

## **Asia Tech Image Inc. and Subsidiaries**

**Consolidated Financial Statements for the  
Three Months Ended March 31, 2025 and 2024 and  
Independent Auditors' Review Report**

## **INDEPENDENT AUDITORS' REVIEW REPORT**

The Board of Directors and Shareholders  
Asia Tech Image Inc.

### **Introduction**

We have reviewed the accompanying consolidated financial statements of Asia Tech Image Inc. and its subsidiaries (collectively referred to as the “Group”), which comprise the consolidated balance sheets as of March 31, 2025 and 2024, and the consolidated statements of comprehensive income, changes in equity and cash flows for the three months then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies (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**

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.

### **Conclusion**

Based on our reviews, nothing has come to our attention that caused us to believe that the accompanying consolidated financial statements do not present fairly, in all material respects, the consolidated financial position of the Company as of March 31, 2025 and 2024, its consolidated financial performance and its consolidated cash flows for the three months then ended March 31, 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 Shu-Ching Chiang and Hsiang-Min Wang.

Deloitte & Touche  
Taipei, Taiwan  
Republic of China  
April 30, 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.*

*Not audited or reviewed by the CPA, 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 for the convenience of readers. 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.*

## ASIA TECH IMAGE INC. AND SUBSIDIARIES

### CONSOLIDATED BALANCE SHEETS

MARCH 31, 2025, DECEMBER 31, 2024 AND MARCH 31, 2024

(In Thousands of New Taiwan Dollars)

|   | March 31, 2025<br>(Reviewed) |            | December 31, 2024<br>(Audited) |            | March 31, 2024<br>(Reviewed) |            |
|---|------------------------------|------------|--------------------------------|------------|------------------------------|------------|
| ASSETS  | Amount                       | %          | Amount                         | %          | Amount                       | %          |
| <b>CURRENT ASSETS</b>   |                              |            |                                |            |                              |            |
| Cash and cash equivalents (Note 6)  | \$ 3,295,517                 | 68         | \$ 3,095,821                   | 67         | \$ 3,049,633                 | 71         |
| Trade receivables from unrelated parties (Notes 7 and 14)                             | 663,479                      | 14         | 688,653                        | 15         | 468,175                      | 11         |
| Trade receivables from related parties (Notes 14 and 20)                              | 2,616                        | -          | -                              | -          | 4,778                        | -          |
| Inventories (Note 8)  | 624,284                      | 13         | 615,226                        | 13         | 495,658                      | 12         |
| Other current assets  | <u>5,388</u>                 | <u>-</u>   | <u>12,096</u>                  | <u>-</u>   | <u>6,215</u>                 | <u>-</u>   |
| Total current assets  | <u>4,591,284</u>             | <u>95</u>  | <u>4,411,796</u>               | <u>95</u>  | <u>4,024,459</u>             | <u>94</u>  |
| <b>NON-CURRENT ASSETS</b>   |                              |            |                                |            |                              |            |
| Property, plant and equipment (Note 10)   | 146,617                      | 3          | 165,182                        | 4          | 216,525                      | 5          |
| Right-of-use assets (Note 11)   | 19,987                       | 1          | 23,880                         | 1          | 28,586                       | 1          |
| Other intangible assets   | 1,259                        | -          | 1,370                          | -          | 406                          | -          |
| Deferred tax assets (Notes 4 and 16)  | 9,357                        | -          | 8,152                          | -          | 8,339                        | -          |
| Prepayments for equipment   | 41,680                       | 1          | 22,389                         | -          | -                            | -          |
| Refundable deposits   | 753                          | -          | 753                            | -          | 753                          | -          |
| Net defined benefit assets - non-current (Note 4)                                     | <u>219</u>                   | <u>-</u>   | <u>219</u>                     | <u>-</u>   | <u>169</u>                   | <u>-</u>   |
| Total non-current assets  | <u>219,872</u>               | <u>5</u>   | <u>221,945</u>                 | <u>5</u>   | <u>254,778</u>               | <u>6</u>   |
| <b>TOTAL</b>  | <u>\$ 4,811,156</u>          | <u>100</u> | <u>\$ 4,633,741</u>            | <u>100</u> | <u>\$ 4,279,237</u>          | <u>100</u> |
| <b>LIABILITIES AND EQUITY</b>   |                              |            |                                |            |                              |            |
| <b>CURRENT LIABILITIES</b>  |                              |            |                                |            |                              |            |
| Contract liabilities - current (Note 14)  | \$ 93                        | -          | \$ 159                         | -          | \$ 165                       | -          |
| Trade payables to unrelated parties   | 696,570                      | 14         | 703,256                        | 15         | 552,637                      | 13         |
| Trade payables to related parties (Note 20)   | 38,750                       | 1          | 37,052                         | 1          | 30,124                       | 1          |
| Other payables (Notes 12 and 20)  | 660,391                      | 14         | 271,566                        | 6          | 527,978                      | 12         |
| Current tax liabilities (Notes 4 and 16)  | 123,613                      | 3          | 97,862                         | 2          | 87,013                       | 2          |
| Lease liabilities - current (Notes 11 and 20)   | 16,712                       | -          | 16,459                         | -          | 14,807                       | -          |
| Other current liabilities (Note 14)   | <u>37,336</u>                | <u>1</u>   | <u>37,780</u>                  | <u>1</u>   | <u>37,247</u>                | <u>1</u>   |
| Total current liabilities   | <u>1,573,465</u>             | <u>33</u>  | <u>1,164,134</u>               | <u>25</u>  | <u>1,249,971</u>             | <u>29</u>  |
| <b>NON-CURRENT LIABILITIES</b>  |                              |            |                                |            |                              |            |
| Deferred tax liabilities (Notes 4 and 16)   | 67,950                       | 1          | 71,813                         | 2          | 84,079                       | 2          |
| Lease liabilities - non-current (Notes 11 and 20)                                     | <u>3,501</u>                 | <u>-</u>   | <u>7,643</u>                   | <u>-</u>   | <u>14,000</u>                | <u>1</u>   |
| Total non-current liabilities   | <u>71,451</u>                | <u>1</u>   | <u>79,456</u>                  | <u>2</u>   | <u>98,079</u>                | <u>3</u>   |
| Total liabilities   | <u>1,644,916</u>             | <u>34</u>  | <u>1,243,590</u>               | <u>27</u>  | <u>1,348,050</u>             | <u>32</u>  |
| <b>EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY</b>                                   |                              |            |                                |            |                              |            |
| Ordinary shares   | 725,001                      | 15         | 725,001                        | 16         | 725,001                      | 17         |
| Capital surplus   | 707,351                      | 15         | 707,351                        | 15         | 707,351                      | 16         |
| Retained earnings   |                              |            |                                |            |                              |            |
| Legal reserve   | 435,512                      | 9          | 435,512                        | 9          | 394,624                      | 9          |
| Special reserve   | 114,847                      | 2          | 114,847                        | 2          | 85,365                       | 2          |
| Unappropriated earnings   | 1,104,699                    | 23         | 1,367,866                      | 30         | 1,024,372                    | 24         |
| Exchange differences on translation of the financial statements of foreign operations | <u>78,830</u>                | <u>2</u>   | <u>39,574</u>                  | <u>1</u>   | <u>( 5,526 )</u>             | <u>-</u>   |
| Total equity  | <u>3,166,240</u>             | <u>66</u>  | <u>3,390,151</u>               | <u>73</u>  | <u>2,931,187</u>             | <u>68</u>  |
| <b>TOTAL</b>  | <u>\$ 4,811,156</u>          | <u>100</u> | <u>\$ 4,633,741</u>            | <u>100</u> | <u>\$ 4,279,237</u>          | <u>100</u> |

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

# ASIA TECH IMAGE INC. AND SUBSIDIARIES

## CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME FOR THE THREE MONTHS ENDED MARCH 31, 2025 AND 2024

(In Thousands of New Taiwan Dollars, Except Earnings Per Share)

(Reviewed, Not Audited)

|   | For the Three Months Ended March 31 |           |                   |           |
|---|-------------------------------------|-----------|-------------------|-----------|
|   | 2025                                |           | 2024              |           |
|   | Amount                              | %         | Amount            | %         |
| NET SALES (Notes 14 and 20)   | \$ 1,101,790                        | 100       | \$ 855,208        | 100       |
| COST OF GOODS SOLD (Notes 8, 15 and 20)   | <u>913,753</u>                      | <u>83</u> | <u>712,292</u>    | <u>83</u> |
| GROSS PROFIT  | <u>188,037</u>                      | <u>17</u> | <u>142,916</u>    | <u>17</u> |
| OPERATING EXPENSES (Notes 15 and 20)  |                                     |           |                   |           |
| Selling and marketing expenses  | 9,567                               | 1         | 7,913             | 1         |
| General and administrative expenses   | 24,503                              | 2         | 22,273            | 3         |
| Research and development expenses   | <u>18,805</u>                       | <u>2</u>  | <u>16,612</u>     | <u>2</u>  |
| Total operating expenses  | <u>52,875</u>                       | <u>5</u>  | <u>46,798</u>     | <u>6</u>  |
| PROFIT FROM OPERATIONS  | <u>135,162</u>                      | <u>12</u> | <u>96,118</u>     | <u>11</u> |
| NON-OPERATING INCOME AND EXPENSES   |                                     |           |                   |           |
| Interest expense (Notes 11 and 20)  | ( 95 )                              | -         | ( 113 )           | -         |
| Interest income   | 23,677                              | 2         | 26,777            | 3         |
| Other income  | 179                                 | -         | 5,039             | 1         |
| Foreign exchange gain   | 5,212                               | 1         | <u>15,571</u>     | <u>2</u>  |
| Losses on disposals of property, plant and equipment                                  | ( <u>5</u> )                        | -         | <u>-</u>          | <u>-</u>  |
| Total non-operating income and expenses   | <u>28,968</u>                       | <u>3</u>  | <u>47,274</u>     | <u>6</u>  |
| PROFIT BEFORE INCOME TAX  | 164,130                             | 15        | 143,392           | 17        |
| INCOME TAX EXPENSE (Notes 4 and 16)   | <u>32,171</u>                       | <u>3</u>  | <u>28,781</u>     | <u>4</u>  |
| NET INCOME FOR THE PERIOD   | <u>131,959</u>                      | <u>12</u> | <u>114,611</u>    | <u>13</u> |
| OTHER COMPREHENSIVE INCOME (LOSS)   |                                     |           |                   |           |
| Items that may be reclassified subsequently to profit or loss:                        |                                     |           |                   |           |
| Exchange differences on translation of the financial statements of foreign operations | <u>\$ 39,256</u>                    | <u>4</u>  | <u>\$ 109,321</u> | <u>13</u> |
| TOTAL COMPREHENSIVE INCOME FOR THE PERIOD   | <u>\$ 171,215</u>                   | <u>16</u> | <u>\$ 223,932</u> | <u>26</u> |
| EARNINGS PER SHARE (Note 17)  |                                     |           |                   |           |
| Basic   | <u>\$ 1.82</u>                      |           | <u>\$ 1.58</u>    |           |
| Diluted   | <u>\$ 1.81</u>                      |           | <u>\$ 1.56</u>    |           |

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

## ASIA TECH IMAGE INC. AND SUBSIDIARIES

### CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE THREE MONTHS ENDED MARCH 31, 2025 AND 2024 (In Thousands of New Taiwan Dollars, Except Dividends Per Share) (Reviewed, Not Audited)

|  | Equity Attributable to Owners of the Company |                                 |                             |                 |                            | Exchange<br>Differences on<br>Translation<br>of the Financial<br>Statements of<br>Foreign<br>Operations | Total Equity |
|--|--|---------------------------------|-----------------------------|-----------------|----------------------------|---|--------------|
|  | Ordinary<br>Shares<br>(Note 13)              | Capital<br>Surplus<br>(Note 13) | Retained Earnings (Note 13) |                 |                            |   |              |
|  |  |                                 | Legal Reserve               | Special Reserve | Unappropriated<br>Earnings |   |              |
| BALANCE AT JANUARY 1, 2024   | \$ 725,001                                   | \$ 707,351                      | \$ 394,624                  | \$ 85,365       | \$ 1,214,261               | ( \$ 114,847 )  | \$ 3,011,755 |
| Appropriation of 2023 earnings   |  |                                 |                             |                 |                            |   |              |
| Cash dividends distributed by the Company - NT\$4.2 per share                                  | -  | -                               | -                           | -               | ( 304,500 )                | -   | ( 304,500 )  |
| Net profit for the three months ended March 31, 2024   | -  | -                               | -                           |                 | 114,611                    | -   | 114,611      |
| Other comprehensive income (loss) for the three months ended March 31, 2024, net of income tax | -  | -                               | -                           | -               | -                          | 109,321   | 109,321      |
| Total comprehensive income (loss) for the three months ended March 31, 2024                    | -  | -                               | -                           | -               | 114,611                    | 109,321   | 223,932      |
| BALANCE AT MARCH 31, 2024  | \$ 725,001                                   | \$ 707,351                      | \$ 394,624                  | \$ 85,365       | \$ 1,024,372               | ( \$ 5,526 )  | \$ 2,931,187 |
| BALANCE AT JANUARY 1, 2025   | \$ 725,001                                   | \$ 707,351                      | \$ 435,512                  | \$ 114,847      | \$ 1,367,866               | \$ 39,574   | \$ 3,390,151 |
| Appropriation of 2024 earnings   |  |                                 |                             |                 |                            |   |              |
| Cash dividends distributed by the Company - NT\$5.45 per share                                 | -  | -                               | -                           | -               | ( 395,126 )                | -   | ( 395,126 )  |
| Net profit for the three months ended March 31, 2025   | -  | -                               | -                           | -               | 131,959                    | -   | 131,959      |
| Other comprehensive income (loss) for the three months ended March 31, 2025, net of income tax | -  | -                               | -                           | -               | -                          | 39,256  | 39,256       |
| Total comprehensive income (loss) for the three months ended March 31, 2025                    | -  | -                               | -                           | -               | 131,959                    | 39,256  | 171,215      |
| BALANCE AT MARCH 31, 2025  | \$ 725,001                                   | \$ 707,351                      | \$ 435,512                  | \$ 114,847      | \$ 1,104,699               | \$ 78,830   | \$ 3,166,240 |

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

# ASIA TECH IMAGE INC. AND SUBSIDIARIES

## CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE THREE MONTHS ENDED MARCH 31, 2025 AND 2024

(In Thousands of New Taiwan Dollars)

(Reviewed, Not Audited)

|   | Three Months Ended March 31 |                     |
|---|-----------------------------|---------------------|
|   | 2025                        | 2024                |
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>   |                             |                     |
| Income before income tax  | \$ 164,130                  | \$ 143,392          |
| Adjustments for:  |                             |                     |
| Depreciation expenses   | 25,576                      | 25,978              |
| Amortization expenses   | 111                         | 99                  |
| Interest expense  | 95                          | 113                 |
| Interest income   | ( 23,677)                   | ( 26,777)           |
| Losses on disposals of property, plant and equipment  | 5                           | -                   |
| Write-down (reversal) of inventories  | ( 4,513)                    | -                   |
| Unrealized gain on foreign currency exchange  | ( 7,164)                    | ( 6,388)            |
| Changes in operating assets and liabilities:  |                             |                     |
| Trade receivables   | 30,052                      | 11,504              |
| Inventories   | 2,422                       | 29,191              |
| Other current assets  | 6,980                       | 4,125               |
| Contract liability  | ( 66)                       | 156                 |
| Trade payables  | ( 14,480)                   | 119,860             |
| Other payables  | ( 8,853)                    | 7,852               |
| Other current liabilities   | ( 445)                      | ( 49)               |
| Cash generated from operating activities  | 170,173                     | 309,056             |
| Interest received   | 23,677                      | 26,777              |
| Interest paid   | ( 95)                       | ( 113)              |
| Income tax paid   | ( 11,543)                   | ( 2,011)            |
| Net cash generated from operating activities  | <u>182,212</u>              | <u>333,709</u>      |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>   |                             |                     |
| Payment for property, plant and equipment   | -                           | ( 354)              |
| Increase in prepayments for equipment   | ( 18,815)                   | -                   |
| Net cash used in investing activities   | ( 18,815)                   | ( 354)              |
| <b>CASH FLOWS FROM FINANCING ACTIVITIES</b>   |                             |                     |
| Prepayment for leases   | ( 4,057)                    | ( 3,830)            |
| <b>EFFECTS OF EXCHANGE RATE CHANGES ON THE BALANCE OF CASH<br/>HELD IN FOREIGN CURRENCIES</b> | <u>40,356</u>               | <u>103,325</u>      |
| <b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>  | \$ 199,696                  | \$ 432,850          |
| <b>CASH AND CASH EQUIVALENTS AT THE BEGINNING OF PERIOD</b>                                   | <u>3,095,821</u>            | <u>2,616,783</u>    |
| <b>CASH AND CASH EQUIVALENTS AT THE END OF PERIOD</b>   | <u>\$ 3,295,517</u>         | <u>\$ 3,049,633</u> |

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

# **ASIA TECH IMAGE INC. AND SUBSIDIARIES**

## **NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE THREE MONTHS ENDED MARCH 31, 2025 AND 2024 (In Thousands of New Taiwan Dollars, Unless Stated Otherwise) (Reviewed, Not Audited)**

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### **1. GENERAL INFORMATION**

Asia Tech Image Inc. (the “Company”) has been approved by the Ministry of Economic Affairs and established on January 20, 2004. The Company is mainly engaged in manufacturing and selling contact image sensor module; the scope of products application is mainly for multi-functional business machines.

The Company has been approved by the Securities and Futures Bureau of the Financial Supervisory Commission to undertake initial public offering in September 2010, and the Company’s shares have been approved for listing by the Listing Qualification Committee of the Taipei Exchange (formerly known as the Taiwan GreTai Securities Market) in July 2011 and by the board of directors of the Company in August 2011. The Company’s shares have been traded on the Taiwan Exchange since November 2011.

The Company had been awarded the “CG6008 general corporate governance certificate” by the Taiwan Corporate Governance Association in October 2013.

The Group’s ultimate parent company is Asia Optical Co., Inc. (“Asia Optical”), which had a 26% equity interest in the Company as of March 31, 2025 and 2024.

The functional currency of the Company is New Taiwan dollars.

### **2. APPROVAL OF FINANCIAL STATEMENTS**

The consolidated financial statements of the Company and its subsidiaries, collectively the “Group”, were approved by the Company’s board of directors on April 30, 2025.

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

- a. Initial application of the amendments to the Regulations Governing the Preparation of Financial Reports by Securities Issuers and the International Financial Reporting Standards (IFRS), International Accounting Standards (IAS), IFRIC Interpretations of IFRS (IFRIC), and SIC Interpretations of IAS (SIC) (collectively, the “IFRSs”) endorsed and issued into effect by the Financial Supervisory Commission (FSC)

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.



- 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<br/>Announced by IASB</b> |
|--|---|
| 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 | January 1, 2026 (Note)                      |

Note: An entity shall apply those amendments for annual reporting periods beginning on or after January 1, 2026. An entity may also choose to apply those amendments in advance on January 1, 2025.

- 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<br/>Announced by IASB (Note)</b> |
|--|--|
| Annual Improvements to IFRS Accounting Standards - Volume 11   | January 1, 2026                                    |
| Amendments to IFRS 9 and IFRS 7 “Amendments to the Classification and Measurement of Financial Instruments” - the amendments to the application guidance of derecognition of financial liabilities | January 1, 2026                                    |
| Amendments to IFRS 9 and IFRS 7 “Contracts Referencing Nature-dependent Electricity”   | January 1, 2026                                    |
| Amendments to IFRS 10 and IAS 28 “Sale or Contribution of Assets between An Investor and Its Associate or Joint Venture”   | To be determined by IASB                           |
| IFRS 17 “Insurance Contracts”  | January 1, 2023                                    |
| Amendments to IFRS 17  | January 1, 2023                                    |
| Amendments to IFRS 17 “Initial Application of IFRS 9 and IFRS 17 - Comparative Information”  | January 1, 2023                                    |
| IFRS 18 “Presentation and Disclosure in Financial Statements”  | January 1, 2027                                    |
| IFRS 19 “Subsidiaries without Public Accountability: Disclosures”  | January 1, 2027                                    |

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

#### 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.

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 SIGNIFICANT ACCOUNTING POLICIES

##### a. Statement of compliance

The accompanying consolidated financial statements have been prepared in conformity with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and IAS 34, "Interim Financial Reporting," endorsed and issued into effect by the FSC. The consolidated financial statements do not present all the disclosures required for a complete set of annual consolidated financial statements prepared under the IFRSs endorsed and issued into effect by the FSC (collectively, "Taiwan-IFRSs").

##### b. Basis of preparation

The consolidated financial statements have been prepared on the historical cost basis except for financial instruments which are measured at fair values and the defined benefit liabilities which are measured at the present value of the defined benefit obligation less the fair value of plan assets.

The fair value measurements, which are grouped into Levels 1 to 3 based on the degree to which the fair value measurement inputs are observable and based on the significance of the inputs to the fair value measurement in its entirety, 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 the asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices); and
- 3) Level 3 inputs are unobservable inputs for the asset or liability.

##### 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, including structured entities). Income and expenses of subsidiaries acquired or disposed of during the period are included in the consolidated statement of profit or loss and other comprehensive income from the effective date of acquisition up to the effective date of disposal, as appropriate. When necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with those used by the Company. All intra-group transactions, balances, income and expenses are eliminated in full upon consolidation. The total consolidated profit or loss of the subsidiary is attributed to the owners of the Company and to the non-controlling interests, even if the balance of non-controlling interests thus becomes loss.

When the Group has made changes in the ownership equity of subsidiaries which does not lead to the loss of control, it is treated as an equity transaction. The book values of the Group and non-controlling

interests have been adjusted to reflect relative changes in equity of subsidiaries. The difference between the adjustment amount of the non-controlling interests and fair value of the consideration paid or received is directly recognized as equity and attributed to the owners of the Company.

See Note 9, Tables 3 and 4 for the detailed information of subsidiaries (including the percentage of ownership and main business).

d. Other significant accounting policies

In addition to the following explanations, please refer to the summary explanation of significant accounting policies in 2024 Consolidated Financial Statement.

1) Defined benefit retirement

The pension cost for the interim period is calculated on a basis from the beginning of the previous financial year to the end, and using actuarial rate at the end of the previous financial year. Adjustment are made for major market fluctuations in the current period, as well as major plan reductions, liquidations or other major one-off events.

2) Taxation

Income tax expense represents the sum of the tax currently payable and deferred tax. Income tax for the interim period is assessed on an annual basis and is calculated on the profit before income tax at the tax rate that would apply to the expected total annual earnings.

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

In the application of the Group's accounting policies, management is required to make judgments, estimations and assumptions on the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered relevant. Actual results may differ from these estimates.

When developing material accounting estimates, the Group considers the possible impact on the cash flow projection, growth rates, discount rates, profitabilities and other relevant material estimates with regard to the U.S. reciprocal tariff measures. The estimates and underlying assumptions are reviewed on an ongoing basis. For more information, please refer to consolidated financial statements for 2024 for material accounting judgments and key sources of estimation uncertainty.

## 6. CASH AND CASH EQUIVALENTS

|  | March 31,<br>2025   | December 31,<br>2024 | March 31,<br>2024   |
|--|---------------------|----------------------|---------------------|
| Cash   |                     |                      |                     |
| Cash on hand   | \$ 202              | \$ 211               | \$ 210              |
| Checking accounts and demand deposits                            | 410,772             | 348,089              | 265,368             |
| Cash equivalents   |                     |                      |                     |
| Time deposits with original maturities of less than three months | <u>2,884,543</u>    | <u>2,747,521</u>     | <u>2,784,055</u>    |
|  | <u>\$ 3,295,517</u> | <u>\$ 3,095,821</u>  | <u>\$ 3,049,633</u> |
| Market rate intervals of cash in banks (%)                       | 0.001-4.53          | 0.001-4.87           | 0.001-5.47          |

## 7. TRADE RECEIVABLES FROM UNRELATED PARTIES

|                                     | March 31,<br>2025 | December 31,<br>2024 | March 31,<br>2024 |
|-------------------------------------|-------------------|----------------------|-------------------|
| <u>At amortized cost</u>            |                   |                      |                   |
| Trade receivables                   | \$ 663,683        | \$ 688,857           | \$ 468,379        |
| Less: Allowance for impairment loss | <u>(204)</u>      | <u>(204)</u>         | <u>(204)</u>      |
|                                     | <u>\$ 663,479</u> | <u>\$ 688,653</u>    | <u>\$ 468,175</u> |

The average credit period of sales of goods was 60-90 days. The Group uses other publicly available financial information or its own trading records to rate its major customers. Credit exposure is controlled by counterparty limits that are reviewed and approved annually.

In order to minimize credit risk, the management of the Group has delegated a team responsible for determining credit limits, credit approvals and other monitoring procedures to ensure that follow-up action is taken to recover overdue debts.

The Group applies the simplified approach to providing for expected credit losses prescribed by IFRS 9, which permits the use of lifetime expected loss provision for all trade receivables. The expected credit losses on trade receivables are estimated by reference to payment history of the debtor and an analysis of the debtor's current financial position, adjusted for general economic conditions of the industry in which the debtors operate and an assessment of both the current as well as the forecast direction of economic conditions at the reporting date. 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. There is no credit loss for the trade receivables in last 5 years.

### March 31, 2025

|                               | Less than 90<br>Days | 91 to 120<br>Days | 121 to 150<br>Days | 151 to 210<br>Days | More than<br>211 Days | Total             |
|-------------------------------|----------------------|-------------------|--------------------|--------------------|-----------------------|-------------------|
| Expected credit loss rate     | 0%                   | 0.5%              | 10%                | 50%-100%           | 100%                  | -                 |
| Gross carrying amount         | \$ 662,783           | \$ 900            | \$ -               | \$ -               | \$ -                  | \$ 663,683        |
| Loss allowance (Lifetime ECL) | <u>-</u>             | <u>(204)</u>      | <u>-</u>           | <u>-</u>           | <u>-</u>              | <u>(204)</u>      |
| Amortized cost                | <u>\$ 662,783</u>    | <u>\$ 696</u>     | <u>\$ -</u>        | <u>\$ -</u>        | <u>\$ -</u>           | <u>\$ 663,479</u> |

### December 31, 2024

|                               | Less than 90<br>Days | 91 to 120<br>Days | 121 to 150<br>Days | 151 to 210<br>Days | More than<br>211 Days | Total             |
|-------------------------------|----------------------|-------------------|--------------------|--------------------|-----------------------|-------------------|
| Expected credit loss rate     | 0%                   | 0.5%              | 10%                | 50%-100%           | 100%                  | -                 |
| Gross carrying amount         | \$ 644,163           | \$ 44,694         | \$ -               | \$ -               | \$ -                  | \$ 688,857        |
| Loss allowance (Lifetime ECL) | <u>-</u>             | <u>(204)</u>      | <u>-</u>           | <u>-</u>           | <u>-</u>              | <u>(204)</u>      |
| Amortized cost                | <u>\$ 644,163</u>    | <u>\$ 44,490</u>  | <u>\$ -</u>        | <u>\$ -</u>        | <u>\$ -</u>           | <u>\$ 688,653</u> |

## March 31, 2024

|                               | <b>Less than 90<br/>Days</b> | <b>91 to 120<br/>Days</b> | <b>121 to 150<br/>Days</b> | <b>151 to 210<br/>Days</b> | <b>More than<br/>211 Days</b> | <b>Total</b>      |
|-------------------------------|------------------------------|---------------------------|----------------------------|----------------------------|-------------------------------|-------------------|
| Expected credit loss rate     | 0%                           | 0.5%                      | 10%                        | 50%-100%                   | 100%                          | -                 |
| Gross carrying amount         | \$ 462,232                   | \$ 6,147                  | \$ -                       | \$ -                       | \$ -                          | \$ 468,379        |
| Loss allowance (Lifetime ECL) | <u>-</u>                     | <u>( 204)</u>             | <u>-</u>                   | <u>-</u>                   | <u>-</u>                      | <u>( 204)</u>     |
| Amortized cost                | <u>\$ 462,232</u>            | <u>\$ 5,943</u>           | <u>\$ -</u>                | <u>\$ -</u>                | <u>\$ -</u>                   | <u>\$ 468,175</u> |

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

|                                   | <b>Three Months Ended March 31</b> |               |
|-----------------------------------|------------------------------------|---------------|
|                                   | <b>2025</b>                        | <b>2024</b>   |
| Balance at January 1 and March 31 | <u>\$ 204</u>                      | <u>\$ 204</u> |

## 8. INVENTORIES

|                      | <b>March 31,<br/>2025</b> | <b>December 31,<br/>2024</b> | <b>March 31,<br/>2024</b> |
|----------------------|---------------------------|------------------------------|---------------------------|
| Raw materials        | \$ 359,718                | \$ 303,954                   | \$ 266,795                |
| Work in progress     | 21,703                    | 14,499                       | 17,879                    |
| Finished goods       | 242,787                   | 296,678                      | 210,984                   |
| Inventory in transit | <u>76</u>                 | <u>95</u>                    | <u>-</u>                  |
|                      | <u>\$ 624,284</u>         | <u>\$ 615,226</u>            | <u>\$ 495,658</u>         |

The nature of the cost of goods sold is as follows:

|                                      | <b>Three Months Ended March 31</b> |                   |
|--------------------------------------|------------------------------------|-------------------|
|                                      | <b>2025</b>                        | <b>2024</b>       |
| Cost of inventories sold             | \$ 918,266                         | \$ 712,292        |
| Write-down (reversal) of inventories | <u>( 4,513)</u>                    | <u>-</u>          |
|                                      | <u>\$ 913,753</u>                  | <u>\$ 712,292</u> |

Inventory write downs were reversed as a result of consumed inventory

## 9. SUBSIDIARIES

Subsidiaries included in the consolidated financial statements

| Investor        | Investee  | Nature of Activities                    | Proportion of Ownership |                   |                |
|-----------------|---|---|-------------------------|-------------------|----------------|
|                 |   |   | March 31, 2025          | December 31, 2024 | March 31, 2024 |
| The Company     | Asia Image (Samoa) Technology Limited (“Asia Tech Samoa”) | Sales                                   | 100%                    | 100%              | 100%           |
| Asia Tech Samoa | Atii Tech Image (Shen Zhen) Co., Ltd. (“Shen Zhen Atii”)  | Production and sale of optical products | 100%                    | 100%              | 100%           |

## 10. PROPERTY, PLANT AND EQUIPMENT

|   | <b>Buildings</b>  | <b>Machinery and<br/>Equipment</b> | <b>Other<br/>Equipment</b> | <b>Total</b>        |
|---|-------------------|------------------------------------|----------------------------|---------------------|
| <u>Cost</u>   |                   |                                    |                            |                     |
| Balance at January 1, 2025                                      | \$ 121,783        | \$ 972,964                         | \$ 324,210                 | \$ 1,418,957        |
| Additions   | -                 | -                                  | 1,109                      | 1,109               |
| Disposals   | -                 | -                                  | ( 8,970)                   | ( 8,970)            |
| Effects of foreign currency<br>exchange differences             | <u>1,638</u>      | <u>13,629</u>                      | <u>4,460</u>               | <u>19,727</u>       |
| Balance at March 31, 2025                                       | <u>\$ 123,421</u> | <u>\$ 986,593</u>                  | <u>\$ 320,809</u>          | <u>\$ 1,430,823</u> |
| <u>Accumulated depreciation</u>                                 |                   |                                    |                            |                     |
| Balance at January 1, 2025                                      | \$ 82,188         | \$ 887,102                         | \$ 284,485                 | \$ 1,253,775        |
| Depreciation expense  | 1,532             | 12,172                             | 7,814                      | 21,518              |
| Disposals   | -                 | -                                  | ( 8,965)                   | ( 8,965)            |
| Effects of foreign currency<br>exchange differences             | <u>1,143</u>      | <u>12,673</u>                      | <u>4,062</u>               | <u>17,878</u>       |
| Balance at March 31, 2025                                       | <u>\$ 84,863</u>  | <u>\$ 911,947</u>                  | <u>\$ 287,396</u>          | <u>\$ 1,284,206</u> |
| Carrying amounts at March<br>31, 2025                           | <u>\$ 38,558</u>  | <u>\$ 74,646</u>                   | <u>\$ 33,413</u>           | <u>\$ 146,617</u>   |
| Carrying amounts at<br>December 31, 2024 and<br>January 1, 2025 | <u>\$ 39,595</u>  | <u>\$ 85,862</u>                   | <u>\$ 39,725</u>           | <u>\$ 165,182</u>   |
| <u>Cost</u>   |                   |                                    |                            |                     |
| Balance at January 1, 2024                                      | \$ 114,812        | \$ 930,402                         | \$ 310,183                 | \$ 1,355,397        |
| Additions   | -                 | -                                  | 51                         | 51                  |
| Disposals   | -                 | -                                  | ( 10,146)                  | ( 10,146)           |
| Effects of foreign currency<br>exchange differences             | <u>4,730</u>      | <u>37,210</u>                      | <u>12,122</u>              | <u>54,062</u>       |
| Balance at March 31, 2024                                       | <u>\$ 119,542</u> | <u>\$ 967,612</u>                  | <u>\$ 312,210</u>          | <u>\$ 1,399,364</u> |
| <u>Accumulated depreciation</u>                                 |                   |                                    |                            |                     |
| Balance at January 1, 2024                                      | \$ 71,836         | \$ 802,077                         | \$ 251,642                 | \$ 1,125,555        |
| Depreciation expense  | 1,471             | 12,015                             | 8,638                      | 22,124              |
| Disposals   | -                 | -                                  | ( 10,146)                  | ( 10,146)           |
| Effects of foreign currency<br>exchange differences             | <u>2,973</u>      | <u>32,267</u>                      | <u>10,066</u>              | <u>45,306</u>       |
| Balance at March 31, 2024                                       | <u>\$ 76,280</u>  | <u>\$ 846,359</u>                  | <u>\$ 260,200</u>          | <u>\$ 1,182,839</u> |
| Carrying amounts at March<br>31, 2024                           | <u>\$ 43,262</u>  | <u>\$ 121,253</u>                  | <u>\$ 52,010</u>           | <u>\$ 216,525</u>   |

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

|                         |             |
|-------------------------|-------------|
| Building                |             |
| Main buildings          | 10-20 years |
| Cleanroom construction  | 20 years    |
| Machinery and equipment | 2-10 years  |
| Other equipment         | 2-10 years  |

## 11. LEASE ARRANGEMENTS

### a. Right-of-use assets

|   | March 31,<br>2025                  | December 31,<br>2024 | March 31,<br>2024 |
|---|------------------------------------|----------------------|-------------------|
| <u>Carrying amounts</u>                     |                                    |                      |                   |
| Buildings                                   | \$ 19,928                          | \$ 23,812            | \$ 28,492         |
| Other equipment                             | <u>59</u>                          | <u>68</u>            | <u>94</u>         |
|   | <u>\$ 19,987</u>                   | <u>\$ 23,880</u>     | <u>\$ 28,586</u>  |
|   | <b>Three Months Ended March 31</b> |                      |                   |
|   | <b>2025</b>                        | <b>2024</b>          |                   |
| Depreciation charge for right-of-use assets |                                    |                      |                   |
| Buildings                                   | \$ 4,049                           | \$ 3,845             |                   |
| Other equipment                             | <u>9</u>                           | <u>9</u>             |                   |
|   | <u>\$ 4,058</u>                    | <u>\$ 3,854</u>      |                   |

Except for depreciation charge, the Group did not have significant sublease or impairment of right-of-use assets for the three months ended March 31, 2025 and 2024.

### b. Lease liabilities

|                         | March 31,<br>2025 | December 31,<br>2024 | March 31,<br>2024 |
|-------------------------|-------------------|----------------------|-------------------|
| <u>Carrying amounts</u> |                   |                      |                   |
| Current                 | \$ <u>16,712</u>  | \$ <u>16,459</u>     | \$ <u>14,807</u>  |
| Non-current             | <u>\$ 3,501</u>   | <u>\$ 7,643</u>      | <u>\$ 14,000</u>  |

Range of discount rate for lease liabilities was as follows:

|                 | March 31,<br>2025 | December 31,<br>2024 | March 31,<br>2024 |
|-----------------|-------------------|----------------------|-------------------|
| Buildings       | 1.5%-2.3%         | 1.5%-2.3%            | 1.5%              |
| Other equipment | 1.5%              | 1.5%                 | 1.5%              |



|   | <b>Three Months Ended March 31</b> |               |
|---|------------------------------------|---------------|
|   | <b>2025</b>                        | <b>2024</b>   |
| <u>Finance costs</u>                    |                                    |               |
| Interest expense from lease liabilities | \$ <u>95</u>                       | \$ <u>113</u> |

c. Other lease information

|  | <b>Three Months Ended March 31</b> |                 |
|--|------------------------------------|-----------------|
|  | <b>2025</b>                        | <b>2024</b>     |
| Expenses relating to short-term leases | \$ <u>101</u>                      | \$ <u>90</u>    |
| Total cash outflow for leases          | \$ <u>4,253</u>                    | \$ <u>4,033</u> |

d. Material lease-in activities and terms

The Group leases buildings for the use of plants and offices with lease terms of 3 to 5 years. The Group does not have bargain purchase options to acquire the leasehold buildings at the end of the lease terms. In addition, the Group is prohibited from subleasing or transferring all or any portion of the underlying assets without the lessor's consent.

## 12. OTHER PAYABLES

|   | <b>March 31,<br/>2025</b> | <b>December 31,<br/>2024</b> | <b>March 31,<br/>2024</b> |
|---|---------------------------|------------------------------|---------------------------|
| Dividends   | \$ 395,126                | \$ -                         | \$ 304,500                |
| Remuneration of directors and supervisors and employees | 118,112                   | 93,000                       | 99,929                    |
| Salaries and rewards                                    | 83,995                    | 105,004                      | 75,185                    |
| Payable for consumables, supplies and packaging costs   | 21,761                    | 25,753                       | 13,980                    |
| Payable for annual leave                                | 7,944                     | 7,824                        | 7,669                     |
| Others  | <u>33,453</u>             | <u>39,985</u>                | <u>26,715</u>             |
|   | <u>\$ 660,391</u>         | <u>\$ 271,566</u>            | <u>\$ 527,978</u>         |

## 13. EQUITY

a. Ordinary shares

|   | <b>March 31,<br/>2025</b> | <b>December 31,<br/>2024</b> | <b>March 31,<br/>2024</b> |
|---|---------------------------|------------------------------|---------------------------|
| Number of shares authorized (in thousands)            | <u>100,000</u>            | <u>100,000</u>               | <u>100,000</u>            |
| Shares authorized                                     | <u>\$ 1,000,000</u>       | <u>\$ 1,000,000</u>          | <u>\$ 1,000,000</u>       |
| Number of shares issued and fully paid (in thousands) | <u>72,500</u>             | <u>72,500</u>                | <u>72,500</u>             |
| Shares issued   | <u>\$ 725,001</u>         | <u>\$ 725,001</u>            | <u>\$ 725,001</u>         |

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

b. Capital surplus

|   | <b>March 31,<br/>2025</b> | <b>December 31,<br/>2024</b> | <b>March 31,<br/>2024</b> |
|---|---------------------------|------------------------------|---------------------------|
| <u>May be used to offset a deficit, distributed as<br/>cash dividends, or transferred to share capital<br/>(Note)</u> |                           |                              |                           |
| Issuance of ordinary shares   | \$ 114,893                | \$ 114,893                   | \$ 114,893                |
| Conversion of bonds   | 591,616                   | 591,616                      | 591,616                   |
| <u>May be used to offset a deficit only</u>   |                           |                              |                           |
| Expired share options   | 842                       | 842                          | 842                       |
|   | <u>\$ 707,351</u>         | <u>\$ 707,351</u>            | <u>\$ 707,351</u>         |

Note: Such capital surplus 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 (limited to a certain percentage of the Company's capital surplus and to once a year).

c. Retained earnings and dividend policy

Under the dividends policy as set forth in the Articles, where the Company made a profit in a fiscal year, the profit shall be first utilized for paying taxes, 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 dividends and bonuses, capital surplus, or legal reserve can be distributed in whole or in part by cash in accordance with Article 241 of the Company Act after a resolution has been adopted by a majority of directors present at a meeting of the board of directors attended by two-thirds of the total number of directors; in addition, a report of such distribution shall be submitted to the shareholders in their meeting. For the policies on the distribution of compensation of employees and remuneration of directors, refer to Note 15.

Appropriation of earnings to the 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.

When a special reserve is appropriated for cumulative net debit balance reserves of other equity from prior period, the special reserve is only appropriated from the prior unappropriated earnings.

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

|                             | <b>Appropriation of Earnings</b>          |             | <b>Dividends Per Share (NT\$)</b>         |             |
|-----------------------------|---|-------------|---|-------------|
|                             | <b>For the Year Ended<br/>December 31</b> |             | <b>For the Year Ended<br/>December 31</b> |             |
|                             | <b>2024</b>                               | <b>2023</b> | <b>2024</b>                               | <b>2023</b> |
| Legal reserve               | \$ 52,848                                 | \$ 40,888   |   |             |
| Reversal of special reserve | ( 60,924 )                                | 29,482      |   |             |
| Cash dividends              | 395,126                                   | 304,500     | \$ 5.45                                   | \$ 4.2      |

The above appropriation for cash dividends had been resolved by the Company's board of directors in February 2025 and February 2024 respectively. The other proposed appropriations for 2023 were resolved by the shareholders in their meeting in May 2024. The other proposed appropriations for 2024 will be resolved by the shareholders in their meeting in May 2025.

d. Special reserves

On the first-time adoption of IFRSs, the Group appropriated for special reserve, the amounts that were the same as the unrealized revaluation increment and cumulative translation differences transferred to retain earnings, which were \$53,922 thousand.

## 14. REVENUE

|                                       | <b>Three Months Ended March 31</b> |                   |
|---------------------------------------|------------------------------------|-------------------|
|                                       | <b>2025</b>                        | <b>2024</b>       |
| Revenue from contracts with customers |                                    |                   |
| Revenue from sale of goods            | \$ <u>1,101,790</u>                | \$ <u>855,208</u> |

The balance of refund liability (presented in other current liabilities) amounted to \$36,951 thousand. The rate of discount is estimated using the most likely amount, taking into account the Group's accumulated historical experience of discount.

a. Contract balances

|                      | <b>March 31,<br/>2025</b> | <b>December 31,<br/>2024</b> | <b>March 31,<br/>2024</b> |
|----------------------|---------------------------|------------------------------|---------------------------|
| Trade receivables    | \$ <u>666,095</u>         | \$ <u>688,653</u>            | \$ <u>472,953</u>         |
| Contract liabilities |                           |                              |                           |
| Sale of goods        | \$ <u>93</u>              | \$ <u>159</u>                | \$ <u>165</u>             |

b. Disaggregation of revenue

Refer to Note 23 for information about the disaggregation of revenue.

|                               | <b>Three Months Ended March 31</b> |                   |
|-------------------------------|------------------------------------|-------------------|
|                               | <b>2025</b>                        | <b>2024</b>       |
| Timing of revenue recognition |                                    |                   |
| Satisfied at a point in time  | \$ <u>1,101,790</u>                | \$ <u>855,208</u> |

## 15. NET PROFIT FROM CONTINUING OPERATIONS

### a. Benefits, depreciation and amortization expenses

|                            | Three Months Ended March 31 |                    |           |                 |                    |           |
|----------------------------|-----------------------------|--------------------|-----------|-----------------|--------------------|-----------|
|                            | 2025                        |                    |           | 2024            |                    |           |
|                            | Operating Costs             | Operating Expenses | Total     | Operating Costs | Operating Expenses | Total     |
| Short-term benefits        | \$ 56,101                   | \$ 36,790          | \$ 92,891 | \$ 46,449       | \$ 34,032          | \$ 80,481 |
| Post-employment benefits   |                             |                    |           |                 |                    |           |
| Defined contribution plans | -                           | 4,940              | 4,940     | -               | 3,539              | 3,539     |
| Other employee benefits    | 6                           | 3,455              | 3,461     | 1,267           | 2,935              | 4,202     |
| Depreciation               | 24,644                      | 932                | 25,576    | 25,153          | 825                | 25,978    |
| Amortization               | -                           | 111                | 111       | -               | 99                 | 99        |

### b. Compensation of employees and remuneration of directors and supervisors

The Company accrues compensation of employees and remuneration of directors at the rates between 6.5%-12% and no higher than 3.5%, respectively, of net profit before income tax, compensation of employees, and remuneration of directors. Pursuant to an amendment to the Securities and Exchange Act in August 2024, the Company plans to amend the Articles of Incorporation, which shall be approved by 2025 Shareholders' Meeting. An amendment to the Articles of Incorporation stipulates that no less than 1% of compensation shall be set aside for grassroots employees among the amount of compensation of employees allocated in the current year. The compensation of employees (including compensation of grassroots employees) and remuneration of directors for the three months ended March 31, 2025 and 2024, respectively, were estimated as follows:

|                           | Three Months Ended March 31 |           |              |           |
|---------------------------|-----------------------------|-----------|--------------|-----------|
|                           | 2025                        |           | 2024         |           |
|                           | Accrual Rate                | Amount    | Accrual Rate | Amount    |
| Compensation of employees | 10.02%                      | \$ 18,953 | 10.01%       | \$ 16,550 |
| Remuneration of directors | 3.25%                       | 6,160     | 3.25%        | 5,379     |

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

The compensation of employees and remuneration of directors for the years ended December 31, 2024 and 2023 which have been approved by the Company's board of directors in February 2025 and February 2024, respectively, were as follows:

|   | For the Year Ended December 31 |           |              |           |
|---|--------------------------------|-----------|--------------|-----------|
|   | 2024                           |           | 2023         |           |
|   | Accrual Rate                   | Amount    | Accrual Rate | Amount    |
| Compensation of employees                 | 9.67%                          | \$ 71,000 | 10.33%       | \$ 59,500 |
| Remuneration of directors and supervisors | 3.00%                          | 22,000    | 3.21%        | 18,500    |

There was no difference between the resolution and actual amounts of compensation of employees and remuneration of directors paid and the amounts recognized in the consolidated financial statements for the years ended December 31, 2024 and 2023.

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

Stock Exchange.

## 16. INCOME TAXES RELATING TO CONTINUING OPERATIONS

- a. Major components of tax expense recognized in profit or loss

|   | <b>Three Months Ended March 31</b> |                  |
|---|------------------------------------|------------------|
|   | <b>2025</b>                        | <b>2024</b>      |
| Current tax                                     |                                    |                  |
| In respect of the current period                | \$ 37,182                          | \$ 26,573        |
| Adjustment for prior periods                    | 57                                 | 36               |
| Deferred tax                                    |                                    |                  |
| In respect of the current period                | <u>5,068</u>                       | <u>2,172</u>     |
| Income tax expense recognized in profit or loss | <u>\$ 32,171</u>                   | <u>\$ 28,781</u> |

- b. Income tax assessments

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

## 17. EARNINGS PER SHARE

|  | <b>Net Income<br/>Attribute to<br/>Owners of the<br/>Company<br/>(Numerator)</b> | <b>Number of<br/>Shares<br/>(Denominator)<br/>(In Thousands)</b> | <b>Earnings<br/>Per Share<br/>(NT\$)</b> |
|--|--|--|--|
| <u>For the Three Months Ended March 31, 2025</u>   |  |  |  |
| Basic EPS  |  |  |  |
| Net income available to ordinary shareholders<br>of the parent   | \$ 131,959   | 72,500   | <u>\$ 1.82</u>                           |
| Dilutive effects   |  |  |  |
| Compensation of employees  | <u>-</u>   | <u>585</u>   |  |
| Diluted EPS  |  |  |  |
| Net income available to ordinary shareholders<br>of the parent (including effect of dilutive<br>potential ordinary shares) | <u>\$ 131,959</u>  | <u>73,085</u>  | <u>\$ 1.81</u>                           |
| <u>For the Three Months Ended March 31, 2024</u>   |  |  |  |
| Basic EPS  |  |  |  |
| Net income available to ordinary shareholders<br>of the parent   | \$ 114,611   | 72,500   | <u>\$ 1.58</u>                           |
| Dilutive effects   |  |  |  |
| Compensation of employees  | <u>-</u>   | <u>829</u>   |  |
| Diluted EPS  |  |  |  |
| Net income available to ordinary shareholders<br>of the parent (including effect of dilutive                               | <u>\$ 114,611</u>  | <u>73,329</u>  | <u>\$ 1.56</u>                           |

potential ordinary shares)

The Group may settle the compensation or bonuses 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.

## 18. NON-CASH TRANSACTIONS

For the three months ended March 31, 2025 and 2024, the Group entered into the following non-cash investing activities which were not reflected in the consolidated financial statements of cash flows:

- a. Cash dividends for 2024 and 2023 were resolved by the Company's board of directors which have not been distributed in March 31, 2025 and 2024 (refer to Note 12).

## 19. FINANCIAL INSTRUMENTS

- a. Categories of financial instruments

|   | March 31,<br>2025 | December 31,<br>2024 | March 31,<br>2024 |
|---|-------------------|----------------------|-------------------|
| <u>Financial assets</u>                     |                   |                      |                   |
| Financial assets at amortized cost (1)      | \$ 3,962,365      | \$ 3,785,227         | \$ 3,523,339      |
| <u>Financial liabilities</u>                |                   |                      |                   |
| Financial liabilities at amortized cost (2) | 790,534           | 806,046              | 623,456           |

- 1) The balances include financial assets at amortized cost, which comprise cash and cash equivalents, trade receivables and refundable deposits.
- 2) The balances included financial liabilities at amortized cost, which comprise trade payables and other payables.

- b. Financial risk management objectives and policies

The Group's major financial instruments include, trade receivables, trade payables and lease liabilities. The Group manages foreign currency risk, interest rate risk, credit risk and liquidity risk to reduce the potential adverse impact of market uncertainty on the Group's financial performance.

- 1) Market risk

The Group's activities exposed it primarily to the financial 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.

- a) Foreign currency risk

The Group had foreign currency sales and purchases, which exposed the Group to foreign currency risk.

The carrying amounts of the Groups foreign currency denominated monetary assets and monetary liabilities (including those eliminated on consolidation) at the end of the reporting period are listing at Note 21.

#### Foreign currency sensitivity analysis

The Group is mainly exposed to the US dollar (USD) and Renminbi (RMB).

The following table details the Group's sensitivity to a 1% increase and decrease in New Taiwan dollars (the functional currency) against the relevant foreign currencies. A change of 1% is the sensitivity rate used when reporting foreign currency risk internally to key management personnel and represents management's assessment of the reasonably possible change in foreign exchange rates. The sensitivity analysis measures the effect on income of a 1% change in foreign currency rates as applied to outstanding foreign currency denominated monetary items at the end of the reporting period. The number below indicates a change in pre-tax profit if New Taiwan dollars changed 1% against the relevant currency.

|                 | <b>Three Months Ended March 31</b> |             |
|-----------------|------------------------------------|-------------|
|                 | <b>2025</b>                        | <b>2024</b> |
| <u>Currency</u> |                                    |             |
| USD             | \$ 18,798                          | \$ 15,287   |
| RMB             | 7,023                              | 6,703       |

This was mainly attributable to the exposure of outstanding USD receivables and payables, which were not hedged at the end of the reporting period.

In the management's opinion, the sensitivity analysis is unrepresentative of the inherent foreign currency risk because the exposure at the end of the reporting period did not reflect the exposure during the period.

#### b) Interest rate risk

The Group was exposed to interest rate risk because the entities in the Group deposits and leases at both fixed and floating interest rates.

The carrying amount of the Group's financial assets and liabilities with exposure to interest rates at the end of the reporting year was as follows.

|                               | <b>March 31,<br/>2025</b> | <b>December 31,<br/>2024</b> | <b>March 31,<br/>2024</b> |
|-------------------------------|---------------------------|------------------------------|---------------------------|
| Fair value interest rate risk |                           |                              |                           |
| Financial assets              | \$ 2,884,543              | \$ 2,747,521                 | \$ 2,784,055              |
| Lease liabilities             | 20,213                    | 24,102                       | 28,807                    |
| Cash flows interest rate risk |                           |                              |                           |
| Financial assets              | 410,728                   | 348,045                      | 265,324                   |

#### 2) Credit risk

Credit risk refers to the risk that a counterparty will default on its contractual obligations resulting

in a financial loss to the Group. At the end of the year, the Group's maximum exposure to credit risk which will cause a financial loss to the Group due to failure of counterparties to discharge an obligation could arise from the carrying amount of the respective recognized financial assets as stated in the consolidated balance sheets.

The Group adopted a policy of only dealing with creditworthy counterparties as a means of mitigating the risk of financial loss from defaults. Management of the Group has delegated a team responsible for determining credit limits, credit approvals and other monitoring procedures to ensure that follow-up action is taken to recover overdue debts. In addition, the Group reviews the recoverable amount of each individual trade debt at the end of the reporting period to ensure that adequate allowances are made for irrecoverable amounts. In this regard, management of the Group believes the Group's credit risk was significantly reduced.

### 3) Liquidity risk

The Group's operating funds are deemed sufficient to meet the cash flow demand, therefore, liquidity risk is not considered to be significant.

The following tables detail the Group's remaining contractual maturity for its non-derivative financial liabilities with agreed repayment periods.

|   | <b>Less than<br/>1 Year</b>   | <b>1-5 Years</b>      | <b>Total</b>                  |
|---|-------------------------------|-----------------------|-------------------------------|
| <u>March 31, 2025</u>                     |                               |                       |                               |
| Non-interest bearing<br>Lease liabilities | \$ 1,185,660<br><u>16,930</u> | \$ -<br><u>3,519</u>  | \$ 1,185,660<br><u>20,449</u> |
|   | <u>\$ 1,202,590</u>           | <u>\$ 3,519</u>       | <u>\$ 1,206,109</u>           |
| <u>December 31, 2024</u>                  |                               |                       |                               |
| Non-interest bearing<br>Lease liabilities | \$ 806,046<br><u>16,743</u>   | \$ -<br><u>7,689</u>  | \$ 806,046<br><u>24,432</u>   |
|   | <u>\$ 822,789</u>             | <u>\$ 7,689</u>       | <u>\$ 830,478</u>             |
| <u>March 31, 2024</u>                     |                               |                       |                               |
| Non-interest bearing<br>Lease liabilities | \$ 927,956<br><u>15,130</u>   | \$ -<br><u>14,123</u> | \$ 927,956<br><u>29,253</u>   |
|   | <u>\$ 943,086</u>             | <u>\$ 14,123</u>      | <u>\$ 957,209</u>             |

## 20. 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 the other notes, details of transactions between the Group and other related parties are disclosed below.



a. Related party name and categories

| Related Party Name                                      | Related Party Categories |
|---|--------------------------|
| Asia Optical International Ltd. (“Asia International”)  | Associate                |
| Shen Zhen Sintai Optical Co., Ltd. (“Shen Zhen Sintai”) | Associate                |
| Yorkey Optical Technology Ltd. (“Yorkey Technology”)    | Associate                |
| AOE Optronics (Shen Zhen) Ltd. (“AOE Shen Zhen”)        | Associate                |

b. Trading transactions

| Line Items                          | Related Party Categories | Three Months Ended March 31 |          |
|-------------------------------------|--------------------------|-----------------------------|----------|
|                                     |                          | 2025                        | 2024     |
| Sales                               | Associates               | \$ 2,752                    | \$ 6,330 |
| Purchases of goods                  | Associates               | 24,772                      | 21,894   |
| Operating costs - packing fee, etc. | Associates               | 2,526                       | 1,670    |

The sales prices to related parties were not significantly different from those of sales to third parties. The average credit period of sales of goods was 30 to 180 days.

Purchases were made at market price discounted to reflect the quantity of goods purchased and relationships between the parties. Payment term was 30 to 180 days.

c. Receivables from related parties

| Line Items        | Related Party Categories | March 31,<br>2025 | December 31,<br>2024 | March 31,<br>2024 |
|-------------------|--------------------------|-------------------|----------------------|-------------------|
| Trade receivables | Associates               | \$ 2,616          | \$ -                 | \$ 4,778          |

d. Payables to related parties

| Line Items     | Related Party Categories | March 31,<br>2025 | December 31,<br>2024 | March 31,<br>2024 |
|----------------|--------------------------|-------------------|----------------------|-------------------|
| Trade payables | Associates               | \$ 38,750         | \$ 37,052            | \$ 30,124         |
| Other payables | Associates               | 5,499             | 4,645                | 4,555             |

e. Lease arrangements

| Line Item         | Related Party Category/Name   | March 31,<br>2025 | December 31,<br>2024 | March 31,<br>2024 |
|-------------------|-------------------------------|-------------------|----------------------|-------------------|
| Lease liabilities | Associate<br>Shen Zhen Sintai | \$ 14,300         | \$ 17,321            | \$ 26,607         |

| Related Party Category/Name | Three Months Ended March 31 |        |
|-----------------------------|-----------------------------|--------|
|                             | 2025                        | 2024   |
| <u>Interest expense</u>     |                             |        |
| Associate                   |                             |        |
| Shen Zhen Sintai            | \$ 60                       | \$ 104 |

The rental of the Group is based on local market rental rates and fixed lease payments are paid monthly.

f. Compensation of key management personnel

The remuneration of directors and other members of key management personnel was as follows:

|                              | <b>Three Months Ended March 31</b> |               |
|------------------------------|------------------------------------|---------------|
|                              | <b>2025</b>                        | <b>2024</b>   |
| Short-term employee benefits | \$ <u>511</u>                      | \$ <u>521</u> |

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

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

The Group's significant 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 foreign currencies and respective functional currencies were as follows:

### March 31, 2025

|                         | <b>Foreign<br/>Currencies<br/>(In Thousands)</b> | <b>Exchange Rate</b> | <b>Carrying<br/>Amount<br/>(In Thousands)</b> |
|-------------------------|--|----------------------|---|
| <u>Financial assets</u> |  |                      |   |
| Monetary items          |  |                      |   |
| USD                     | \$ 70,308  | 33.205 (USD:NTD)     | \$ 2,334,577                                  |
| USD                     | 44,159   | 7.1788 (USD:RMB)     | 1,466,305                                     |
| RMB                     | 151,824  | 0.1393 (RMB:USD)     | 702,256                                       |

### Financial liabilities

|                |        |                  |           |
|----------------|--------|------------------|-----------|
| Monetary items |        |                  |           |
| USD            | 57,856 | 33.205 (USD:NTD) | 1,921,115 |

### December 31, 2024

|                         | <b>Foreign<br/>Currencies<br/>(In Thousands)</b> | <b>Exchange Rate</b> | <b>Carrying<br/>Amount<br/>(In Thousands)</b> |
|-------------------------|--|----------------------|---|
| <u>Financial assets</u> |  |                      |   |
| Monetary items          |  |                      |   |
| USD                     | \$ 63,729  | 32.785 (USD:NTD)     | \$ 2,089,370                                  |
| USD                     | 41,471   | 7.1891 (USD:RMB)     | 1,359,635                                     |
| RMB                     | 151,082  | 0.1391 (RMB:USD)     | 688,992                                       |

### Financial liabilities

Monetary items

|                       |        |                  |           |
|-----------------------|--------|------------------|-----------|
| USD                   | 55,742 | 32.785 (USD:NTD) | 1,827,491 |
| <u>March 31, 2024</u> |        |                  |           |

|                         | Foreign<br>Currencies<br>(In Thousands) | Exchange Rate    | Carrying<br>Amount<br>(In Thousands) |
|-------------------------|---|------------------|--------------------------------------|
| <u>Financial assets</u> |   |                  |                                      |
| Monetary items          |   |                  |                                      |
| USD                     | \$ 61,979                               | 32.00 (USD:NTD)  | \$ 1,983,330                         |
| USD                     | 42,550                                  | 7.095 (USD:RMB)  | 1,361,607                            |
| RMB                     | 148,657                                 | 0.1409 (RMB:USD) | 670,264                              |

Financial liabilities

|                |        |                 |           |
|----------------|--------|-----------------|-----------|
| Monetary items |        |                 |           |
| USD            | 56,757 | 32.00 (USD:NTD) | 1,816,226 |

The significant unrealized foreign exchange gains (losses) were as follows:

| For the Three Months Ended March 31 |                   |  |                   |  |
|-------------------------------------|-------------------|--|-------------------|--|
| 2025                                |                   |  | 2024              |  |
| Foreign<br>Currencies               | Exchange Rate     | Net Foreign<br>Exchange Gain<br>(Loss) | Exchange Rate     | Net Foreign<br>Exchange Gain<br>(Loss) |
| USD                                 | 32.895 (USD:NTD)  | \$ 17,541                              | 31.448 (USD:NTD)  | \$ 28,183                              |
| USD                                 | 7.2886 (USD: RMB) | 8,867                                  | 7.2046 (USD: RMB) | ( 2,322 )                              |
| RMB                                 | 0.1372 (RMB: USD) | ( 32,608 )                             | 0.1388 (RMB: USD) | ( 26,305 )                             |

## 22. SEPARATELY DISCLOSED ITEMS

a. Information about significant transactions and investees:

- 1) Financing provided to others: None
- 2) Endorsements/guarantees provided: None
- 3) Marketable securities held (excluding investment in subsidiaries, associates and joint controlled entities): None
- 4) Total purchases from or sales to related parties amounting to at least NT\$100 million or 20% of the paid-in capital: Table 1 (attached)
- 5) Receivables from related parties amounting to at least NT\$100 million or 20% of the paid-in capital: Table 2 (attached)
- 6) Intercompany relationships and significant intercompany transactions: Table 5 (attached)

b. Information on investees: Table 3 (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 4 (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: Table 5 (attached)
  - b) The amount and percentage of sales and the balance and percentage of the related receivables at the end of the period: Table 5 (attached)
  - 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 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 receiving of services: None

## 23. SEGMENT INFORMATION

The Group has only one department and the main product is contact image sensor module. Information reported to the chief operating decision maker for the purposes of resource allocation and assessment of segment performance focuses on geographic area.

|                                   | Domestic           | Asia               | Adjustment<br>and<br>Elimination | Total              |
|-----------------------------------|--------------------|--------------------|----------------------------------|--------------------|
| <u>For the Three Months Ended</u> |                    |                    |                                  |                    |
| <u>March 31, 2025</u>             |                    |                    |                                  |                    |
| Revenues from external customers  | \$1,066,819        | \$ 34,971          | \$ -                             | \$1,101,790        |
| Inter-segment revenues            | <u>-</u>           | <u>1,476,938</u>   | <u>( 1,476,938 )</u>             | <u>-</u>           |
| Segment revenue                   | <u>\$1,066,819</u> | <u>\$1,511,909</u> | <u>( \$1,476,938 )</u>           | <u>\$1,101,790</u> |
| Segment income                    | <u>\$ 164,165</u>  | <u>\$ 18,708</u>   | <u>( \$ 18,648 )</u>             | <u>\$ 164,225</u>  |
| Interest expense                  |                    |                    |                                  | <u>( 95 )</u>      |
| Profit before income tax          |                    |                    |                                  | <u>\$ 164,130</u>  |
| <u>For the Three Months Ended</u> |                    |                    |                                  |                    |
| <u>March 31, 2024</u>             |                    |                    |                                  |                    |

|                                  |                   |                    |                       |                   |
|----------------------------------|-------------------|--------------------|-----------------------|-------------------|
| Revenues from external customers | \$ 795,818        | \$ 59,390          | \$ -                  | \$ 855,208        |
| Inter-segment revenues           | <u>-</u>          | <u>1,067,810</u>   | <u>( 1,067,810)</u>   | <u>-</u>          |
| Segment revenue                  | <u>\$ 795,818</u> | <u>\$1,127,200</u> | <u>( \$1,067,810)</u> | <u>\$ 855,208</u> |
| Segment income                   | <u>\$ 143,401</u> | <u>\$ 17,718</u>   | <u>( \$ 17,614)</u>   | <u>\$ 143,505</u> |
| Interest expense                 |                   |                    |                       | <u>( 113)</u>     |
| Profit before income tax         |                   |                    |                       | <u>\$ 143,392</u> |

Segment profit represents the profit earned by each segment without allocation of central administration costs and interest expense. This is the measure reported to the chief operating decision maker for the purposes of resource allocation and assessment of segment performance.

**TABLE 1**

**ASIA TECH IMAGE 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 THREE MONTHS ENDED MARCH 31, 2025  
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)**

| Company Name    | Related Party                 | Nature of Relationship | Transaction Detail |                 |            |              | Non-arm’s Length Transaction |              | Notes/Accounts Payable or Receivable |            | Note |
|-----------------|-------------------------------|------------------------|--------------------|-----------------|------------|--------------|------------------------------|--------------|--------------------------------------|------------|------|
|                 |                               |                        | Purchases/Sales    | Amount (Note 3) | % to Total | Payment Term | Unit Price                   | Payment Term | Ending Balance (Note 3)              | % to Total |      |
| The Company     | Asia Tech Samoa               | Note 1                 | Purchases          | \$ 922,482      | 100        | 30-180 days  | \$ -                         | -            | \$(1,904,835)                        | (99)       |      |
| Asia Tech Samoa | The Company<br>Shen Zhen Atii | Note 1                 | Sales              | (922,482)       | (100)      | 30-180 days  | -                            | -            | 1,904,835                            | 100        |      |
|                 |                               | Note 1                 | Purchases          | 554,456         | 61         | 30-180 days  | -                            | -            | (1,461,935)<br>(Note 2)              | (69)       |      |
| Shen Zhen Atii  | Asia Tech Samoa               | Note 1                 | Sales              | (554,456)       | (94)       | 30-180 days  | -                            | -            | 1,461,935<br>(Note 2)                | 98         |      |

Note 1: See consolidated financial statements Note 9.

Note 2: Asia Tech Samoa purchased materials on behalf of Shen Zhen Atii, and purchased merchandise from Shen Zhen Atii at the same time, so trade receivables and payables were presented at net value.

Note 3: Consolidated financial statements’ intercompany accounts and transactions have been eliminated; see consolidated financial statements Table 5.

**ASIA TECH IMAGE INC. AND SUBSIDIARIES**

**RECEIVABLES FROM RELATED PARTIES AMOUNTING TO AT LEAST NT\$100 MILLION OR 20% OF THE PAID-IN CAPITAL  
MARCH 31, 2025  
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)**

| Company Name    | Related Party   | Relationship | Ending Balance<br>(Note 2) | Turnover Rate | Overdue |              | Amount Received in<br>Subsequent Year | Allowance for<br>Impairment Loss |
|-----------------|-----------------|--------------|----------------------------|---------------|---------|--------------|---------------------------------------|----------------------------------|
|                 |                 |              |                            |               | Amount  | Action Taken |                                       |                                  |
| Asia Tech Samoa | The Company     | Subsidiary   | \$1,904,835                | (Note 1)      | \$ -    | -            | \$ 315,753                            | \$ -                             |
| Shen Zhen Atii  | Asia Tech Samoa | Subsidiary   | 1,461,935                  | (Note 1)      | -       | -            | 70,074                                | -                                |

Note 1: Asia Tech Samoa purchased materials on behalf of Shen Zhen Atii, and purchased merchandise from Shen Zhen Atii at the same time, so trade receivables and payables were presented at net value, and turnover analysis was not suitable.

Note 2: Consolidated financial statements’ intercompany accounts and transactions have been eliminated; see consolidated financial statements Table 5.

ASIA TECH IMAGE INC. AND SUBSIDIARIES

INFORMATION ON INVESTEEES  
FOR THE THREE MONTHS ENDED MARCH 31, 2025  
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

| Investor Company | Investee Company         | Location      | Main Businesses and Products                    | Original Investment Amount |                   | As of March 31, 2025 |      |                 | Net Income of the Investee | Share of Profits (Note 2) | Note       |
|------------------|--------------------------|---------------|---|----------------------------|-------------------|----------------------|------|-----------------|----------------------------|---------------------------|------------|
|                  |                          |               |   | March 31, 2025             | December 31, 2024 | Shares               | %    | Carrying Amount |                            |                           |            |
| The Company      | Asia Tech Samoa (Note 1) | Samoa Islands | Sale of precision instruments and image sensors | \$ 845,520                 | \$ 845,520        | 18,662               | 100% | \$ 2,895,307    | \$ 15,090                  | \$ 15,090                 | Subsidiary |

Note 1: Information on investments in mainland China; see consolidated financial statements Table 4.

Note 2: Consolidated financial statements’ intercompany accounts and transactions have been eliminated.



**ASIA TECH IMAGE INC. AND SUBSIDIARIES**

**INFORMATION ON INVESTMENTS IN MAINLAND CHINA  
FOR THE THREE MONTHS ENDED MARCH 31, 2025**  
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

| Investee Company | Main Businesses and Products          | Paid-in Capital (In Thousands) | 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 March 31, 2025 | Net Income of the Investee | % Ownership of Direct or Indirect Investment | Investment Gain (Note 2) | Carrying Amount as of March 31, 2025 | Accumulated Repatriation of Investment Income as of March 31, 2025 |
|------------------|---------------------------------------|--------------------------------|----------------------|---|---------------------|--------|--|----------------------------|--|--------------------------|--------------------------------------|--|
|                  |                                       |                                |                      |   | Outward             | Inward |  |                            |  |                          |                                      |  |
| Shen Zhen Atii   | Manufacture and sale of image sensors | US\$ 10,000                    | (Note 1)             | \$ 170,256 (US\$ 5,400)   | \$ -                | \$ -   | \$ 170,256 (US\$ 5,400)  | \$ 3,558                   | 100  | \$ 3,558                 | \$ 1,832,674                         | \$ -   |

| Accumulated Outward Remittance for Investment in Mainland China as of March 31, 2025 | Investment Amounts Authorized by Investment Commission, MOEA | Upper Limit on the Amount of Investment Stipulated by Investment Commission, MOEA (Note 3) |
|--|--|--|
| \$ 170,256 (US\$ 5,400)  | \$ 170,256 (US\$ 5,400)                                      | \$ 1,899,743   |

Note 1: The investment was made through a subsidiary incorporated in a third area, which in turn, made direct investments in companies in China. (Subsidiary incorporated in a third area: Asia Tech Samoa)

Note 2: Amount was recognized based on the audited financial statements.

Note 3: According to the “Regulations for Screening of Application to Engage in Technical Cooperation in Mainland China”.

ASIA TECH IMAGE INC.

INTERCOMPANY RELATIONSHIP AND SIGNIFICANT TRANSACTIONS  
FOR THE THREE MONTHS ENDED MARCH 31, 2025  
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

| Number | Company Name    | Counterparty    | Flow of Transaction<br>(Note) | Transactions  |            |             |   |
|--------|-----------------|-----------------|-------------------------------|---|------------|-------------|---|
|        |                 |                 |                               | Account   | Amounts    | Terms       | % to Consolidated Sales or<br>Consolidated Assets |
| 1      | The Company     | Asia Tech Samoa | 1                             | Purchases   | \$ 922,482 | 30-180 days | 84  |
|        |                 |                 |                               | Non-operating income and expenses -<br>other income | 3,750      | 30-180 days | -   |
|        |                 |                 |                               | Trade payables                                      | 1,904,835  | 30-180 days | 40  |
|        |                 |                 |                               |   |            |             |   |
| 2      | Asia Tech Samoa | Shen Zhen Atii  | 1                             | Purchases   | 554,456    | 30-180 days | 50  |
|        |                 |                 |                               | Trade payables                                      | 1,461,935  | 30-180 days | 30  |

Note 1: From the parent company to the subsidiary.