance costs

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Interest on bank loans	\$ 520	\$ 270	\$ 1,082	\$ 902
Interest on lease liabilities	<u>1,440</u>	<u>1,586</u>	<u>4,251</u>	<u>4,882</u>
	<u>\$ 1,960</u>	<u>\$ 1,856</u>	<u>\$ 5,333</u>	<u>\$ 5,784</u>

e. Depreciation and amortization

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
An analysis of depreciation by function				
Operating costs	\$ 4,635	\$ 2,889	\$ 12,614	\$ 8,669
Operating expenses	<u>12,525</u>	<u>11,810</u>	<u>35,730</u>	<u>34,470</u>
	<u>\$ 17,160</u>	<u>\$ 14,699</u>	<u>\$ 48,344</u>	<u>\$ 43,139</u>
				(Continued)

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
An analysis of amortization by function				
Operating costs	\$ 1,847	\$ 2,756	\$ 5,077	\$ 8,636
Operating expenses	<u>4,222</u>	<u>5,370</u>	<u>12,654</u>	<u>16,270</u>
	<u><u>\$ 6,069</u></u>	<u><u>\$ 8,126</u></u>	<u><u>\$ 17,731</u></u>	<u><u>\$ 24,906</u></u>
				(Concluded)

f. Employee benefits expense

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
An analysis of employee benefits expense by function				
Salaries and bonuses	\$ 107,972	\$ 108,613	\$ 327,926	\$ 328,798
Post-employment benefits	7,160	6,854	21,624	20,805
Labor and health insurance	8,675	8,804	26,590	25,989
Other employee benefits	<u>5,200</u>	<u>4,735</u>	<u>16,031</u>	<u>14,286</u>
Total employee benefits expense	<u><u>\$ 129,007</u></u>	<u><u>\$ 129,006</u></u>	<u><u>\$ 392,171</u></u>	<u><u>\$ 389,878</u></u>

g. Employees' compensation and remuneration of directors

According to the Company's Articles, the Company accrues compensation of employees and remuneration of directors at the rates of 2% to 10% and no higher than 3%, respectively, of net profit before income tax, compensation of employees, and remuneration of directors. In accordance with the amendments to the Securities and Exchange Act in August 2024, the Company has resolved to propose an amendment to the Company's articles at the 2025 shareholders' meeting. The amendments explicitly stipulate the allocation that no less than 20% of the compensation of employees as compensation distributions for non-executive employees. As the Company incurred a loss for the nine months ended September 30, 2025, no provision was made for employee remuneration and directors' compensation. For the nine months ended September 2024, the Company accrues employee compensation and the remuneration of directors at 2%, amounting to \$475 thousand each.

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

The estimated employees' compensation and remuneration of directors for 2024 and 2023, which were approved by Company's board of directors on March 6, 2025 and March 12, 2024, respectively, are as follows:

Amount

	<b>For the Year Ended December 31</b>	
	<b>2024</b>	<b>2023</b>
Compensation of employees	\$ 299	\$ 377
Remuneration of directors	299	377

As of the date the accompanying consolidated financial statements were authorized for issue, the accrued employee and director compensation of \$299 thousand each for the year ended December 2024 had not yet been distributed. The Company expect to resolve the distribution for the year ended December 2025 based on employee performance.

There was no difference between the actual amount of employees' compensation and remuneration of directors paid and the amounts recognized in the consolidated financial statements for the year ended December 31, 2023.

Information on the employees' compensation and remuneration of directors is available on the Market Observation Post System website of the Taiwan Stock Exchange.

## 23. INCOME TAX

a. Income tax recognized in profit or loss

	<b>For the Three Months Ended September 30</b>		<b>For the Nine Months Ended September 30</b>	
	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
Current tax				
In respect of the current year	\$ 3,910	\$ 1,137	\$ 5,963	\$ 7,117
Adjustments for prior years	-	-	496	(350)
Income tax on unappropriated earnings	<u>3,910</u>	<u>1,137</u>	<u>6,488</u>	<u>6,924</u>
Deferred tax				
In respect of the current year	532	(3,312)	(15,848)	7,069
Adjustments for prior years	<u>532</u>	<u>(3,316)</u>	<u>(7,825)</u>	<u>42</u>
Income tax (gain) expense recognized in profit or loss	<u>\$ 4,442</u>	<u>\$ (2,179)</u>	<u>\$ (1,338)</u>	<u>\$ 14,035</u>

b. Tax expense recognized in other comprehensive income (loss)

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Deferred tax				
In respect of the current year				
- exchange differences on translating foreign operations	<u>\$ (4,231)</u>	<u>\$ 446</u>	<u>\$ 4,135</u>	<u>\$ (4,020)</u>

c. Income tax assessments

The income tax returns of the Company through 2022 have been assessed by the tax authorities.

#### 24. EARNINGS (LOSS) PER SHARE

**Unit: NT\$ Per Share**

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Basic (loss) earnings per share	<u>\$ -</u>	<u>\$ (0.02)</u>	<u>\$ (0.15)</u>	<u>\$ 0.05</u>
Diluted (loss) earnings per share	<u>\$ -</u>	<u>\$ (0.02)</u>	<u>\$ (0.15)</u>	<u>\$ 0.05</u>

The (loss) profit and the weighted-average shares of ordinary shares to calculate (loss) earnings per share were as follows:

#### Net (Loss) Profit for the Year

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
(Loss) profit used in the computation of basic and diluted (loss) earnings per share	<u>\$ (546)</u>	<u>\$ (6,999)</u>	<u>\$ (51,580)</u>	<u>\$ 17,181</u>

The weighted average number of ordinary shares outstanding (in thousands of shares) was as follows:

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Weighted-average number of ordinary shares used in computation of basic (loss) earnings per share	343,427	343,427	343,427	343,427
Effect of potentially dilutive ordinary shares				
Employees' compensation or bonuses issued to employees	_____ -	_____ -	_____ -	_____ 29
Weighted average number of ordinary shares used in the computation of diluted (loss) earnings per share	<u>343,427</u>	<u>343,427</u>	<u>343,427</u>	<u>343,456</u>

The Group may settle the compensation or bonuses paid to employees in cash or shares; therefore, the Group assumes that the entire amount of the compensation or bonuses will be settled in shares, and the resulting potential shares are included in the weighted average number of shares outstanding used in the computation of diluted earnings per share, as the effect is dilutive. Such dilutive effect of the potential shares is included in the computation of diluted earnings per share until the number of shares to be distributed to employees is resolved in the following year.

In calculating the net loss per share for the nine months ended September 30, 2025, the potential ordinary shares arising from employee remuneration were excluded, as their inclusion would have resulted in an anti-dilutive effect.

## 25. EQUITY TRANSACTIONS WITH NON-CONTROLLING INTERESTS

On February 19, 2024, the subsidiary Carilex Medical Inc. submitted documents for registration in the Emerging Stock Market, therefore, the Company legally transferred 1,000 shares of Carilex Medical Inc. to the Investor Protection Center. The above transaction was accounted for as an equity-method transaction, since the Group did not cease to have control over the subsidiary.

### Carilex Medical Inc.

Consideration received \$ 49

The proportionate share of the carrying amount of the net assets of the subsidiary transferred to non-controlling interests \_\_\_\_\_ -

Differences recognized from equity transactions \$ 49

#### Line items adjusted for equity transactions

Capital surplus - difference between consideration received or paid and the carrying amount of the subsidiaries' net assets during actual disposal or acquisition \$ 49

In 2025, the Company purchased approximately 150,000 shares of Carilex Medical Inc., increasing its ownership interest from 71.56% to 72.30%. This transaction was accounted for under the equity method, since the Company did not cease to have control over the subsidiary.

**Carilex Medical Inc.**

Consideration paid	\$ (5,786)
The proportionate share of the carrying amount of the net assets of the subsidiary transferred to non-controlling interests	<u>3,353</u>
Differences recognized from equity transactions	<u>\$ (2,433)</u>
<b><u>Line items adjusted for equity transactions</u></b>	
Capital surplus - difference between consideration received or paid and the carrying amount of the subsidiaries' net assets during actual disposal or acquisition	<u>\$ (2,433)</u>

## **26. CAPITAL MANAGEMENT**

The Group manages its capital to ensure that the Group will be able to continue as going concerns while maximizing the return to stakeholders through the optimization of the debt and equity balance.

Key management personnel of the Group review the capital structure on an annual basis. As part of this review, the key management personnel consider the cost of capital and the risks associated with each class of capital. Based on recommendations of the key management personnel, in order to balance the overall capital structure, the Group may adjust the amount of dividends paid to shareholders, and the number of new shares issued or repurchased, the amount of new debt issued or existing debt redeemed.

## **27. FINANCIAL INSTRUMENTS**

a. Fair value of financial instruments that are not measured at fair value

The management believes the carrying amount of the financial assets not carried at fair value is approximately equal to their fair value.

b. Fair value of financial instruments that are measured at fair value on a recurring basis

1) Fair value hierarchy

September 30, 2025

	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
Financial assets at FVTPL				
Derivatives	\$ -	\$ 679	\$ -	\$ 679
Foreign bonds	6,038	-	-	6,038
Foreign Fund beneficiary certificates	17,109	-	-	17,109
Domestic listed shares	<u>1,412</u>	<u>-</u>	<u>-</u>	<u>1,412</u>
	<u><u>\$ 24,559</u></u>	<u><u>\$ 679</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 25,238</u></u>

(Continued)

	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
Financial assets at FVTOCI				
Domestic listed shares	\$ 85,313	\$ 54,009	\$ -	\$ 139,322
Domestic unlisted shares	-	-	1,046	1,046
Foreign unlisted shares	<u>-</u>	<u>-</u>	<u>111,419</u>	<u>111,419</u>
	<u>\$ 85,313</u>	<u>\$ 54,009</u>	<u>\$ 112,465</u>	<u>\$ 251,787</u>
Financial liabilities at FVTPL				
Derivatives	<u>\$ -</u>	<u>\$ 3,547</u>	<u>\$ -</u>	<u>\$ 3,547</u>
				(Concluded)

December 31, 2024

	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
Financial assets at FVTPL				
Derivatives	\$ -	\$ 3,103	\$ -	\$ 3,103
Domestic listed shares	<u>1,828</u>	<u>-</u>	<u>-</u>	<u>1,828</u>
	<u>\$ 1,828</u>	<u>\$ 3,103</u>	<u>\$ -</u>	<u>\$ 4,931</u>
Financial assets at FVTOCI				
Domestic listed shares	\$ 87,519	\$ 69,921	\$ -	\$ 157,440
Domestic unlisted shares	-	-	5,535	5,535
Foreign unlisted shares	<u>-</u>	<u>-</u>	<u>99,164</u>	<u>99,164</u>
	<u>\$ 87,519</u>	<u>\$ 69,921</u>	<u>\$ 104,699</u>	<u>\$ 262,139</u>

September 30, 2024

	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
Financial assets at FVTPL				
Derivatives	\$ -	\$ 242	\$ -	\$ 242
Domestic listed shares	<u>2,770</u>	<u>-</u>	<u>-</u>	<u>2,770</u>
	<u>\$ 2,770</u>	<u>\$ 242</u>	<u>\$ -</u>	<u>\$ 3,012</u>
Financial assets at FVTOCI				
Domestic listed shares	\$ 92,680	\$ 105,953	\$ -	\$ 198,633
Domestic unlisted shares	-	-	5,370	5,370
Foreign unlisted shares	<u>-</u>	<u>-</u>	<u>101,949</u>	<u>101,949</u>
	<u>\$ 92,680</u>	<u>\$ 105,953</u>	<u>\$ 107,319</u>	<u>\$ 305,952</u>
Financial liabilities at FVTPL				
Derivatives	<u>\$ -</u>	<u>\$ 2,619</u>	<u>\$ -</u>	<u>\$ 2,619</u>

There were no transfers between Levels 1 and 2 for the nine months ended September 30, 2025 and 2024.

2) Reconciliation of Level 3 fair value measurements of financial instruments

For the nine months ended September 30, 2025

		<b>Financial Assets at FVTOCI Equity Instruments</b>
<u>Financial assets</u>		
Balance at January 1		\$ 104,699
Recognized in other comprehensive income		<u>7,766</u>
Balance at September 30		<u>\$ 112,465</u>

For the nine months ended September 30, 2024

		<b>Financial Assets at FVTOCI Equity Instruments</b>
<u>Financial assets</u>		
Balance at January 1		\$ 107,646
Recognized in other comprehensive income		<u>(327)</u>
Balance at September 30		<u>\$ 107,319</u>

3) Valuation techniques and inputs applied for Level 2 fair value measurement

<b>Financial Instruments</b>	<b>Valuation Techniques and Inputs</b>
Derivatives - foreign exchange forward contracts	Discounted cash flow method: Future cash flows are estimated based on observable forward exchange rates at the end of the reporting period and contract forward rates, discounted at a rate that reflects the credit risk of various counterparties.
Privately placed stocks of domestic listed companies	The fair value is calculated based on the observable stock prices and the liquidity discount at the end of the reporting period. The liquidity discount was 10% as of September 30, 2025, December 31, 2024 and September 30, 2024.

4) Valuation techniques and inputs applied for Level 3 fair value measurement

The fair values of domestic and foreign unlisted equity securities were determined using asset approach and income approach. In this approach, the net asset value of each share is evaluated by reference to financial information of the Company, observable information of market prices, and by considering liquidity discounts, 20%-30% as of the nine months ended September 30, 2025, December 31, 2024 and September 30, 2024. The lower the liquidity discount is, the higher the fair value of the investments.

c. Categories of financial instruments

	September 30, 2025	December 31, 2024	September 30, 2024
<b><u>Financial assets</u></b>			
Financial assets at FVTPL	\$ 25,238	\$ 4,931	\$ 3,012
Financial assets at amortized cost (Note 1)	1,141,161	1,189,532	1,222,133
Financial assets at FVTOCI	251,787	262,139	305,952
<b><u>Financial liabilities</u></b>			
Financial liabilities at FVTPL	3,547	-	2,619
Amortized cost (Note 2)	491,341	348,138	398,270

Note 1: The balances include financial assets at amortized cost, which comprise cash and cash equivalents, trade receivables, other receivables, restricted bank deposits and refundable deposits.

Note 2: The balances include financial liabilities at amortized cost, which comprise short-term loans, trade payables, other payables and other non-current liabilities.

d. Financial risk management objectives and policies

The major financial instruments of the Group include trade receivables, accounts payable and short-term borrowings. The Group's finance department provides services to the business units, coordinates access to domestic and international financial markets, and monitors and manages the financial risks relating to the operations of the Group through internal risk reports that analyze exposures by degree and magnitude of risks. These risks include market risk (including foreign currency risk and interest rate risk), credit risk, and liquidity risk.

1) Market risk

The Group's activities exposed it primarily to the market risks of changes in foreign currency exchange rates and interest rates.

There has been no change to the Group's exposure to market risks or the manner in which these risks are managed and measured. Sensitivity analysis is an estimate of the influence of the reasonably possible range of the interest rate and currency fluctuation in a year. Sensitivity analysis of interest rate and currency fluctuation was as follows:

a) Foreign currency risk

The carrying amounts of the Group's foreign currency denominated monetary assets and monetary liabilities (including the foreign currency denominated monetary assets and monetary liabilities that were eliminated upon consolidation) at the end of the reporting period are set out in Note 30.

Sensitivity analysis

The Group is mainly affected by the fluctuations of the U.S. dollar, Japanese yen, Euro and Great British Pound.

The table below is the analysis of the sensitivity of the Group's foreign currencies to a 5% increase or decrease in the relevant currency rate on the balance sheet date. The 5% sensitivity rate is the currency risk factor used in the internal report to management; it is the rate that management believes represents the reasonably possible range of the currency fluctuation. The sensitivity analysis included only outstanding foreign-currency denominated monetary items and assumed their translation at the end of the reporting period for a 5% change in foreign currency rates.

The table below shows the amount of change in income before tax when the Group's foreign currencies increase by 5% against the relevant currency. When the Group's foreign increases fall 5% against the relevant currency, the impact on income before tax is the negative number of the same amount.

	U.S. Dollar		Japanese Yen		Euro		Pound Sterling	
	For the Nine Months Ended September 30		For the Nine Months Ended September 30		For the Nine Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024	2025	2024	2025	2024
Profit or loss	\$ (9,678)	\$ (14,354)	\$ (2,664)	\$ (1,083)	\$ (10,625)	\$ (13,513)	\$ (1,591)	\$ (1,107)

The above effects are mainly derived from the Group's outstanding cash in the bank, short-term loans, receivables and payables, which did not have cash flows hedged and which were valued in U.S. dollars, Japanese yen, Euros and Great British Pound on the balance sheet date.

b) Interest rate risk

The carrying amounts of the Group's exposures to interest rates on financial assets and financial liabilities are as follows:

	September 30, 2025	December 31, 2024	September 30, 2024
Fair value interest rate risk			
Financial assets	\$ 408,089	\$ 391,622	\$ 489,314
Cash flow interest rate risk			
Financial assets	508,752	583,469	530,058
Financial liabilities	131,879	52,135	52,338

Sensitivity analysis

The sensitivity analyses below have been determined the exposure to interest rates risk for non-derivative instruments at the end of the reporting period. Increase or decrease of 25-basis point is used when reporting interest rate risk internally to key management personnel and represents management's assessment of the reasonably possible change in interest rates.

If interest rates had been 25 basis points higher/lower and all other variables were held constant, the Group's profit for the nine months ended September 30, 2025 and 2024 would increase/decrease by \$654 thousand and \$896 thousand, respectively. This is mainly attributable to the Group's exposure to floating rates on demand deposits and short-term borrowings.

2) Credit risk

Credit risk refers to the risk that a counterparty will default on contractual obligations resulting in a financial loss to the Group. The maximum credit exposure of the aforementioned financial instruments is equal to their carrying amounts recognized in the consolidated balance sheet as of the balance sheet date.

The Group evaluates its main customers' credit rating by the use of accessible financial information and transaction records with those customers. The Group keeps an eye on credit exposure and customers' credit ratings.

The Group's credit risk is mainly focused on its main customers. As of September 30, 2025, December 31, 2024 and September 30, 2024, the percent of the Group's total receivables from its main customers were 36%, 35% and 35%, respectively.

### 3) Liquidity risk

The Group closely monitors operations and alleviates the effects of fluctuations in cash flows by managing and maintaining sufficient cash and cash equivalents. The management monitors the usage of the bank's financing limit and ensures that the terms of loan agreements are followed.

Bank loans are sources of liquidity for the Group. As of September 30, 2025, December 31, 2024 and September 30, 2024, the Group's unused bank financing limits were \$862,115 thousand, \$958,495 thousand and \$1,100,550 thousand, respectively.

The following tables detail the Group's remaining contractual maturities for its non-derivative financial liabilities with agreed upon repayment periods. The tables have been drawn up based on the undiscounted cash flows of financial liabilities from the earliest date on which the Group can be required to pay. The tables include both interest and principal cash flows.

September 30, 2025

	Weighted-average Effective Interest Rate (%)	On Demand or Less than 1 Month	1 to 3 Months	3 Months to 1 Year	1 Year to 5 Years	5+ Years
<u>Financial liabilities - non-derivative</u>						
Non-interest bearing liabilities	-	\$ 73,063	\$ 127,228	\$ 159,171	\$ -	\$ -
Variable interest rate liabilities	2.17	30,258	100,225	245	1,594	-
Lease liabilities	2.87	<u>7,322</u>	<u>14,932</u>	<u>55,999</u>	<u>138,568</u>	<u>-</u>
		<u><u>\$ 110,643</u></u>	<u><u>\$ 242,385</u></u>	<u><u>\$ 215,414</u></u>	<u><u>\$ 140,162</u></u>	<u><u>\$ -</u></u>

December 31, 2024

	Weighted-average Effective Interest Rate (%)	On Demand or Less than 1 Month	1 to 3 Months	3 Months to 1 Year	1 Year to 5 Years	5+ Years
<u>Financial liabilities - non-derivative</u>						
Non-interest bearing liabilities	-	\$ 74,675	\$ 77,962	\$ 143,366	\$ -	\$ -
Variable interest rate liabilities	2.23	50,117	55	249	1,876	-
Lease liabilities	3.07	<u>5,567</u>	<u>11,231</u>	<u>42,710</u>	<u>159,046</u>	<u>-</u>
		<u><u>\$ 130,359</u></u>	<u><u>\$ 89,248</u></u>	<u><u>\$ 186,325</u></u>	<u><u>\$ 160,922</u></u>	<u><u>\$ -</u></u>

September 30, 2024

	<b>Weighted- average Effective Interest Rate (%)</b>	<b>On Demand or Less than 1 Month</b>	<b>1 to 3 Months</b>	<b>3 Months to 1 Year</b>	<b>1 Year to 5 Years</b>	<b>5+ Years</b>
<u>Financial liabilities - non-derivative</u>						
Non-interest bearing liabilities	-	\$ 63,972	\$ 61,895	\$ 220,065	\$ -	\$ -
Variable interest rate liabilities	2.05	50,108	59	264	2,075	-
Lease liabilities	3.02	<u>5,349</u>	<u>10,960</u>	<u>45,047</u>	<u>163,029</u>	<u>4,381</u>
		<u><b>\$ 119,429</b></u>	<u><b>\$ 72,914</b></u>	<u><b>\$ 265,376</b></u>	<u><b>\$ 165,104</b></u>	<u><b>\$ 4,381</b></u>

## **28. TRANSACTIONS WITH RELATED PARTIES**

Balances and transactions between the Company and its subsidiaries, which are related parties of the Company, have been eliminated on consolidation and are not disclosed in this note. Besides information disclosed elsewhere in other notes, details of transactions between the Group and other related parties are disclosed below.

- a. Related party name and category

<b>Related Party Name</b>	<b>Related Party Category</b>
<u>Other parties</u>	

Ares International Corporation The chairman is a second degree relative of the Company's chairman

- b. Prepayments

<b>Related Party Category</b>	<b>September 30, 2025</b>	<b>December 31, 2024</b>	<b>September 30, 2024</b>
Other parties	<u>\$ 12,150</u>	<u>\$ 732</u>	<u>\$ 965</u>

- c. Operating expenses

<b>Related Party Category</b>	<b>For the Nine Months Ended September 30</b>	
	<b>2025</b>	<b>2024</b>
Other parties	<u>\$ 689</u>	<u>\$ 673</u>

d. Remuneration of key management personnel

The remunerations of directors and key executives were as follows:

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Short-term employee benefits	\$ 5,252	\$ 11,796	\$ 20,459	\$ 28,346
Post-employment benefits	<u>119</u>	<u>160</u>	<u>436</u>	<u>422</u>
	<u><u>\$ 5,371</u></u>	<u><u>\$ 11,956</u></u>	<u><u>\$ 20,895</u></u>	<u><u>\$ 28,768</u></u>

The remuneration of directors and key executives was determined by the remuneration committee based on the performance of individuals and market trends.

## 29. PLEDGED ASSETS

The following assets were provided as collateral for bank guarantee and loan commitment were as follows:

	September 30, 2025	December 31, 2024	September 30, 2024
Restricted bank deposits	\$ 43,333	\$ 43,333	\$ 43,333
Transportation equipment	<u>1,015</u>	<u>1,380</u>	<u>1,643</u>
	<u><u>\$ 44,348</u></u>	<u><u>\$ 44,713</u></u>	<u><u>\$ 44,976</u></u>

## 30. SIGNIFICANT ASSETS AND LIABILITIES DENOMINATED IN FOREIGN CURRENCIES

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

(Foreign Currencies in Thousands)									
	September 30, 2025			December 31, 2024			September 30, 2024		
	Foreign Currency	Exchange Rate	Carrying Amount	Foreign Currency	Exchange Rate	Carrying Amount	Foreign Currency	Exchange Rate	Carrying Amount
<u>Financial assets</u>									
Monetary items									
USD	\$ 12,000	30.4450	\$ 365,341	\$ 10,228	32.785	\$ 335,311	\$ 14,265	31.65	\$ 451,491
EUR	5,956	35.77	213,060	8,033	34.14	274,262	7,794	35.38	275,762
JPY	258,848	0.2058	53,271	85,149	0.2099	17,873	97,431	0.2223	21,659
GBP	783	40.9700	32,066	711	41.19	29,306	525	42.43	22,283
<u>Financial liabilities</u>									
Monetary items									
USD	5,642	30.4450	171,772	3,913	32.785	128,294	5,195	31.65	164,407
EUR	16	35.77	557	10	34.14	330	156	35.38	5,504
GBP	6	40.9700	251	3	41.19	112	4	42.43	150

For the Group's realized and unrealized foreign exchange gains (losses) for the three months ended September 30, 2025 and 2024 and for the nine months ended September 30, 2025 and 2024, refer to Note 22. It is impractical to disclose net foreign exchange gains (losses) by each significant foreign currency due to the variety of the foreign currency transactions.

### 31. SEPARATELY DISCLOSED ITEMS

- a. Information about significant transactions and b. investees
  - 1) Financing provided to others: None;
  - 2) Endorsements/guarantees provided: None;
  - 3) Significant marketable securities held (excluding investments in subsidiaries, associates and joint ventures): Table 1 (attached);
  - 4) Total purchases from or sales to related parties amounting to at least NT\$100 million or 20% of the paid-in capital: Table 2 (attached);
  - 5) Receivables from related parties amounting to at least NT\$100 million or 20% of the paid-in capital: Table 3 (attached);
  - 6) Information on investees: Table 4 (attached);
  - 7) Intercompany relationships and significant intercompany transactions: Table 6 (attached).
- c. Information on investments in mainland China
  - 1) Information on any investee company in mainland China, showing the name, principal business activities, paid-in capital, method of investment, inward and outward remittance of funds, ownership percentage, net income of investees, investment income or loss, carrying amount of the investment at the end of the period, repatriations of investment income, and limit on the amount of investment in the mainland China area: Table 5 (attached);
  - 2) Any of the following significant transactions with investee companies in mainland China, either directly or indirectly through a third party, and their prices, payment terms, and unrealized gains or losses:
    - a) The amount and percentage of purchases and the balance and percentage of the related payables at the end of the period: None;
    - b) The amount and percentage of sales and the balance and percentage of the related receivables at the end of the period:

<b>Seller Company</b>	<b>Related Party</b>	<b>Sales</b>			<b>Trade Receivables</b>	
		<b>Amount</b>	<b>% of Sales</b>		<b>Amount</b>	<b>% of Trade Receivables</b>
Shuttle Inc.	S.C.M.	\$ 10,065	1.58		\$ 5,567	2.13

- c) The amount of property transactions and the amount of the resultant gains or losses: None;
- d) The balance of negotiable instrument endorsements or guarantees or pledges of collateral at the end of the period and the purposes: None;
- e) The highest period balance, the end of period balance, the interest rate range, and total current period interest with respect to financing of funds: None;
- f) Other transactions that have a material effect on the profit or loss for the period or on the financial position, such as the rendering or receipt of services: None.

## 32. SEGMENT INFORMATION

The following was an analysis of the Group's revenue and results from continuing operations for the nine months ended September 30, 2025 and 2024 by reportable segments:

### Segment revenue and results

	Computer Equipment	Medical Devices	Adjustments and Elimination	Total
<u>For the nine months ended September 30, 2025</u>				
Segment revenue	\$ 1,054,377	\$ 231,958	\$ (1,030)	\$ 1,285,305
Segment profit or loss	\$ (44,241)	\$ 612	\$ (3,900)	\$ (47,529)
Interest revenue				11,347
Share of profit or loss from associates and joint ventures recognized under the equity method				(109)
Revenue				8,377
Financial costs				(5,333)
Other gains and losses				<u>(25,257)</u>
Profit before tax				\$ (58,504)
Identifiable assets	\$ 1,180,263	\$ 55,730	\$ -	\$ 1,235,993
Investments accounted for using the equity method				35,225
Assets				<u>3,147,151</u>
Total assets				\$ 4,418,369
<u>For the nine months ended September 30, 2024</u>				
Segment revenue	\$ 1,010,346	\$ 258,077	\$ (538)	\$ 1,267,885
Segment profit or loss	\$ (27,675)	\$ 28	\$ (6,306)	\$ (33,953)
Interest revenue				24,772
Share of profit or loss from associates and joint ventures recognized under the equity method				(19)
Revenue				8,402
Financial costs				(5,784)
Other gains and losses				<u>35,349</u>
Profit before tax				\$ 28,767

(Continued)

	<b>Computer Equipment</b>	<b>Medical Devices</b>	<b>Adjustments and Elimination</b>	<b>Total</b>
Identifiable assets	<u>\$ 1,210,639</u>	<u>\$ 26,522</u>	<u>\$ _____</u>	\$ 1,237,161
Investments accounted for using the equity method				37,454
Assets				<u>3,253,921</u>
Total assets				<u>\$ 4,528,536</u> (Concluded)

**TABLE 1****SHUTTLE INC. AND SUBSIDIARIES****SIGNIFICANT MARKETABLE SECURITIES HELD  
SEPTEMBER 30, 2025  
(In Thousands of New Taiwan Dollars)**

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	September 30, 2025				Note
				Number of Shares/Units	Carrying Amount	Percentage of Ownership (%)	Fair Value	
Shuttle Inc.	<u>Shares</u> Motech Industries Inc.	-	Financial assets at FVTOCI - current	400,730	\$ 6,993	0.10	\$ 6,993	
	InterServ International Inc.		Financial assets at FVTOCI - non-current	1,114,834	22,185	4.77	22,185	
	Lutz Yonson Holdings Company Limited		Financial assets at FVTOCI - non-current	1,779	111,419	15.10	111,419	
	<u>Bonds</u> TSMC Arizona Corp USD-denominated foreign bonds	-	Financial assets at FVTPL - non-current	200	6,038	-	6,038	
	<u>Fund</u> UBS (Lux) Bond Fund - Euro High Yield (EUR) (JPY hedged) P-mdist	-	Financial assets at FVTPL - non-current	9,883	17,109	-	17,109	
	<u>Shares</u> Yao Sheng Electronic Co., Ltd.	Chairman has a second-degree kinship to the Company's chairman	Financial assets at FVTPL - current	20,000	1,412	0.03	1,412	
	Motech Industries Inc.		Financial assets at FVTOCI - current	465,110	8,116	0.12	8,116	
	Ares International Corporation		Financial assets at FVTOCI - current	150,000	7,560	0.32	7,560	
	Yao Sheng Electronic Co., Ltd.		Financial assets at FVTOCI - non-current	850,000	54,009	1.28	54,009	
Yong Jhao Innovation Investment Co., Ltd.	I-See Vision Technology Inc.	-	Financial assets at FVTOCI - non-current	264,205	283	2.36	283	
	Viware Ulife Co., Ltd.	-	Financial assets at FVTOCI - non-current	400,000	763	8.00	763	
	Shui-Mu International Co., Ltd.	-	Financial assets at FVTOCI - non-current	3,330,000	40,459	4.99	40,459	

Note 1: Disclosure of the marketable securities held above is decided by the Company based on the materiality principle.

Note 2: Information on investees is set out in Tables 4 and 5.

**TABLE 2****SHUTTLE INC. AND SUBSIDIARIES****TOTAL PURCHASES FROM OR SALES TO RELATED PARTIES AMOUNTING TO AT LEAST NT\$100 MILLION OR 20% OF THE PAID-IN CAPITAL****FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2025****(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)**

Company Name	Related Party	Nature of Relationship	Transaction Details				Abnormal Transaction		Accounts Receivable (Payable)		Note
			Purchase/ Sale	Amount	% to Total	Payment Terms	Unit Price	Payment Terms	Ending Balance	% of Total	
Shuttle Inc.	S.C.H.	Subsidiary of Gold Fountain Limited	Sale	\$ (332,254)	(52)	OA 120 days	-	-	\$ 122,130	47	
S.C.H.	Shuttle Inc.	Parent company of Gold Fountain Limited	Purchase	332,254	87	OA 120 days	-	-	(122,130)	(97)	
Shuttle Inc.	S.C.G.	Subsidiary of Gold Fountain Limited	Sale	(153,398)	(24)	OA 120 days	-	-	95,713	37	
S.C.G.	Shuttle Inc.	Parent company of Gold Fountain Limited	Purchase	153,398	81	OA 120 days	-	-	(95,713)	(96)	

Note: The amount was eliminated upon consolidation.

**TABLE 3****SHUTTLE INC. AND SUBSIDIARIES****RECEIVABLES FROM RELATED PARTIES AMOUNTING TO AT LEAST NT\$100 MILLION OR 20% OF THE PAID-IN CAPITAL****SEPTEMBER 30, 2025****(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)**

Company Name	Related Party	Relationship	Ending Balance	Turnover Rate	Overdue		Amount Received in Subsequent Period	Allowance for Impairment Loss
					Amount	Actions Taken		
Shuttle Inc.	S.C.H.	A wholly owned second-tier subsidiary of the Company	\$ 122,130	3.66	\$ -	-	\$ 57,470	\$ -

TABLE 4

## SHUTTLE INC. AND SUBSIDIARIES

NAMES, LOCATIONS, AND OTHER INFORMATION OF INVESTEES OVER WHICH THE COMPANY EXERCISES SIGNIFICANT INFLUENCE  
 FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2025  
 (In Thousands of New Taiwan Dollars)

Investor Company	Investee Company	Location	Main Businesses and Products	Original Investment Amount		Balance as of September 30, 2025			Net Income (Loss) of the Investee	Investment Gain (Loss)	Note
				September 30, 2025	December 31, 2024	Number of Shares	Percentage of Ownership (%)	Carrying Amount			
Shuttle Inc.	Holco (BVI) Inc.	B.V.I.	Investment holding company	\$ 285,137	\$ 285,137	923	100.00	\$ 243,287	\$ (10,972)	\$ (10,972)	Notes 1 and 3
	Gold Fountain Limited	Cayman Islands	Investment holding company	337,041	337,041	10,000,000	100.00	224,180	33,820	59,627	
	Fuxing Biomedical Co., Ltd.	2F., No. 30, Ln. 76, Ruignang Rd., Neihu Dist., Taipei City	Providing elderly care services and selling medical peripherals	100,000	100,000	10,000,000	100.00	30,210	223	223	
	Liigen Inc.	6F., No. 32, Ln. 76, Ruignang Rd., Neihu Dist., Taipei City	Selling and maintaining computers and peripherals	15,000	15,000	1,500,000	100.00	744	(13)	(13)	Notes 1, 2 and 4
	Yong Jhao Innovation Investment Co., Ltd.	No. 30, Ln. 76, Ruiguang Rd., Neihu Dist., Taipei City	Investment holding company	379,107	379,107	16,350,000	100.00	445,761	(4,358)	(10,015)	
Holco (BVI) Inc.	Big Ten Investment Consulting Co., Ltd.	No. 30, Ln. 76, Ruiguang Rd., Neihu Dist., Taipei City	Investment holding company	182,503	182,503	10,000,000	100.00	110,799	(251)	(1,277)	Notes 1, 2 and 4
	Carilex Medical Inc.	No. 77, Keji 1st Rd., Guishan Dist., Taoyuan City	Selling and maintaining medical peripherals	21,814	21,814	1,270,602	6.26	26,925	(9,694)	(1,244)	
	S.H.K.	Unit 1405-1406, Dominion Centre, 43-59 Queen's Road East, Wanchai	Selling and maintaining computers and peripherals	262,218	262,218	8,001,300	100.00	197,577	(12,206)	(12,206)	Note 1
	S.C.G.	17068 EVERGREEN PL, CITY OF INDUSTRY, CA 91745 U.S.A.	Selling and maintaining computers and peripherals	186,662	186,662	30,000	100.00	123,664	34,714	34,714	
	S.C.H.	FRITZ-STRASSMANN STR. 5 D-25337 ELMSHORN, GERMANY	Selling and maintaining computers and peripherals	171,495	171,495	-	100.00	148,837	(789)	(789)	
Yong Jhao Innovation Investment Co., Ltd.	S.C.J.	2F Murakami Bldg., 1-8-3 Ojima Koto-ku Tokyo, 136-0072 Japan	Selling and maintaining computers and peripherals	34,658	34,658	2,000	100.00	34,178	832	832	Note 1
	Carilex Medical Inc.	No. 77, Keji 1st Rd., Guishan Dist., Taoyuan City	Selling and maintaining medical peripherals	146,035	146,035	11,288,829	55.60	171,757	(9,694)	(5,390)	
	Big Ten Investment Consulting Co., Ltd.	No. 77, Keji 1st Rd., Guishan Dist., Taoyuan City	Selling and maintaining medical peripherals	50,754	44,953	2,119,772	10.44	32,251	(9,694)	(968)	Note 1
	Carilex Medical Inc.	Unit B3 Chaucer Business Park, Dittions Road, Polegate, BN26 6QH	Selling and maintaining medical peripherals	24,038	24,038	600,000	100.00	22,303	181	181	
	Carilex Medical USA, Inc.	17068 EVERGREEN PL, CITY OF INDUSTRY, CA 91745 U.S.A.	Selling and maintaining medical peripherals	2,787	2,787	100,000	100.00	(5,538)	12,032	12,032	
Carilex Medical Inc.	Carilex Medical Technologies GmbH	FRITZ-STRASSMANN STR. 5 D-25337 ELMSHORN, GERMANY	Selling and maintaining medical peripherals	6,341	6,341	-	100.00	11,729	2,356	2,356	Note 1

Note 1: The recognition of investment gains (losses) was based on the investee's reviewed financial statements.

Note 2: The difference between the subsidiaries' net value and the Company's acquisition costs should be amortized monthly.

Note 3: Unrealized gain (loss) on transactions with subsidiaries was considered.

Note 4: Unrealized gain (loss) on sidestream transactions among subsidiaries was considered.

Note 5: The information on investments in mainland China is set out in Table 5.

Note 6: The amount was eliminated upon consolidation.

**TABLE 5****SHUTTLE INC. AND SUBSIDIARIES**

**INVESTMENTS IN MAINLAND CHINA**  
**FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2025**  
 (New Taiwan Dollars and Foreign Currencies in Thousands)

Investee Company	Main Businesses and Products	Paid-in Capital	Method of Investment	Accumulated Outward Remittance for Investment from Taiwan as of January 1, 2025	Remittance of Funds		Accumulated Outward Remittance for Investment from Taiwan as of September 30, 2025	Net Income (Loss) of the Investee	Ownership of Direct or Indirect Investment (%)	Investment Gain (Loss) (Note 3)	Carrying Amount as of September 30, 2025	Accumulated Repatriation of Investment Income as of September 30, 2025
					Outward	Inward						
S.C.M.	Selling and maintaining computers and peripheral products	\$ 55,617	(Note 1)	\$ 55,617	\$ -	\$ -	\$ 55,617	\$ (632)	100	\$ (632)	\$ 4,906	\$ -
Shandong Lixin Pension Industry Development Co., Ltd.	Elder care service and peripheral products	91,090	(Note 2)	-	-	-	-	(217)	50	(109)	35,225	-
<b>Accumulated Outward Remittance for Investment in Mainland China as of December 31, 2025 (Note 5)</b>		<b>Investment Amounts Authorized by Investment Commission, MOEA</b>		<b>Upper Limit on the Amount of Investment Stipulated by Investment Commission, MOEA (Note 4)</b>								
\$375,336		US\$14,486		\$2,165,110								

Note 1: Investments were through a holding company registered in a third region.

Note 2: Investments were through S.H.K.

Note 3: Investment amounts in other investee companies were calculated based on unreviewed financial statements for the same period.

Note 4: The limit stated in the Investment Commission's regulation, "Investment or Technical Cooperation in Mainland China Adjustment Rule", is the higher of the Company's net asset value or 60% of its consolidated net asset value.

Note 5: The amount included original investment amounts of \$7,621 thousand, \$21,319 thousand, \$43,024 thousand, \$215,745 thousand and \$32,010 thousand which were not returned by the respective liquidated companies, Shuttle Computer (Shanghai) Incorporation Limited, Shuttle Technology (Shenzhen) Ltd., KAKI, Shuttle Information Technology (Sip) Ltd and S.C.Q.

Note 6: The amount was eliminated upon consolidation.

**TABLE 6****SHUTTLE INC. AND SUBSIDIARIES****INTERCOMPANY RELATIONSHIPS AND SIGNIFICANT INTERCOMPANY TRANSACTIONS  
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2025  
(In Thousands of New Taiwan Dollars)**

No.	Investee Company	Counterparty	Relationship (Note 1)	Transaction Details			% to Total Sales or Assets
				Financial Statement Account	Amount	Payment Terms	
0	Shuttle Inc.	S.C.H.	a	Sales revenue	\$ 332,254	OA 120 days	26
		S.C.H.		Trade receivables from related parties	122,130	OA 120 days	3
		S.C.G.		Trade receivables from related parties	95,713	OA 120 days	2
		S.C.G.		Sales revenue	153,398	OA 120 days	12
		S.C.G.		Other income	10,626	OA 120 days	1
		S.C.J.		Trade receivables from related parties	15,000	OA 120 days	0
		S.C.J.		Sales revenue	35,883	OA 120 days	3
		S.C.M.		Sales revenue	10,065	OA 120 days	1
1	Carilex Medical Inc.	Carilex Medical USA, Inc.	c	Trade receivables from related parties	63,345	OA 90 days	1
2	S.C.M.	S.H.K.	c	Technical service income	10,781	OA 120 days	1

Note 1: Related party transactions are divided into three categories (based on the flow of the transaction and the relationship between the parties) as follows:

- From the Company to subsidiaries.
- From the subsidiary to the Company.
- Between subsidiaries.

Note 2: The table discloses transaction amounts or balances of \$10,000 thousand and above, while the counterparty is not otherwise specified.

Note 3: The amount was eliminated upon consolidation.