Stock Code:6277

ATEN INTERNATIONAL CO., LTD.
AND SUBSIDIARIES

Consolidated Financial Statements

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

Address: **3rd Floor, No. 125, Sec. 2, Datong Rd., Xizhi Dist., New Taipei City, Taiwan, R.O.C.**
Telephone: **(02)8692-6789**

Table of contents

安侯建業聯合會計師事務所
KPMG
台北市110615信義路5段7號68樓(台北101大樓)
68F., TAIPEI 101 TOWER, No. 7, Sec. 5,
Xinyi Road, Taipei City 110615, Taiwan (R.O.C.)
電 話 Tel + 886 2 8101 6666
傳 真 Fax + 886 2 8101 6667
網 址 Web kpmg.com/tw

Independent Auditors' Review Report

To the Board of Directors
ATEN INTERNATIONAL CO., LTD.:

Introduction

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

Scope of Review

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

Basis for Qualified Conclusion

As stated in Note 4(b), the consolidated financial statements included the financial statements of certain non-significant subsidiaries, which were not reviewed by independent auditors. These financial statements reflect total assets amounting to $2,253,715 thousand and $2,323,127 thousand, both constituting 33% of the consolidated total assets as of September 30, 2025 and 2024, respectively, total liabilities amounting to $705,271 thousand and $683,026 thousand, constituting 33% and 31% of the consolidated total liabilities at September 30, 2025 and 2024, respectively, and total comprehensive income amounting to $59,420 thousand, $36,970 thousand, $149,457 thousand and $94,265 thousand, constituting 51%, 21%, 59% and 24% of the consolidated total comprehensive income for the three months and nine months ended September 30, 2025 and 2024, respectively.

Qualified Conclusion

Except for the adjustments, if any, as might have been determined to be necessary had the financial statements of certain consolidated subsidiaries described in the Basis for Qualified Conclusion paragraph above been reviewed by independent auditors, based on our reviews, nothing has come to our attention that causes us to believe that the accompanying consolidated financial statements do not present fairly, in all material respects, the consolidated financial position of ATEN INTERNATIONAL CO., LTD. and its subsidiaries as of September 30, 2025 and 2024, and of its consolidated financial performance for the three months and nine months ended September 30, 2025 and 2024, as well as its consolidated cash flows for the nine months ended September 30, 2025 and 2024 in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34, "Interim Financial Reporting" endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China.

The engagement partners on the reviews resulting in this independent auditors' review report are Huang, Po-Shu and Wu, Chung-Shun.

KPMG

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

Notes to Readers

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

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

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

ATEN INTERNATIONAL CO., LTD. AND SUBSIDIARIES

Consolidated Balance Sheets

September 30, 2025, December 31, and September 30, 2024

(Expressed in Thousands of New Taiwan Dollars)

		September 30, 2025		December 31, 2024		September 30, 2024	
	Assets	**Amount**	**%**	**Amount**	**%**	**Amount**	**%**
11xx	**Current assets:**						
1100	Cash and cash equivalents (note 6(a))	$ 947,122	14	1,128,293	16	785,252	12
1110	Financial assets at fair value through profit or loss－current (note 6(c))	163,858	2	276,048	4	417,816	6
1136	Current financial assets at amortized cost, net (note 6(b))	158,114	2	138,088	2	171,168	2
1140	Contract assets－current (note 6(q))	7,099	-	4,393	-	8,878	-
1150	Notes receivable, net (notes 6(e) and (q))	2,699	-	4,441	-	3,891	-
1170	Accounts receivable, net (notes 6(e) and (q))	691,014	11	717,330	10	683,122	11
1200	Other receivables	6,343	-	6,859	-	21,745	-
130x	Inventories (note 6(f))	1,184,932	17	1,325,349	19	1,395,875	20
1410	Prepayments	86,690	1	70,176	1	87,287	1
1470	Other current assets	65,507	1	22,648	-	10,950	-
	Total current assets	3,313,378	48	3,693,625	52	3,585,984	52
15xx	**Non-current assets:**						
1517	Financial assets at fair value through other comprehensive income－non-current (note 6(d))	-	-	12,080	-	25,205	-
1535	Non-current financial assets at amortized cost, net (note 6(b))	80,000	1	80,000	1	80,000	1
1600	Property, plant and equipment (notes 6(g), 7, 8 and 9)	2,849,081	41	2,800,976	39	2,723,890	39
1755	Right-of-use assets (note 6(h))	311,790	5	217,423	3	224,474	3
1780	Intangible assets (note 6(i))	2,756	-	3,151	-	3,447	-
1840	Deferred income tax assets	176,903	3	177,348	2	143,490	2
1915	Prepayments for equipment	28	-	34	-	3	-
1920	Refundable deposits	43,054	1	42,206	1	42,696	1
1980	Other financial assets－non-current (notes 8 and 9)	95,340	1	95,439	2	117,174	2
1990	Other non-current assets	716	-	1,316	-	1,138	-
	Total non-current assets	3,559,668	52	3,429,973	48	3,361,517	48
1xxx	**Total assets**	**$ 6,873,046**	**100**	**7,123,598**	**100**	**6,947,501**	**100**

		September 30, 2025		December 31, 2024		September 30, 2024	
	Liabilities and Equity	**Amount**	**%**	**Amount**	**%**	**Amount**	**%**
21xx	**Current liabilities:**						
2102	Short-term borrowings (notes 6(j) and 8)	$ 485,582	7	366,758	5	394,543	6
2120	Financial liabilities at fair value through profit or loss－current (note 6(c))	8,529	-	5,942	-	1,193	-
2150	Notes payable	1,042	-	1,342	-	1,275	-
2170	Accounts payable	307,523	5	383,383	5	415,841	6
2216	Dividends Payable (note 6(o))	119,471	2	203,101	3	203,101	3
2219	Other payable (notes 6(r) and 8)	410,272	6	544,969	8	500,229	7
2230	Current tax liabilities	25,661	-	130,686	2	39,068	1
2250	Provisions－current (note 6(k))	24,205	-	24,205	-	22,810	-
2280	Current lease liabilities (note 6(l))	103,012	2	65,019	1	71,810	1
2399	Other current liabilities	77,466	1	82,736	1	88,265	1
	Total current liabilities	1,562,763	23	1,808,141	25	1,738,135	25
25xx	**Non-Current liabilities:**						
2540	Long-term borrowings (note 6(j))	50,000	1	-	-	-	-
2570	Deferred income tax liabilities	153,793	2	154,443	2	180,677	3
2580	Non-current lease liabilities (note 6(l))	227,641	3	166,044	3	166,081	2
2640	Net defined benefit liabilities－non-current	60,455	1	60,926	1	70,563	1
2645	Deposits received	1,014	-	1,014	-	1,014	-
2670	Other non-current liabilities	64,568	1	58,039	1	57,900	1
	Total non-current liabilities	557,471	8	440,466	7	476,235	7
2xxx	**Total liabilities**	2,120,234	31	2,248,607	32	2,214,370	32
	Equity attributable to shareholders of the company (notes 6(d) and (o)):						
3110	Common stock	1,194,711	17	1,194,711	17	1,194,711	17
3200	Capital surplus:						
3210	Additional paid-in capital	316,913	5	316,913	4	316,913	5
3250	Donated assets received	50	-	50	-	50	-
		316,963	5	316,963	4	316,963	5
3300	Retained earnings:						
3310	Legal reserve	1,640,453	24	1,623,232	23	1,623,232	23
3320	Special reserve	190,639	3	178,017	2	178,017	3
3350	Unappropriated retained earnings	1,523,312	22	1,650,188	23	1,465,997	21
		3,354,404	49	3,451,437	48	3,267,246	47
3400	Other equity interest:						
3410	Financial statements translation differences for foreign operations	(174,047)	(3)	(150,870)	(2)	(110,839)	(2)
3420	Unrealized gain (loss) on financial assets at fair value through other comprehensive income	(4,000)	-	(920)	-	(2,460)	-
		(178,047)	(3)	(151,790)	(2)	(113,299)	(2)
	Total equity attributable to shareholders of the company	4,688,031	68	4,811,321	67	4,665,621	67
36xx	**Non-controlling interests**	64,781	1	63,670	1	67,510	1
3xxx	**Total equity**	4,752,812	69	4,874,991	68	4,733,131	68
2-3xxx	**Total liabilities and equity**	**$ 6,873,046**	**100**	**7,123,598**	**100**	**6,947,501**	**100**

See accompanying notes to consolidated financial statements.

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

ATEN INTERNATIONAL CO., LTD. AND SUBSIDIARIES
Consolidated Statements of Comprehensive Income
For the nine months ended September 30, 2025 and 2024
(Expressed in Thousands of New Taiwan Dollars , Except for Earnings Per Common Share)

		For the three months ended September 30				For the nine months ended September 30			
		2025		2024		2025		2024	
		Amount	%	Amount	%	Amount	%	Amount	%
4000	**Operating revenue (note 6(q))**	$ 1,202,323	100	1,260,046	100	3,538,707	100	3,646,747	100
5000	**Operating costs (notes 6(f), (g), (h), (l), (m) and (r))**	497,549	41	506,832	40	1,452,145	41	1,463,123	40
5900	**Gross profit**	704,774	59	753,214	60	2,086,562	59	2,183,624	60
6000	**Operating expenses (notes 6(e), (g), (h), (l), (m), (r) and 7):**								
6100	Selling expenses	299,191	25	310,680	25	907,385	26	929,738	25
6200	Administrative expenses	131,418	11	134,837	11	389,767	11	391,832	11
6300	Research and development expenses	130,457	11	125,323	10	405,578	11	393,315	11
6450	Impairment loss determined in accordance with IFRS9	119	-	-	-	112	-	123	-
	Total operating expenses	561,185	47	570,840	46	1,702,842	48	1,715,008	47
6900	**Operating profit**	143,589	12	182,374	14	383,720	11	468,616	13
7000	**Non-operating income and expenses (notes 6(l) and (s)):**								
7100	Interest income	3,335	-	4,223	-	12,857	-	11,938	-
7010	Other income	7,798	1	4,962	-	15,548	-	11,631	-
7020	Other gains and losses	2,514	-	(29,218)	(1)	(19,422)	-	(21,610)	-
7050	Finance costs	(7,909)	(1)	(8,582)	(1)	(23,587)	(1)	(27,489)	(1)
	Total non-operating income and expenses	5,738	-	(28,615)	(2)	(14,604)	(1)	(25,530)	(1)
7900	**Profit from continuing operations before tax**	149,327	12	153,759	12	369,116	10	443,086	12
7950	**Less: Income tax expenses (note 6(n))**	45,212	3	42,265	3	88,211	2	111,760	3
	Net income	104,115	9	111,494	9	280,905	8	331,326	9
8300	**Other comprehensive income (note 6(o)):**								
8310	**Components of other comprehensive income (loss) that will not be reclassified to profit or loss**								
8316	Unrealized gains (losses) from investments in equity instruments measured at fair value through other comprehensive income	-	-	-	-	(2,976)	-	1,421	-
8349	Income tax related to components of other comprehensive income that will not be reclassified to profit or loss	-	-	-	-	-	-	-	-
	Components of other comprehensive income that will not be reclassified to profit or loss	-	-	-	-	(2,976)	-	1,421	-
8360	**Components of other comprehensive income (loss) that will be reclassified to profit or loss**								
8361	Exchange differences on translation of foreign financial statements	12,244	1	65,022	5	(23,619)	(1)	64,941	2
8399	Income tax related to components of other comprehensive income that will be reclassified to profit or loss	-	-	-	-	-	-	-	-
	Components of other comprehensive income that will be reclassified to profit or loss	12,244	1	65,022	5	(23,619)	(1)	64,941	2
8300	**Other comprehensive income**	12,244	1	65,022	5	(26,595)	(1)	66,362	2
8500	**Total comprehensive income**	$ 116,359	10	176,516	14	254,310	7	397,688	11
8600	**Net income attributable to:**								
8610	Shareholders of the parent	$ 101,679	9	109,425	9	273,895	8	325,448	9
8620	Non-controlling interests	2,436	-	2,069	-	7,010	-	5,878	-
		$ 104,115	9	111,494	9	280,905	8	331,326	9
8700	**Total comprehensive income attributable to:**								
8710	Shareholders of the parent	$ 114,271	10	174,143	14	247,742	7	391,548	11
8720	Non-controlling interests	2,088	-	2,373	-	6,568	-	6,140	-
		$ 116,359	10	176,516	14	254,310	7	397,688	11
	Basic earnings per share(in New Taiwan dollars) (note 6(p))								
9710	Basic earnings per share	$	0.85		0.92		2.29		2.72
9850	Diluted earnings per share	$	0.84		0.91		2.27		2.70

See accompanying notes to consolidated financial statements.

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

ATEN INTERNATIONAL CO., LTD. AND SUBSIDIARIES
Consolidated Statements of Changes in Equity
For the nine months ended September 30, 2025 and 2024
(Expressed in Thousands of New Taiwan Dollars)

	Equity attributable to owners of parent											
	Share capital		Retained earnings				Total other equity interest					
	Ordinary shares	Capital surplus	Legal reserve	Special reserve	Unappropriated retained earnings	Total	Financial statements translation differences for foreign operations	Unrealized gain (loss) on financial assets measured at fair value through other comprehensive income	Total	Total equity attributable to owners of parent	Non-controlling interests	Total equity
Balance at January 1, 2024	$ 1,194,711	316,963	1,566,677	203,711	1,655,497	3,425,885	(175,518)	(22,030)	(197,548)	4,740,011	64,750	4,804,761
Appropriation and distribution of retained earnings:												
Legal reserve appropriated	-	-	56,555	-	(56,555)	-	-	-	-	-	-	-
Special reserve reversed	-	-	-	(25,694)	25,694	-	-	-	-	-	-	-
Cash dividends of ordinary share	-	-	-	-	(465,938)	(465,938)	-	-	-	(465,938)	(3,380)	(469,318)
Net income	-	-	-	-	325,448	325,448	-	-	-	325,448	5,878	331,326
Other comprehensive income	-	-	-	-	-	-	64,679	1,421	66,100	66,100	262	66,362
Total comprehensive income	-	-	-	-	325,448	325,448	64,679	1,421	66,100	391,548	6,140	397,688
Disposal of investments in equity instruments designated at fair value through other comprehensive income	-	-	-	-	(18,149)	(18,149)	-	18,149	18,149	-	-	-
Balance at September 30, 2024	**$ 1,194,711**	**316,963**	**1,623,232**	**178,017**	**1,465,997**	**3,267,246**	**(110,839)**	**(2,460)**	**(113,299)**	**4,665,621**	**67,510**	**4,733,131**
Balance at January 1,2025	$ 1,194,711	316,963	1,623,232	178,017	1,650,188	3,451,437	(150,870)	(920)	(151,790)	4,811,321	63,670	4,874,991
Appropriation and distribution of retained earnings:												
Legal reserve appropriated	-	-	17,221	-	(17,221)	-	-	-	-	-	-	-
Special reserve appropriated	-	-	-	12,622	(12,622)	-	-	-	-	-	-	-
Cash dividends of ordinary share	-	-	-	-	(370,360)	(370,360)	-	-	-	(370,360)	(6,129)	(376,489)
Net income	-	-	-	-	273,895	273,895	-	-	-	273,895	7,010	280,905
Other comprehensive income	-	-	-	-	-	-	(23,177)	(2,976)	(26,153)	(26,153)	(442)	(26,595)
Total comprehensive income	-	-	-	-	273,895	273,895	(23,177)	(2,976)	(26,153)	247,742	6,568	254,310
Difference between consideration and carrying amount of subsidiaries acquired	-	-	-	-	(672)	(672)	-	-	-	(672)	672	-
Disposal of investments in equity instruments designated at fair value through other comprehensive income	-	-	-	-	104	104	-	(104)	(104)	-	-	-
Balance at September 30, 2025	**$ 1,194,711**	**316,963**	**1,640,453**	**190,639**	**1,523,312**	**3,354,404**	**(174,047)**	**(4,000)**	**(178,047)**	**4,688,031**	**64,781**	**4,752,812**

See accompanying notes to consolidated financial statements.

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

ATEN INTERNATIONAL CO., LTD. AND SUBSIDIARIES

Consolidated Statements of Cash Flows

For the nine months ended September 30, 2025 and 2024

(Expressed in Thousands of New Taiwan Dollars)

	For the nine months ended September 30	
	2025	**2024**
Cash flows from operating activities:		
Net income before tax	$ 369,116	443,086
Adjustments:		
Adjustments to reconcile profit and loss		
Depreciation expense	163,801	173,478
Amortization expense	395	889
Impairment loss determined in accordance with IFRS9	112	123
Interest expense	23,587	27,489
Interest income	(12,857)	(11,938)
Dividend income	(1,119)	-
Gains on disposal of property, plant and equipment	(550)	(647)
Property, plant and equipment transferred to expenses	-	133
Prepayments for equipment transferred to expenses	68	-
Gains on lease modification	(71)	(257)
Total adjustments to reconcile profit and loss	173,366	189,270
Changes in assets / liabilities relating to operating activities:		
Net changes in operating assets:		
Financial assets at fair value through profit or loss	112,190	(20,576)
Contract assets	(2,706)	(994)
Notes receivable	1,742	2,831
Accounts receivable	26,204	31,839
Other receivable	516	(7,391)
Inventories	142,858	(132,478)
Prepayments	(16,514)	(26,185)
Other current assets	(15,255)	(696)
Total changes in operating assets, net	249,035	(153,650)
Net changes in operating liabilities:		
Financial liabilities held for trading	2,587	(65)
Notes payable	(300)	(406)
Accounts payable	(75,860)	128,685
Other payable	(134,697)	(50,409)
Other current liabilities	(5,270)	13,683
Net defined benefit liabilities	(471)	(294)
Other non-current liabilities	6,529	252
Total changes in operating liabilities, net	(207,482)	91,446
Total changes in operating assets / liabilities, net	41,553	(62,204)
Total adjustments	214,919	127,066
Cash provided by operating activities	584,035	570,152
Dividends received	1,119	-
Payment of income tax	(217,732)	(157,643)
Net cash provided by operating activities	367,422	412,509
Cash flows from investing activities:		
Acquisition of financial assets at fair value through other comprehensive income	1,004	-
Proceeds from disposal of financial assets at fair value through other comprehensive income	-	1,851
Proceeds from capital reduction of financial assets at fair value through other comprehensive income	8,100	-
Acquisition of financial assets at amortised cost	(20,026)	(80,719)
Acquisition of financial assets at amortised cost －non-current	-	(80,000)
Acquisition of property, plant and equipment	(135,060)	(67,774)
Proceeds from disposal of property, plant and equipment	943	989
Increase in refundable deposits	(848)	(7,647)
Decrease (Increase) in other financial assets－non-current	99	(1,041)
Decrease in other non-current assets	600	397
Increase in prepayments for equipment	(63)	-
Interest received	12,857	11,938
Net cash used in investing activities	(132,394)	(222,006)
Cash flows from financing activities:		
Increase (Decrease) in short-term borrowings	118,527	(10,885)
Proceeds from long-term borrowings	50,000	-
Increase in deposits received	-	250
Payment of lease liabilities	(76,716)	(83,216)
Cash dividends paid	(460,119)	(517,106)
Interest paid	(23,587)	(27,489)
Net cash used in financing activities	(391,895)	(638,446)
Effect of exchange rate changes on cash and cash equivalents	(24,304)	39,208
Net decrease in cash and cash equivalents for the period	(181,171)	(408,735)
Cash and cash equivalents at beginning of period	1,128,293	1,193,987
Cash and cash equivalents at end of period	**$ 947,122**	**785,252**

See accompanying notes to consolidated financial statements.

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

ATEN INTERNATIONAL CO., LTD. AND SUBSIDIARIES

Notes to the Consolidated Financial Statements

September 30, 2025 and 2024

(Expressed in Thousands of New Taiwan Dollars, Unless Otherwise Specified)

(1) Company history

ATEN INTERNATIONAL CO., LTD. (the “Company”) was incorporated on July 6, 1979, under the laws of the Republic of China (ROC). The Company and its subsidiaries (the "Group") are mainly engaged in the manufacturing and trading of computer peripheral equipment, manufacturing of wired and wireless communication equipment, and manufacturing of electronic modules and parts.

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

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

(3) New standards, amendments and interpretations adopted:

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

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

- Amendments to IAS21 “Lack of Exchangeability”

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

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

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

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

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

Standards or Interpretations	Content of amendment	Effective date per IASB
IFRS 18 "Presentation and Disclosure in Financial Statements"	The new standard introduces three categories of income and expenses, two income statement subtotals and one single note on management performance measures. The three amendments, combined with enhanced guidance on how to disaggregate information, set the stage for better and more consistent information for users, and will affect all the entities. ● A more structured income statement: under current standards, companies use different formats to present their results, making it difficult for investors to compare financial performance across companies. The new standard promotes a more structured income statement, introducing a newly defined 'operating profit' subtotal and a requirement for all income and expenses to be allocated between three new distinct categories based on a company's main business activities. ● Management performance measures (MPMs): the new standard introduces a definition for management performance measures, and requires companies to explain in a single note to the financial statements why the measure provides useful information, how it is calculated and reconcile it to an amount determined under IFRS Accounting Standards. ● Greater disaggregation of information: the new standard includes enhanced guidance on how companies group information in the financial statements. This includes guidance on whether information is included in the primary financial statements or is further disaggregated in the notes.	January 1, 2027 (Note)

(Continued)

ATEN INTERNATIONAL CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Note: On September 25, 2025, the FSC issued a press release announcing that Taiwan will adopt IFRS 18 beginning in 2028. Entities that need to adopt the new standard earlier may do with the endorsement of the FSC.

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

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

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

(4) Summary of material policies

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

(a) Statement of compliance

These consolidated financial statements have been prepared in accordance with the "Regulations Governing the Preparation of Financial Reports by Securities Issuers" ("the Regulations") and IAS 34 Interim Financial Reporting endorsed by the FSC, and do not present all the disclosures required for a complete set of annual consolidated financial statements prepared in accordance with the International Financial Reporting Standards, International Accounting Statements, IFRIC Interpretations, or SIC Interpretations endorsed by the FSC for a complete set of the annual consolidated financial statements.

(b) Basis of consolidation

List of subsidiaries included in the consolidated financial statements:

			Percentage of ownership			
Name of investor	**Name of subsidiary**	**Scope of business**	**September 30, 2025**	**December 31, 2024**	**September 30, 2024**	**Description**
The Company	TOPMOST INTERNATIONAL CO., LTD. (TOPMOST)	Investing	100.00 %	100.00 %	100.00 %	
The Company	ATEN JAPAN CO., LTD. (ATEN JAPAN)	Trading of computer peripheral products	100.00 %	100.00 %	100.00 %	Note 1
The Company	ATEN US HOLDINGS INC. (ATEN US)	Investing	100.00 %	100.00 %	100.00 %	
The Company	FOREMOST INTERNATIONAL CO., LTD. (FOREMOST)	Investing	100.00 %	100.00 %	100.00 %	Note 1

(Continued)

ATEN INTERNATIONAL CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Name of investor	Name of subsidiary	Scope of business	Percentage of ownership September 30, 2025	December 31, 2024	September 30, 2024	Description
The Company and TOPMOST	ATEN INFOTECH N.V. (ATEN INFOTECH)	Trading of computer peripheral products	100.00 %	100.00 %	100.00 %	Note 1
The Company	ATECH PERIPHERALS INC. (ATECH PERIPHERALS)	Manufacturing and trading of computer peripheral products	100.00 %	100.00 %	100.00 %	Note 1
The Company	ATEN COMPUTER PRODUCTS CO., LTD. (ATEN COMPUTER)	Manufacturing of computer peripheral products	100.00 %	100.00 %	100.00 %	Note 1
The Company	VISIONTOP CO., LTD. (VISIONTOP)	Specialized printing	59.58 %	59.58 %	59.58 %	Note 1
The Company	HONG JHENG TECHNOLOGY CO., LTD. (HONG JHENG)	Investing	100.00 %	100.00 %	100.00 %	Note 1
The Company	HONG YUAN CO., LTD. (HONG YUAN)	Investing	100.00 %	100.00 %	100.00 %	Note 1
The Company	ATEN ANZ PTY LTD. (ATEN ANZ)	Trading of computer peripheral products	100.00 %	100.00 %	100.00 %	Note 1
The Company	RCM FULLY AUTOMATION CO., LTD. (RCM FULLY)	Trading of computer peripheral products	26.00 %	26.00 %	26.00 %	Note 1
The Company	ATEN INFO COMMUNICAION LIMITED LIABILITY COMPANY (ATEN TURKEY)	Trading of computer peripheral products	100.00 %	100.00 %	100.00 %	Note 1
The Company	ATEN POLAND SP Z.O. O. (ATEN POLAND)	Trading of computer peripheral products	100.00 %	100.00 %	100.00 %	Note 1
The Company	ATEN ROMANIA S.R.L. (ATEN ROMANIA)	Trading of computer peripheral products	100.00 %	100.00 %	100.00 %	Note 1
The Company	ATEN SOUTH AFRICA PTY LTD. (ATEN SOUTH AFRICA)	Trading of computer peripheral products	100.00 %	100.00 %	100.00 %	Note 1
The Company and HONG YUAN	ATEN ADVANCE PRIVATE LIMITED (ATEN ADVANCE)	Trading of computer peripheral products	100.00 %	100.00 %	100.00 %	Note 1
The Company and HONG YUAN	ATEN LATAM MEXICO S.A. DE C.V (ATEN MEXICO)	Trading of computer peripheral products	100.00 %	100.00 %	100.00 %	Note 1
The Company and HONG YUAN	PT ATEN TECHNOLOGY INDONESIA (ATEN INDONESIA)	Trading of computer peripheral products	100.00 %	100.00 %	100.00 %	Note 1
TOPMOST	EXPAND INTERNATIONAL CO., LTD. (EXPAND)	Investing	100.00 %	100.00 %	100.00 %	
TOPMOST	ATEN EUROPE LIMITED (ATEN EUROPE)	Investing	100.00 %	100.00 %	100.00 %	Note 1
TOPMOST	I/O MASTER INC. (I/O MASTER)	Investing	100.00 %	100.00 %	100.00 %	Note 1
FOREMOST	ATEN FOREMOST INTERNATIONAL CO., LTD. (ATEN FOREMOST)	Research and trading of computer peripheral products	100.00 %	100.00 %	100.00 %	Note 1
ATEN FOREMOST	ATEN CHINA CO., LTD. (ATEN CHINA)	Trading of computer peripheral products	100.00 %	100.00 %	100.00 %	Note 1
EXPAND	EXPAND ELECTRONIC CO., LTD. (EXPAND ELECTRONIC)	Manufacturing of computer peripheral products	100.00 %	100.00 %	100.00 %	

(Continued)

ATEN INTERNATIONAL CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

			Percentage of ownership			
Name of investor	Name of subsidiary	Scope of business	September 30, 2025	December 31, 2024	September 30, 2024	Description
ATEN EUROPE	ATEN UK LIMITED (ATEN UK)	Trading of computer peripheral products	100.00 %	100.00 %	100.00 %	Note 1
ATEN EUROPE	ATEN KOREA CO., LTD. (ATEN KOREA)	Trading of computer peripheral products	85.00 %	85.00 %	85.00 %	Note 1
ATEN US	ATEN TECHNOLOGY INC. (ATEN TECHNOLOGY)	Trading of computer peripheral products	99.56 %	99.39 %	99.39 %	
ATEN US & ATEN TECHNOLOGY	ATEN NEW JERSEY INC. (ATEN NEW JERSEY)	Trading of computer peripheral products	99.65 %	99.52 %	99.52 %	Note 1 and 2
I/O MASTER	ATEN CANADA TECHNOLOGIES INC. (ATEN CANADA)	Research and development	100.00 %	100.00 %	100.00 %	Note 1
I/O MASTER	IOGEAR, INC.(IOGEAR)	Trading of computer peripheral products	100.00 %	100.00 %	100.00 %	Note 1
ATECH PERIPHERALS	RCM FULLY AUTOMATION CO., LTD. (RCM FULLY)	Trading of computer peripheral products	74.00 %	74.00 %	74.00 %	Note 1

Note 1: It's an insignificant subsidiary, and its financial statement have not been reviewed.

Note 2: ATEN US increased investment for USD5,000 thousand in ATEN TECHNOLOGY in September, 2025. Therefore, the percentage of ownership of ATEN US increased from 99.39% to 99.56%. Meanwhile, the combined percentage of ownership of ATEN US for ATEN NEW JERSEY increased from 99.52% to 99.65%.

(c) Employee benefits

Pension cost for an interim period is calculated on a year-to-date basis by using the actuarially determined pension cost rate at the end of the prior fiscal year plus any adjustments for significant post-market fluctuations, curtailments, settlements, or other one-time events.

(d) Income tax

Tax expense in the consolidated financial statements is measured and disclosed according to paragraph B12 of IAS 34 "Interim Financial Reporting".

Income tax expense for the period is best estimated by multiplying pretax income of the reporting period by the effective annual tax rate which was forecasted by the management. The outcome is then fully recognized as current tax expense.

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

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

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

ATEN INTERNATIONAL CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

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

(6) Explanation of significant accounts

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

(a) Cash and cash equivalents

	September 30, 2025	December 31, 2024	September 30, 2024
Cash and cash equivalents	$ 1,729	1,339	1,834
Saving deposits and foreign currency deposits	854,781	915,284	617,177
Checking deposits	12,869	20,107	23,323
Time deposits	77,743	129,232	79,553
Repurchase agreement	-	62,331	63,365
Cash and cash equivalents in the consolidated statement of cash flows	**$ 947,122**	**1,128,293**	**785,252**

Please refer to note 6(t) for the interest rate risk and the fair value sensitivity analysis of the financial assets and liabilities of the Group.

(b) Financial assets at amortized cost

	September 30, 2025	December 31, 2024	September 30, 2024
Financial assets at amortized cost – current:			
Bank's time deposits	**$ 158,114**	**138,088**	**171,168**
Interest rate(%)	**1.425~4.01**	**1.425~5**	**1.425~5**

	September 30, 2025	December 31, 2024	September 30, 2024
Financial assets at amortized cost – non current:			
Corporate bonds	**$ 80,000**	**80,000**	**80,000**
Interest rate(%)	**3.7**	**3.7**	**3.7**

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

(Continued)

ATEN INTERNATIONAL CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

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

	September 30, 2025	December 31, 2024	September 30, 2024
Mandatorily measured at fair value through profit or loss－current:			
Derivative instruments not used for hedging	$ 609	2,961	5,325
Non-derivative financial assets	163,249	273,087	412,491
Total	**$ 163,858**	**276,048**	**417,816**

	September 30, 2025	December 31, 2024	September 30, 2024
Financial liabilities held for trading－current:			
Derivative instruments not used for hedging	**$ 8,529**	**5,942**	**1,193**

For the amount of financial assets and liabilities remeasured at fair value through profit or loss, please refer to note 6(s).

As of September 30, 2025, December 31 and September 30, 2024, the Group has not provided any aforementioned financial assets as collateral.

The Group uses derivative financial instruments to manage the exposures due to fluctuations of foreign exchange risk from its operating activities. The Group reported the following derivatives financial instruments as financial assets and liabilities at fair value through profit or loss without the application of hedge accounting were classified as mandatorily measured at fair value through profit or loss and held-for-trading financial instruments on September 30, 2025, December 31 and September 30, 2024.

Mandatorily measured at fair value through profit or loss financial assets－Forward contract:

	September 30, 2025		
	Contract amount (thousand dollars)	Currency	Maturity dates
Forward exchange sold	USD 1,050 / NTD 31,964	USD/NTD	2025.10.03~2026.01.07
Forward exchange sold	JPY 43,000 / NTD 8,970	JPY/NTD	2025.10.20
Forward exchange sold	GBP 286 / NTD 11,670	GBP/NTD	2025.10.07~2026.01.08
Forward exchange purchased	USD 1,139 / KRW 1,579,242	USD/KRW	2025.10.29~2025.11.27

ATEN INTERNATIONAL CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

	December 31, 2024		
	Contract amount (thousand dollars)	Currency	Maturity dates
Forward exchange sold	EUR 3,048 / NTD 104,937	EUR/NTD	2025.01.15~2025.03.05
Forward exchange sold	JPY 180,000 / NTD 38,333	JPY/NTD	2025.01.17
Forward exchange sold	GBP 234 / NTD 9,628	GBP/NTD	2025.01.17~2025.04.07
Forward exchange sold	AUD 105 / NTD 2,209	AUD/NTD	2025.03.03
Forward exchange purchased	USD 990 / KRW 1,395,947	USD/KRW	2025.01.23~2025.02.26

	September 30, 2024		
	Contract amount (thousand dollars)	Currency	Maturity dates
Forward exchange sold	EUR 2,841 / NTD 100,630	EUR/NTD	2024.10.18~2024.12.04
Forward exchange sold	USD 10,840 / NTD 345,958	USD/NTD	2024.10.04~2025.02.26
Forward exchange sold	JPY 62,000 / NTD 14,030	JPY/NTD	2024.11.18
Forward exchange sold	USD 600 / CNY 4,237	USD/CNY	2024.10.08

Held-for-trading financial liabilities－Forward contract:

	September 30, 2025		
	Contract amount (thousand dollars)	Currency	Maturity dates
Forward exchange sold	EUR 3,019 / NTD 104,407	EUR/NTD	2025.10.17~2026.01.06
Forward exchange sold	USD 6,275 / NTD 186,682	USD/NTD	2025.10.07~2025.12.29
Forward exchange sold	JPY 198,000 / NTD 40,423	JPY/NTD	2025.10.20~2025.11.19
Forward exchange sold	GBP 311 / NTD 12,314	GBP/NTD	2025.11.07~2025.12.05
Forward exchange sold	AUD 593 / NTD 11,560	AUD/NTD	2025.10.01~2025.12.31
Forward exchange purchased	USD 180 / KRW 252,508	USD/KRW	2025.11.27

(Continued)

ATEN INTERNATIONAL CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

	December 31, 2024			
	Contract amount (thousand dollars)		Currency	Maturity dates
Forward exchange sold	EUR NTD	1,000 / 33,947	EUR/NTD	2025.02.26
Forward exchange sold	USD NTD	6,770 / 244,739	USD/NTD	2025.01.06~2025.04.21
Forward exchange sold	JPY NTD	50,000 / 10,370	JPY/NTD	2025.02.19
Forward exchange purchased	USD KRW	230 / 338,102	USD/KRW	2025.02.26

	September 30, 2024			
	Contract amount (thousand dollars)		Currency	Maturity dates
Forward exchange sold	EUR NTD	680 / 23,980	EUR/NTD	2024.10.18
Forward exchange sold	JPY NTD	30,000 / 6,594	JPY/NTD	2024.10.18
Forward exchange sold	GBP NTD	310 / 12,918	GBP/NTD	2024.10.16~2024.12.18
Forward exchange sold	AUD NTD	182 / 3,919	AUD/NTD	2024.10.30~2024.11.29
Forward exchange purchased	USD KRW	1,480 / 1,975,046	USD/KRW	2024.10.30~2024.11.28

For credit risk and market risk please refer to note 6(t).

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

	September 30, 2025	December 31, 2024	September 30, 2024
Equity investments at fair value through other comprehensive income:			
Unlisted stocks (domestic)－non-current	$ -	12,080	25,205

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

The Group held equity instrument investment for long-term strategic purposes, not held for trading purposes, which have been designated as measured at fair value through other comprehensive income.

(ii) The Company sold the domestic unlisted stocks at the fair value for the nine month ended September 30, 2025, the fair value at that time of disposal was $1,004 thousand and accumulated gain on disposal was $104 thousand, which has been transferred from other equity to retained earnings.

(iii) The Company sold the domestic listed stocks at the fair value for the nine month ended September 30, 2024, the fair value at that time of disposal was $1,851 thousand and accumulated loss on disposal was $18,149 thousand, which has been transferred from other equity to retained earnings.

(iv) For credit risk and market risk, please refer to note 6(t).

(v) The Group did not hold any collateral for the collectible amounts.

(e) Notes and accounts receivable and other receivables

	September 30, 2025	December 31, 2024	September 30, 2024
Notes receivable	$ 2,699	4,441	3,891
Accounts receivable, net	691,363	717,570	683,177
Less: allowance for impairment	349	240	55
	$ 693,713	**721,771**	**687,013**

The Group applies the simplified approach to provide for its expected credit losses, i.e. the use of lifetime expected credit loss provision for all receivables on September 30, 2025. To measure the expected credit losses, trade receivables have been grouped based on shared credit risk characteristics and the days past due, as well as incorporated forward-looking information, including macroeconomic and relevant industry information. The expected credit losses as of was determined as follows:

	September 30, 2025		
	Gross carrying amount	**Weighted-average expected credit loss rate**	**Loss allowance provision**
Current	$ 661,246	0%	-
0 to 30 days past due	31,898	0%	-
31 to 60 days past due	262	0%	-
61 to 90 days past due	223	0%	-
121 to 180 days past due	104	0%~20%	20
181 to 360 days past due	144	100%	144
More than 360 days past due	185	100%	185
	$ 694,062		**349**

ATEN INTERNATIONAL CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

	December 31, 2024			
	Gross carrying amount		Weighted-average expected credit loss rate	Loss allowance provision
Current	$	703,423	0%	-
0 to 30 days past due		17,552	0%	-
31 to 60 days past due		410	0%	-
61 to 90 days past due		397	0%	-
91 to 120 days past due		22	0%	-
121 to 180 days past due		35	0%	-
181 to 360 days past due		165	70%~100%	118
More than 360 days past due		7	100%	7
	$	**722,011**		**125**

	September 30, 2024			
	Gross carrying amount		Weighted-average expected credit loss rate	Loss allowance provision
Current	$	665,890	0%	-
0 to 30 days past due		19,607	0%	-
31 to 60 days past due		308	0%	-
61 to 90 days past due		807	0%	-
91 to 120 days past due		108	0%	-
121 to 180 days past due		102	0%	-
181 to 360 days past due		246	0%	-
	$	**687,068**		**-**

The movement in the allowance for accounts receivable was as follows:

	For the nine months ended September 30		
	2025		2024
Balance at January 1	$	240	100
Impairment loss recognized		142	168
Impairment loss reversed		(30)	(45)
Amounts written off		-	(168)
Foreign exchange gains		(3)	-
Balance at September 30	**$**	**349**	**55**

(Continued)

ATEN INTERNATIONAL CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

As of September 30, 2025, December 31 and September 30, 2024, the bank has priority claim over the Group's accounts receivable amounting to $108,012 thousand, $118,472 thousand and $110,029 thousand, respectively.

(f) Inventories

The components of the Group's inventories were as follows:

		September 30, 2025	December 31, 2024	September 30, 2024
Finished goods	$	620,340	695,533	731,195
Work in process		158,903	201,606	204,047
Raw material		405,689	428,210	460,633
	$	**1,184,932**	**1,325,349**	**1,395,875**

The Group except for operating costs arising from the ordinary sale of inventories, other gains and losses directly recorded under operating cost were as follows:

		For the three months ended September 30		For the nine months ended September 30	
		2025	**2024**	**2025**	**2024**
Losses on (reversal of) decline in market value of inventory	$	(1,225)	(1,031)	4,944	12,975
Losses on scrapping of inventory		1,198	2,085	4,823	7,652
Losses (gains) on physical inventory and others		20	57	(57)	229
Total	**$**	**(7)**	**1,111**	**9,710**	**20,856**

As of September 30, 2025, December 31 and September 30, 2024, the bank has priority claim over the Group's inventories amounting to $155,439 thousand, $215,126 thousand and $218,649 thousand, respectively.

ATEN INTERNATIONAL CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(g) Property, plant and equipment

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

		Land	Land improvements	Buildings	Machinery	Other equipment	Construction in progress and testing equipment	Total
Cost or deemed cost:								
Balance at January 1, 2025	$	1,718,344	9,448	1,170,631	308,267	493,541	102,473	3,802,704
Additions		-	-	18,239	4,116	28,984	83,721	135,060
Disposals		-	-	-	(860)	(17,598)	-	(18,458)
Reclassification		-	-	2,133	184	1,937	(4,160)	94
Effect of changes in exchange rates		(1,643)	(37)	(1,093)	(2,300)	(7,208)	6	(12,275)
Balance at September 30, 2025	$	**1,716,701**	**9,411**	**1,189,910**	**309,407**	**499,656**	**182,040**	**3,907,125**
Balance at January 1, 2024	$	1,705,303	9,514	1,135,860	313,251	468,744	9,018	3,641,690
Additions		12,481	-	19,310	3,580	21,093	11,310	67,774
Disposals		-	-	-	(36,743)	(14,243)	-	(50,986)
Reclassification		2,953	-	3,143	254	2,974	(3,275)	6,049
Effect of changes in exchange rates		4,155	44	27,465	4,535	8,194	-	44,393
Balance at September 30, 2024	$	**1,724,892**	**9,558**	**1,185,778**	**284,877**	**486,762**	**17,053**	**3,708,920**
Depreciation:								
Balance at January 1, 2025	$	-	8,398	436,938	178,131	378,261	-	1,001,728
Depreciation		-	536	26,928	20,802	32,540	-	80,806
Disposal		-	-	-	(860)	(17,205)	-	(18,065)
Effect of changes in exchange rates		-	(26)	1,546	(1,913)	(6,032)	-	(6,425)
Balance at September 30, 2025	$	**-**	**8,908**	**465,412**	**196,160**	**387,564**	**-**	**1,058,044**
Balance at January 1, 2024	$	-	7,542	400,586	186,180	343,666	-	937,974
Depreciation		-	674	27,213	19,972	35,114	-	82,973
Disposal		-	-	-	(36,743)	(13,901)	-	(50,644)
Effect of changes in exchange rates		-	32	5,641	2,550	6,504	-	14,727
Balance at September 30, 2024	$	**-**	**8,248**	**433,440**	**171,959**	**371,383**	**-**	**985,030**
Carrying value:								
January 1, 2025	$	**1,718,344**	**1,050**	**733,693**	**130,136**	**115,280**	**102,473**	**2,800,976**
September 30, 2025	$	**1,716,701**	**503**	**724,498**	**113,247**	**112,092**	**182,040**	**2,849,081**
January 1, 2024	$	**1,705,303**	**1,972**	**735,274**	**127,071**	**125,078**	**9,018**	**2,703,716**
September 30, 2024	$	**1,724,892**	**1,310**	**752,338**	**112,918**	**115,379**	**17,053**	**2,723,890**

As of September 30, 2025, December 31 and September 30, 2024, the detail of property, plant and equipment pledged for car purchasing payables, short-term borrowings and credit facilities, please refer to note 8.

As of September 30, 2025, December 31 and September 30, 2024, the bank has priority claim over the Group's property, plant and equipment amounting to $3,326 thousand, $4,562 thousand and $4,663 thousand, respectively.

ATEN INTERNATIONAL CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(h) Right-of-use assets

The Group leases its assets including its land, buildings, transportation equipment and other equipment. Information about leases, for which the Group is the lessee, is presented below:

		Land and buildings	Transportation equipment	Other equipment	Total
Cost:					
Balance at January 1, 2025	$	439,882	10,686	6,631	457,199
Additions		187,922	2,491	-	190,413
Write-off		(157,452)	(4,346)	-	(161,798)
Effect of changes in foreign exchange rates		(19,501)	38	(339)	(19,802)
Balance at September 30, 2025	$	**450,851**	**8,869**	**6,292**	**466,012**
Balance at January 1, 2024	$	440,575	10,805	6,356	457,736
Additions		18,131	2,440	-	20,571
Write-off		(22,075)	(2,517)	-	(24,592)
Effect of changes in exchange rates		14,058	292	142	14,492
Balance at September 30, 2024	$	**450,689**	**11,020**	**6,498**	**468,207**
Accumulated depreciation:					
Balance at January 1, 2025	$	229,199	6,427	4,150	239,776
Depreciation		80,069	2,300	626	82,995
Write-off		(156,784)	(4,289)	-	(161,073)
Effect of changes in exchange rates		(7,282)	58	(252)	(7,476)
Balance at September 30, 2025	$	**145,202**	**4,496**	**4,524**	**154,222**
Balance at January 1, 2024	$	159,007	5,650	3,116	167,773
Depreciation		87,737	2,131	637	90,505
Write-off		(18,374)	(2,076)	-	(20,450)
Effect of changes in exchange rates		5,659	165	81	5,905
Balance at September 30, 2024	$	**234,029**	**5,870**	**3,834**	**243,733**
Carrying value:					
January 1, 2025	$	**210,683**	**4,259**	**2,481**	**217,423**
September 30, 2025	$	**305,649**	**4,373**	**1,768**	**311,790**
January 1, 2024	$	**281,568**	**5,155**	**3,240**	**289,963**
September 30, 2025	$	**216,660**	**5,150**	**2,664**	**224,474**

(i) Intangible assets

The cost and amortization of the intangible assets of the Group were as follows:

		Goodwill	Trademark	Customer relationship	Total
January 1, 2025	$	**2,756**	**-**	**395**	**3,151**
September 30, 2025	$	**2,756**	**-**	**-**	**2,756**
January 1, 2024	$	**2,756**	**-**	**1,580**	**4,336**
September 30, 2024	$	**2,756**	**-**	**691**	**3,447**

(Continued)

ATEN INTERNATIONAL CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

For the nine months ended September 30, 2025 and 2024, the Group did not have any significant purchase, disposal, or provision (reversal) of impairment on intangible assets. For the information on amortization fee for the three months ended September 30, 2025 and 2024 and the nine months ended September 30, 2025 and 2024, please refer to note 12. As of September 30, 2025 and 2024, none of the Group's intangible assets has been pledged as collateral. For other related information, please refer to note 6(j) of the consolidated financial statements for the year ended December 31, 2024.

(j) Short-term and long-term borrowings

The details, terms and clauses of the Group's short-term and long-term borrowings were as follows:

(i) Short-term borrowings

	September 30, 2025			
	Currency	**Interest rate (%)**	**Maturity year**	**Amount**
Secured loans	USD	5.85	2026	$ 149,298
Secured loans	KRW	2.94~3.78	2026	32,574
Unsecured loans	EUR	2.777	2026	35,783
Unsecured loans	GBP	5.15~5.24	2025	22,741
Unsecured loans	JPY	2.2418	2026	51,450
Unsecured loans	CNY	2.54~4.28	2025-2026	93,736
Unsecured loans	TWD	1.8	2025	100,000
Total				**$ 485,582**

	December 31, 2024			
	Currency	**Interest rate (%)**	**Maturity year**	**Amount**
Secured loans	USD	6.2	2025	$ 99,981
Secured loans	KRW	3.61~3.83	2025	33,345
Unsecured loans	USD	5.85	2025	6,556
Unsecured loans	EUR	3.844	2025	34,132
Unsecured loans	GBP	5.45~5.62	2025	13,791
Unsecured loans	CNY	2.92636~4.68	2025	128,953
Unsecured loans	TWD	1.75~2.22	2025	50,000
Total				**$ 366,758**

(Continued)

ATEN INTERNATIONAL CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

	September 30, 2024			
	Currency	**Interest rate (%)**	**Maturity year**	**Amount**
Secured loans	USD	6.7	2025	$ 107,613
Secured loans	KRW	3.61~3.83	2025	36,268
Unsecured loans	EUR	4.442	2025	35,380
Unsecured loans	GBP	5.78~5.79	2024	22,270
Unsecured loans	JPY	1.84545	2024	44,480
Unsecured loans	CNY	1.7927~4.68	2024-2025	118,532
Unsecured loans	TWD	0.5~1.75	2024-2025	30,000
Total				$ **394,543**

As of September 30, 2025, December 31 and September 30, 2024, the unused credit facilities of the Group's short-term borrowings amounted to $2,589,302 thousand, $3,179,207 thousand and $2,743,689 thousand, respectively.

(ii) Long-term borrowings

	September 30, 2025			
	Currency	**Interest rate (%)**	**Maturity year**	**Amount**
Unsecured loans	TWD	2.038	2030	$ **50,000**
Non-current				$ **50,000**

As of September 30, 2025, the unused credit facilities of the Group's long-term borrowings amounted to $50,000 thousand.

The Group does not have long-term borrowings on December 31 and September 30, 2024.

For the risk information of the Group interest rate, foreign currency and liquidity risk, please refer to note 6(t).

(iii) Collateral of loans

The Group has mortgaged their assets as collateral of loans. Please refer to note 8.

(k) Provisions

	September 30, 2025	**December 31, 2024**	**September 30, 2024**
Warranties	$ **24,205**	**24,205**	**22,810**

For the nine months ended September 30, 2025 and 2024, the Group did not have any significant change on the provisions. For other relative information, please refer to note 6(l) of the consolidated financial statements for the year ended December 31, 2024.

ATEN INTERNATIONAL CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(l) Lease liabilities

The Group's lease liabilities were as follow:

	September 30, 2025	December 31, 2024	September 30, 2024
Current	$ 103,012	65,019	71,810
Non-current	$ 227,641	166,044	166,081

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

The amounts recognized in profit or loss were as follows:

	For the three months ended September 30		For the nine months ended September 30	
	2025	2024	2025	2024
Interest on lease liabilities	$ 3,929	3,640	12,077	11,691
Expenses relating to short-term leases	$ 3,077	4,347	11,568	11,571
Expenses relating to leases of low-value assets, excluding short-term leases of low-value assets	$ 750	185	2,139	580

The amounts recognized in the statement of cash flows for the Group was as follows:

	For the nine months ended September 30	
	2025	2024
Total cash outflow for leases	$ 102,500	107,058

(m) Employee benefits

(i) Defined benefit plans

In the prior fiscal year, there was no material volatility of the market, material reimbursement and settlement or other material one-time events. As a result, pension cost in the consolidated interim financial statements was calculated and disclosed on a year-to-date basis by using the actuarially determined pension cost rate as of December 31, 2024 and 2023.

ATEN INTERNATIONAL CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

The Group's expenses recognized in profit or loss were as follows:

	For the three months ended September 30		For the nine months ended September 30	
	2025	2024	2025	2024
Operating costs	$ 96	92	288	276
Selling expenses	51	53	165	161
Administration expenses	199	166	585	496
Research and development expenses	37	34	111	102
Total	**$ 383**	**345**	**1,149**	**1,035**

(ii) Defined contribution plans

According to the defined contribution plans, the Group made contributions to the Bureau of Labor Insurance and the local authorities of the consolidated overseas subsidiaries. The Group recognized pension costs of the defined contribution plans in profit or loss were as follows:

	For the three months ended September 30		For the nine months ended September 30	
	2025	2024	2025	2024
Operating costs	$ 1,977	1,911	6,047	6,000
Selling expenses	9,398	7,904	27,991	24,783
Administration expenses	1,904	1,860	6,627	6,364
Research and development expenses	2,844	2,842	8,537	8,235
Total	**$ 16,123**	**14,517**	**49,202**	**45,382**

(n) Income tax

Income tax expense was best estimated by multiplying pretax income for the interim reporting period by the effective tax rate which was forecasted by the management.

The amount of income tax were as follows:

	For the three months ended September 30		For the nine months ended September 30	
	2025	2024	2025	2024
Current tax expense				
Current period	$ 45,212	42,265	106,804	113,937
Adjustment for prior periods	-	-	(18,593)	(2,177)
Income tax expense from continuing operations	**$ 45,212**	**42,265**	**88,211**	**111,760**

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

ATEN INTERNATIONAL CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(o) Capital and other equity

Except for those mentioned below, there were no significant changes in capital for the nine months ended September 30, 2025 and 2024. Please refer to note 6(p) to the consolidated financial statements for the year ended December 31, 2024, for related information.

(i) Retained earnings

The Company's amended articles of incorporation stipulates that the Company's earnings distribution may be made on a quarterly basis after the close of each quarter. When allocating earnings, the Company shall first estimate and reserve the remuneration to employees and the taxes to be paid, offset prior years' deficits, provide 10% as legal reserve, provide or reverse a special reserve in accordance with relevant laws or regulations or as requested by authorities in charge. After the abovementioned appropriations, the distribution of the remaining earnings, if any, by way of stock dividends should be proposed by the board of directors and is subject to the stockholders' approval; by way of cash dividends should be approved by the board of directors. The Company's net earnings from the current year shall be used to pay income tax, offset prior years' deficits, provide 10% as legal reserve, provide or reverse a special reserve in accordance with relevant laws or regulations or as requested by authorities in charge. After the abovementioned appropriations, the distribution of the remaining earnings, if any, should be proposed by the board of directors and is subject to the stockholders' approval. For earning distribution issued in cash may be passed by the Board of Directors with more than two-thirds of the directors' attendance, and be resolved by more than half of the directors, then be reported to the shareholders' general meeting.

The Company's business cycle is in the constant growth stage. In consideration of the Company's future capital requirements, its long term financial plan and shareholders' satisfaction as to cash inflow, the Company's articles of incorporation stipulate that the board of directors may propose 30% or more of the distributable earnings as dividends, of which at least 10% should be distributed as cash dividends. However, such distribution depends on the current earnings and the capital condition, and is subject to the approval of stockholders.

The Group's Board of Directors resolved to appropriate the 2025 earnings from January to June. These earnings were appropriated as follows:

	2025 January－June
Resolution Date of ATEN's Board of Directors	August 7, 2025
Cash dividends to shareholders	$ 119,471
Cash dividends per share (NTD)	$ 1.0

(Continued)

ATEN INTERNATIONAL CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

The Group's Board of Directors resolved to appropriate the 2024 earnings from July to December and January to June. These earnings were appropriated as follows:

	2024 July－December	2024 January－June
Resolution Date of ATEN's Board of Directors	February 25, 2025	August 8, 2024
Cash dividends to shareholders	$ 250,889	203,101
Cash dividends per share (NTD)	$ 2.1	1.7

The Group's Board of Directors resolved to appropriate the 2023 earnings from July to December and January to June. These earnings were appropriated as follows:

	2023 July－December	2023 January－June
Resolution Date of ATEN's Board of Directors	February 29, 2024	August 8, 2023
Cash dividends to shareholders	$ 262,837	250,889
Cash dividends per share (NTD)	$ 2.2	2.1

(ii) Other equities (net of tax)

	Foreign exchange differences arising from foreign operations	Unrealized gains (losses) on financial assets measured at fair value through other comprehensive income	Non-controlling interests	Total
Balance as of January 1, 2025	$ (150,870)	(920)	(7,583)	(159,373)
Foreign exchange differences arising from foreign operations	(23,177)	-	(442)	(23,619)
Unrealized gains (losses) from financial assets measured at fair value through other comprehensive income	-	(2,976)	-	(2,976)
Disposal of investments in equity instruments designed at fair value through other comprehensive income	-	(104)	-	(104)
Balance as of September 30, 2025	**$ (174,047)**	**(4,000)**	**(8,025)**	**(186,072)**
Balance as of January 1, 2024	$ (175,518)	(22,030)	(6,271)	(203,819)
Foreign exchange differences arising from foreign operations	64,679	-	262	64,941
Unrealized gains (losses) from financial assets measured at fair value through other comprehensive income	-	1,421	-	1,421
Disposal of investments in equity instruments designed at fair value through other comprehensive income	-	18,149	-	18,149
Balance as of September 30, 2024	**$ (110,839)**	**(2,460)**	**(6,009)**	**(119,308)**

ATEN INTERNATIONAL CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(p) Earnings per share

The calculation of the Group's basic earnings per share and diluted earnings per share for the nine months ended September 30, 2025 and 2024 was as follows:

(i) Basic earnings per share

Unit: thousand of shares

	For the three months ended September 30		For the nine months ended September 30	
	2025	2024	2025	2024
Net income attributable to ordinary shareholders of the Company	$ 101,679	109,425	273,895	325,448
Weighted-average number of ordinary shares	119,471	119,471	119,471	119,471
Basic earnings per share (NTD)	$ 0.85	0.92	2.29	2.72

(ii) Diluted earnings per share

Unit: thousand of shares

	For the three months ended September 30		For the nine months ended September 30	
	2025	2024	2025	2024
Net income attributable to ordinary shareholders of the Company	$ 101,679	109,425	273,895	325,448
Weighted-average number of ordinary shares (basic)	119,471	119,471	119,471	119,471
Impact of potential common shares				
Effect of employee share bonus	884	901	1,163	1,239
Weighted-average number of ordinary shares (diluted)	120,355	120,372	120,634	120,710
Diluted earnings per share (NTD)	$ 0.84	0.91	2.27	2.70

ATEN INTERNATIONAL CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(q) Revenue from contracts with customers

(i) Disaggregation of revenue

	For the three months ended September 30, 2025		
	Computer peripheral products	Other	Total
Primary geographical markets:			
United States	$ 238,335	-	238,335
Japan	175,938	-	175,938
Taiwan	129,813	34,618	164,431
South Korea	117,994	-	117,994
China	79,175	-	79,175
Others	426,450	-	426,450
	$ 1,167,705	**34,618**	**1,202,323**
Major product lines:			
IT infrastructure management solutions	$ 757,368	-	757,368
Video products	184,676	-	184,676
Others	225,661	34,618	260,279
	$ 1,167,705	**34,618**	**1,202,323**

	For the three months ended September 30, 2024		
	Computer peripheral products	Other	Total
Primary geographical markets:			
United States	$ 270,717	-	270,717
Taiwan	125,014	38,294	163,308
Japan	176,636	-	176,636
South Korea	102,699	-	102,699
China	85,606	-	85,606
Others	461,080	-	461,080
	$ 1,221,752	**38,294**	**1,260,046**
Major product lines:			
IT infrastructure management solutions	$ 818,936	-	818,936
Video products	197,321	-	197,321
Others	205,495	38,294	243,789
	$ 1,221,752	**38,294**	**1,260,046**

(Continued)

ATEN INTERNATIONAL CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

	For the nine months ended September 30, 2025		
	Computer peripheral products	**Other**	**Total**
Primary geographical markets:			
United States	$ 627,136	-	627,136
Japan	557,400	-	557,400
Taiwan	400,284	103,557	503,841
South Korea	303,158	-	303,158
China	235,481	-	235,481
Others	1,311,691	-	1,311,691
	$ 3,435,150	**103,557**	**3,538,707**
Major product lines:			
IT infrastructure management solutions	$ 2,207,637	-	2,207,637
Video products	578,859	-	578,859
Others	648,654	103,557	752,211
	$ 3,435,150	**103,557**	**3,538,707**

	For the nine months ended September 30, 2024		
	Computer peripheral products	**Other**	**Total**
Primary geographical markets:			
United States	$ 742,411	-	742,411
Taiwan	422,839	100,363	523,202
Japan	511,217	-	511,217
South Korea	278,797	-	278,797
China	263,268	-	263,268
Others	1,327,852	-	1,327,852
	$ 3,546,384	**100,363**	**3,646,747**
Major product lines:			
IT infrastructure management solutions	$ 2,313,276	-	2,313,276
Video products	613,776	-	613,776
Others	619,332	100,363	719,695
	$ 3,546,384	**100,363**	**3,646,747**

(Continued)

ATEN INTERNATIONAL CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(ii) Contract balance

		September 30, 2025	December 31, 2024	September 30, 2024
Notes receivable	$	2,699	4,441	3,891
Accounts receivable, net		691,363	717,570	683,177
Less: allowance for impairment		349	240	55
Total	$	**693,713**	**721,771**	**687,013**
Contract assets	$	**7,099**	**4,393**	**8,878**

Please refer to note 6(e) for the disclosure of accounts receivable and its impairment.

(r) Remuneration to employees, directors and supervisors

On May 28, 2025, the Company resolved at the shareholders' meeting to amend its Articles of Incorporation. According to the amended Articles, if the Company has profit in a given fiscal year, the profit shall be used to offset against any accumulated losses incurred by the Company. The remainder, if any, 10%~16% shall be allocated as employee remuneration (including a minimum of 15%~35% to those base-level employees) and a maximum of 2% as remunerations for directors and supervisors. The amounts of employee, directors' and supervisors' remuneration, to be distributed in cash or stock, should be decided in the board meeting, with two thirds of the board members attending the meeting, and over half of the attendees approving the amounts for distribution that are to be reported at the shareholders meeting. The recipients of the aforementioned employee remuneration, whether in the form of shares or cash, may include employees of the subsidiaries who meet certain specific requirements.

In accordance with the Company's articles before amendment, the net income before tax, after deducting the remuneration to employees, directors and supervisors, shall first be offset against any deficit, then 10%~16% will be distributed as employee remuneration and less than 2% will be allocated as directors' and supervisors' remuneration. The amounts of employee, directors' and supervisors' remuneration, to be distributed in cash or stock, should be decided in the board meeting, with two thirds of the board members attending the meeting, and over half of the attendees approving the amounts for distribution that are to be reported at the shareholders meeting. Employees who are entitled to receive the above-mentioned employee remuneration, in share or cash, include the employees of the subsidiaries of the Group who meet certain specific requirement.

For the three months and nine months ended September 30, 2025 and 2024, the estimated amounts of employees' compensation were $22,351 thousand, $24,043 thousand, $55,769 thousand and $70,845 thousand, respectively, and the estimated amounts of directors' remuneration were $1,490 thousand, $1,924 thousand, $3,718 thousand and $5,668 thousand, respectively. The estimated amounts mentioned above are based on the net profit before tax, excluding employee compensation and directors' remuneration, of each respective ending period, multiplied by the percentage of the employee compensation, and the directors' remuneration, as specified in the Company's article. The estimations are recorded under operating cost or operating expenses. If there are any subsequent adjustments to the actual remuneration amount, the adjustments will be regarded as changes in accounting estimate and will be reflected in profit or loss in the following year.

(Continued)

ATEN INTERNATIONAL CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

For the years ended December 31, 2024 and 2023, the remunerations to employees amounted to $104,184 thousand and $123,866 thousand, respectively, and the remunerations to directors amounted to $8,335 thousand and $9,909 thousand, respectively. The amounts are identical to those of the actual distributions. The information is available on the Market Observation Post System.

(s) Non-operating income and expenses

(i) Interest income

	For the three months ended September 30		For the nine months ended September 30	
	2025	**2024**	**2025**	**2024**
Interest income from bank deposits	$ 3,335	4,223	12,857	11,938

(ii) Other income

	For the three months ended September 30		For the nine months ended September 30	
	2025	**2024**	**2025**	**2024**
Dividend income	$ -	-	1,119	-
Total other income－Other	7,798	4,962	14,429	11,631
Total other income	$ 7,798	4,962	15,548	11,631

(iii) Other gains and losses

	For the three months ended September 30		For the nine months ended September 30	
	2025	**2024**	**2025**	**2024**
Gains on disposal of property, plant and equipment	$ 179	325	550	647
Gains (losses) on foreign exchange	5,241	1,146	(19,715)	22,300
Gains (losses) on financial assets / liabilities at fair value through profit or loss	(2,886)	(4,112)	617	(17,771)
Compensation loss and interests	-	(23,902)	-	(23,902)
Others	(20)	(2,675)	(874)	(2,884)
Net other gains and losses	$ 2,514	(29,218)	(19,422)	(21,610)

(iv) Finance costs

	For the three months ended September 30		For the nine months ended September 30	
	2025	**2024**	**2025**	**2024**
Interest expense	$ 7,909	8,582	23,587	27,489

(Continued)

ATEN INTERNATIONAL CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(t) Financial instruments

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

(i) Liquidity risk

The following table shows the contractual maturities of financial liabilities, including estimated interest payments and excluding the impact of netting agreements.

	Carrying amount	Contractual cash flows	Within a year	1-2 years	2-3 years	3-5 years	Over 5 years
September 30, 2025							
Non-derivative financial liabilities							
Secured loans	$ 181,872	186,752	186,752	-	-	-	-
Unsecured loans	353,710	358,961	306,159	6,019	10,866	35,917	-
Notes and accounts payable	308,565	308,565	308,565	-	-	-	-
Dividends Payable	119,471	119,471	119,471	-	-	-	-
Other payables	410,272	410,272	410,272	-	-	-	-
Lease liabilities	330,653	363,175	117,311	94,683	68,983	66,513	15,685
Deposits received	1,014	1,014	1,014	-	-	-	-
Derivative financial liabilities							
Other forward contracts:							
Outflow	8,529	8,529	8,529	-	-	-	-
	$ 1,714,086	**1,756,739**	**1,458,073**	**100,702**	**79,849**	**102,430**	**15,685**
December 31, 2024							
Non-derivative financial liabilities							
Secured loans	$ 133,326	137,752	137,751	-	-	-	-
Unsecured loans	233,432	236,046	236,046	-	-	-	-
Notes and accounts payable	384,725	384,725	384,725	-	-	-	-
Dividends Payable	203,101	203,101	203,101	-	-	-	-
Other payables	544,969	544,969	544,969	-	-	-	-
Lease liabilities	231,063	261,881	77,088	61,087	47,307	76,399	-
Deposits received	1,014	1,014	1,014	-	-	-	-
Derivative financial liabilities							
Other forward contracts:							
Outflow	5,942	5,942	5,942	-	-	-	-
	$ 1,737,572	**1,775,430**	**1,590,636**	**61,087**	**47,307**	**76,399**	**-**
September 30, 2024							
Non-derivative financial liabilities							
Secured loans	$ 143,881	151,106	151,106	-	-	-	-
Unsecured loans	250,662	254,935	254,935	-	-	-	-
Notes and accounts payable	417,116	417,116	417,116	-	-	-	-
Dividends Payable	203,101	203,101	203,101	-	-	-	-
Other payables	500,229	500,229	500,229	-	-	-	-
Lease liabilities	237,891	270,441	83,793	54,748	46,444	85,456	-
Deposits received	1,014	1,014	1,014	-	-	-	-
Derivative financial liabilities							
Other forward contracts:							
Outflow	1,193	1,193	1,193	-	-	-	-
	$ 1,755,087	**1,799,135**	**1,612,487**	**54,748**	**46,444**	**85,456**	**-**

(Continued)

ATEN INTERNATIONAL CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

The Group is not expecting the cash flows included in the maturity analysis could occur significantly earlier or at significantly different amounts.

(ii) Liquidity risk

1) Exchange rate risk

The Group's significant exposure to foreign currency risk was as follows:

	Foreign currency	Exchange rate	NTD
September 30, 2025			
Financial assets:			
Monetary items:			
USD	$ 17,237	30.4690	525,190
JPY	251,625	0.2058	51,784
GBP	868	40.9747	35,554
EUR	4,841	35.7828	173,210
CNY	26,052	4.2743	111,354
Financial liabilities:			
Monetary items:			
USD	$ 6,684	30.4690	203,646
CNY	24,427	4.2743	104,408
THB	29,318	0.9426	27,635
EUR	590	35.7828	21,116
December 31, 2024			
Financial assets:			
Monetary items:			
USD	$ 19,858	32.7810	650,961
JPY	308,857	0.2099	64,829
EUR	8,717	34.1316	297,510
CNY	26,243	4.4775	117,504
Financial liabilities:			
Monetary items:			
USD	$ 7,217	32.7810	236,591
CNY	28,107	4.4775	125,850
THB	37,014	0.9570	35,422
EUR	644	34.1316	21,993

ATEN INTERNATIONAL CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

	Foreign currency	Exchange rate	NTD
September 30, 2024			
Financial assets:			
Monetary items:			
USD	$ 19,676	31.6510	622,775
JPY	213,320	0.2224	47,442
EUR	4,994	35.3795	176,697
CNY	22,734	4.5241	102,851
Financial liabilities:			
Monetary items:			
USD	$ 6,322	31.6510	200,107
CNY	24,520	4.5241	110,931
THB	25,371	0.9817	24,906

Note: Since the effect of foreign exchange risk derived from the transactions within the Group cannot be fully eliminated, analysis is based on the amounts prior to the eliminated adjustments.

The Group's exposure to foreign currency risk arises from the translation of foreign currency exchange gains and losses on cash and cash equivalents, trade and other receivables, loans and borrowings, and trade and other payables that are denominated in foreign currency. A 1% appreciation or depreciation of the NTD against the USD, JPY, EUR, CNY, GBP and THB as of September 30, 2025 and 2024 would have increased or decreased the net profit by $5,403 thousand and $6,138 thousand, respectively. The analysis is performed on the same basis for both periods.

Since the Group books its transaction in different functional currencies, the information on foreign exchange gains (loss) on monetary items is disclosed based on the total amount. For the three months and nine months ended September 30, 2025 and 2024, foreign exchange gains (including realized and unrealized portion) amounted to $5,241 thousand, $1,146 thousand, $(19,715) thousand and $22,300 thousand, respectively.

2) Interest rate risk

The financial assets of the consolidated company subject to fair value risk of interest rate changes are bank deposits; financial liabilities are short for term and long-term loans, the impact of changes in interest rates on the fair value of the underlying financial assets is not material.

The following sensitivity analysis is based on the risk exposure of the interest rate on derivative and non-derivative financial instruments on the reporting date. Regarding assets with variable interest rates, the analysis is on the basis of the assumption that the amount of assets outstanding at the reporting date was outstanding throughout the year. The rate of change is expressed as the interest rate increases or decreases by 1% when reporting to management internally, which also represents the management of the Group's assessment on the reasonably possible interval of interest rate change.

With all other variable factors remain constant. If the interest rate increases or decreases by 1%, the effect on the Group's income before tax is not material for the nine months ended September 30, 2025 and 2024.

(iii) Fair value and carrying amount

1) Categories and fair value of financial instruments

Except for the followings, carrying amount of the Group's financial assets and liabilities are valuated approximately to their fair value, and are not based on observable market date and the value measurements which are not reliable. No additional fair value disclosure is required in accordance to the Regulations.

	September 30, 2025				
	Carrying amount	**Fair value Level 1**	**Level 2**	**Level 3**	**Total**
Financial assets at fair value through profit or loss					
Derivative financial assets	$ 609	-	609	-	609
Non derivative financial assets mandatorily measured at fair value through profit or loss	163,249	163,249	-	-	163,249
Total	**$ 163,858**	**163,249**	**609**	**-**	**163,858**
Financial liabilities at fair value through profit or loss					
Derivative financial liabilities	**$ (8,529)**	**-**	**(8,529)**	**-**	**(8,529)**

	December 31, 2024				
	Carrying amount	**Fair value Level 1**	**Level 2**	**Level 3**	**Total**
Financial assets at fair value through profit or loss					
Derivative financial assets	$ 2,961	-	2,961	-	2,961
Non derivative financial assets mandatorily measured at fair value through profit or loss	273,087	273,087	-	-	273,087
Subtotal	276,048	273,087	2,961	-	276,048
Financial assets at fair value through other comprehensive income					
Unlisted stocks (domestic and overseas)	12,080	-	-	12,080	12,080
Total	**$ 288,128**	**273,087**	**2,961**	**12,080**	**288,128**

(Continued)

ATEN INTERNATIONAL CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

	December 31, 2024				
	Carrying amount	Fair value			
		Level 1	Level 2	Level 3	Total
Financial liabilities at fair value through profit or loss					
Derivative financial liabilities	$ (5,942)	-	(5,942)	-	(5,942)

	September 30, 2024				
	Carrying amount	Fair value			
		Level 1	Level 2	Level 3	Total
Financial assets at fair value through profit or loss					
Derivative financial assets	$ 5,325	-	5,325	-	5,325
Non derivative financial assets mandatorily measured at fair value through profit or loss	412,491	412,491	-	-	412,491
Subtotal	417,816	412,491	5,325	-	417,816
Financial assets at fair value through other comprehensive income					
Unlisted stocks (domestic and overseas)	25,205	-	-	25,205	25,205
Total	$ 443,021	412,491	5,325	25,205	443,021
Financial liabilities at fair value through profit or loss					
Derivative financial liabilities	$ (1,193)	-	(1,193)	-	(1,193)

2) Valuation techniques in financial instruments measured at fair value

a) Non－derivative financial instruments

If there are quoted prices in the active markets for financial instruments, the fair value of those prices may be based on the quoted market prices. The market prices announced by Securities Exchange and Over the Counter are the benchmarks of the fair value of equity instruments and Liability instruments trading in active markets.

The fair value of financial assets and liabilities traded in the active markets will be based on the quoted market prices when the quoted prices can be obtained from the exchanges, brokers, underwriters, industrial unions, pricing service agencies or authorities, as well as if they can represent as the one usually traded in fair market transaction in practice. If the requirements above mentioned don't actually accomplish, the market ought to be seen inactive condition. Generally speaking, the index of inactive market are based on the large difference of the price between buying and selling transaction, the difference of the price between buying and selling transaction distinctively increasing or little quantity of trading volume.

(Continued)

The fair values of the Group's financial instruments trading in active markets are categorized by types and nature as follows:

Stocks of listed Companies and open-ended funds are financial assets possessing standard provision and trading in active markets. Their fair values are determined based on the market quotes and net assets value, respectively.

In addition to the aforementioned financial instruments trading in active markets, the fair values of other financial instruments are obtained through valuation or by referencing the quotes from counterparties. Such valuation technique involves referencing the fair value of financial instruments that are virtually alike in terms and characteristic, and using discounted cash flow model or other pricing models. Other pricing models may utilize the available market information on the balance sheet date such as yield curve from Over the Counter and the average quotes on the interest rates of Reuters Commercial Paper.

b) Derivative financial instrument

Derivatives are priced based on the pricing models widely accepted by markets. Forward Exchange Contracts are normally priced based on the current forward exchange rates or the forward interest rate estimated using interest rate parity theory.

3) Fair value hierarchy

The Company used the fair value that can be observed in the market to measure the value of assets and liabilities. Fair values levels are based on the degree in which the fair value can be observed and grouped in to Levels 1 to 3 as follows:

a) Level 1: quoted prices (unadjusted) in active markets for identified assets or liabilities.

b) Level 2: inputs, other than the 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).

c) Level 3: inputs for assets or liabilities that are not based on observable market data (unobservable inputs).

There was no such situation that the Company reclassified the financial instruments from one level to another as of the reporting date.

4) Transfers between level 1 and level 2

There was no significant transfer from level 2 financial instrument to level 1 financial instrument.

ATEN INTERNATIONAL CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

5) Reconciliation of Level 3 fair values

	Fair value through other comprehensive income
	Unquoted equity instruments
Balance at January 1, 2025	$ 12,080
Recognized in other comprehensive income	(2,976)
Refund due to capital reduction	(8,100)
Disposal	(1,004)
Balance at September 30, 2025	**$ -**
Balance at January 1, 2024	$ 27,246
Recognized in other comprehensive income	(190)
Disposal	(1,851)
Balance at September 30, 2024	**$ 25,205**

The aforementioned gains or losses were listed in " Unrealized gains (losses) from financial assets at fair value through other comprehensive income".

6) Quantified information on significant unobservable inputs (Level 3) used in fair value measurement

Quantified information of significant unobservable inputs was as follows:

Item	Valuation technique	Significant unobservable inputs	Inter-relationship between significant unobservable inputs and fair value measurement
Financial assets at fair value through other comprehensive income equity investments without an active market	Comparative company	· Multipliers of price-book ratios as of December 31 and September 30, 2024 were 1.13 and 1.05~1.85, respectively. · Multipliers of price-earnings ratio as of December 31 and September 30, 2024 was 24.25.	The estimated fair value would increase (decrease) if · the multiplier were higher (lower)
		· Market illiquidity discount rate as of December 31 and September 30, 2024 were both 20%.	· the market illiquidity discount were lower (higher)

7) Fair value measurements in Level 3－ sensitivity analysis of reasonably possible alternative assumptions

For fair value measurements in Level 3, changing one or more of the assumptions would have the following effects on profit or loss and other comprehensive income:

	Input	Assumptions	Other comprehensive income Favorable	Other comprehensive income Unfavorable
December 31, 2024				
Financial assets at fair value through other comprehensive income				
Equity investments without an active market	Liquidity discount at 20%	5%	755	(755)
September 30, 2024				
Financial assets at fair value through other comprehensive income				
Equity investments without an active market	Liquidity discount at 20%	5%	1,576	(1,576)

The favorable and unfavorable effects represent the changes in fair value, and the fair value is based on a variety of unobservable inputs calculated using a valuation technique.

(Continued)

ATEN INTERNATIONAL CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(u) Financial risk management

The objective and policies of the consolidated company are identical to those disclosed in note 6(v) of the consolidated financial statement for the year ended 2024.

(v) Capital management

The disclosure of objectives, policies and procedures of the Group's capital management are the same as those specified in the consolidated financial statements for the year ended December 31, 2024; and there were no significant changes in the Group's collective quantitative information from those disclosed in the consolidated financial statements for the year ended December 31, 2024. For related information, please refer to note 6(w) of the consolidated financial statements for the year ended December 31, 2024.

(w) Investing and financing activities not affecting current cash flow

The Group's investing and financing activities which did not affect the current cash flow in the nine months ended September 30, 2025 and 2024, were as follows:

For right-of-use assets under leases, please refer to note 6(h).

Reconciliation of liabilities arising from financing activities were as follows:

			Non-cash changes		
	January 1, 2025	Cash flows	Effect of change in exchange rates	Others	September 30, 2025
Short-term borrowings	$ 366,758	118,527	297	-	485,582
Long-term borrowings	-	50,000	-	-	50,000
Lease liabilities	231,063	(88,793)	(13,311)	201,694	330,653
Deposits received	1,014	-	-	-	1,014
Total liabilities from financing activities	$ 598,835	79,734	(13,014)	201,694	867,249

			Non-cash changes		
	January 1, 2024	Cash flows	Effect of change in exchange rates	Others	September 30, 2024
Short-term borrowings	$ 404,297	(10,885)	1,131	-	394,543
Lease liabilities	296,236	(94,907)	8,699	27,863	237,891
Deposits received	764	250	-	-	1,014
Total liabilities from financing activities	$ 701,297	(105,542)	9,830	27,863	633,448

(7) Related-party transactions

Key management personnel compensation comprised:

	For the three months ended September 30		For the nine months ended September 30	
	2025	2024	2025	2024
Short-term employee benefits	$ 21,090	20,789	62,810	61,989

ATEN INTERNATIONAL CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

For the nine months ended September 30, 2025 and 2024, the Group provided two vehicles at a cost of $10,120 thousand and three vehicles at a cost of $12,250 thousand respectively for key management personnel.

(8) Pledged assets

The carrying values of pledged assets were as follows:

Pledged assets	Object	September 30, 2025	December 31, 2024	September 30, 2024
Cash and negotiable certificate of deposits (recorded under other financial assets－non current)	Guarantee for provisional attachment	$ 50,000	50,000	71,428
Time deposits (recorded under other financial assets－non current)	Guarantee for customs	4,312	4,242	4,242
Negotiable certificate of deposits (recorded under other financial assets－non current)	Guarantee for provisional seizure	30,000	30,000	30,000
Time deposits (recorded under other financial assets－non current)	Guarantee for short-term borrowings	11,028	11,197	11,504
Property, plant and equipment	Guarantee for short-term borrowings	52,353	54,656	59,376
Property, plant and equipment	Guarantee for car purchasing	5,568	6,273	6,509
		$ 153,261	**156,368**	**183,059**

(9) Commitments and contingencies

(a) As of September 30, 2025, December 31 and September 30, 2024, subsidiary ATEN COMPUTER has the unrecognized construction contract amounting to $15,238 thousand, $15,712 thousand and $16,117 thousand, respectively.

(b) To expand the business and optimize the production lines for medium-to long-term, the Board of Directors approved a resolution for making use of the Company’s land to build a factory in Taoyuan City Yangmei District on August 8, 2024. The total contract amount is $549,333 thousand (excluding tax). As of September 30, 2025, the amount invested is $173,154 thousand and recorded as construction in progress and testing equipment.

(Continued)

ATEN INTERNATIONAL CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(c) As of September 30, 2025, December 31 and September 30, 2024, the Group had an unused line of credit for purchasing raw materials amounting to $0 thousand (USD0), $5,116 thousand (USD 156,080) and$0 thousand (USD0), respectively.

(d) As of September 30, 2025, December 31 and September 30, 2024, the outstanding bank drafts to secure credit facilities and financial instruments amounted to $3,062,109 thousand, $3,413,578 thousand and $3,243,338 thousand, respectively.

(e) YiFeng Technology Co., Ltd. filed lawsuit against the Company for the damage of the product that is under previous provisional attachment requested by the Company in September 2019. The Company has retained attorney to handle the case. The Company received the first and second instance judgment in favor of the Company from the Intellectual Property Court in June 2021 and August 2022, and YiFeng Technology Co., Ltd. filed an appeal in July 2021 and September 2022 respectively. The Supreme Court remanded to the Intellectual Property Court for retrial proceedings in October, 2024. The Company has retained attorneys to handle the cases, which were still in progress as of the reporting date.

(10) Losses Due to Major Disasters: None.

(11) Subsequent Events: None.

(12) Other

(a) The following is a summary statement of employee benefits, depreciation and amortization expenses by function:

By function	Three months ended September 30, 2025			Three months ended September 30, 2024		
By nature	**Operating costs**	**Operating expenses**	**Total**	**Operating costs**	**Operating expenses**	**Total**
Employee benefits						
Salary	79,591	347,378	426,969	88,604	352,157	440,761
Labor and health insurance	9,064	30,478	39,542	8,535	34,323	42,858
Pension	2,073	14,433	16,506	2,003	12,859	14,862
Remuneration of directors	-	2,990	2,990	-	3,424	3,424
Others	5,492	14,203	19,695	5,826	11,663	17,489
Depreciation	19,863	34,687	54,550	21,593	36,114	57,707
Amortization	-	-	-	-	297	297

(Continued)

ATEN INTERNATIONAL CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

By function / By nature	Nine months ended September 30 2025			Nine months ended September 30 2024		
	Operating costs	Operating expenses	Total	Operating costs	Operating expenses	Total
Employee benefits						
Salary	248,777	1,049,501	1,298,278	256,474	1,057,081	1,313,555
Labor and health insurance	28,869	97,475	126,344	25,542	98,613	124,155
Pension	6,335	44,016	50,351	6,276	40,141	46,417
Directors' remuneration	-	8,218	8,218	-	10,168	10,168
Others	16,115	42,158	58,273	16,973	38,849	55,822
Depreciation	58,444	105,357	163,801	64,380	109,098	173,478
Amortization	-	395	395	-	889	889

(b) Seasonality operations

The business of the Group is neither seasonal nor cyclical.

(c) The Company filed criminal charges against its former employees for not following its policy, wherein they illegally gained profit for themselves during their service in 2015 to 2016. The suspects have already resigned from the Company at the end of 2016. After the Company filed the lawsuit, Taiwan Taipei District Court and Taiwan Taipei High Court ruled the defendant to be guilty and made the sentence in July 2019 and February 2020, respectively. The Company and both of the defendant filed appeal to the Taiwan Supreme Court in March 2020. The Supreme Court rendered a judgement on March 19, 2021 and declared that both defendants committed Subparagraph 2, Paragraph 1, Article 171 of Securities and Exchange Act for making the Company process the non-arm’s length transactions and were both sentenced 32 months in prison. Both defendants turned in the criminal proceeds plus the interest amounted to $3,174 thousand and $3,342 thousand should be returned to the Company. The seized $70,296 thousand and $6,516 thousand criminal proceeds were returned to the Company in 2019 and 2021.The Company received the judgement in favor of the Company from Taipei District Court in June 2024. The Taiwan High Court dismissed the defendant's appeal of the second item of the first-instance syllabus in March 2025. The first item of the first-instance syllabus is currently proceeded by the Taiwan High Court.

ATEN INTERNATIONAL CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(13) Other disclosures

(a) Information on significant transactions:

The following is the information on significant transactions required by the "Regulations Governing the Preparation of Financial Reports by Securities Issuers" for the Group for the nine month ended September 30, 2025:

(i) Loans to other parties: None.

(ii) Guarantees and endorsements for other parties: None.

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

Unit: thousand dollars

Name of holder	Nature and name of security	Relationship with the security issuer	Account name	Ending balance				Remarks
				Number of shares	Book value	Holding percentage	Market value	
	Mutual fund:							
The Company	Fubon Money Market Fund	-	Financial assets at fair value through profit or loss－current	5,290	82,777	-	82,777	
The Company	SinoPac Money Market Fund	-	Financial assets at fair value through profit or loss－current	783	11,490	-	11,490	
The Company	Union Money Market Fund	-	Financial assets at fair value through profit or loss－current	94	1,313	-	1,313	
The Company	First Bank Taiwan Money Market Fund	-	Financial assets at fair value through profit or loss－current	2,126	34,331	-	34,331	
The Company	Fubon Chi-Hsiang Money Market Fund	-	Financial assets at fair value through profit or loss－current	2,018	33,338	-	33,338	
	Stock:							
HONG JHENG TECHNOLOGY CO.,LTD	Common Stock of Visionary Dynamics Co., Ltd.	-	Financial assets at fair value through other comprehensive income－non current	20	-	-	-	Note 1
	Bonds:							
The Company	Cathay Life Insurance Bonds	-	Financial assets at amortized cost – non current	-	80,000	-	81,359	

Note 1: The impairment loss was fully recognized.

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

Unit: thousand dollars

Name of Company	Counter-party	Relationship	Transaction details				The status and reason for deviation from arm's-length transaction		Account / note receivable (payable)		Remarks
			Purchase / Sale	Amount	Percentage of total purchases / sales	Credit period	Unit price	Credit period	Balance	Percentage of total accounts / notes receivable (payable)	
The Company	EXPAND ELECTRONIC CO., LTD.	Subsidiary	Purchase	375,005	44	30 days	No significant differences	Note 1	(67,238)	(26)	Note 2
EXPAND ELECTRONIC CO., LTD.	The Company	Subsidiary	(Sales)	(375,005)	(100)	30 days	No significant differences	Note 1	67,238	100	Note 2
The Company	ATEN COMPUTER PRODUCTS CO.,LTD	Subsidiary	Purchase	131,085	15	30 days	No significant differences	Note 1	(27,433)	(11)	Note 2
ATEN COMPUTER PRODUCTS CO.,LTD	The Company	Subsidiary	(Sales)	(131,085)	(100)	30 days	No significant differences	Note 1	27,433	100	Note 2
The Company	ATEN INFOTECH N.V.	Subsidiary	(Sales)	(162,740)	(7)	150 days	No significant differences	No significant differences	118,985	18	Note 2
ATEN INFOTECH N.V.	The Company	Subsidiary	Purchase	162,740	100	150 days	No significant differences	No significant differences	(118,985)	(100)	Note 2
The Company	ATECH PERIPHERALS.	Subsidiary	(Sales)	(149,898)	(7)	30 days	No significant differences	No significant differences	27,507	4	Note 2
ATECH PERIPHERALS.	The Company	Subsidiary	Purchase	149,898	58	30 days	No significant differences	No significant differences	(27,507)	(40)	Note 2
The Company	ATEN KOREA CO., LTD.	Invested by sub subsidiary	(Sales)	(203,938)	(9)	60 days	No significant differences	No significant differences	46,928	7	Note 2
ATEN KOREA CO., LTD.	The Company	Invested by sub subsidiary	Purchase	203,938	100	60 days	No significant differences	No significant differences	(46,928)	(100)	Note 2

ATEN INTERNATIONAL CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Name of Company	Counter-party	Relationship	Transaction details				The status and reason for deviation from arm's-length transaction		Account / note receivable (payable)		Remarks
			Purchase / Sale	Amount	Percentage of total purchases / sales	Credit period	Unit price	Credit period	Balance	Percentage of total accounts / notes receivable (payable)	
The Company	ATEN CHINA CO., LTD.	Invested by sub-subsidiary	(Sales)	(155,414)	(7)	120 days	No significant differences	No significant differences	69,232	10	Note 2
ATEN CHINA CO., LTD.	The Company	Invested by sub-subsidiary	Purchase	155,414	100	120 days	No significant differences	No significant differences	(69,232)	(98)	Note 2
The Company	ATEN TECHNOLOGY INC.	Subsidiary	(Sales)	(177,245)	(8)	155 days	No significant differences	No significant differences	120,761	18	Note 2
ATEN TECHNOLOGY INC.	The Company	Subsidiary	Purchase	177,245	75	155 days	No significant differences	No significant differences	(120,761)	(94)	Note 2
The Company	ATEN JAPAN CO., LTD.	Subsidiary	(Sales)	(241,538)	(11)	75 days	No significant differences	No significant differences	50,783	8	Note 2
ATEN JAPAN CO., LTD.	The Company	Subsidiary	Purchase	241,538	100	75 days	No significant differences	No significant differences	(50,783)	(100)	Note 2

Note 1: Payments are netted with the account receivable resulting from the Company purchasing on behalf of related parties.

Note 2: The transactions within the Group were eliminated in the consolidated financial statements.

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

Unit: thousand dollars

Name of related party	Counter-party	Relationship	Balance of receivables from related party	Turnover rate	Overdue amount		Amounts received in subsequent period	Allowances for bad debts
					Amount	Action taken		
The Company	ATEN INFOTECH N.V.	Subsidiary	118,985	1.22	-		27,334 (As of November 6, 2025)	-
The Company	ATEN TECHNOLOGY INC.	Subsidiary	120,761	1.65	-		23,807 (As of November 6, 2025)	-
EXPAND INTERNATIONAL CO., LTD.	The Company	The ultimate parent company	191,760	-	-	Depend on capital budgeting	- (As of November 6, 2025)	-

(vi) Business relationships and significant intercompany transactions:

Unit: thousand dollars

No.	Name of company	Name of counter-party	Existing relationship with the counter-party	Transaction details			
				Account name	Amount	Trading terms	Percentage of the total consolidated revenue or total assets
0	The Company	ATEN TECHNOLOGY INC.	1	Sales revenue	177,245	No significant differences	5 %
0	The Company	ATEN INFOTECH N.V.	1	Sales revenue	162,740	No significant differences	5 %
0	The Company	ATEN CHINA CO., LTD.	1	Sales revenue	155,414	No significant differences	4 %
0	The Company	ATEN JAPAN CO., LTD.	1	Sales revenue	241,538	No significant differences	7 %
0	The Company	ATEN KOREA CO., LTD.	1	Sales revenue	203,938	No significant differences	6 %
0	The Company	ATEN UK LTD.	1	Sales revenue	52,603	No significant differences	1 %
0	The Company	ATECH PERIPHERALS.	1	Sales revenue	149,898	No significant differences	4 %
0	The Company	ATEN POLAND SP. Z O. O.	1	Sales revenue	49,598	No significant differences	1 %
0	The Company	ATEN ADVANCE PRIVATE LIMITED	1	Sales revenue	80,394	No significant differences	2 %
0	The Company	ATEN TECHNOLOGY INC.	1	Accounts receivable	120,761	155 days	2 %
0	The Company	ATEN INFOTECH N.V.	1	Accounts receivable	118,985	150 days	2 %
0	The Company	ATEN CHINA CO., LTD.	1	Accounts receivable	69,232	120 days	1 %

ATEN INTERNATIONAL CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

No.	Name of company	Name of counter-party	Existing relationship with the counter-party	Transaction details			
				Account name	Amount	Trading terms	Percentage of the total consolidated revenue or total assets
1	EXPAND INTERNATIONAL CO., LTD.	The Company	2	Accounts receivable	191,760	Payments are netted with the accounts receivable resulting from the Company purchasing on behalf of related parties.	3 %
2	ATEN FOREMOST INTERNATIONAL CO., LTD.	The Company	2	Sales revenue	59,146	Payments are netted with the accounts receivable resulting from the Company purchasing on behalf of related parties.	2 %
2	ATEN FOREMOST INTERNATIONAL CO., LTD.	ATEN COMPUTER PRODUCTS CO., LTD.	3	Sales revenue	36,423	No significant differences	1 %
3	EXPAND ELECTORNIC CO., LTD.	The Company	2	Sales revenue	375,005	The Company is its only customer	11 %
4	ATEN CANADA TECHNOLOGIES INC.	The Company	2	Sales revenue	81,541	The Company is its only customer	2 %
5	ATEN COMPUTER PRODUCTS CO., LTD.	The Company	2	Sales revenue	131,085	Payments are netted with the accounts receivable resulting from the Company purchasing on behalf of related parties.	4 %

Note 1: Company numbering is as follows:
(1) Parent company is 0.
(2) Subsidiary starts from 1.

Note 2: The number of the relationship with the transaction counterparty represents the following:
(1) 1 represents downstream transactions.
(2) 2 represents upstream transactions.
(3) 3 represents sidestream transactions.

Note 3: For balance sheet items, over 1% of total consolidated assets, and for profit or loss items, over 1% of total consolidated revenue were selected for disclosure.

(b) Information on investees:

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

Unit: thousand dollars

Name of investor	Name of investee	Location	Scope of business	Original cost		Ending balance			Net income (loss) of investee	Investment income (losses)	Remarks
				September 30, 2025	December 31, 2024	Shares	Ratio of shares	Book value			
The Company	TOPMOST INTERNATIONAL CO., LTD.	Cayman	Investing	22,183	22,183	700,000	100 %	583,487	9,706	9,706	note 1
The Company	ATEN JAPAN CO., LTD.	Japan	Trading of computer peripheral equipment	25,105	25,105	1,600	100 %	100,179	38,358	38,358	note 1
The Company	ATEN US HOLDINGS INC.	USA	Investing	564,150	413,050	4,849,914	100 %	105,525	(66,302)	(66,302)	note 1, 2 and 3
The Company	FOREMOST INTERNATIONAL CO., LTD.	Mauritius	Investing	69,730	69,730	2,180,628	100 %	12,511	6,981	6,981	note 1
The Company	ATECH PERIPHERALS.	Taiwan	Manufacturing and trading of computer peripheral equipment	90,479	90,479	10,000,000	100 %	153,791	17,726	17,745	note 1
The Company	ATEN INFOTECH N.V.	Belgium	Trading of computer peripheral equipment	54,197	54,197	58,343	100 %	40,383	10,201	10,201	note 1
The Company	ATEN COMPUTER PRODUCTS CO., LTD.	Thailand	Manufacturing of computer peripheral equipment	452,304	452,304	4,799,998	100 %	334,635	(3,980)	(3,980)	note 1
The Company	VISIONTOP CO., LTD.	Taiwan	Specialized printing	81,345	81,345	5,958,228	60 %	67,749	7,569	4,511	note 1
The Company	HONG JHENG TECHNOLOGY CO., LTD.	Taiwan	Investing	16,778	16,778	100,000	100 %	4,110	(67)	(69)	note 1
The Company	HONG YUAN CO., LTD.	Taiwan	Investing	16,778	16,778	100,000	100 %	4,197	(85)	(87)	note 1
The Company	ATEN ANZ PTY LTD.	Australia	Trading of computer peripheral equipment	77,350	77,350	3,500,000	100 %	13,713	3,980	3,980	note 1
The Company	RCM FULLY AUTOMATION CO., LTD.	Taiwan	Trading of computer peripheral equipment	7,800	7,800	780,000	26 %	4,809	(7,270)	(1,498)	note 1

(Continued)

ATEN INTERNATIONAL CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Name of investor	Name of investee	Location	Scope of business	Original cost		Ending balance			Net income (loss) of investee	Investment income (losses)	Remarks
				September 30, 2025	December 31, 2024	Shares	Ratio of shares	Book value			
The Company	ATEN INFO COMMUNICATION LIMITED LIABILITY COMPANY	Turkey	Trading of computer peripheral equipment	23,714	23,714	7,000	100 %	4,149	(923)	(923)	note 1
The Company	ATEN POLAND SP. Z O. O.	Poland	Trading of computer peripheral equipment	8,295	8,295	20,000	100 %	6,890	864	864	note 1
The Company	ATEN ROMANIA S.R.L	Romania	Trading of computer peripheral equipment	5,839	5,839	80,000	100 %	11,641	823	823	note 1
The Company	ATEN SOUTH AFRICA	South Africa	Trading of computer peripheral equipment	7,572	7,572	4,300	100 %	2,762	(2,264)	(2,264)	note 1
The Company and HONGYUAN CO., LTD.	ATEN ADVANCE PRIVATE LIMITED	India	Trading of computer peripheral equipment	9,030	9,030	2,200,000	100 %	32,128	25,072	25,072	note 1
The Company and HONGYUAN CO., LTD.	ATEN LATAM MEXICO S.A. DE C.V.	Mexico	Trading of computer peripheral equipment	13,827	13,827	8,700,000	100 %	7,263	150	150	note 1
The Company and HONGYUAN CO., LTD.	PT ATEN TECHNOLOGY INDONESIA	Indonesia	Trading of computer peripheral equipment	5,099	5,099	2,500	100 %	3,717	199	199	note 1
TOPMOST INTERNATIONAL CO., LTD.	ATEN EUROPE LTD.	UK	Investing	67,279	67,279	1,069,000	100 %	273,813	26,323	26,323	note 1
TOPMOST INTERNATIONAL CO., LTD.	I/O MASTER INC.	Samoa	Investing	9,782	9,782	700,000	100 %	39,057	(1,267)	(1,267)	note 1
ATEN US HOLDING INC.	ATEN NEW JERSEY INC.	USA	Trading of computer peripheral equipment	17,592	17,592	20	20 %	215	(199)	(40)	note 1
ATEN US HOLDING INC.	ATEN TECHNOLOGY INC.	USA	Trading of computer peripheral equipment	544,271	393,171	17,672,084	100 %	147,306	(65,087)	(64,690)	note 1 and 4
ATEN TECHNOLOGY INC.	ATEN NEW JERSEY INC.	USA	Trading of computer peripheral equipment	-	-	80	80 %	859	(199)	(159)	note 1
ATEN EUROPE LTD.	ATEN UK LTD.	UK	Trading of computer peripheral equipment	46,298	46,298	850,000	100 %	4,189	(1,827)	(1,827)	note 1
ATEN EUROPE LTD.	ATEN KOREA CO., LTD.	Korea	Trading of computer peripheral equipment	34,811	34,811	102,000	85 %	111,988	29,043	24,687	note 1
I/O MASTER INC.	ATEN CANADA TECHNOLOGIES INC.	Canada	Research and development	3	3	300	100 %	47,237	(1,269)	(1,269)	note 1
I/O MASTER INC.	IOGEAR, Inc.	USA	Trading of computer peripheral equipment	3	3	10	100 %	-	-	-	note 1
ATECH PERIPHERALS.	RCM FULLY AUTOMATION CO., LTD.	Taiwan	Trading of computer peripheral equipment	22,066	22,066	2,220,000	74 %	17,987	(7,270)	(5,380)	note 1

Note 1: Eliminated in the consolidated financial statements.

Note 2: ATEN US HOLDINGS INC. executed the capital reduction with the amount of $279,652 thousand (USD 8,535 thousand) in January 2025 and the reduction portion was 63.79%.

Note 3: ATEN US HOLDINGS INC. executed the capital increase with the amount of $151,100 thousand (USD 5,000 thousand) in September 2025.

Note 4: ATEN TECHNOLOGY INC. executed the capital increase with the amount of $151,100 thousand (USD 5,000 thousand) in September 2025.

(c) Information on investment in mainland China:

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

Unit: thousand dollars

Name of investee in Mainland China	Scope of business	Issued capital	Method of investment (Note 1)	Cumulative investment (amount) from Taiwan as of January 1, 2025	Investment flow during current period		Cumulative investment (amount) from Taiwan as of September 30, 2025	Net income (loss) on investee	Direct / indirect investment holding percentage	Investment income (loss) (Note 4)	Book value	Accumulated remittance of earnings in current period
					Remittance amount	Repatriation amount						
EXPAND INTERNATIONAL CO., LTD. (Note 2)	Investing	21,383	(3)	21,383	-	-	21,383	(11,949)	100 %	(11,949) (1)	321,155	69,337
ATEN CHINA CO., LTD.	Trading of computer peripheral equipment	70,634 (Note 6)	(3)	51,394	-	-	51,394	(3,308)	100 %	(3,308) (2)	15,814	86,093
ATEN FOREMOST INTERNATIONAL CO., LTD.	Research and trading of computer peripheral equipment	29,315	(3)	29,315	-	-	29,315	7,657	100 %	7,657 (2)	23,628	-
EXPAND ELECTRONIC CO., LTD.	Manufacturing of computer peripheral products	67,184	(3)	34,706	-	-	34,706	(11,545)	100 %	(11,545) (1)	121,033	-

Note 1: The method of investment is divided into the following four categories:

(1) Remittance from third-region companies to invest in Mainland China.

(2) Through the establishment of third-region companies then investing in Mainland China.

(3) Through transferring the investment to third-region existing companies then investing in Mainland China.

(4) Other methods: EX: delegated investments.

Note 2: In response to the regulation toward processing plants in China and Chinese government's incentive rewards for processing plants turn funded enterprises, the Company's investment through third party companies to reinvest the mainland areas of existing processing plant in Shenzhen, mainland was converted to a wholly owned company (EXPAND ELECTRONIC CO., LTD.) on March 27, 2012.

Note 3: Aforementioned amounts have been eliminated upon consolidation.

Note 4: The basis used for recognizing net income (loss) for the period:

(1) The amount of investment income (loss) was recognized under the equity method based on the financial statements which were reviewed by the auditor of the Company.

(2) The amount of investment income (loss) from investees was recognized under the equity method based on the financial statements which were not reviewed by the auditor of the Company.

Note 5: The exchange rate is USD 1 to NTD30.469.

Note 6: ATEN CHINA CO., Ltd executed the capital increase with the amount of $13,710 thousand in March 2025.

ATEN INTERNATIONAL CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(ii) Limitation on investment in Mainland China:

Company name	Accumulated investment amount remitted from Taiwan to Mainland China at the end of the period	Investment (amount) approved by Investment Commission, Ministry of Economic Affairs	Maximum investment amount set by Investment Commission, Ministry of Economic Affairs
The Company	136,798	167,580	- (Note 1)

Note 1: The Company was certified as an operations center by the Industrial Development Bureau, Ministry of Economic Affairs, in approval letter No.11251033200, and the certification is valid from August 14, 2023 to August 13, 2026. The Company has no limitation on investment in Mainland China during the abovementioned period.

Note 2: The exchange rate is USD1 to NTD30.469.

(iii) Significant transactions:

Please refer to 13(a) item No. 6 for further information.

(14) Segment information:

The Group's operating segment information and reconciliation are as follows:

	Computer peripheral equipment	Others	Adjustments or elimination	Total
Three months ended September 30, 2025				
Revenue:				
Revenue from external customers	$ 1,167,705	34,618	-	1,202,323
Inter-segment revenues	736,893	-	(736,893)	-
Total revenue	**$ 1,904,598**	**34,618**	**(736,893)**	**1,202,323**
Reportable segment profit or loss	**$ 186,099**	**1,209**	**(37,981)**	**149,327**
Three months ended September 30, 2024				
Revenue:				
Revenue from external customers	$ 1,221,752	38,294	-	1,260,046
Inter-segment revenues	843,694	-	(843,694)	-
Total revenue	**$ 2,065,446**	**38,294**	**(843,694)**	**1,260,046**
Reportable segment profit or loss	**$ 172,583**	**3,666**	**(22,490)**	**153,759**
Nine months ended September 30, 2025				
Revenue:				
Revenue from external customers	$ 3,435,150	103,557	-	3,538,707
Inter-segment revenues	2,078,962	-	(2,078,962)	-
Total revenue	**$ 5,514,112**	**103,557**	**(2,078,962)**	**3,538,707**
Reportable segment profit or loss	**$ 414,386**	**9,451**	**(54,721)**	**369,116**

ATEN INTERNATIONAL CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

		Computer peripheral equipment	Others	Adjustments or elimination	Total
Nine months ended September 30, 2024					
Revenue:					
Revenue from external customers	$	3,546,384	100,363	-	3,646,747
Inter-segment revenues		2,361,766	-	(2,361,766)	-
Total revenue	**$**	**5,908,150**	**100,363**	**(2,361,766)**	**3,646,747**
Reportable segment profit or loss	**$**	**447,630**	**9,878**	**(14,422)**	**443,086**