

Stock Code:8044

**PCHOME ONLINE INC. AND SUBSIDIARIES**

**CONSOLIDATED FINANCIAL STATEMENTS AND  
INDEPENDENT AUDITORS' REVIEW REPORT**

**For the Six Months Ended June 30, 2025 and 2024**

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

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## INDEPENDENT AUDITORS' REVIEW REPORT

To the Board of Directors of PChome Online Inc.

### ***Introduction***

We have reviewed the accompanying consolidated balance sheet of PChome Online Inc. and its subsidiaries (the "Group") as at June 30, 2025, and the related consolidated statements of comprehensive income for the three months and six months ended June 30, 2025, as well as the consolidated statements of changes in equity and of cash flows for the six months ended June 30, 2025, and notes to the consolidated financial statements, including a summary of material accounting policies. Management is responsible for the preparation and fair presentation of these 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" that came into effect as endorsed by the Financial Supervisory Commission. Our responsibility is to express a conclusion on these consolidated financial statements based on our review.

### ***Scope of review***

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

### ***Basis for qualified conclusion***

As explained in Note 4(c), the financial statements of certain insignificant consolidated subsidiaries were not reviewed by independent auditors. Total assets (including other equity accounted investments) of these subsidiaries amounted to \$3,218,751 thousand, constituting 12% of the consolidated total assets as at June 30, 2025, total liabilities amounted to \$1,929,434 thousand, constituting 12% of the consolidated total liabilities as at June 30, 2025, and the total comprehensive loss amounted to loss \$50,022 thousand, loss \$31,456 thousand, constituting (29%) and 11% of the consolidated total comprehensive income for the three months and six months ended, June 30, 2025, respectively.

### ***Qualified conclusion***

Except for the adjustments to the consolidated financial statements, if any, as might have been determined to be necessary had the financial statements of certain consolidated subsidiaries been reviewed by independent auditors as described in the *Basis for qualified conclusion* section above, based on our review, 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 the Group as at June 30, 2025, and of its consolidated financial performance and its consolidated cash flows for the three months and six months ended June 30, 2025 in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34, "Interim Financial Reporting" that came into effect as endorsed by the Financial Supervisory Commission.

***Other Matter - The previous reports are reviewed by other CPAs***

The Group's consolidated financial statements as at June 30, 2024 and for the three months and six months ended June 30, 2024 were reviewed by other independent auditors, whose review report dated August 13, 2024, expressed a modified conclusion and other matter on those consolidated financial statements.

PwC Taiwan

Wendy Liang

Certified Public Accountant

Bruce Cheng

Financial Supervisory Commission

Approval No.: Jin-Guan-Zheng-Shen-Zi No. 0990001654

Jin-Guan-Zheng-Shen-Zi No. 1130350413

August 5, 2025

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

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

(English Translation of Consolidated Financial Statements Originally Issued in Chinese.)  
**PCHOME ONLINE INC. AND SUBSIDIARIES**  
**CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**June 30, 2025, December 31, 2024, and June 30, 2024**  
**(Expressed in Thousands of New Taiwan Dollars)**

		2025.6.30		2024.12.31		2024.6.30				2025.6.30		2024.12.31		2024.6.30	
ASSETS		Amount	%	Amount	%	Amount	%	LIABILITIES AND STOCKHOLDERS' EQUITY		Amount	%	Amount	%	Amount	%
Current Assets:								Current Liabilities:							
1100	Cash and cash equivalents (Note (6)(a))	\$ 3,961,508	15	3,580,237	14	3,938,842	15	2100	Short-term borrowings (Note (6)(m))	\$ 2,349,713	9	2,518,969	9	2,802,071	11
1170	Accounts and notes receivable, net (Notes (6)(d) and (7))	3,368,806	13	3,226,126	12	3,281,346	13	2130	Current contract liabilities (Note (6)(u))	576,556	2	427,793	2	479,683	2
1200	Other receivables, net (Notes (6)(d) and (7))	1,268,494	5	1,310,767	5	1,525,401	6	2170	Accounts and notes payable (Note (7))	2,841,268	11	3,138,716	12	2,783,306	11
1300	Inventories (Note (6)(e))	1,420,432	6	2,151,385	8	1,290,917	5	2200	Other payables (Note (7))	839,384	4	1,022,103	4	1,194,467	4
1476	Other current financial assets (Notes (6)(l) and (8))	1,052,167	4	1,015,148	4	872,255	3	2230	Current tax liabilities	153,462	1	100,676	-	152,584	1
1479	Other current assets, others	316,425	1	353,043	1	332,414	1	2280	Current lease liabilities (Note (6)(p) and (7))	502,323	2	467,511	2	514,756	2
		11,387,832	44	11,636,706	44	11,241,175	43	2300	Other current liabilities (Note (6)(n))	2,322,878	9	2,423,323	9	2,180,475	8
								2320	Long-term liabilities, current portion (Notes (6)(o) and (7))	528,618	2	1,857,062	7	569,652	2
Non-Current Assets:										10,114,202	40	11,956,153	45	10,676,994	41
1510	Non-current financial assets at fair value through profit or loss (Note (6)(b))	654,083	2	459,924	2	460,714	2	Non-Current liabilities:							
1517	Non-current financial assets at fair value through other comprehensive income (Note (6)(c))	499,424	3	715,960	3	793,762	3	2540	Long-term borrowings (Notes (6)(o) and (7))	1,773,729	7	2,648,186	10	3,177,922	12
1550	Investments accounted for using equity method (Note (6)(f))	248,962	1	259,462	1	259,347	1	2570	Long-term accounts payable	82,645	-	82,150	-	-	-
1600	Property, plant and equipment (Note (6)(h))	1,729,670	7	1,871,523	7	2,004,309	8	2580	Deferred tax liabilities	13,447	-	13,634	-	12,762	-
1755	Right-of-use assets (Note (6)(i))	3,716,137	14	3,821,800	14	4,054,808	15	2612	Non-current lease liabilities (Notes (6)(p) and (7))	3,587,791	14	3,688,374	14	3,885,267	15
1780	Intangible assets (Note (6)(k))	5,625,200	22	5,683,900	22	5,678,428	22	2670	Other non-current liabilities, others	51,361	-	38,956	-	29,062	-
1840	Deferred tax assets	295,652	1	249,018	1	260,015	1		Total liabilities	5,508,973	21	6,471,300	24	7,105,013	27
1930	Long-term notes and accounts receivable (Note (6)(d))	1,243,429	5	1,067,074	4	763,859	3			15,623,175	61	18,427,453	69	17,782,007	68
1980	Other non-current financial assets (Notes (6)(l) and (8))	334,482	1	615,709	2	554,535	2	Equity attributable to owners of parent (Note (6)(r)):							
1990	Other non-current assets, others	53,511	-	54,940	-	78,010	-		Share capital:						
		14,400,550	56	14,799,310	56	14,907,787	57	3110	Ordinary share	2,056,470	8	1,439,529	5	1,439,529	6
								3200	Capital surplus	6,904,048	27	5,052,998	20	5,054,304	19
								3300	Retained earnings	(940,703)	(4)	(570,795)	(2)	(181,166)	(1)
								3400	Other equity interest	54,493	-	59,036	-	135,462	1
								3500	Treasury shares	(210,502)	(1)	(210,502)	(1)	(210,502)	(1)
									Total equity attributable to owners of parent:	7,863,806	30	5,770,266	22	6,237,627	24
								36XX	Non-controlling interests (Notes (6)(g) and (r))	2,301,401	9	2,238,297	9	2,129,328	8
									Total equity	10,165,207	39	8,008,563	31	8,366,955	32
Total assets		\$ 25,788,382	100	26,436,016	100	26,148,962	100	Total liabilities and equity		\$ 25,788,382	100	26,436,016	100	26,148,962	100

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

(English Translation of Consolidated Financial Statements Originally Issued in Chinese.)  
**PCHOME ONLINE INC. AND SUBSIDIARIES**  
**CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**  
**For the three months and the six months ended June 30, 2025 and 2024**  
**(Expressed in Thousands of New Taiwan Dollars)**

		For the three months ended June 30,				For the six months ended June 30,			
		2025		2024		2025		2024	
		Amount	%	Amount	%	Amount	%	Amount	%
4111	Sales revenue	\$ 8,553,255	102	8,578,496	101	17,618,544	102	18,328,637	101
4170	Less: Sales returns	153,191	2	124,593	1	268,817	2	224,516	1
	<b>Operating revenue, net (Notes (6)(u) and (7))</b>	<b>8,400,064</b>	<b>100</b>	<b>8,453,903</b>	<b>100</b>	<b>17,349,727</b>	<b>100</b>	<b>18,104,121</b>	<b>100</b>
5000	<b>Operating costs (Notes (6)(e) and (7))</b>	<b>7,266,065</b>	<b>87</b>	<b>7,270,181</b>	<b>86</b>	<b>15,030,628</b>	<b>87</b>	<b>15,677,738</b>	<b>87</b>
	<b>Gross profit from operations</b>	<b>1,133,999</b>	<b>13</b>	<b>1,183,722</b>	<b>14</b>	<b>2,319,099</b>	<b>13</b>	<b>2,426,383</b>	<b>13</b>
	<b>Operating expenses (Note (7)):</b>								
6100	Selling expenses	815,975	10	772,641	9	1,681,445	10	1,601,032	9
6200	Administrative expenses	164,730	2	167,023	2	336,151	2	331,173	2
6300	Research and development expenses	128,175	1	140,525	2	256,346	1	277,693	2
6450	Expected credit loss (Note (6)(d))	123,801	1	138,868	2	239,118	1	263,646	1
	<b>Total operating expenses</b>	<b>1,232,681</b>	<b>14</b>	<b>1,219,057</b>	<b>15</b>	<b>2,513,060</b>	<b>14</b>	<b>2,473,544</b>	<b>14</b>
	<b>Net operating loss</b>	<b>(98,682)</b>	<b>(1)</b>	<b>(35,335)</b>	<b>(1)</b>	<b>(193,961)</b>	<b>(1)</b>	<b>(47,161)</b>	<b>(1)</b>
	<b>Non-operating income and expenses (Notes (6)(w) and (7)):</b>								
7100	Interest income	14,350	-	14,267	-	24,543	-	23,799	-
7010	Other income	40,648	-	53,069	-	72,409	-	95,276	-
7020	Other gains and losses, net	(126,400)	(1)	(16,150)	-	(39,972)	-	(18,350)	-
7050	Finance costs	(20,002)	-	(41,211)	-	(64,649)	-	(83,217)	-
7060	Share of loss of associates and joint ventures accounted for using equity method, net	1,248	-	1,497	-	1,709	-	2,509	-
	<b>Total non-operating income and expenses</b>	<b>(90,156)</b>	<b>(1)</b>	<b>11,472</b>	<b>-</b>	<b>(5,960)</b>	<b>-</b>	<b>20,017</b>	<b>-</b>
	<b>Loss from continuing operations before tax</b>	<b>(188,838)</b>	<b>(2)</b>	<b>(23,863)</b>	<b>(1)</b>	<b>(199,921)</b>	<b>(1)</b>	<b>(27,144)</b>	<b>(1)</b>
7950	<b>Less: Tax expense (Note (6)(q))</b>	<b>54,964</b>	<b>1</b>	<b>46,632</b>	<b>-</b>	<b>90,483</b>	<b>-</b>	<b>73,312</b>	<b>-</b>
	<b>Loss</b>	<b>(243,802)</b>	<b>(3)</b>	<b>(70,495)</b>	<b>(1)</b>	<b>(290,404)</b>	<b>(1)</b>	<b>(100,456)</b>	<b>(1)</b>
	<b>Other comprehensive income (loss):</b>								
8310	<b>Items that may not be reclassified subsequently to profit or loss</b>								
8316	Unrealized losses from investments in equity instruments measured at fair value through other comprehensive income (Note (6)(x))	(35,411)	-	(66,458)	(1)	(22,377)	-	(86,475)	-
8349	Income tax related to components of other comprehensive income that will not be reclassified to profit or loss	-	-	-	-	-	-	-	-
	<b>Items that may not be reclassified subsequently to profit or loss</b>	<b>(35,411)</b>	<b>-</b>	<b>(66,458)</b>	<b>(1)</b>	<b>(22,377)</b>	<b>-</b>	<b>(86,475)</b>	<b>-</b>
8360	<b>Items that may be reclassified subsequently to profit or loss</b>								
8361	Exchange differences on translation of foreign statements	108,350	1	(7,091)	-	24,528	-	83	-
8399	Income tax related to components of other comprehensive income that will be reclassified to profit or loss	-	-	-	-	-	-	-	-
	<b>Items that may be reclassified subsequently to profit or loss</b>	<b>108,350</b>	<b>1</b>	<b>(7,091)</b>	<b>-</b>	<b>24,528</b>	<b>-</b>	<b>83</b>	<b>-</b>
	<b>Other comprehensive income (loss), net of tax</b>	<b>72,939</b>	<b>1</b>	<b>(73,549)</b>	<b>(1)</b>	<b>2,151</b>	<b>-</b>	<b>(86,392)</b>	<b>-</b>
8500	<b>Total comprehensive loss</b>	<b>\$ (170,863)</b>	<b>(2)</b>	<b>(144,044)</b>	<b>(2)</b>	<b>(288,253)</b>	<b>(1)</b>	<b>(186,848)</b>	<b>(1)</b>
	<b>Loss attributable to:</b>								
8610	Loss attributable to owners of parent	\$ (222,178)	(3)	(105,468)	(1)	(369,908)	(1)	(181,166)	(1)
8620	(Loss) profit, attributable to non-controlling interests	(21,624)	-	34,973	-	79,504	-	80,710	-
		<b>\$ (243,802)</b>	<b>(3)</b>	<b>(70,495)</b>	<b>(1)</b>	<b>(290,404)</b>	<b>(1)</b>	<b>(100,456)</b>	<b>(1)</b>
	<b>Comprehensive loss attributable to:</b>								
8710	Comprehensive loss, attributable to owners of parent	\$ (220,459)	(3)	(173,145)	(2)	(385,967)	(2)	(256,736)	(1)
8720	Comprehensive income, attributable to non-controlling interests	49,596	1	29,101	-	97,714	1	69,888	-
		<b>\$ (170,863)</b>	<b>(2)</b>	<b>(144,044)</b>	<b>(2)</b>	<b>(288,253)</b>	<b>(1)</b>	<b>(186,848)</b>	<b>(1)</b>
	<b>Earnings per share (Note (6)(t))</b>								
9750	<b>Basic earnings per share (NT dollars)</b>	<b>\$ (1.10)</b>		<b>(0.75)</b>		<b>(1.89)</b>		<b>(1.28)</b>	
9850	<b>Diluted earnings per share (NT dollars)</b>	<b>\$ (1.10)</b>		<b>(0.75)</b>		<b>(1.89)</b>		<b>(1.28)</b>	

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

(English Translation of Consolidated Financial Statements Originally Issued in Chinese.)  
**PCHOME ONLINE INC. AND SUBSIDIARIES**  
**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**For the six months ended June 30, 2025 and 2024**  
**(Expressed in Thousands of New Taiwan Dollars)**

Equity Attributable to Owners of Parent										
						Other Equity Interest				
Share capital		Retained Earnings			Exchange Differences on Translation of Foreign Statements	Unrealized gains (losses) from financial assets measured at fair value through other comprehensive income	Treasury shares	Total Equity Attributable to Owners of Parent	Non-Controlling Interests	Total Equity
Ordinary Capital	Capital Surplus	Legal Reserve	Unappropriated Retained Earnings							
Balance at January 1, 2024	\$ 1,439,529	5,560,918	54,113	(557,796)	(26,794)	237,826	(210,502)	6,497,294	2,056,165	8,553,459
(Loss) profit for the six months ended June 30, 2024	-	-	-	(181,166)	-	-	-	(181,166)	80,710	(100,456)
Other comprehensive (loss) income for the six months ended June 30, 2024	-	-	-	-	959	(76,529)	-	(75,570)	(10,822)	(86,392)
Total comprehensive (loss) income for the six months ended June 30, 2024	-	-	-	(181,166)	959	(76,529)	-	(256,736)	69,888	(186,848)
Appropriation and distribution of retained earnings:										
Legal reserve used to offset accumulated deficit (Note (6)(r))	-	-	(54,113)	54,113	-	-	-	-	-	-
Other changes in capital surplus:										
Capital surplus used to offset accumulated deficit (Note (6)(r))	-	(503,683)	-	503,683	-	-	-	-	-	-
Changes in ownership interests in subsidiaries (Note (6)(r))	-	(2,931)	-	-	-	-	-	(2,931)	(4,372)	(7,303)
Share-based payment transactions (Note (6)(r))	-	-	-	-	-	-	-	-	9,963	9,963
Changes in non-controlling interests (Note (6)(r))	-	-	-	-	-	-	-	-	(2,316)	(2,316)
Balance at June 30, 2024	\$ 1,439,529	5,054,304	-	(181,166)	(25,835)	161,297	(210,502)	6,237,627	2,129,328	8,366,955
Balance at January 1, 2025	\$ 1,439,529	5,052,998	-	(570,795)	(25,122)	84,158	(210,502)	5,770,266	2,238,297	8,008,563
(Loss) profit for the six months ended June 30, 2025	-	-	-	(369,908)	-	-	-	(369,908)	79,504	(290,404)
Other comprehensive (loss) income for the six months ended June 30, 2025	-	-	-	-	9,918	(25,977)	-	(16,059)	18,210	2,151
Total comprehensive (loss) income for the six months ended June 30, 2025	-	-	-	(369,908)	9,918	(25,977)	-	(385,967)	97,714	(288,253)
Capital increase by cash (Note (6)(r))	616,941	1,850,824	-	-	-	-	-	2,467,765	-	2,467,765
Changes in ownership interests in subsidiaries (Note (6)(r))	-	226	-	-	11,516	-	-	11,742	(226)	11,516
Share-based payment transactions (Note (6)(r))	-	-	-	-	-	-	-	-	66	66
Changes in non-controlling interests (Note (6)(r))	-	-	-	-	-	-	-	-	(34,450)	(34,450)
Balance at June 30, 2025	\$ 2,056,470	6,904,048	-	(940,703)	(3,688)	58,181	(210,502)	7,863,806	2,301,401	10,165,207

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

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

**PCHOME ONLINE INC. AND SUBSIDIARIES**  
**CONSOLIDATED STATEMENT OF CASH FLOWS**  
**For the six months ended June 30, 2025 and 2024**  
**(Expressed in Thousands of New Taiwan Dollars)**

	<b>For the six months ended June 30,</b>	
	<b>2025</b>	<b>2024</b>
<b>Cash flows from operating activities:</b>		
Loss before tax	\$ (199,921)	(27,144)
<b>Adjustments:</b>		
<b>Adjustments to reconcile profit:</b>		
Depreciation expenses (Note (6)(h) and (i))	386,188	419,185
Amortization expenses (Note (12)(a))	60,404	62,134
Expected credit losses (Note (6)(d))	239,118	263,646
Interest expenses (Note (6)(w))	64,649	83,217
Interest income (Note (6)(w))	(24,543)	(23,799)
Dividend income (Note (6)(w))	(3,960)	(3,696)
Share-based payment transactions	66	9,963
Shares of profit of associates and joint ventures accounted for using equity method	(1,709)	(2,509)
Loss (gain) on disposal of property, plant and equipment and intangible assets (Note (6)(w))	7	(548)
Loss (gain) on lease modification (Note (6)(w))	53	(196)
Gain on sublease of right-of-use assets (Notes (6)(p) and (w))	(11,077)	-
<b>Total adjustments to reconcile profit</b>	<b>709,196</b>	<b>807,397</b>
<b>Changes in operating assets and liabilities:</b>		
<b>Changes in operating assets:</b>		
Accounts and notes receivable	(558,314)	(119,948)
Other receivables	121,374	117,569
Inventories	730,953	462,247
Other current assets	36,256	38,366
Other financial assets	(46,425)	12,875
<b>Total changes in operating assets</b>	<b>283,844</b>	<b>511,109</b>
<b>Changes in operating liabilities:</b>		
Contract liabilities	148,763	(40,301)
Accounts and notes payable	(297,448)	(388,154)
Other payables	(121,840)	(121,634)
Other current liabilities	(100,445)	(50,276)
Other non-current liabilities	12,405	7,978
<b>Total changes in operating liabilities</b>	<b>(358,565)</b>	<b>(592,387)</b>
<b>Total changes in operating assets and liabilities</b>	<b>(74,721)</b>	<b>(81,278)</b>
<b>Total adjustments</b>	<b>634,475</b>	<b>726,119</b>
Cash flow from operations	434,554	698,975
Interest received	26,611	21,947
Dividends received (Note (6)(w))	3,960	3,696
Interest paid	(64,013)	(71,523)
Income taxes paid	(84,864)	(119,215)
<b>Net cash flows from operating activities</b>	<b>316,248</b>	<b>533,880</b>
<b>Cash flows from (used in) investing activities:</b>		
Acquisition of financial assets at fair value through other comprehensive income (Note (6)(c))	-	(20,654)
Acquisition of financial assets designated at fair value through profit or loss (Note (6)(b))	-	(30,715)
Acquisition of property, plant and equipment	(20,073)	(553,320)
Proceeds from disposal of property, plant and equipment	58	1,264
Acquisition of intangible assets	(1,321)	(36,838)
Other financial assets	290,633	328,213
Other non-current assets	1,429	(14,552)
Acquisition of subsidiaries (Note (6)(aa))	(92,508)	(86,659)
<b>Net cash flows from (used in) investing activities</b>	<b>178,218</b>	<b>(413,261)</b>
<b>Cash flows used in financing activities:</b>		
Decrease in short-term borrowings	(169,256)	(152,946)
Increase in long-term borrowings	1,500	870,702
Repayments of long-term borrowings	(2,204,401)	(867,875)
Payments of lease liabilities (Note (6)(p))	(259,258)	(285,986)
Capital increase by cash (Note (6)(r))	2,467,765	-
Change in non-controlling interests (Note (6)(r))	550	(2,316)
<b>Net cash flows used in generated from financing activities</b>	<b>(163,100)</b>	<b>(438,421)</b>
<b>Effect of exchange rate changes on cash and cash equivalents</b>	<b>49,905</b>	<b>(6,676)</b>
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>381,271</b>	<b>(324,478)</b>
<b>Cash and cash equivalents at beginning of period</b>	<b>3,580,237</b>	<b>4,263,320</b>
<b>Cash and cash equivalents at end of period</b>	<b>\$ 3,961,508</b>	<b>3,938,842</b>

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



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**PCHOME ONLINE INC. AND SUBSIDIARIES**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**

**JUNE 30, 2025 AND 2024**

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

**(1) Organization and Business**

PChome Online Inc. (the Company) was incorporated on July 14, 1998. The primary business scope of the Company and its subsidiaries (together referred to as the Group) includes software design, digital information supply, data processing, and wholesaling and retailing of office machinery, equipment, and information software.

On August 30, 2004, the Board of Directors of the Taipei Exchange approved the Company's application for stock listing, and it became officially listed and traded on January 25, 2005.

**(2) Approval Date and Procedures of the Consolidated Financial Statements**

These consolidated financial statements were authorized for issuance by the Board of Directors on August 5, 2025.

**(3) Adoption of New Standards, Amendments and Interpretations**

- (a) The impact of the International Financial Reporting Standards("IFRS®") Accounting Standards endorsed by the Financial Supervisory Commission("FSC"), Republic of China (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, 2025, would not have a significant impact on its consolidated financial statements:

<b>New Standards, Interpretations and Amendments</b>	<b>Effective date per IASB</b>
Specific provisions of Amendments to IFRS 9 and IFRS 7, 'Amendments to the classification and measurement of financial instruments'	January 1, 2026
Amendments to IFRS 9 and IFRS 7, 'Contracts referencing nature-dependent electricity'	January 1, 2026
IFRS 17, 'Insurance contracts'	January 1, 2023
Amendments to IFRS 17, 'Insurance contracts'	January 1, 2023
Amendment to IFRS 17, 'Initial application of IFRS 17 and IFRS 9 – comparative information'	January 1, 2023
Annual Improvements to IFRS Accounting Standards—Volume 11	January 1, 2026

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**PCHOME ONLINE INC. AND SUBSIDIARIES**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)**

- (c) The impact of IFRS Accounting Standards issued by International Accounting Standards Board (“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 IASB, but have yet to be endorsed by the FSC:

<b>New Standards, Interpretations and Amendments</b>	<b>Effective date per IASB</b>
Amendments to IFRS 10 and IAS 28, ‘Sale or contribution of assets between an investor and its associate or joint venture’	To be determined by International Accounting Standards Board
IFRS 18, ‘Presentation and disclosure in financial statements’	January 1, 2027
IFRS 19, ‘Subsidiaries without public accountability: disclosures’	January 1, 2027

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

IFRS 18, ‘Presentation and disclosure in financial statements’

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

**(4) Summary of material accounting policies**

The principal accounting policies adopted are consistent with Note 4 in the consolidated financial statements for the year ended December 31, 2024, except for the compliance statement, basis of preparations, basis of consolidation and additional policies are set out below. These policies have been consistently applied to all the periods presented, unless otherwise stated.

**(a) Statement of compliance**

The consolidated interim financial statements are the English translation of the Chinese version prepared and used in R.O.C. If there is any conflict between, or any difference in the interpretation of the English and Chinese language consolidated interim financial statements, the Chinese version shall prevail.

The consolidated financial statements of the Group have been prepared in accordance with the “Regulations Governing the Preparation of Financial Reports by Securities Issuers” and the International Accounting Standard 34, ‘Interim financial reporting’ that came into effect as endorsed by the FSC and does not include all of the information required by the Regulations and International Financial Reporting Standards, International Accounting Standards, IFRIC® Interpretations and SIC® Interpretations that came into effect as endorsed by the FSC (collectively referred herein as the “IFRSs”) for full annual consolidated financial statements.

These consolidated financial statements are to be read in conjunction with the consolidated financial statements for the year ended December 31, 2024.

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**PCHOME ONLINE INC. AND SUBSIDIARIES**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)**

(b) Basis of preparation

1. Except for the following items, the consolidated financial statements have been prepared under the historical cost convention:
  - (1) Financial assets and financial liabilities (including derivative instruments) at fair value through profit or loss.
  - (2) Financial assets at fair value through other comprehensive income.
  - (3) Defined benefit assets (liabilities) recognized based on the net amount of pension fund assets less present value of defined benefit obligation.
2. The preparation of financial statements in conformity with IFRSs requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Group's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the consolidated financial statements are disclosed in Note 5.

(c) Basis of consolidation

1. Basis for preparation of consolidated financial statements:

Basis for preparation of these consolidation financial statements is the same as that for the preparation of consolidated financial statements as of and for the year ended December 31, 2024.

2. List of subsidiaries in the consolidated financial statements:

Name of investor	Name of subsidiary	Principal activity	Shareholding			Note
			2025.6.30	2024.12.31	2024.6.30	
The Company	Linktel Inc.	Type II Telecommunications Business	100.00%	100.00%	100.00%	Note 1
"	PChome US Inc.	E-commerce platform	91.97%	91.97%	91.97%	"
"	PChome Online International Co., Ltd.	International trade and investment activities	100.00%	100.00%	100.00%	"
"	PChome (Thailand) Co., Ltd.	E-commerce platform	66.25%	66.25%	66.25%	"
"	PChome Travel Inc.	Travel agency business	100.00%	100.00%	100.00%	"
"	PChome Financial Technology Inc.	Information service	-%	-%	100.00%	Note 6
"	PChome Holding Inc.	Investment activities	-%	100.00%	100.00%	Note 10
"	PChome Express Co., Ltd.	Transportation and logistics	100.00%	100.00%	100.00%	Note 1
"	Chunghwa PChome Fund 1 Co., Ltd.	Investment activities	50.00%	50.00%	50.00%	"
"	Cornerstone Ventures Co., Ltd.	"	51.00%	51.00%	51.00%	Notes 1&7

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**PCHOME ONLINE INC. AND SUBSIDIARIES**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)**

Name of investor	Name of subsidiary	Principal activity	Shareholding			Note
			2025.6.30	2024.12.31	2024.6.30	
The Company	PChome CB Co., Ltd.	E-commerce cross-border services	65.23%	65.23%	65.23%	Notes 1
"	Mitch Co., Ltd.	Clothing sales	100.00%	100.00%	100.00%	"
"	YunTan Technology Inc.	Information processing and provision of electronic information	58.42%	59.94%	59.94%	Notes 1、2&12
"	21st Financial Technology Co., Ltd	Financial technology services and indirect investment activities	43.66%	43.66%	43.66%	Note 2
"	21st Financial Technology Co., Ltd.(JP)	Financial technology services and indirect investment activities	43.66%	-%	-%	"
"	PChome Data Technology Co., Ltd.	Information processing and provision of electronic information	100.00%	100.00%	100.00%	Note 1
"	PIN Technology Inc.	"	100.00%	100.00%	100.00%	Notes 1&8
"	EC Global Limited	Investment activities	-%	100.00%	100.00%	Note 9
"	PChome eBay Co., Ltd.	Information processing and provision of electronic information	65.00%	65.00%	65.00%	
PChome eBay Co., Ltd.	PChomeStore Inc.	Internet services	100.00%	100.00%	100.00%	
"	Ecosmos Pte. Ltd.	Information processing and provision of electronic information	100.00%	100.00%	100.00%	Note 1
"	21st Financial Technology Co., Ltd	Financial technology services and indirect investment activities	1.41%	1.41%	1.41%	Note 2
"	21st Financial Technology Co., Ltd.(JP)	Financial technology services and indirect investment activities	1.41%	-%	-%	"
PChomeStore Inc.	Linkark Co., Ltd	International trade	100.00%	-%	-%	Notes 1&11
PChome Online International Co., Ltd.	PChome Online (HK) Ltd.	Information service and indirect investment activities	100.00%	100.00%	100.00%	Note 1
PChome CB Co., Ltd.	PChome CBS Co., Ltd.	Internet services	100.00%	100.00%	100.00%	Note 1
"	PChome CB Pte. Ltd.	Internet services	100.00%	100.00%	100.00%	"

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**PCHOME ONLINE INC. AND SUBSIDIARIES**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)**

Name of investor	Name of subsidiary	Principal activity	Shareholding			Note
			2025.6.30	2024.12.31	2024.6.30	
PChome CB Co., Ltd.	Air Supply Logistic Co., Ltd.	Transportation and logistics	100.00%	100.00%	100.00%	Note 1
PChome CB Pte. Ltd.	PChome Bibian Inc.	E-commerce cross-border services	100.00%	100.00%	100.00%	"
YunTan Technology Inc.	Einsure Insurance broker Inc.	Insurance brokers	100.00%	100.00%	100.00%	"
21st Financial Technology Co., Ltd	21st Financial Technology Co., Ltd.(JP)	Financial technology services and indirect investment activities	-%	100.00%	-%	Notes 1&2
"	21st Century Digital Technology Co., Ltd.	Financial technology services	-%	-%	100.00%	Notes 2
"	Pi Mobile Technology Inc.	Online payment processing services	-%	-%	99.49%	Notes 1&2
"	Cherri Tech, Inc.	Financial technology services and indirect investment activities	-%	-%	100.00%	Note 2
21st Financial Technology Co., Ltd.(JP)	21st Century Digital Technology Co., Ltd	Financial Technology Services	100.00%	100.00%	-%	Note 2
"	Pi Mobile Technology Inc.	Online payment processing services	99.49%	99.49%	-%	Notes 1&2
"	Cherri Tech, Inc.	Financial technology services and indirect investment activities	100.00%	100.00%	-%	Note 2
21st Century Digital Technology Co., Ltd.	Fan7 Tour Co., Ltd.	Travel agency business	100.00%	100.00%	100.00%	Note 1
"	Lianju Asset Management Co., Ltd.	Financial Institution Creditor's Right (Money) Purchase	100.00%	100.00%	100.00%	"
Pi Mobile Technology Inc.	Pay and Link Inc.	Electronic payment business	100.00%	100.00%	100.00%	Notes 1&5
"	Yun Tung Bao International Co., Ltd.	Online payment processing services	-%	-%	100.00%	Note 4
Cherri Tech, Inc.	Japan Cherri KK	Financial technology services	90.00%	90.00%	80.00%	Notes 1&3

Note 1: The financial statements of the non-significant subsidiaries have not been reviewed.

Note 2: In order to integrate the resources of the Group, the investment structure within the Group was restructured.

**PCHOME ONLINE INC. AND SUBSIDIARIES**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)**

- (1) On October 21, 2022, merger resolutions were approved by shareholders' meeting of 21st Century Technology Co., Ltd. and 21st Financial Technology Co., Ltd., with 21st Financial Technology Co., Ltd. as the surviving company and 21st Century Technology Co., Ltd. as the dissolved company. From the effective date February 16, 2024, 21st Financial Technology Co., Ltd. the surviving company, assumes all the assets, rights, liabilities and obligations of 21st Century Technology Co., Ltd. After effective date of merger, the Company's shareholding ratio in 21st Financial Technology Co., Ltd. was 43.66%.
- (2) 21st Financial Technology Co., Ltd. assumed 5.25% of the shares of Pi Mobile Technology Inc. held by 21st Century Technology Co., Ltd. from February 16, 2024, the effective date of merger, increasing its shareholding ratio to 99.49%.
- (3) The subsidiary 21st Financial Technology Co., Ltd. (JP) was established on August 7, 2024.
- (4) 21st Financial Technology Co., Ltd. transferred the shares of 21st Century Digital Technology Co., Ltd., Pi Mobile Technology Inc., Cherri Tech Inc., on December 31, 2024 to 21st Financial Technology Co., Ltd. (JP).
- (5) The restructuring of 21st Financial Technology Co., Ltd. was completed on April 30, 2025. 21st Financial Technology Co., Ltd. has distributed its shares in 21st Financial Technology Co., Ltd. (JP) to all its shareholders according to their respective shareholding ratios. As a result, all 21st Financial Technology Co., Ltd. shareholders now directly hold shares in 21st Financial Technology Co., Ltd. (JP) in the same proportions, and the Company directly holds a 43.66% stake in 21st Financial Technology Co., Ltd. (JP).
- (6) All shareholders of YunTan Technology Inc. shall receive 0.7011 shares of newly issued common stock of 21st Financial Technology Co., Ltd. (JP) for every common share held in YunTan Technology Inc. The record date is tentatively set on September 30, 2025.

Note 3: Cherri Tech, Inc. increased its shareholding from 80% to 90% by cash capital increase in Japan Cherri KK pursuant to the resolution of the Board of Directors on September 2, 2024.

Note 4: The subsidiary was dissolved and liquidated on September 11, 2024.

Note 5: The subsidiary was dissolved and liquidated on April 16, 2025.

Note 6: The subsidiary was dissolved and liquidated on September 30, 2024.

Note 7: The subsidiary was dissolved on November 14, 2024.

Note 8: The subsidiary was dissolved on December 25, 2024.

Note 9: The subsidiary was dissolved and liquidated on May 20, 2025.

**PCHOME ONLINE INC. AND SUBSIDIARIES**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)**

Note 10: The subsidiary was dissolved and liquidated on May 23, 2025.

Note 11: PChomeStore Inc. established Linkark Co., Ltd on June 18, 2025.

Note 12: The subsidiary issued new shares through an employee stock option plan in 2025, resulting in a decrease of the consolidated company's ownership percentage to 58.42%.

2. List of subsidiaries which are not included in the consolidated interim financial statements:  
None.

(d) Classification of current and non-current assets and liabilities

An asset is classified as current under one of the following criteria, and all other assets are classified as non-current:

1. It is expected to be realized, or intended to be sold or consumed, in the normal operating cycle;
2. It is held primarily for the purpose of trading;
3. It is expected to be realized within twelve months after the reporting period; or
4. The asset is cash or a cash equivalent (as defined in IAS 7) unless the asset is restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

A liability is classified as current under one of the following criteria, and all other liabilities are classified as non-current:

1. It is expected to be settled in the normal operating cycle;
2. It is held primarily for the purpose of trading;
3. It is due to be settled within twelve months after the reporting period; or
4. The Group does not have the right at the end of the reporting period to defer settlement of the liability for at least twelve months after the reporting period.

(e) Income taxes

The income tax expenses have been prepared and disclosed in accordance with paragraph B12 of International Financial Reporting Standards 34, Interim Reporting.

Income tax expenses for the period are best estimated by multiplying pre-tax income for the interim reporting period using the effective annual tax rate as forecasted by the management.

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 effective tax rate at time of realization or liquidation and recognized directly in equity or other comprehensive income as tax expense.

**PCHOME ONLINE INC. AND SUBSIDIARIES**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)**

(f) Employee benefits

The 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 at the end of the prior fiscal year, adjusted for significant market fluctuations since that time and for significant curtailments, settlements, or other significant one-off events.

**(5) Significant Accounting Assumptions, Judgments and Main Sources of Estimation Uncertainty**

The preparation of the consolidated interim financial statements in conformity with the Regulations and IFRSs (in accordance with IAS 34 'Interim Financial Reporting' and 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.

The principles of preparation of the consolidated interim financial statements and the related significant estimates and underlying assumptions are consistent with Note (5) of the consolidated financial statements for the year ended December 31, 2024.

**(6) Explanation to Significant Accounts**

Except for the following disclosures, there were no material differences in the disclosures of significant accounts between the interim consolidated financial statements for the current period and the 2024 consolidated financial statements. Please refer to Note (6) of the consolidated financial statements for the year ended December 31, 2024.

(a) Cash and cash equivalents

	<u>2025.6.30</u>	<u>2024.12.31</u>	<u>2024.6.30</u>
Cash on hand	\$ 905	1,086	1,699
Checking accounts	31,249	31,329	37,725
Savings accounts	2,696,588	2,761,691	3,116,261
Foreign currency deposits	14,205	47,889	60,135
Time deposits	1,014,890	734,020	717,662
Cash equivalents			
Repurchase Agreement	199,328	-	-
Third-party payment	4,343	4,222	5,360
Cash and cash equivalents in consolidated statement of cash flows	<u>\$ 3,961,508</u>	<u>3,580,237</u>	<u>3,938,842</u>

1. The Group transacts with a variety of financial institutions all with high credit quality to disperse credit risk, so it expects that the probability of counterparty default is remote.
2. As at June 30, 2025, December 31, 2024, and June 30, 2024, the Group's restricted cash and cash equivalents amounting to \$1,298,049 thousand, \$1,530,875 thousand, and \$872,255 thousand are classified as other current financial assets and other non-current financial asset.
3. Please refer to Note (6)(x) for the interest analysis and sensitivity analysis of the financial assets and liabilities of the Group.



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**PCHOME ONLINE INC. AND SUBSIDIARIES**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)**

(b) Non-current financial assets measured at fair value through profit or loss

	<u>2025.6.30</u>	<u>2024.12.31</u>	<u>2024.6.30</u>
Mandatorily measured at fair value through profit or loss:			
Non-derivative financial assets			
Common stocks	\$ 1,108	1,108	2,402
Preferred stocks	570,823	376,664	355,501
Simple Agreement for Future Equity (SAFE)	82,152	82,152	102,811
Total	<u>\$ 654,083</u>	<u>459,924</u>	<u>460,714</u>

1.The Group holds preferred stocks issued by domestic and foreign unlisted companies, all of which are non-cumulative preferred stocks with shareholder voting rights, and the dividends are paid at the agreed annual rate, which is adjusted and reset periodically in accordance with the agreed period. Most of the shares have the liquidation preference. According to the ranking order of the preferred stocks, if the targets must be liquidated while the Group holds their preferred stocks, the Group will have the opportunity to get the dividends which are same as the investment amount.

2.The Simple Agreement for Future Equity (SAFE) held by the Group will be converted into preferred stocks when certain conditions stated in the agreements are met.

3.Relevant information for the price risk please refer to Note (6)(x).

4.Abovementioned financial assets measured at fair value through profit or loss had not been pledged as collateral.

(c) Non-current financial assets measured at fair value through other comprehensive income

	<u>2025.6.30</u>	<u>2024.12.31</u>	<u>2024.6.30</u>
Equity investments at fair value through other comprehensive income:			
Stocks unlisted on domestic and foreign markets - common stock	\$ 499,424	482,220	538,105
Stocks unlisted on domestic and foreign markets - preferred stock	-	233,740	255,657
Total	<u>\$ 499,424</u>	<u>715,960</u>	<u>793,762</u>

1.The Group holds these equity instruments for long-term strategic purposes, and not for trading. As such, they are designated as measured at fair value through other comprehensive income.

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**PCHOME ONLINE INC. AND SUBSIDIARIES**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)**

2.Amounts recognized in profit or loss and other comprehensive income in relation to the financial assets at fair value through other comprehensive income are listed below:

	For the six months ended June 30, 2025	For the six months ended June 30, 2024
Equity investments at fair value through other comprehensive income:		
Fair value change recognised in other comprehensive income	\$ (22,377)	(86,475)

3.For the relevant information about preferred stocks that are held by the Group, please refer to Note (6)(b).

4.For the market price risk, credit risk and the market risk, please refer to Note (6)(x).

5.There were no disposals of strategic investments and transfers of any cumulative gain or loss within equity relating to these investments for the six months ended June 30, 2025 and 2024.

6.As at June 30, 2025, December 31, 2024, and June 30, 2024, without taking into account any collateral held or other credit enhancements, the maximum exposure to credit risk in respect of the amount that best represents the financial assets at fair value through other comprehensive income held by the Group was \$499,424 thousand, \$715,960 thousand and \$793,762 thousand, respectively.

7.Abovementioned financial assets at fair value through other comprehensive income of the Group had not been pledged as collateral.

(d) Notes and accounts receivables, other receivables and long-term receivables

	2025.6.30	2024.12.31	2024.6.30
Notes receivable - measured as amortized cost	-	-	164
Trade receivable - measured as amortized cost	2,495,810	2,102,707	2,183,581
Trade receivable - measured at fair value through other comprehensive income	2,924,546	3,005,165	2,804,156
Other receivables - measured as amortized cost	1,056,543	1,134,166	1,388,679
Finance lease receivable - Rental expense	222,903	196,566	158,236
Finance lease receivable - Merchandise	73,246	90,200	82,223
Less: Allowance for impairment losses	(178,493)	(167,708)	(138,789)
Less: Unrealized interest revenue	(713,826)	(757,129)	(907,644)
	<b>\$ 5,880,729</b>	<b>5,603,967</b>	<b>5,570,606</b>
Current	\$ 4,637,300	4,536,893	4,806,747
Non-current	1,243,429	1,067,074	763,859
	<b>\$ 5,880,729</b>	<b>5,603,967</b>	<b>5,570,606</b>

**PCHOME ONLINE INC. AND SUBSIDIARIES****NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)**

1. The Group applies the simplified approach to provide for its expected credit losses, i.e. the use of lifetime expected loss provision for all notes receivable, trade receivable, other receivables, finance lease receivable, and long-term receivables. To measure the expected credit losses, all notes receivable, trade receivable, other receivables, finance lease receivable, and long-term receivables have been grouped based on shared credit risk characteristics and the days past due, as well as the incorporated forward-looking information, including macroeconomic and relevant industry information. The expected credit losses except for 21st Century Digital Technology Co., Ltd., were determined as follows:

<b>2025.6.30</b>			
	<b>Gross carrying amount</b>	<b>Weighted-average loss rate</b>	<b>Allowance for expected credit losses</b>
Current	\$ 1,731,801	0%~0.0001%	10
Less than 180 days past due	11,723	10%	82
Over 181 days past due	7,807	25%~100%	7,635
	<b>\$ 1,751,331</b>		<b>7,727</b>
<b>2024.12.31</b>			
	<b>Gross carrying amount</b>	<b>Weighted-average loss rate</b>	<b>Allowance for expected credit losses</b>
Current	\$ 1,806,775	0%~0.00003%	4
Less than 180 days past due	3,456	10%	13
Over 181 days past due	8,053	25%~100%	7,602
	<b>\$ 1,818,284</b>		<b>7,619</b>
<b>2024.6.30</b>			
	<b>Gross carrying amount</b>	<b>Weighted-average loss rate</b>	<b>Allowance for expected credit losses</b>
Current	\$ 2,043,443	0.00003%	14
Less than 180 days past due	7,760	10%	12
Over 181 days past due	10,844	25%~100%	7,895
	<b>\$ 2,062,047</b>		<b>7,921</b>

Disregarding any held collateral or other credit enhancements, the maximum exposure to credit risk for the Group's accounts receivable, excluding 21st Century Digital Technology Co., Ltd., as at June 30, 2025, December 31, 2024, and June 30, 2024, were \$1,743,604 thousand, \$1,810,665 thousand, and \$2,054,126 thousand, respectively.

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**PCHOME ONLINE INC. AND SUBSIDIARIES**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)**

The expected credit losses of the Group's subsidiary, 21st Century Digital Technology Co., Ltd., were determined as follows:

	<b>2025.6.30</b>		
	<b>Gross carrying amount</b>	<b>Weighted-average loss rate</b>	<b>Allowance for expected credit losses</b>
Current	\$ 3,823,378	0.13%~2.97%	110,045
Less than 180 days past due	450,071	2.97%~88.79%	30,318
Over 181 days past due	34,442	12.15%~100%	30,403
	<b><u>\$ 4,307,891</u></b>		<b><u>170,766</u></b>
	<b>2024.12.31</b>		
	<b>Gross carrying amount</b>	<b>Weighted-average loss rate</b>	<b>Allowance for expected credit losses</b>
Current	\$ 3,496,615	0%~2.97%	100,355
Less than 180 days past due	415,403	2.97%~88.79%	28,589
Over 181 days past due	41,373	12.15%~100%	31,145
	<b><u>\$ 3,953,391</u></b>		<b><u>160,089</u></b>
	<b>2024.6.30</b>		
	<b>Gross carrying amount</b>	<b>Weighted-average loss rate</b>	<b>Allowance for expected credit losses</b>
Current	\$ 3,219,596	0%~2.26%	70,926
Less than 180 days past due	383,122	2.26%~100%	27,686
Over 181 days past due	44,630	12.82%~100%	32,256
	<b><u>\$ 3,647,348</u></b>		<b><u>130,868</u></b>

Disregarding any held collateral or other credit enhancements, the maximum exposure to credit risk for 21st Century Digital Technology Co., Ltd.'s accounts receivable as of June 30, 2025, December 31, 2024, and June 30, 2024, were \$4,137,125 thousand, \$3,793,302 thousand, and \$3,516,480 thousand, respectively.

- 2.The Group recognized interest income in profit or loss of \$1,229 thousand and \$1,062 thousand for the six months ended June 30, 2025, and 2024, respectively.
- 3.The Group adopts the assumptions under IFRS 9, the default occurs when the contract payments are past due over 90 days.
- 4.The Group adopts following assumptions under IFRS 9 to assess whether there has been a significant increase in credit risk on that instrument since initial recognition: If the contract payments were past due over 30 days based on the terms, there has been a significant increase in credit risk on that instrument since initial recognition.
- 5.The following indicators are used to determine whether the credit impairment of debt instruments has occurred:

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**PCHOME ONLINE INC. AND SUBSIDIARIES**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)**

- (1) It becomes probable that the issuer will enter bankruptcy or other financial reorganization due to their financial difficulties;
  - (2) The disappearance of an active market for that financial asset because of financial difficulties;
  - (3) Default or delinquency in interest or principal repayments;
  - (4) Adverse changes in national or regional economic conditions that are expected to cause a default.
6. The Group writes off the amount of a financial asset when it is deemed uncollectible after all recovery procedures have been exhausted. However, the Group will continue to pursue legal measures to protect its rights as a creditor.

The movement in the allowance for notes and trade receivable, other receivables and long-term receivables was as follows:

	<b>For the six months ended June 30,</b>	
	<b>2025</b>	<b>2024</b>
Balance at January 1	\$ 167,708	138,480
Impairment losses recognized	239,118	263,646
Amounts written off	(228,333)	(263,337)
Balance at June 30	<b>\$ 178,493</b>	<b>138,789</b>

The Group entered into an agreement with different financial institutions to sell its accounts receivable. Under the agreement, the Group will guarantee all receivables that cannot be recovered (whether deferred payment or breach the contract) during a specified period. The Group retains all the risks and rewards of such receivables and does not qualify for derecognition of financial assets. As of reporting date, the carrying amounts of transferred receivables and related financial liabilities were as follows:

<b>2025.6.30</b>					
<b>Purchaser</b>	<b>Foreclosed amount</b>	<b>Credit line</b>	<b>Amount advanced paid (reported on short-term and long-term borrowings)</b>	<b>Range of interest Rate</b>	<b>Collateral</b>
KGI Bank	\$ 172,464	400,000	50,000	2.96%	Promissory notes
Far Eastern International Bank	1,433,134	2,000,000	1,205,794	3.10%	Pledge deposits and promissory notes
Hotai Finance Co., LTD.	23,703	41,292	22,591	2.99%	Promissory notes
O-Bank	64,610	200,000	60,943	2.73%	Promissory notes
SinoPac Bank	264,656	300,000	232,250	2.59%	Promissory notes
CTBC Bank	965,979	1,000,000	1,000,000	2.50%	Promissory notes

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**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)**

2024.12.31					
Purchaser	Transferred amount	Credit line	Amount advanced paid (reported on short-term borrowings)	Range of interest Rate	Collateral
KGI Bank	\$ -	650,000	-	-%	Promissory notes
Far Eastern International Bank	1,516,879	1,680,000	1,376,051	3.10%	Pledge deposits and promissory notes
CMI Credit LTD.	1,121	1,159	1,159	4.62%	Promissory notes
Hotai Finance Co., LTD.	93,752	500,000	94,340	2.99%	Promissory notes
O-Bank	100,994	200,000	98,639	2.83%	Promissory notes
SinoPac Bank	93,319	300,000	89,750	2.59%	Promissory notes
CTBC Bank	1,199,100	1,000,000	1,000,000	2.45%	Promissory notes

2024.6.30					
Purchaser	Foreclosed amount	Credit line	Amount advanced paid (reported on short-term borrowings)	Range of interest Rate	Collateral
KGI Bank	\$ 889,318	800,000	610,000	4.00%	Promissory notes
Far Eastern International Bank	1,694,192	1,680,000	1,344,423	3.10%	Pledge deposits and promissory notes
CMI Credit LTD.	8,640	7,789	7,789	4.62%	Promissory notes
Hotai Finance Co., LTD.	211,760	500,000	211,138	2.99%	Promissory notes
O-Bank	246	200,000	218	2.66%	

As of June 30, 2025, December 31, 2024, and June 30, 2024, the Group provided promissory notes of \$3,780,000 thousand, \$3,780,000 thousand and \$3,130,000 thousand for guaranteed the performance of the above contracts with repurchase agreements to those companies and banks undertaking the sale of the accounts receivable.

In addition, part of the accounts receivable of the Group are installment payments of goods received from the distributors, and the parties agree to proceed by the agreed terms of the agreement with respect to the payment of all the formalities and expenses associated with the assignment of the debt. The sale of accounts receivable is a non-recourse transaction, and the seller is not liable for the performance of the debtor's obligations after the transaction is completed.

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**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)**

(e) Inventories

	<u>2025.6.30</u>	<u>2024.12.31</u>	<u>2024.6.30</u>
Merchandise inventories	\$ 1,431,107	2,160,717	1,300,605
Less: Allowance for inventory valuation and obsolescence losses	(10,675)	(9,332)	(9,688)
	<u>\$ 1,420,432</u>	<u>2,151,385</u>	<u>1,290,917</u>

The details of operating cost were as follows:

	<u>For the three months ended June 30,</u>		<u>For the six months ended June 30,</u>	
	<u>2025</u>	<u>2024</u>	<u>2025</u>	<u>2024</u>
Cost of goods sold	\$ 7,243,187	7,251,836	14,982,012	15,636,273
Interest cost	24,545	21,010	46,575	41,750
(Gain) loss from price recovery of inventory	(1,942)	(3,196)	1,348	(1,431)
Loss on disposal of scrap	275	531	693	1,146
	<u>\$ 7,266,065</u>	<u>7,270,181</u>	<u>15,030,628</u>	<u>15,677,738</u>

The allowance for inventory valuation and obsolescence loss was due to the decline of inventory to net realizable value or obsolescence, which was recognized as cost of goods sold for the six months ended June 30, 2025.

The factors that caused the net realizable value of inventories to be lower than the cost no longer exist, resulting in the net realizable value of inventory to increase and be recognized as profit or loss on inventory for the six months ended June 30, 2024.

As of June 30, 2025, December 31, 2024, and June 30, 2024, the inventories of the Group were not pledged as collateral.

(f) Investments accounted for using equity method

A summary of the Group's financial information for investments accounted for using the equity method at the reporting date were as follows:

	<u>2025.6.30</u>	<u>2024.12.31</u>	<u>2024.6.30</u>
Affiliates	<u>\$ 248,962</u>	<u>259,462</u>	<u>259,347</u>

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**PCHOME ONLINE INC. AND SUBSIDIARIES**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)**

1. Affiliates

Affiliates to the Group consisted of the followings:

Name of Affiliates	Nature of Relationship with the Group	Main operating location/ Registered Country of the Company	Proportion of shareholding and voting rights		
			2025.6.30	2024.12.31	2024.6.30
Rakuya International Info. Co. Ltd.	Real estate business, and internet information rental service	Taiwan	26.47%	26.47%	26.47%
UPN Information Co., Ltd.	Investment activities	Cayman Islands	40.00%	40.00%	40.00%

The Group acquired 40% shares of UPN Information Co., Ltd. with \$226,000 thousand in August 2022. As of June 30, 2025, December 31, 2024, and June 30, 2024, \$0, \$0 and \$65,955 thousand had not been paid for the related cash acquisition, which was recognized as other payables.

2. Impairment loss

On December 31, 2024, the Group performed an impairment test on goodwill comprised in carrying amount of certain investments accounted for using the equity method, and no impairment loss was recognized; please refer to Note (6)(f) of the consolidated financial statement for the year ended December 31, 2024.

3. Collateral

As of June 30, 2025, December 31, 2024, and June 30, 2024, the Group did not provide any investment accounted for using equity method as collateral.

4. Investments were accounted for by the equity method, and the share of profit or loss and other comprehensive income of those investments were recognized based on the financial statements that have not been reviewed.

(g) Material non-controlling interests of subsidiaries

The material non-controlling interests of subsidiaries were as follows:

Subsidiaries	Main operation place	Percentage of non-controlling interests		
		2025.6.30	2024.12.31	2024.6.30
PChome eBay Co., Ltd.	Taiwan	35.00%	35.00%	35.00%
Chunghwa PChome Fund 1 Co., Ltd.	Taiwan	50.00%	50.00%	50.00%
21st Financial Technology Co., Ltd (Note)	Cayman Islands	54.93%	54.93%	54.93%
21st Financial Technology Co., Ltd.(JP) (Note)	Japan	54.93%	-	-



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## PCHOME ONLINE INC. AND SUBSIDIARIES

### NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)

Note: The restructuring of 21st Financial Technology Co., Ltd. was completed on April 30, 2025, resulting in significant changes in subsidiaries with non-controlling interests. For more information, please refer to Note (4)(c).

The following information of the aforementioned subsidiaries have been prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers. Intragroup transactions were not eliminated in this information.

#### 1.PChome eBay Co., Ltd. and its subsidiaries' collective financial information:

	2025.6.30	2024.12.31	2024.6.30
Current assets	\$ 1,308,125	1,326,852	1,533,290
Non-current assets	105,556	82,309	77,984
Current liabilities	(800,269)	(770,406)	(893,818)
Non-current liabilities	(18,236)	-	(150,000)
Net assets	<u>\$ 595,176</u>	<u>638,755</u>	<u>567,456</u>
Non-controlling interests	<u>\$ 208,311</u>	<u>223,564</u>	<u>198,610</u>

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
Operating revenue	<u>\$ 139,368</u>	<u>226,580</u>	<u>298,441</u>	<u>460,512</u>
Net profit	\$ 24,681	42,521	56,910	79,376
Other comprehensive income (loss)	778	10	(488)	247
Total comprehensive income	<u>\$ 25,459</u>	<u>42,531</u>	<u>56,422</u>	<u>79,623</u>
Profit, attributable to non-controlling interests	<u>\$ 8,638</u>	<u>14,882</u>	<u>19,918</u>	<u>27,781</u>
Comprehensive income, attributable to non-controlling interests	<u>\$ 8,911</u>	<u>14,886</u>	<u>19,748</u>	<u>27,868</u>

#### 2.Chunghwa PChome Fund 1 Co., Ltd.'s collective financial information:

	2025.6.30	2024.12.31	2024.6.30
Current assets	\$ 40,556	46,243	51,551
Non-current assets	459,924	459,925	460,714
Current liabilities	(687)	(918)	(861)
Net assets	<u>\$ 499,793</u>	<u>505,250</u>	<u>511,404</u>
Non-controlling interests	<u>\$ 249,897</u>	<u>252,625</u>	<u>255,702</u>

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**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)**

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
Net loss	\$ (2,725)	(2,515)	(5,456)	(5,652)
Other comprehensive income	-	-	-	-
Total comprehensive loss	<u>\$ (2,725)</u>	<u>(2,515)</u>	<u>(5,456)</u>	<u>(5,652)</u>
Loss attributable to non-controlling interests	<u>\$ (1,363)</u>	<u>(1,258)</u>	<u>(2,728)</u>	<u>(2,826)</u>
Comprehensive loss attributable to non-controlling interests	<u>\$ (1,363)</u>	<u>(1,258)</u>	<u>(2,728)</u>	<u>(2,826)</u>

3. Collective financial information of 21st Financial Technology Co., Ltd. and its subsidiaries:

	2024.12.31	2024.6.30
Current assets	\$ 4,964,923	4,935,503
Non-current assets	3,611,207	3,329,140
Current liabilities	(4,700,713)	(5,397,345)
Non-current liabilities	(911,240)	(19,623)
Net assets	<u>\$ 2,964,177</u>	<u>2,847,675</u>
Non-controlling interests	<u>\$ 1,661,619</u>	<u>1,562,587</u>

  

	For the three months ended June 30, 2024	For the six months ended June 30, 2024
	2024	2024
Operating revenue	<u>\$ 506,046</u>	<u>981,148</u>
Net profit	57,323	150,516
Other comprehensive loss	(42,357)	(142,160)
Total comprehensive income	<u>\$ 14,966</u>	<u>8,356</u>
Profit attributable to non-controlling interests	<u>\$ 23,552</u>	<u>58,307</u>
Comprehensive income, attributable to non-controlling interests	<u>\$ 18,713</u>	<u>48,766</u>

4. Collective financial information of 21st Financial Technology Co., Ltd.(JP) and its subsidiaries:

	2025.6.30
Current assets	\$ 4,791,548
Non-current assets	3,637,024
Current liabilities	(4,478,176)
Non-current liabilities	(910,307)
Net assets	<u>\$ 3,040,089</u>
Non-controlling interests	<u>\$ 1,701,738</u>

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**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)**

	For the three months ended June 30,	For the six months ended June 30,
	2025	2025
Operating revenue	\$ 517,317	1,019,040
Net (loss) profit	(45,572)	142,757
Other comprehensive loss	387,503	132,623
Total comprehensive income	\$ 341,931	275,380
(Loss) profit attributable to non-controlling interests	\$ (20,451)	82,998
Comprehensive income, attributable to non-controlling interests	\$ 122,971	86,415

(h) Property, plant and equipment

The cost, depreciation, and impairment of the property, plant and equipment of the Group for the six months ended June 30, 2025 and 2024, were as follows:

	Transportation equipment	Storage equipment	Furniture and office equipment	Leasehold improvements	Testing equipment	Total
Cost:						
Balance at January 1, 2025	\$ 98,745	1,444,582	922,783	590,805	59,301	3,116,216
Additions	-	928	8,080	8,964	101	18,073
Obsolescence	-	-	(10,127)	(7,246)	-	(17,373)
Disposals	-	-	(32,292)	(1,777)	-	(34,069)
Reclassification	-	-	3,148	3,881	(8,927)	(1,898)
Effect of changes in foreign exchange rates	-	-	(8)	(155)	-	(163)
Balance at June 30, 2025	\$ 98,745	1,445,510	891,584	594,472	50,475	3,080,786
Balance at January 1, 2024	\$ 98,745	566,755	921,557	474,348	551,414	2,612,819
Additions	-	20,315	14,576	4,813	506,351	546,055
Obsolescence	-	-	(5,303)	-	-	(5,303)
Disposals	-	-	(14,550)	(438)	-	(14,988)
Reclassification	-	171,492	6,599	88,671	(266,762)	-
Effect of changes in foreign exchange rates	-	-	(79)	(361)	-	(440)
Balance at June 30, 2024	\$ 98,745	758,562	922,800	567,033	791,003	3,138,143

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		Transportation equipment	Storage equipment	Furniture and office equipment	Leasehold improvements	Testing equipment	Total
Depreciation and impairment loss:							
Balance at January 1, 2025	\$	64,400	122,137	796,212	261,944	-	1,244,693
Depreciation for the year		6,053	80,769	34,369	36,809	-	158,000
Obsolescence		-	-	(10,127)	(7,246)	-	(17,373)
Disposals		-	(54)	(32,226)	(1,777)	-	(34,057)
Effect of changes in foreign exchange rates		-	-	(6)	(141)	-	(147)
Balance at June 30, 2025	\$	<b>70,453</b>	<b>202,852</b>	<b>788,222</b>	<b>289,589</b>	-	<b>1,351,116</b>
Balance at January 1, 2024	\$	52,223	30,319	744,524	193,931	-	1,020,997
Depreciation for the year		6,123	40,967	52,510	33,112	-	132,712
Obsolescence		-	-	(5,303)	-	-	(5,303)
Disposals		-	-	(14,035)	(237)	-	(14,272)
Effect of changes in foreign exchange rates		-	-	(59)	(241)	-	(300)
Balance at June 30, 2024	\$	<b>58,346</b>	<b>71,286</b>	<b>777,637</b>	<b>226,565</b>	-	<b>1,133,834</b>
Carrying amounts:							
Balance at January 1, 2025	\$	<b>34,345</b>	<b>1,322,445</b>	<b>126,571</b>	<b>328,861</b>	<b>59,301</b>	<b>1,871,523</b>
Balance at June 30, 2025	\$	<b>28,292</b>	<b>1,242,658</b>	<b>103,362</b>	<b>304,883</b>	<b>50,475</b>	<b>1,729,670</b>
Balance at January 1, 2024	\$	<b>46,522</b>	<b>536,436</b>	<b>177,033</b>	<b>280,417</b>	<b>551,414</b>	<b>1,591,822</b>
Balance at June 30, 2024	\$	<b>40,399</b>	<b>687,276</b>	<b>145,163</b>	<b>340,468</b>	<b>791,003</b>	<b>2,004,309</b>

The Group purchased relevant equipment for operation in 2025. For relevant significant contracts, please refer to Note (9)(c). As of June 30, 2025, December 31, 2024, and June 30, 2024, the property, plant and equipment were pledged as collateral, please refer to Note (8).

(i) Right-of-use assets

The cost and depreciation of the right-of-use assets of the Group for the six months ended June 30, 2025 and 2024 were as follows:

		Buildings	Machinery and equipment	Transportation equipment	Total
Cost:					
Balance as of January 1, 2025	\$	5,447,713	44,228	12,036	5,503,977
Additions		191,898	-	1,590	193,488
Decrease		(356,087)	-	-	(356,087)
Reclassification		(671)	671	-	-
Effect of changes in foreign exchange rates		(912)	-	-	(912)
Balance as of June 30, 2025	\$	<b>5,281,941</b>	<b>44,899</b>	<b>13,626</b>	<b>5,340,466</b>

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	<b>Buildings</b>	<b>Machinery and equipment</b>	<b>Transportation equipment</b>	<b>Total</b>
Balance as of January 1, 2024	\$ 6,121,392	44,228	6,452	6,172,072
Additions	14,600	-	3,337	17,937
Decrease	(40,200)	-	-	(40,200)
Reclassification	(182,903)	-	-	(182,903)
Effect of changes in foreign exchange rates	(1,541)	-	-	(1,541)
Balance as of June 30, 2024	<b>\$ 5,911,348</b>	<b>44,228</b>	<b>9,789</b>	<b>5,965,365</b>
Accumulated depreciation:				
Balance as of January 1, 2025	\$ 1,642,541	33,171	6,465	1,682,177
Depreciation for the year	220,925	5,620	1,643	228,188
Decrease	(285,313)	-	-	(285,313)
Reclassification	(104)	104	-	-
Effect of changes in foreign exchange rates	(723)	-	-	(723)
Balance as of June 30, 2025	<b>\$ 1,577,326</b>	<b>38,895</b>	<b>8,108</b>	<b>1,624,329</b>
Balance as of January 1, 2024	\$ 1,627,945	22,114	3,874	1,653,933
Depreciation for the year	279,808	5,528	1,137	286,473
Decrease	(28,882)	-	-	(28,882)
Effect of changes in foreign exchange rates	(967)	-	-	(967)
Balance as of June 30, 2024	<b>\$ 1,877,904</b>	<b>27,642</b>	<b>5,011</b>	<b>1,910,557</b>
Carrying amount:				
Balance as of January 1, 2025	<b>\$ 3,805,172</b>	<b>11,057</b>	<b>5,571</b>	<b>3,821,800</b>
Balance as of June 30, 2025	<b>\$ 3,704,615</b>	<b>6,004</b>	<b>5,518</b>	<b>3,716,137</b>
Balance as of January 1, 2024	<b>\$ 4,493,447</b>	<b>22,114</b>	<b>2,578</b>	<b>4,518,139</b>
Balance as of June 30, 2024	<b>\$ 4,033,444</b>	<b>16,586</b>	<b>4,778</b>	<b>4,054,808</b>

The Group leased buildings as warehouses from Chunghwa Post Co., Ltd. in February 2023. The lease term is 15 years, and rental fee will be adjusted yearly based on the Price Index of the year.

The Group has subleased its leased buildings under finance leases since January 2024. Relevant right-of-use assets have been written off and the lease receivables have been recognized due to the sublease.

(j) Leasing arrangements—lessor

1. The Group subleases a portion of the leased buildings. Rental contracts are typically made for periods between 1 to 3 years. Lease terms are negotiated on an individual basis and contain a wide range of different terms and conditions.

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2. The information on profit and loss accounts relating to lease contracts is as follows:

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
Gain on sublease of right-of-use assets	\$ 11,077	-	11,077	-

3. The maturity analysis of the undiscounted lease payments in the finance lease is as follows:

	2025.6.30	2024.12.31	2024.6.30
Within 1 year	\$ 222,739	188,573	147,399
1-2 years	73,410	98,193	62,040
2-3 years	-	-	31,020
	<u>\$ 296,149</u>	<u>286,766</u>	<u>240,459</u>

4. Reconciliation of the undiscounted lease payments and the net investment in the finance lease is provided as follows:

	2025.6.30		2024.12.31		2024.6.30	
	Current	Non-current	Current	Non-current	Current	Non-current
Undiscounted Lease Payments	\$ 222,739	73,410	188,573	98,193	147,399	93,060
Unearned Finance Income	(4,017)	(221)	(5,202)	(538)	(3,906)	(786)
Net Investment in Leases	<u>\$ 218,722</u>	<u>73,189</u>	<u>183,371</u>	<u>97,655</u>	<u>143,493</u>	<u>92,274</u>

(k) Intangible assets

	2025				
	Software	Goodwill	Concession	Others	Total
At January 1					
Cost	\$ 298,502	5,011,342	501,290	309,483	6,120,617
Accumulated amortisation and impairment	(185,324)	-	(176,130)	(75,263)	(436,717)
	<u>\$ 113,178</u>	<u>5,011,342</u>	<u>325,160</u>	<u>234,220</u>	<u>5,683,900</u>
Opening net book amount as at January 1	\$ 113,178	5,011,342	325,160	234,220	5,683,900
Additions — acquired separately	1,321	-	-	-	1,321
Reclassifications	383	-	-	-	383
Amortisation charge	(18,813)	-	(27,096)	(14,495)	(60,404)
Closing net book amount as at June 30	<u>\$ 96,069</u>	<u>5,011,342</u>	<u>298,064</u>	<u>219,725</u>	<u>5,625,200</u>
At June 30					
Cost	\$ 295,434	5,011,342	501,290	309,483	6,117,549
Accumulated amortisation and impairment	(199,365)	-	(203,226)	(89,758)	(492,349)
	<u>\$ 96,069</u>	<u>5,011,342</u>	<u>298,064</u>	<u>219,725</u>	<u>5,625,200</u>

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**PCHOME ONLINE INC. AND SUBSIDIARIES**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)**

	2024				
	Software	Goodwill	Concession	Others	Total
At January 1					
Cost	\$ 205,854	5,011,342	501,290	309,483	6,027,969
Accumulated amortisation and impairment	(157,546)	-	(121,936)	(46,224)	(325,706)
	<b>\$ 48,308</b>	<b>5,011,342</b>	<b>379,354</b>	<b>263,259</b>	<b>5,702,263</b>
Opening net book amount as at January 1	\$ 48,308	5,011,342	379,354	263,259	5,702,263
Additions — acquired separately	35,535	-	-	-	35,535
Additions — acquired through business combinations	1,303	-	-	-	1,303
Reclassifications	1,461	-	-	-	1,461
Amortisation charge	(20,526)	-	(27,096)	(14,512)	(62,134)
Closing net book amount as at June 30	<b>\$ 66,081</b>	<b>5,011,342</b>	<b>352,258</b>	<b>248,747</b>	<b>5,678,428</b>
At June 30					
Cost	\$ 243,159	5,011,342	501,290	309,483	6,065,274
Accumulated amortisation and impairment	(177,078)	-	(149,032)	(60,736)	(386,846)
	<b>\$ 66,081</b>	<b>5,011,342</b>	<b>352,258</b>	<b>248,747</b>	<b>5,678,428</b>
Carrying amounts:					
Balance at January 1, 2025	<b>\$ 113,178</b>	<b>5,011,342</b>	<b>325,160</b>	<b>234,220</b>	<b>5,683,900</b>
Balance at June 30, 2025	<b>\$ 96,069</b>	<b>5,011,342</b>	<b>298,064</b>	<b>219,725</b>	<b>5,625,200</b>
Balance at January 1, 2024	<b>\$ 48,308</b>	<b>5,011,342</b>	<b>379,354</b>	<b>263,259</b>	<b>5,702,263</b>
Balance at June 30, 2024	<b>\$ 66,081</b>	<b>5,011,342</b>	<b>352,258</b>	<b>248,747</b>	<b>5,678,428</b>

There were no significant additions, disposal, or recognition and reversal of impairment losses of intangible assets for the six months ended June 30, 2025 and 2024. Information on amortization for the period is discussed in Note (12)(a). Please refer to Notes (6)(f) and (l) of the 2024 annual consolidated financial statements for other related information.

1. Cash generating units of goodwill apportioned to the consolidated company

	2025.6.30	2024.12.31	2024.6.30
PChome CB Co., Ltd.	\$ 99,358	99,358	99,358
Yun Tan Technology Inc.	15,161	15,161	15,161
Cherri Tech Inc.	1,482,473	1,482,473	1,482,473
21st Financial Technology Co., Ltd.	-	3,414,350	3,414,350
21st Financial Technology Co., Ltd.(JP)	3,414,350	-	-
Total	<b>\$ 5,011,342</b>	<b>5,011,342</b>	<b>5,011,342</b>

**PCHOME ONLINE INC. AND SUBSIDIARIES****NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)**

Since February 16, 2024, the effective date of merger, 21st Financial Technology Co., Ltd. assumed all the assets, rights, liabilities and obligations of 21st Century Technology Co., Ltd. due to the investment structure adjustment within the Group. 21st Financial Technology Co., Ltd. has distributed its shares in 21st Financial Technology Co., Ltd.(JP) to all its shareholders according to their shareholding respective ratios as of April 30, 2025. Please refer to Note (4)(c) for other related information.

**2. Goodwill impairments**

According to IAS 36, the impairment test for goodwill acquired by a business combination should be conducted at least annually. The impairment test involves allocating goodwill to cash generating units that are expected to benefit from the consolidated synergy and assessing whether the impairment of goodwill is required to be included in the calculation of the value-in-use of each cash-generating unit and the carrying amount of net assets.

According to the equity valuation analysis report issued by experts commissioned by the merged company in 2024, the recoverable amount of each cash-generating unit is still greater than the book value, so no impairment has been recognized. Please refer to Note(6)(k) of the 2024 consolidated financial report.

**(l) Other current financial assets and other non-current financial asset**

The other current financial assets others and other non-current financial assets of the Group were as follows:

	<b>2025.6.30</b>	<b>2024.12.31</b>	<b>2024.6.30</b>
Restricted bank deposits	\$ 651,108	930,359	458,517
Guarantee deposits paid	85,600	99,982	554,535
Trust accounts	646,941	600,516	413,738
Time deposits-current	3,000	-	-
	<b>\$ 1,386,649</b>	<b>1,630,857</b>	<b>1,426,790</b>

1. Time deposits that do not meet the definition of cash equivalents are recognized as restricted bank deposits.

2. For special trust accounts, please refer to Note (9)(d).

3. The assets of the Group had been pledged as collateral, please refer to Note (8).

**(m) Short-term borrowings**

	<b>2025.6.30</b>	<b>2024.12.31</b>	<b>2024.6.30</b>
Unsecured bank loans	\$ 674,695	759,623	430,450
Secured bank loans	1,553,106	1,564,440	1,954,423
Other short-term loans	22,591	95,499	217,383
Short-term notes and bills payable	99,321	99,407	199,815
	<b>\$ 2,349,713</b>	<b>2,518,969</b>	<b>2,802,071</b>
Unused short-term credit line	<b>\$ 5,803,100</b>	<b>5,381,476</b>	<b>5,528,909</b>
Range of interest rates	<b>1.47%~3.10%</b>	<b>1.02%~4.62%</b>	<b>0.97%~4.62%</b>



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**PCHOME ONLINE INC. AND SUBSIDIARIES**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)**

- 1.The Group has pledged certain assets as collateral for bank borrowings, please refer to Note (8).
- 2.The Group's guaranteed bank and other borrowings arising from the alienation of claims receivable, please refer to Note (6)(d) for relevant explanations.
- 3.For details of guarantees provided by related parties, please refer to Note (7).

(n) Other current liabilities

	<b>2025.6.30</b>	<b>2024.12.31</b>	<b>2024.6.30</b>
Receipts under custody-online payment processing service mainly	\$ 1,997,598	2,030,224	1,823,023
Current refund liabilities	28,360	29,705	19,285
Others-shopping credits	296,920	363,394	338,167
	<b><u>\$ 2,322,878</u></b>	<b><u>2,423,323</u></b>	<b><u>2,180,475</u></b>

Agreements were entered into between the Group and its online sellers for entrusting the Group to collect sellers' online transaction payments. Collections were accounted for as payables to the sellers.

Current refund liabilities were expected to be paid to customers due to their right to refund the goods.

(o) Long-term borrowings

The details were as follows:

	<b>2025.6.30</b>			
	<b>Currency</b>	<b>Rate</b>	<b>Maturity year</b>	<b>Amount</b>
Unsecured bank loans	NTD	1.63%~2.07%	2025~2030	\$ 618,182
Secured bank loans	NTD	1.63%~2.93%	2028	1,505,446
Loans from related parties	NTD	2.75%	2025	178,719
Less: current portion				(528,618)
Total				<b><u>\$ 1,773,729</u></b>
Unused long-term credit lines				<b><u>\$ 830,000</u></b>

	<b>2024.12.31</b>			
	<b>Currency</b>	<b>Rate</b>	<b>Maturity year</b>	<b>Amount</b>
Unsecured bank loans	NTD	1.57%~2.79%	2025~2030	\$ 1,368,220
Secured bank loans	NTD	1.63%~2.93%	2025~2028	2,958,309
Loans from related parties	NTD	2.75%	2025	178,719
Less: current portion				(1,857,062)
Total				<b><u>\$ 2,648,186</u></b>
Unused long-term credit lines				<b><u>\$ 1,036,000</u></b>

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**PCHOME ONLINE INC. AND SUBSIDIARIES**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)**

	<b>2024.6.30</b>			
	<b>Currency</b>	<b>Rate</b>	<b>Maturity year</b>	<b>Amount</b>
Unsecured bank loans	NTD	1.57%~2.32%	2025~2030	\$ 1,177,145
Secured bank loans	NTD	1.63%~2.88%	2025~2028	2,291,710
Other long-term borrowings	NTD	3.99%	2024	100,000
Loans from related parties	NTD	2.75%	2024~2025	178,719
Less: current portion				(569,652)
Total				<b>\$ 3,177,922</b>
Unused long-term credit lines				<b>\$ 1,351,000</b>

For information on assets pledged as security for bank borrowings, please refer to Note (8).

For information on secured loans or other borrowings arising from factoring of receivables, please refer to Note (6)(d).

In the year 2023, the Company entered into a syndicated loan agreement with multiple financial institutions, the aforementioned syndicated loan was repaid in full in February 2025.

In the year 2024, the subsidiary, 21st Century Technology Co., Ltd., entered into a syndicated loan agreement with multiple financial institutions. According to the terms of the agreement, during the loan period, the subsidiary's audited financial statements as of December 31, 2024 and June 30, 2025 must maintain specific financial ratios, including the current ratio, debt-to-asset ratio, tangible net worth, interest coverage ratio, reserve coverage ratio, and bad asset ratio. The subsidiary has not violated any terms of the syndicated loan agreement with the aforementioned financial institutions.

The Company was the joint guarantor of the unsecured bank loans of the following subsidiaries, PChome Express Co., Ltd, PChome Bibian Inc., and Pi Mobile Technology Inc., Ltd. as of June 30, 2025, December 31, 2024, and June 30, 2024. For the information about guarantees and endorsements for other parties, please refer to Note (13)(a).

For details of loans and guarantees provided by related parties, please refer to Note (7).

(p) Lease liabilities

The carrying amounts of lease liabilities of the Group were as follows:

	<b>2025.6.30</b>	<b>2024.12.31</b>	<b>2024.6.30</b>
Current	<b>\$ 502,323</b>	<b>467,511</b>	<b>514,756</b>
Non-current	<b>\$ 3,587,791</b>	<b>3,688,374</b>	<b>3,885,267</b>

Maturity analysis please refer to Note (6)(x).

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**PCHOME ONLINE INC. AND SUBSIDIARIES**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)**

The amounts recognized in profit or loss were as follows:

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
Interests on lease liabilities	\$ 12,072	13,416	24,389	27,213
Gain on sublease of right-of-use assets	\$ 11,077	-	11,077	-
Expenses relating to short-term leases	\$ 5,893	10,204	16,929	20,867
Expenses relating to leases of low-value, excluding short-term leases of low-value assets	\$ 1,303	1,623	2,908	3,385

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

	For the six months ended June 30,	
	2025	2024
Total cash outflow for leases	\$ 302,484	337,451

The Group leases buildings for its office space and warehouses. The leases of office space typically make for a period between 1 to 3 years , and of warehouses for a period between 3 to 15 years . Some leases include an option to renew the lease for an additional period of the same duration after the end of the contract term.

The Group leases certain warehouses with lease terms of no more than 12 months and leases low-value assets such as other equipment. For the three months and six months ended June 30, 2025 and 2024, the lease payments for short-term lease commitments amounted to \$7,195 thousand, \$11,827 thousand, \$19,836 thousand, and \$24,252 thousand, respectively.

(q) Income taxes

1. Income tax expense recognized in profits or losses

The amounts of income tax expense for the three months and six months ended June 30, 2025 and 2024 were as follows:

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
Current income tax expenses:				
Current period	\$ 57,843	55,832	114,730	115,171
5% surtax on unappropriated earnings	19,612	19,416	19,612	19,416
Adjustment for prior periods	(536)	(13,630)	2,287	(21,911)
	76,919	61,618	136,629	112,676
Deferred tax expense:				
Origination and reversal of temporary differences	(21,955)	(14,986)	(46,146)	(39,364)
Income tax expenses	\$ 54,964	46,632	90,483	73,312

**PCHOME ONLINE INC. AND SUBSIDIARIES**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)**

2.The amounts of income tax expenses recognized in other comprehensive income for the three months and six months ended June 30, 2025 and 2024 both were zero.

3.The Company's tax returns for the years through 2021 were examined and approved by the Taipei National Tax Administration.

(r) Capital and other equity

1. Issuance of common stock

As of June 30, 2025, December 31, 2024, and June 30, 2024, the total value of nominal ordinary shares amounted to \$2,500,000 thousand, \$2,500,000 thousand and \$2,000,000 thousand. The face value of each share is \$10. There were 205,647 thousand ordinary shares, 143,953 thousand ordinary shares and 143,953 thousand ordinary shares issued, respectively (including the issuance of the employee restricted shares amounted to 319 thousand shares as of June 30, 2025, December 31, 2024, and June 30, 2024, respectively.) All issued shares were paid up upon issuance.

On September 17, 2021, the Board of Directors resolved to issue 100,000 thousand common shares at a private placement at a price of NT\$106.65 per share, with a par value of NT\$10 per share. The capital increase date was set at October 1, 2021, and 9,377 thousand shares were issued. The relevant registration changes have been completed.

On January 9, 2025, the Board of Directors resolved to issue 61,694 thousand common shares at a private placement at a price of NT\$40 per share, with a par value of NT\$10 per share. The capital increase date was set at January 23, 2025, and 61,694 thousand shares were fully issued. The relevant registration changes have been completed.

The transfer of the aforementioned privately offered common shares, along with any subsequent gratis allotment of shares, is subject to the provisions stipulated under Article 43-8 of the Securities Exchange Act. Furthermore, a declaration for the supplementary public offering and listing on the over-the-counter market shall only be initiated after a period of three years from the date of delivery of the privately offered common shares, in compliance with the relevant regulations and laws.

2. Capital surplus

The balances of additional paid-in capital were as follows:

	<b>2025.6.30</b>	<b>2024.12.31</b>	<b>2024.6.30</b>
Share capital	\$ 4,965,493	3,114,669	3,114,669
Conversion premium	119,798	119,798	119,798
Difference between consideration and carrying amount of subsidiaries acquired or disposed	1,211,314	1,211,314	1,211,314
Changes in equity of subsidiaries	471,634	471,408	472,714
Changes in equity of investment in associates and joint ventures accounted for using the equity method	3,934	3,934	3,934
Issuance of convertible bonds	129,737	129,737	129,737
Share based payment transactions—treasury stock	2,138	2,138	2,138
Total	<b>\$ 6,904,048</b>	<b>5,052,998</b>	<b>5,054,304</b>

**PCHOME ONLINE INC. AND SUBSIDIARIES**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)**

According to the R.O.C. Company Act, capital surplus can only be used to offset a deficit, and only the realized capital surplus can be used to increase the common stock or be distributed as cash dividends. The aforementioned realized capital surplus includes capital surplus resulting from premium on issuance of capital stock and earnings from donated assets received. According to the Regulations Governing the Offering and Issuance of Securities by Securities Issuers, capital increases by transferring capital surplus in excess of par value should not exceed 10% of the total common stock outstanding.

**3. Retained earnings**

The Company's article of incorporation stipulate that Company's net earnings should first be used to offset the prior years' deficit, if any, before paying any income taxes. Of the remaining balance, 10% is to be appropriated as legal reserve. However, this restriction is not applied when the legal reserve has reached the paid-in capital of the Company; In addition, according to the operation needs of the Company and the provisions of laws and regulations, if there is a balance of the special surplus reserve, priority may be given to the distribution of dividends of the special shares of the current year. And then any remaining profit together with any undistributed retained earnings shall be distributed according to the distribution plan proposed by the board of directors and submitted to the shareholders' meeting for proposal.

The Company may explicitly stipulate in the Articles of Incorporation to authorize the distributable dividends and bonuses in whole or at least 20% of total dividends distributed may be paid in cash after a resolution has been adopted by a majority vote at a meeting of the board of directors attended by two-thirds of the total number of directors; and in addition thereto a report of such distribution shall be submitted to the shareholders' meeting.

The Board of Directors of the Company resolved not to distribute dividends for 2024 and 2023 on March 25, 2025 and March 19, 2024, respectively. The offsetting of deficit for 2024 and 2023 were approved in the shareholders' meetings on June 25, 2025 and June 19, 2024. Relevant information is available on the Market Observation Post System website.

**4. Treasury shares**

On March 16, 2021, the Board of Directors of the Company resolved to repurchase its ordinary shares from the centralized securities exchange market, in order to transfer to employees, at price between \$60 and \$110 per share, in accordance with the requirements under section 28(2) of the Securities and Exchange Act. As of June 30, 2025, a total of 1,230 thousand shares have been bought back at a total cost of \$108,254 thousand, of which 351 thousand shares were transferred to employees in 2021, amounting to \$30,892 thousand. The cost does not exceed the upper limit amount \$108,440 thousand approved by the Board of Directors.

On May 11, 2022, the Board of Directors of the Company resolved to repurchase its ordinary shares from the centralized securities exchange market, in order to transfer to employees, at price between \$70 and \$125 per share, in accordance with the requirements under section 28(2) of the Securities and Exchange Act. As of June 30, 2025, a total of 1,900 thousand shares have been bought back at a total cost of \$133,140 thousand. The cost does not exceed the upper limit amount \$286,781 thousand approved by the Board of Directors.

In accordance with the requirements of Securities and Exchange Act, treasury shares held by the Company should not be pledged, and should not hold any shareholder rights before their transfer.

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**PCHOME ONLINE INC. AND SUBSIDIARIES**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)**

5. Other equity, net of tax

	Exchange difference on translation of foreign financial statements	Unrealized gains from financial assets measured at fair value through other comprehensive income	Total
Balance at January 1, 2025	\$ (25,122)	84,158	59,036
Exchange differences on foreign operations	9,918	-	9,918
Unrealized losses from financial assets measured at fair value through other comprehensive income	-	(25,977)	(25,977)
Changes in ownership interests in subsidiaries	11,516	-	11,516
Balance at June 30, 2025	<u>\$ (3,688)</u>	<u>58,181</u>	<u>54,493</u>
Balance at January 1, 2024	\$ (26,794)	237,826	211,032
Exchange differences on foreign operations	959	-	959
Unrealized losses from financial assets measured at fair value through other comprehensive income	-	(76,529)	(76,529)
Balance at June 30, 2024	<u>\$ (25,835)</u>	<u>161,297</u>	<u>135,462</u>

6. Non-controlling Interests

	2025	2024
Balance at January 1	\$ 2,238,297	2,056,165
Shares of non-controlling interests		
Gain for the ended June 30	79,504	80,710
Foreign currency translation differences for foreign operations	14,610	(876)
Unrealized gains (losses) from financial assets measured at fair value through other comprehensive income	3,600	(9,946)
Changes in ownership interests in subsidiaries	(226)	(4,372)
Changes in non-controlling interests-dividends declared to subsidiaries	(35,000)	(2,316)
Changes in non-controlling interests-subsidiaries employee Stock Option Exercised	550	-
Share-based payment transactions	66	9,963
Balance at June 30	<u>\$ 2,301,401</u>	<u>\$ 2,129,328</u>

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**PCHOME ONLINE INC. AND SUBSIDIARIES**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)**

(s) Share-based payment

The Group's shared-based payment arrangements as of June 30, 2025:

1.Share-based payment transactions

	Equity-settled	
	Subsidiaries' employee stock options	Subsidiaries' employee stock options
Grant date	September 1, 2022	April 1, 2023
Number of shares granted	55,000 shares	5,880,000 shares
Contract term	6 years	4 years
Vesting conditions	Note 1	Note 2

Note 1: The Group provides 25% of its shares as employee stock options after the first year of service rendered by its employees, wherein an average of 2.08% of the shares can be realized monthly from the second to fourth year of their service.

Note 2: Employees who have vested in 4 years can obtain 25% of the warrants for each of their full year of service. It was approved by the board of directors that all employee stock options were immediately vested on December 30, 2024.

(1) Determining the fair value of equity instruments granted

The Group adopted the Black-Scholes Model to calculate the fair value of the stock option at grant date, and the assumptions adopted in this valuation model were as follows:

	Subsidiaries' employee stock options	Subsidiaries' employee stock options
	options	options
Fair value at grant date	14.19	USD 0.127~0.755
Stock price at grant date	14.19	USD1.375
Exercise price	\$10.00	USD0.0001
Expected volatility (%)	21.89%	55.25%
Expected life of the option (years)	6 years	10 years
Risk-free interest rate (%)	1.0195%	1.1163%~1.2275%

(2) Information on employee stock options

	For the six months ended June 30,			
	2025		2024	
	Weighted-average exercise price	Numbers of options	Weighted-average exercise price	Numbers of options
Balance, beginning of January 1	NTD 0.50	5,337,588	0.50	5,148,457
Options granted	-	-	-	-
Options exercised	10.00	(55,000)	-	-
Options expired	-	-	-	-
Balance, end of June 30	0.40	<u>5,282,588</u>	0.50	<u>5,148,457</u>
Options exercisable, end of June 30	-	-	-	-

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**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)**

(t) Earnings per share

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
Loss attributable to common stockholders of the Company	\$ (222,178)	(105,468)	(369,908)	(181,166)
Weighted-average number of ordinary shares (thousand)	202,868	141,174	195,369	141,174
Basic earnings per share (New Taiwan Dollars)	\$ (1.10)	(0.75)	(1.89)	(1.28)

Due to the net loss after tax of the Group in for the three months and six months ended June 30, 2025 and 2024, when calculating the potential items of diluted earnings per share, it will have an anti-dilutive effect. Therefore, the diluted earnings per share is excluded.

(u) Revenue from contracts with customers

1. Disaggregation of revenue

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
Revenue of electronic commerce	\$ 7,947,776	8,023,771	16,433,756	17,253,079
Revenue of non-electronic commerce	452,288	430,132	915,971	851,042
	<u>\$ 8,400,064</u>	<u>8,453,903</u>	<u>17,349,727</u>	<u>18,104,121</u>

For details on accounts receivables and allowance for impairment, please refer to Note (6)(d).

2. Contract balances

	2025.6.30	2024.12.31	2024.6.30
Contract liabilities – advance receipt	\$ 256,789	93,750	77,724
Contract liabilities – top-up	172,341	187,997	247,980
Contract liabilities – advertisement	45,371	45,741	56,359
Contract liabilities – others	102,055	100,305	97,620
Contract liabilities	<u>\$ 576,556</u>	<u>427,793</u>	<u>479,683</u>

The amount of revenue recognized for the six months ended June 30, 2025 and 2024 that were included in the contract liability balance at the beginning of the period were \$395,382 thousand and \$477,308 thousand, respectively.



**PCHOME ONLINE INC. AND SUBSIDIARIES**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)**

(v) Remunerations to employees, directors and supervisors

In accordance with the articles of the Company should contribute 1%~15% of the profit as employee compensation and less than 1.5% as directors' and supervisors' remuneration when there is profit for the year. Of the amount contributed for employee compensation, at least 30% must be used for salary adjustments or distributed as compensation to junior employees. However, if the Company has accumulated deficit, the profit should be reserved to offset the deficit. The recipients of shares and cash may include the employees of the Company's affiliated companies who meet certain conditions.

No remunerations to employees, directors, and supervisors were accrued by the Company due to net loss after tax for the six months ended June 30, 2025 and 2024.

No remunerations to employees, directors and supervisors were accrued by the Company due to net loss after tax for the year ended December 31, 2024 and 2023. Relevant information is available on the Market Observation Post System website.

(w) Non-operating income and expenses

1. Interest income

The details of interest income were as follows:

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
Interest income from bank deposits	\$ 13,096	13,681	21,966	22,340
Other interest income	1,254	586	2,577	1,459
	<b>\$ 14,350</b>	<b>14,267</b>	<b>24,543</b>	<b>23,799</b>

2. Other income

The details of other income were as follows:

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
Gain on reversal of bad debts	\$ 11,016	5,200	22,859	9,592
Income from insurance claim	-	7,000	-	17,000
Government grants	108	4,640	118	6,532
Dividend income	3,960	3,696	3,960	3,696
Other income	25,564	32,533	45,472	58,456
	<b>\$ 40,648</b>	<b>53,069</b>	<b>72,409</b>	<b>95,276</b>

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3. Other gains and losses, net

The details of other gains and losses were as follows:

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
Gains (losses) on disposal of property, plant and equipment	\$ 22	333	(7)	548
Loss on disposal of investments	(11,520)	-	(11,520)	-
Lease modification gains (losses)	-	68	(53)	196
Foreign currency exchange (losses) gains	(128,326)	(355)	(39,999)	669
Gain on sublease of right-of-use assets	11,077	-	11,077	-
Others	2,347	(16,196)	530	(19,763)
	<b>\$ (126,400)</b>	<b>(16,150)</b>	<b>(39,972)</b>	<b>(18,350)</b>

4. Finance costs

The details of finance cost were as follows:

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
Interest expenses borrowing	\$ 7,682	\$25,301	23,412	51,112
Interest expenses on lease liabilities	12,072	13,416	24,389	27,213
Others	248	2,494	16,848	4,892
	<b>\$ 20,002</b>	<b>41,211</b>	<b>64,649</b>	<b>83,217</b>

(x) Financial instruments

Except as described in the following paragraph, there were no significant changes in the Group's fair value of financial instruments exposed to credit risk and market risk. For other information about the fair value of financial instruments, please refer to Note (6)(z) of the consolidated financial statements for the year ended December 31, 2024.

1. Liquidity risk

The following are the contractual maturities of financial liabilities of the Group, including estimated interest payments and excluding the impact of netting arrangements:

	Carrying amount	Contractual cash flows	Within 6 months		1-2 years	2-5 years	More than 5 years
			months	6-12 months			
<b>Balance at June 30, 2025</b>							
Non-derivative financial liabilities							
Short-term borrowings	\$ 2,349,713	2,349,713	1,466,394	883,319	-	-	-
Accounts and notes payable	2,841,268	2,841,268	2,841,268	-	-	-	-
Other payables	839,384	839,384	768,734	70,650	-	-	-
Receipts under custody	1,997,598	1,997,598	1,997,598	-	-	-	-
Lease liability	4,090,114	4,090,114	243,765	258,558	436,784	857,929	2,293,078
Long-term borrowings	2,302,347	2,302,347	173,942	354,676	352,720	1,421,009	-
	<b>\$ 14,420,424</b>	<b>14,420,424</b>	<b>7,491,701</b>	<b>1,567,203</b>	<b>789,504</b>	<b>2,278,938</b>	<b>2,293,078</b>

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	Carrying amount	Contractual cash flows	Within 6 months	6-12 months	1-2 years	2-5 years	More than 5 years
<b>Balance at December 31, 2024</b>							
Non-derivative financial liabilities							
Short-term borrowings	\$ 2,518,969	2,518,969	2,188,969	330,000	-	-	-
Accounts and notes payable	3,138,716	3,138,716	3,138,716	-	-	-	-
Other payables	1,022,103	1,022,103	942,971	79,132	-	-	-
Receipts under custody	2,030,224	2,030,224	2,030,224	-	-	-	-
Lease liability	4,155,885	4,155,885	253,996	213,515	443,641	812,612	2,432,121
Long-term borrowings	4,505,248	4,505,248	1,683,120	173,942	1,052,317	1,595,466	403
	<b>\$ 17,371,145</b>	<b>17,371,145</b>	<b>10,237,996</b>	<b>796,589</b>	<b>1,495,958</b>	<b>2,408,078</b>	<b>2,432,524</b>
<b>Balance at June 30, 2024</b>							
Non-derivative financial liabilities							
Short-term borrowings	\$ 2,802,071	2,802,071	568,844	2,233,227	-	-	-
Accounts and notes payable	2,783,306	2,783,306	2,783,306	-	-	-	-
Other payables	1,194,467	1,194,467	1,171,366	23,101	-	-	-
Receipts under custody	1,823,023	1,823,023	1,823,023	-	-	-	-
Lease liability	4,400,023	4,400,023	257,944	256,812	427,142	891,517	2,566,608
Long-term borrowings	3,747,574	3,747,574	313,582	256,070	1,266,431	1,908,670	2,821
	<b>\$ 16,750,464</b>	<b>16,750,464</b>	<b>6,918,065</b>	<b>2,769,210</b>	<b>1,693,573</b>	<b>2,800,187</b>	<b>2,569,429</b>

The Group does not expect that the cash flows included in the maturity analysis could occur significantly earlier or in significantly different amounts.

## 2. Currency risk

### (1) Currency risk exposure

The Group's significant exposure to foreign currency risk on assets and liabilities denominated was as follows:

	2025.6.30			2024.12.31			2024.6.30		
	Foreign currency			Foreign currency			Foreign currency		
	(thousands of dollars)	Exchange rate	NTD	(thousands of dollars)	Exchange rate	NTD	(thousands of dollars)	Exchange rate	NTD
<u>Financial assets</u>									
<u>Monetary items</u>									
USD	\$ 1,298	29.29	38,023	1,445	32.79	47,379	2,547	32.45	82,648
JPY	42,873	0.2035	8,725	137,452	0.2099	28,865	16,997	0.2016	3,427
<u>Financial liabilities</u>									
<u>Monetary items</u>									
USD	-	-	-	-	32.79	5	17	32.45	541

**PCHOME ONLINE INC. AND SUBSIDIARIES**  
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(2) Sensitivity analysis

The Group's exposure to foreign currency risk arises from the translation of the foreign currency exchange gains and losses on cash and cash equivalents, other receivables, and accounts payable that are denominated in foreign currency. A 5% appreciation or depreciation of the NTD against foreign currency for the six months ended June 30, 2025 and 2024, loss before tax would have increased or decreased by \$2,337 thousand and \$4,277 thousand, respectively. This analysis assumes that all other variables remain constant. The analysis is performed on the same basis for the six months ended June 30, 2025 and 2024.

Due to the variety of functional currency, the Group disclosed the foreign currency gain or loss on monetary items aggregately. For the six months ended June 30, 2025 and 2024, the foreign exchange gain and loss (including realized and unrealized) were loss \$39,999 thousand and gain \$669 thousand, respectively.

(3) Interest analysis

The interest rate exposure of the Group's financial assets and liabilities is described in liquidity risk management.

The following sensitivity analysis is based on the exposure to the interest rate risk of financial assets and liabilities on the reporting date.

If the interest rate had increased or decreased by 0.1%, the Group's loss before tax would have increased or decreased by \$940 thousand and \$2,718 thousand for the six months ended June 30, 2025 and 2024, respectively, with all other variable factors remaining constant. This is mainly due to the Group's deposits and borrowings at variable rates.

3. Other market price risk

The sensitivity analyses for the changes in the securities price at the reporting date were performed using the same basis for profit or loss as illustrated below:

Prices of securities at the reporting date	For the six months ended June 30,			
	2025		2024	
	Other comprehensive income after tax	Net income	Other comprehensive income after tax	Net income
Increasing 1%	\$ 6,936	3,778	7,938	3,579
Decreasing 1%	(6,936)	(3,778)	(7,938)	(3,579)

4. Fair value of financial instruments

(1) Financial Instruments Not Measured at Fair Value

The carrying amounts of cash and cash equivalents, notes receivable, accounts receivable, other receivables, short-term borrowings, accounts payable, and other payables approximate their fair values.

**PCHOME ONLINE INC. AND SUBSIDIARIES****NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)****(2) Fair value hierarchy**

The fair value of financial assets and liabilities at fair value through profit or loss and financial assets at fair value through other comprehensive income is measured on a recurring basis. The carrying amount and fair value of the Group's financial assets and liabilities, including the information on fair value hierarchy were as follows, except for financial instruments not measured at fair value with a carrying amount reasonably close to its fair value, and lease liabilities, where disclosure of fair value information is not required:

<b>2025.6.30</b>					
	<b>Book Value</b>	<b>Fair Value</b>			<b>Total</b>
		<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	
<b>Fair value through profit or loss</b>					
Common stock	\$ 1,108	-	-	1,108	1,108
Preferred stock	570,823	-	-	570,823	570,823
Simple Agreement for Future Equity (SAFE)	82,152	-	-	82,152	82,152
	<b>\$ 654,083</b>	<b>-</b>	<b>-</b>	<b>654,083</b>	<b>654,083</b>
<b>Fair value through other comprehensive income</b>					
Domestic and foreign stock of non-listed company-common stock	<b>\$ 499,424</b>	<b>-</b>	<b>-</b>	<b>499,424</b>	<b>499,424</b>
<b>2024.12.31</b>					
	<b>Book Value</b>	<b>Fair Value</b>			<b>Total</b>
		<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	
<b>Fair value through profit or loss</b>					
Common stock	\$ 1,108	-	-	1,108	1,108
Preferred stock	376,664	-	-	376,664	376,664
Simple Agreement for Future Equity (SAFE)	82,152	-	-	82,152	82,152
	<b>\$ 459,924</b>	<b>-</b>	<b>-</b>	<b>459,924</b>	<b>459,924</b>
<b>Fair value through other comprehensive income</b>					
Domestic and foreign stock of non-listed company-common stock	\$ 482,220	-	-	482,220	482,220
Domestic and foreign stock of non-listed company - preferred stock	233,740	-	-	233,740	233,740
	<b>\$ 715,960</b>	<b>-</b>	<b>-</b>	<b>715,960</b>	<b>715,960</b>

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		2024.6.30				
		Book Value	Fair Value			
			Level 1	Level 2	Level 3	Total
Fair value through profit or loss						
Common stock	\$	2,402	-	-	2,402	2,402
Preferred stock		355,501	-	-	355,501	355,501
Simple Agreement for Future Equity (SAFE)		102,811	-	-	102,811	102,811
	\$	460,714	-	-	460,714	460,714
Fair value through other comprehensive income						
Domestic and foreign stock of non-listed company-common stock	\$	538,105	-	-	538,105	538,105
Domestic and foreign stock of non-listed company - preferred stock		255,657	-	-	255,657	255,657
	\$	793,762	-	-	793,762	793,762

(3) Valuation techniques for financial instruments measured at fair value

The financial instruments held by the Group are regarded as non-quoted price of the equity instruments. The fair value of the financial instruments is estimated by the comparable listed company market approach. The major assumption is measured by the multiplier which is derived from comparable listed company market approach. The effect of the estimation has been adjusted by the lack of market liquidity discounted rate. Another portion of equity instruments is measured based on the valuation techniques generally accepted by market participants such as the discounted cash flow or option pricing models.

(4) Reconciliation of Level 3 fair values

	2025	2024
<b>At January 1</b>	\$ 1,175,884	1,289,582
Acquired		51,369
Total gains and losses recognized:		
In other comprehensive income	(22,377)	(86,475)
<b>At June 30</b>	<b>\$ 1,153,507</b>	<b>1,254,476</b>

**PCHOME ONLINE INC. AND SUBSIDIARIES****NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)**

For the three months and the six months ended June 30, 2025 and 2024, the total gains and losses that were included in “other gains and losses” and “unrealized gains and losses from fair value through other comprehensive income” were as follows:

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
<b>Total gains and losses recognized:</b>				
Recognized as unrealized gains and losses from fair value through other comprehensive income	\$ (35,411)	(66,458)	(22,377)	(86,475)

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

The Group’s financial instruments that use Level 3 inputs to measure fair value include “financial assets measured at fair value through profit or loss – derivative financial instruments” and “fair value through other comprehensive income available-for-sale financial assets – equity investments”.

Most of the Group’s financial instruments categorized as Level 3 and have only one significant unobservable input. Derivative financial instruments and equity investments, which have no active market price, have more than one significant unobservable inputs, and those inputs have no correlation between each other.

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
Fair value through profit or loss – Equity and debt investments without an active market, SAFE	Comparable listed company market approach and Option Pricing Method	<ul style="list-style-type: none"> <li>Market value multiple (0.826~11.21, 0.826~11.21 and 0.895~11.54 as of June 30, 2025, December 31, 2024 and June 30, 2024, respectively.)</li> <li>Liquidity discounted rate (11.52%~30%, 11.52%~30% and 11.38%~30% as of June 30, 2025, December 31, 2024 and June 30, 2024, respectively.)</li> </ul>	<ul style="list-style-type: none"> <li>The estimated fair value would increase if the market value multiple were higher.</li> <li>The estimated fair value would decrease if the lack of liquidity discounted rate were higher.</li> <li>The estimated fair value would decrease if the weighted average cost of capital were higher.</li> </ul>
	Discounted cash flow Method	<ul style="list-style-type: none"> <li>Weighted average cost of capital (10.16% and 14.27% as of June 30, 2025 and 2024, respectively.)</li> </ul>	

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Item	Valuation technique	Significant unobservable inputs	Inter-relationship between significant unobservable inputs and fair value measurement
Fair value through other comprehensive income – Equity investments without an active market	Comparable listed company market approach and Option Pricing Method	<ul style="list-style-type: none"> <li>Market value multiple (0.824~18.16, 0.99~17.73 and 0.88~19.59 as of June 30, 2025, December 31, 2024 and June 30, 2024, respectively.)</li> <li>Liquidity discounted rate (10.00%~30%, 8.61%~30% and 9,76%~30% as of June 30, 2025, December 31, 2024 and June 30, 2024, respectively.)</li> </ul>	<ul style="list-style-type: none"> <li>The estimated fair value would increase if the market value multiple were higher.</li> <li>The estimated fair value would decrease if the lack of liquidity discounted rates were higher.</li> </ul>
	Discounted cash flow Method	<ul style="list-style-type: none"> <li>Weighted average cost of capital (10.09%, 10.92%~11.22% and 11.89%~12.88% as of June 30, 2025, December 31, 2024 and June 30, 2024, respectively.)</li> </ul>	<ul style="list-style-type: none"> <li>The estimated fair value would decrease if the weighted average cost of capital were higher.</li> </ul>

(6) Fair value measurements in Level 3 – sensitivity analysis of reasonably possible alternative assumptions

Sensitivity analysis for fair values of financial instruments using Level 3 Inputs, the Group's fair value measurement on financial instruments is reasonable. However, the measurement would be different if different valuation models or valuation parameters are used. For financial instruments using level 3 inputs, the impact on the net income or loss and other comprehensive income or loss will be as follows if the valuation parameters changed:

			Profit or loss		Other comprehensive income	
	Input	Variation	Favorable	Unfavorable	Favorable	Unfavorable
June 30, 2025						
Financial assets at fair value through profit or loss						
Equity investments without an active market	P/S ratio etc.	5%	\$ 18,889	(18,889)	-	-
"	Market value multiple	5%	1,478	(1,486)	-	-
"	Liquidity discounted rate	5%	1,262	(1,270)	-	-
Simple Agreement for Future Equity (SAFE)	P/S ratio etc.	5%	4,107	(4,107)	-	-
Financial assets at fair value through other comprehensive income						
Equity investments without an active market	Market value multiple	5%	-	-	19,614	(19,036)
"	Liquidity discounted rate	5%	-	-	7,983	(8,001)
			\$ 25,736	(25,752)	27,597	(27,037)



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			Profit or loss		Other comprehensive income	
	Input	Variation	Favorable	Unfavorable	Favorable	Unfavorable
December 31, 2024						
Financial assets at fair value through profit or loss						
Equity investments without an active market	P/S ratio etc.	5%	\$ 18,889	(18,889)	-	-
Simple Agreement for Future Equity (SAFE)	P/S ratio etc.	5%	4,107	(4,107)	-	-
Financial assets at fair value through other comprehensive income						
Equity investments without an active market	Market value ratio	5%	-	-	21,946	(22,002)
"	Liquidity discounted rate	5%	-	-	15,517	(15,509)
			\$ 22,996	(22,996)	37,463	(37,511)
June 30, 2024						
Financial assets at fair value through profit or loss						
Equity investments without an active market	P/S ratio etc.	5%	\$ 18,681	(18,681)	-	-
Simple Agreement for Future Equity (SAFE)	P/S ratio etc.	5%	4,355	(4,355)	-	-
Financial assets at fair value through other comprehensive income						
Equity investments without an active market	Market value ratio	5%	-	-	26,378	(25,905)
"	Liquidity discounted rate	5%	-	-	30,306	(30,150)
"	Volatility	5%	-	-	22,570	(22,111)
			\$ 23,036	(23,036)	79,254	(78,166)

The favorable and unfavorable effects represent the changes in fair value, and fair value is based on a variety of unobservable inputs calculated using a valuation technique. The analysis above only reflects the effects of changes in a single input, and it does not include the interrelationships with another input.

(y) Financial risk management

There were no significant changes in the Group's objectives and policies applied in the financial risk management as compared to Note (6)(aa) of the annual consolidated financial statements for the year ended December 31, 2024.

(z) Capital management

The Group's objectives, policies, and processes for capital management were consistent with the consolidated financial statements for the year ended December 31, 2024. For other information about the capital management, please refer to Note (6)(ab) of the consolidated financial statements for the year ended December 31, 2024.

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

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

1. For right-of-use assets under lease, please refer to Note (6)(i).

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2. The reconciliation of liabilities arising from financing activities was as follows:

	2025.1.1	Cash flows	Non-cash changes	2025.6.30
Long-term borrowings	\$ 4,505,248	(2,202,901)	-	2,302,347
Short-term borrowings	2,518,969	(169,256)	-	2,349,713
Lease liabilities	4,155,885	(259,258)	193,487	4,090,114
Total liabilities from financing activities	<b>\$ 11,180,102</b>	<b>(2,631,415)</b>	<b>193,487</b>	<b>8,742,174</b>

	2024.1.1	Cash flows	Non-cash changes	2024.6.30
Long-term borrowings	\$ 3,744,747	2,827	-	3,747,574
Short-term borrowings	2,955,017	(152,946)	-	2,802,071
Lease liabilities	4,679,391	(285,986)	6,618	4,400,023
Total liabilities from financing activities	<b>\$ 11,379,155</b>	<b>(436,105)</b>	<b>6,618</b>	<b>10,949,668</b>

3. Investing activities with partial cash payments:

	2025	2024
Acquisition of subsidiaries	\$ -	-
Add: Opening balance of acquisition payable (under other payables)	91,867	240,336
Interest expense	607	2,194
Less: Ending balance of acquisition payable (under other payables)	-	(153,935)
Effect of foreign exchange	34	(1,936)
Cash paid during the period	<b>\$ 92,508</b>	<b>86,659</b>

4. Financing activities with no cash flow effects:

	2025	2024
Dividends declared but not paid – non-controlling interests	\$ (35,000)	-

**(7) Related-Party Transactions**

(a) Names and relationships with related parties

The followings are entities that have had transactions with related party during the period covered in the consolidated interim financial statements.

Names of related party	Relationships with the Group
Rakuya International Info. Co. Ltd.	Affiliate
Shang-En info Co., Ltd.	"
UPN Information Co., Ltd.	"
Site Inc.	"
Uni-President Enterprises Corp. (Note)	"
President Transnet Corp. (Note)	Other related party
Presco Netmarketing, Inc. (Note)	"
President Pharmaceutical Corp. (Note)	"

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<b>Names of related party</b>	<b>Relationships with the Group</b>
President Chain Store Corporation (Note)	Other related party
President Drugstore Business Corp. (Note)	"
Uni-President Organics Corp. (Note)	"
President Collect Services Corp. (Note)	"
Uni-President Oven Bakery Corp. (Note)	"
Uni-President Dream Parks Corp. (Note)	"
21 Century Co., Ltd. (Note)	"
Wisdom Distribution Service Corp. (Note)	"
Qware Systems & Services Corp. (Note)	"
Yahoo! Taiwan Holdings Limited (Note)	"
Presicarre Corp. (Note)	"
Connection Labs Ltd. (Note)	"
President Fair Development Corp. (Note)	"
Uni-President Wellbeing Life Corp. (Note)	"
Duskin Serve Taiwan Co., Ltd. (Note)	"
Miho International Cosmetic Co., Ltd.	"
Eastern Online Co., Ltd.	"
EOLembrain Online Marketing Research Co., Ltd.	"
Puma Consultants Limited.	"
Shang Shan Human Culture Foundation	"
WS Fashion Group Co., Ltd.	"
PChome Ventures Fund (1) Corporation	"
PayEasy Digital International Co., Ltd.	"
Cyu Wei Jing Ke Ji Co., Ltd.	"
21st Century Co., Ltd.	"
21st Century Zi-Rong Co., Ltd.	"
21st Century Xin Yong Guan Li Co., Ltd.	"
Yin Zhen Shi Ye Ltd.	"
Jing Hua Co., Ltd.	"
Lian Hong Shi Ye Ltd.	"
Wei Ting Shi Ye Co., Ltd.	"
Ming Pin Co., Ltd.	"
Te Wei Co., Ltd.	"
Yu Xin Guo Ji Co., Ltd.	"
Tai Ding Shi Ye Co., Ltd.	"
Min Yu Qi Ye Co., Ltd.	"
Yong Feng Co., Ltd.	"
Chen Xin Ltd.	"
Zhuang, Fan Jie	"
Liao, Zong Lun	"
Zhang, Man Ling	"
Zhou, Yi Ming	"
Think Different Ltd.	"
Hebron Financial Services, Inc.	"

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Note1: Upon the completion of the Company's private placement of new shares on January 23, 2025, the entity became a related party of the Group.

(b) Significant transactions with related parties

1. Sales revenue

The amounts of significant sales by the Group to related parties were as follows:

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
Affiliates	\$ 546	46	1,068	111
Other related parties	34,620	139	68,377	227
	<b>\$ 35,166</b>	<b>185</b>	<b>69,445</b>	<b>338</b>

The sales prices and payment terms to related parties were not different from those of sales to third parties.

2. Purchases

The amounts of significant purchase transactions and outstanding balances between the consolidated entity and related parties were as follows:

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
Affiliates	\$ 1,358	2	2,143	8
Other related parties	17,466	1,574	34,910	1,726
	<b>\$ 18,824</b>	<b>1,576</b>	<b>37,053</b>	<b>1,734</b>

Prices for the purchases above were negotiated, and there were no comparable prices with non-related parties.

3. Receivables from related parties

The receivables from related parties were as follows:

Item	Related party categories	2025.6.30	2024.12.31	2024.6.30
Account receivables	Affiliates	\$ 76	128	-
Account receivables (Note1)	Other related parties	11,760	14,706	14,700
Account receivables	Other related parties	25,685	-	-
Lease receivable	Affiliates	-	1,422	3,120
Other receivables	Affiliates	12,253	73	18,376
Other receivables (Note2)	Other related parties	33,993	5	5,390
		<b>\$ 83,767</b>	<b>16,334</b>	<b>41,586</b>

Note 1: Collection arising from online trading.

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**PCHOME ONLINE INC. AND SUBSIDIARIES**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)**

Note 2: For the six months ended June 30, 2025 and 2024, the collections and payments generated by exchanging points of the Group amounted to \$0 and \$264 thousand, respectively.

4. Payables to related parties

<b>Item</b>	<b>Related party categories</b>	<b>2025.6.30</b>	<b>2024.12.31</b>	<b>2024.6.30</b>
Account payables	Other related parties	\$ 594	-	-
Other payables	Affiliates	140	826	-
Other payables	Zhuang, Fan Jie	-	79,586	76,219
Other payables	Think Different Ltd.	-	-	65,955
Other payables	Other related parties	12,476	12,310	11,848
		<b>\$ 13,210</b>	<b>92,722</b>	<b>154,022</b>

The Group incurred unpaid capital listed above as other payables from the acquisition of Cherri Tech, Inc. and UPN Information Co., Ltd. in 2022. For the six months ended June 30, 2025 and 2024, the interest expense resulting from the above capital payable to related parties amounted to \$607 thousand and \$2,194 thousand, respectively.

5. Property transactions

Disposal of property, plant and equipment

The disposal of property, plant and equipment to related parties is summarized as follows:

<b>Related party categories</b>	<b>For the three months ended June 30,</b>			
	<b>2025</b>		<b>2024</b>	
	<b>Disposal price</b>	<b>Gain on disposal</b>	<b>Disposal price</b>	<b>Gain on disposal</b>
Affiliates	\$ 72	72	284	243

  

<b>Related party categories</b>	<b>For the six months ended June 30,</b>			
	<b>2025</b>		<b>2024</b>	
	<b>Disposal price</b>	<b>Gain on disposal</b>	<b>Disposal price</b>	<b>Gain on disposal</b>
Affiliates	\$ 72	72	284	243

6. Other

<b>Item</b>	<b>Related party categories</b>	<b>For the three months ended June 30,</b>		<b>For the six months ended June 30,</b>	
		<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
Operating cost (cost deduction)	Affiliates	\$ (69)	-	(136)	-
Operating cost	Other related parties	22,151	1	40,252	40
Operating expenses (contra expense)	Affiliates	(69)	178	(138)	208
Operating expenses	Other related parties	39,421	1,680	67,268	3,594
Other operating income	Affiliates	84	242	96	266
Other operating income	Other related parties	78	62	183	111

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**PCHOME ONLINE INC. AND SUBSIDIARIES**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)**

**7. Borrowings from Related Parties**

The borrowings from related parties were as follows:

	2025.6.30	2024.12.31	2024.6.30
Wei Ting Shi Ye Co., Ltd.	\$ 41,251	41,251	41,251
Te Wei Co., Ltd.	104,659	104,659	104,659
Ming Yu Qi Ye Co., Ltd.	32,809	32,809	32,809
	<b>\$ 178,719</b>	<b>178,719</b>	<b>178,719</b>

The borrowings from related parties bear interest at rate of 2.75%, all of which are unsecured, and the carry amount was recognized under long-term borrowings and long-term liabilities, current portion.

The Group's interest expenses and costs from related parties' borrowings were as follows:

Item	Related party categories	For the three months ended June 30,		For the six months ended June 30,	
		2025	2024	2025	2024
Interest expenses	Other related parties	\$ 1,149	513	2,383	4,138

**8. Leases**

The Group rented an office building from other related party to be used as its office during the period between 2023 to 2025. A 1 to 3 years lease contract was signed with the contract price amounting to \$2,754 thousand, in which the rental fee is determined based on the nearby office rental rates. The details were as follow:

Item	Related party categories	2025.6.30	2024.12.31	2024.6.30
Lease liabilities	Other related parties	\$ 3,775	3,490	3,081
Refundable deposits	Other related parties	336	336	376

Item	Related party categories	For the three months ended June 30,		For the six months ended June 30,	
		2025	2024	2025	2024
Interest expenses	Other related parties	\$ 37	17	61	33

9. As of June 30, 2025, December 31, 2024, and June 30, 2024, the short-term borrowings, short-term notes payable and long-term borrowings of the Group were guaranteed by credit and real estate from other related parties, with total amounts of \$2,000,000 thousand, \$1,680,000 thousand and \$1,780,000 thousand, respectively.

**(c) Transactions with key management personnel**

Key management personnel compensation comprised:

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
Short-term employee benefits\$	21,188	15,569	42,867	40,720
Share-based payment	-	4,858	-	9,945
	<b>\$ 21,188</b>	<b>20,427</b>	<b>42,867</b>	<b>50,665</b>

**PCHOME ONLINE INC. AND SUBSIDIARIES**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)**

**(8) Restricted Assets:**

The following assets were restricted in use:

<b>Assets</b>	<b>Purpose of Pledge</b>	<b>2025.6.30</b>	<b>2024.12.31</b>	<b>2024.6.30</b>
Bank deposit-current (under other current financial assets)	Security for performance, purchase guarantee, loans with certificate of deposits \$	651,108	930,359	458,517
Property, plant and equipment	Bank loans	791,017	-	-
Refundable deposit (under other non-current financial assets)	Security for provisional seizure, deposits for warehouse and office rental and bank loans	85,600	99,982	554,535
		<u>\$ 1,527,725</u>	<u>1,030,341</u>	<u>1,013,052</u>

**(9) Significant Contingencies and Commitments:**

- (a) Notes payable deposited as guarantee for commercial vehicle and office and building leases were as follows:

	<b>2025.6.30</b>	<b>2024.12.31</b>	<b>2024.6.30</b>
Notes payable deposited as guarantee	<u>\$ 94,061</u>	<u>186,145</u>	<u>112,640</u>

- (b) The Group has entered into performance guarantee contracts with financial institutions for the purchase of goods from vendors, tariff guarantee, stored value in advance and payment on behalf of vendors, with guarantee amounts as follows:

	<b>2025.6.30</b>	<b>2024.12.31</b>	<b>2024.6.30</b>
Guarantee limit	<u>\$ 2,216,317</u>	<u>2,801,317</u>	<u>2,533,317</u>

- (c) Unrecognized contractual commitments:

	<b>2025.6.30</b>	<b>2024.12.31</b>	<b>2024.6.30</b>
Acquisition of property, plant and equipment	<u>\$ 24,109</u>	<u>32,328</u>	<u>36,651</u>

- (d) The Group has entered into an agreement with a financial institution for providing trust account for the Group on the balance amount received through the Group's online payment processing services to online sellers; the amount of the trust account agreed therein were as follows:

	<b>2025.6.30</b>	<b>2024.12.31</b>	<b>2024.6.30</b>
The trust account	<u>\$ 646,941</u>	<u>600,516</u>	<u>413,738</u>

- (e) Due to the performance of the contract, the guaranteed notes payable made by the Group were as follows:

	<b>2025.6.30</b>	<b>2024.12.31</b>	<b>2024.6.30</b>
Notes payable deposited as guarantee	<u>\$ 5,704,004</u>	<u>4,900,000</u>	<u>4,240,558</u>

**PCHOME ONLINE INC. AND SUBSIDIARIES**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)**

**(10) Significant Catastrophic Losses: None****(11) Significant Subsequent Events:**

On July 24, 2025, the Board of Directors of 21st Financial Technology Co., Ltd. (JP) resolved to acquire 929 shares of preferred stock issued by MPI Inc. for approximately JPY 9.2 billion in cash and signed the investment agreement on the same day.

Upon completion of the investment, 21st Financial Technology Co., Ltd. (JP) will acquire 65% equity stake in MPI Inc. and obtained the control over MPI Inc. In accordance with the investment terms, 21st Financial Technology Co., Ltd. (JP) will provide a loan of JPY 2 billion to MPI Inc. and obtain the remaining outstanding shares.

The investment shall be settled in compliance with Japanese government regulations and authorities, contingent upon fulfilling all contractual preconditions agreed upon by both parties. In addition, to facilitate this investment and increase working capital, the Board of Directors also approved the issuance of private unsecured convertible bonds with a total issuance limit of JYP 3.45 billion.

**(12) Others:**

- (a) Employee benefits, depreciation, and amortization expenses, categorized as operating cost or expense, were as follows:

Categorized as Nature	For the three months ended June 30, 2025			For the three months ended June 30, 2024		
	Operating Cost	Operating Expense	Total	Operating Cost	Operating Expense	Total
Employee benefits						
Salary	75,002	323,768	398,770	74,743	361,263	436,006
Labor and health insurance	7,942	34,600	42,542	7,707	36,731	44,438
Pension	3,953	16,748	20,701	3,883	17,996	21,879
Others employee benefits	3,828	23,115	26,943	4,669	26,924	31,593
Depreciation	10,947	178,016	188,963	12,803	195,989	208,792
Amortization	-	29,862	29,862	2	27,980	27,982

Categorized as Nature	For the six months ended June 30, 2025			For the six months ended June 30, 2024		
	Operating Cost	Operating Expense	Total	Operating Cost	Operating Expense	Total
Employee benefits						
Salary	147,692	697,375	845,067	149,412	724,050	873,462
Labor and health insurance	15,725	69,676	85,401	15,719	74,472	90,191
Pension	7,850	33,792	41,642	7,892	36,238	44,130
Others employee benefits	8,906	47,441	56,347	8,102	48,127	56,229
Depreciation	22,162	364,026	386,188	26,079	393,106	419,185
Amortization	-	60,404	60,404	3	62,131	62,134

- (b) Seasonality of operations:

The factors of season or cycle have no impact on the operations of the Group.



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**PCHOME ONLINE INC. AND SUBSIDIARIES**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)**

**(13) Additional 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 six months ended June 30, 2025:

1. Fund financing to other parties:

(Expressed in thousands of New Taiwan dollars, unless otherwise specified)

(Expressed in thousands of New Taiwan dollars, unless otherwise specified)

Number (Note 1)	Name of lender	Name of borrower	Account name	Related party	Highest balance of financing to other party during the period	Ending balance	Actual usage amount during the period	Range of interest rates during the period	Purposes of fund financing for the borrower	Transaction amount for business between two parties	Reasons for short -term financing	Allowance for bad debt	Collateral		Individual funding loan limits	Maximum limitation on fund financing
													Name	Value		
0	The Company	21st Financial Technology Co., Ltd.(JP)	Other receivables	Yes	350,000	350,000	350,000	2.75%	2	-	Operating Capital	-	Repayment of promissory note	350,000	3,145,523	3,145,523
1	21st Century Digital Technology Co., Ltd.	Cherri Tech, Inc.	Other receivables	Yes	37,744	37,744	37,744	2.75%	2	-	Operating Capital	-	-	-	951,651	951,651
1	"	21st Financial Technology Co., Ltd.(JP)	Other receivables	Yes	810,350	810,350	806,354	2.75%	2	-	Operating Capital	-	Repayment of promissory note	804,004	951,651	951,651
2	Pi Mobile Technology Inc.	21st Financial Technology Co., Ltd.(JP)	Other receivables	Yes	59,000	59,000	59,000	2.75%	2	-	Operating Capital	-	Repayment of promissory note	59,000	67,550	67,550

Note 1: For those companies with business contact, please fill in 1. For those companies with short-term financing needs, please fill in 2.

Note 2: The Company's total fund financing amount for individual party cannot exceed 40% of its net asset value.

Note 3: The Company's total fund financing amount cannot exceed 40% of its net asset value.

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**PCHOME ONLINE INC. AND SUBSIDIARIES**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)**

2. Guarantees and endorsements for other parties:

(Expressed in thousands of New Taiwan dollars, unless otherwise specified)

No. (Note 1)	Name of company	Counter-party		Limitation on amount of guarantees and endorsements for a specific enterprise (Note 2)	Highest balance for guarantees and endorsements during the period	Balance of guarantees and endorsements as of reporting date	Actual usage amount during the period	Property pledged on guarantees and endorsements (Amount)	Ratio of accumulated amounts of guarantees and endorsements to net worth of the latest financial statements	Maximum amount for guarantees and endorsements (Note 2)	Parent Company endorsement/ guarantees to third parties on behalf of subsidiary	Subsidiary endorsement/ guarantees to third parties on behalf of parent company	Endorsements/ guarantees to third parties on behalf of companies in Mainland China
		Name	Relationship with the Company (Note 3)										
0	The Company	PChome Express Co., Ltd.	2	3,931,904	50,000	50,000	-	-	0.64%	11,795,711	Y	N	N
0	"	PChome Bibian Inc.	2	3,931,904	268,920	244,200	156,695	-	3.11%	11,795,711	Y	N	N
0	"	Pi Mobile Technology Inc.	1	1,179,571	300,000	300,000	-	-	3.81%	11,795,711	Y	N	N
1	21st Financial Technology Co., Ltd.	21st Century Digital Technology Co., Ltd.	2	3,931,904	1,780,000	-	-	-	- %	11,795,711	Y	N	N
1	"	Pi Mobile Technology Inc.	2	3,931,904	100,000	-	-	-	- %	11,795,711	Y	N	N
2	21st Financial Technology Co., Ltd.(JP)	21st Century Digital Technology Co., Ltd.	2	1,388,345	100,000	100,000	100,000	-	3.60%	4,165,034	Y	N	N
2	"	Pi Mobile Technology Inc.	2	1,388,345	100,000	100,000	-	-	3.60%	4,165,034	Y	N	N

Note 1: The explanation for the editorial column is as follows:

1. 0 is issuer.

2. Subsidiaries labeled in number sequence from 1.

Note 2:

1. The total amount of guarantee and/or endorsements for any single entity shall not exceed 50% of the current net value. The shareholders' meeting on June 28, 2023 approved that the total amount of endorsement and/or guarantees by the Company and its subsidiaries was increased from 100% of the net value in their latest financial statements to 150%.

2. The total amount of guarantee and/or endorsements for Pi Mobile Technology Inc. shall not exceed 15% of the current net value.

**PCHOME ONLINE INC. AND SUBSIDIARIES**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)**

3. The total amount of guarantee and/or endorsements for 21st Century Digital Technology Co., Ltd. shall not exceed the current net value of 21st Century Digital Technology Co., Ltd.
4. Investee subsidiaries - the limit of endorsement and/or guarantees for individual entity by 21st Financial Technology Co., Ltd. (JP) and 21st Financial Technology Co., Ltd. shall not exceed 300% of the entity's net worth as stated in its latest financial report, or the amount of the parent company's guarantee and/or endorsements, whichever is lower. The total amount of guarantees and endorsements for others shall not exceed 500% of the Company's net worth in the latest financial statements, or the amount of the parent company's guarantee and/or endorsements, whichever is lower.

**Note 3: Relationship with the Company**

1. The companies with which it has business relations.
2. Subsidiaries in which the company directly or indirectly holds more than 50% of its total outstanding common stocks.
3. The parent company which directly or indirectly holds more than 50% of its voting rights.
4. Subsidiaries in which the company directly or indirectly holds more than 90% of its voting rights.
5. Companies in same type of business and providing mutual endorsements/ guarantees in favor of each other in accordance with the contractual obligations in order to fulfill the needs of the construction project.
6. Shareholders making endorsements and/or guarantees for their mutually invested company in proportion to their shareholding percentage.
7. Companies in same type of business providing guarantees of pre-sale contracts according to the regulation.

Note 4: The aforementioned inter-company transactions have been eliminated in the consolidated financial statements.

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**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)**

3. Information regarding securities held at balance sheet date:

(Expressed in thousands of New Taiwan dollars, unless otherwise specified)

Name of holder	Category and name of security	Category and name of security	Account title	Ending balance				Note
				Number	Book value	Percentage	Market value	
PChome Online Inc.	Common Stock:							
	Openfind Information Technology, Inc.	-	FVOCI	880,000	63,316	6.22%	63,316	
	Career Consulting Co., Ltd.	-	"	113,005	3,706	0.72%	3,706	
	Ecrowd Media Inc.	-	"	3,725,645	44,000	18.39%	44,000	
	IPEVO Corp.	-	"	1,958,018	44,134	7.19%	44,134	
	Famicloud Inc.	-	"	30,525	260	0.40%	260	
	Taiwan Advance Intelligent Tech. Co., Ltd.	-	"	1,732,102	317	4.75%	317	
	Miho International Cosmetic Co., Ltd.	-	"	6,941,550	35,263	8.09%	35,263	
	WS Fashion Group Co., Ltd.	-	"	226,617	10,334	6.76%	10,334	
	Pay Digital International Co., Ltd.	-	"	1,376,668	85,009	12.52%	85,009	
	17Life Ltd.	-	"	1,126,049	11,846	6.26%	11,846	
	Influenxio Limited (BVI)	-	"	9,915	3,078	3.51%	3,078	
	Mdata Group Co., LTD.	-	"	126,011	22,744	2.86%	22,744	
	AccuHit Tech Holdings Limited	-	"	1,666,668	8,738	4.32%	8,738	
	Preferred stocks:							
	Pickupp Limited	-	FVTPL	650,644	18,277	3.49%	18,277	
	FunNow Ltd.	-	"	1,306,620	46,690	1.80%	46,690	
	AccuHit Tech Holdings Limited	-	"	5,600,000	101,367	4.32%	101,367	
	Our Agriculture Inc.	-	"	3,212,121	12,270	2.32%	12,270	
Pi Mobile Technology Inc.	Common Stock:							
	All Win Fintech Company Limited	-	FVOCI	7,172,656	146,179	7.17%	146,179	
	Preferred stocks:							
PChome eBay Co., Ltd.	OCARD Inc.	-	FVTPL	2,100,840	15,555	4.17%	15,555	
	Common Stock:							
Cornerstone Ventures Co., Ltd.	Cyberbiz Corporation	-	FVOCI	96,397	20,000	1.00%	20,000	
	Cornerstone Ventures Co., Ltd.	-	"	50,000	500	10.00%	500	
Linktel Inc.	Eastern Online Co., Ltd.	-	FVTPL	118,750	-	2.00%	-	
	Taiwan Mobile Co., Ltd.	-	"	128	-	-%	14	
SAFE:	SAFE:							
	Tresl Inc.	-	"	-	8,640	-%	8,640	
	Worca Inc.	-	"	-	57,797	-%	57,797	
	Omnichat Limited	-	"	-	15,715	-%	15,715	
	Common stocks:							
Fund 1 Co., Ltd.	Ecommerce Enablers Pte. Ltd.	-	"	20,424	1,108	0.02%	1,108	
	Preferred stocks:							

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Name of holder	Category and name of security	Category and name of security	Account title	Ending balance				Note
				Number	Book value	Percentage	Market value	
Chunghwa PChome Fund 1 Co., Ltd.	Instill Ai Ltd.	-	FVTPL	6,262	4,202	3.91%	4,202	
"	FP International Limited	-	"	56,050	52,288	2.69%	52,288	
"	Ecommerce Enablers Pte. Ltd.	-	"	122,389	11,730	0.16%	11,730	
"	USPACE Tech Co., Ltd.	-	"	1,226,016	57,500	5.51%	57,500	
"	Our Agriculture Inc.	-	"	11,682,828	44,685	8.45%	44,685	
"	Green Future Tech Inc.	-	"	312,300	17,204	2.29%	17,204	
"	Pickupp Limited	-	"	131,179	1,626	0.70%	1,626	
"	Return Helper Limited	-	"	6,798	21,742	11.84%	21,742	
"	Aiello Inc.	-	"	6,836,545	9,289	2.93%	9,289	
"	Haulio Investment Holdings Pte. Ltd.	-	"	362,189	2,203	0.59%	2,203	
"	GoFreight Inc.	-	"	165,020	124,478	6.14%	124,478	
"	Traveler Co., Ltd.	-	"	10,000	14,717	0.69%	14,717	
"	AlleyPin Interactive Co., Ltd.	-	"	65,218	15,000	4.92%	15,000	

4. Buying/selling products with the dollar amount reaches \$100 million or 20% or more of paid-in capital: None.
5. Accounts receivable from related parties for which the dollar amount reaches \$100 million or 20% or more of paid-in capital:

(Expressed in thousands of New Taiwan dollars, unless otherwise specified)

Name of company	Related party	Nature of relationship	Ending balance	Turnover rate	Overdue		Amounts received in subsequent period	Loss allowance
					Amount	Action taken		
PChome Online Inc.	21st Financial Technology Co., Ltd. (JP)	Subsidiary	350,791	- %	-		-	-
21st Century Digital Technology Co., Ltd.	21st Financial Technology Co., Ltd. (JP)	Parent company of sub-subsidiary	859,550	- %	-		-	-

6. Business relationships and significant inter-company transactions:

(Expressed in thousands of New Taiwan dollars, unless otherwise specified)

No.	Name of company	Name of counter-party	Existing relationship with the counter-party	Transaction			
				Account name	Amount	Terms of trading	Percentage of the total consolidated revenue or total assets
(Note 1)			(Note 2)				
0	PChome Online Inc.	21st Financial Technology Co., Ltd. (JP)	1	Other receivables	350,791	Usual terms and conditions	1.36%
1	21st Century Digital Technology Co., Ltd.	21st Financial Technology Co., Ltd. (JP)	2	Other receivables	859,550	Usual terms and conditions	3.32%

Note 1: For the inter-company business relationship and transaction condition in the "No." column, the labeling method is as follows:

1. Parent company labeled 0.

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2. Subsidiaries labeled in number sequence from 1.

Note 2: Relationship is classified into three types:

1. Parent company to subsidiary
2. Subsidiary to parent company
3. Subsidiary to subsidiary

Note 3: The transaction amount is calculated as a proportion of the consolidated revenue or assets. If categorized as an asset or liability, the calculation is compared with the consolidated assets; if categorized as income or loss, the calculation is compared with the consolidated income or loss.

Note 4: The Group did not disclose other transactions for which the proportion did not reach one percentage of the consolidated revenue or assets.

Note 5: The aforementioned inter-company transactions have been eliminated in the consolidated financial statements.

(b) Information on investees:

For the six months ended June 30, 2025, the following was the information on investees (excluding investees in Mainland China):

(Amounts Expressed in Thousands of New Taiwan Dollars, Except for Share Data)

Name of investor	Name of investee	Location	Major operations	Initial investment (Amount)		Ending balance			Net income (loss) of the investee	Investment income (losses)	Note
				Ending balance	Beginning balance	Shares	Ratio of shares	Book value			
PChome Online Inc.	Linktel Inc.	Taiwan	Type II Telecommunications Business	125,000	125,000	1,500,000	100.00%	5,510	(135)	(135)	Note 1
"	PChome Online International Co., Ltd.	British Virgin Islands	International trade and investment activities	25,485	25,485	122,328	100.00%	94	176	176	"
"	Rakuya International Info.Co., Ltd.	Taiwan	Real estate business, and internet information rental service	47,439	47,439	3,035,115	26.47%	58,503	26,053	6,896	"
"	PChome US Inc.	United States of America	E-commerce platform	134,065	134,065	45,800,000	91.97%	3,398	(1,111)	(1,021)	Note 1
"	PChome (Thailand) Co. Ltd.	Thailand	E-commerce platform	131,875	131,875	13,249,999	66.25%	3,529	117	78	"
"	PChome Travel Inc.	Taiwan	Travel agency business	36,000	36,000	3,600,000	100.00%	8,501	(426)	(426)	"
"	PChome Holding Inc.	British Virgin Islands	Investment activities	-	1,022,896	-	-%	-	-	-	"
"	PChome Express Co., Ltd.	Taiwan	Transportation and logistics	210,000	210,000	21,000,000	100.00%	79,531	(27,169)	(27,169)	"
"	Chunghwa PChome Fund I Co., Ltd.	Taiwan	Investment activities	200,000	200,000	20,000,000	50.00%	249,897	(5,457)	(2,728)	"
"	Cornerstone Ventures Co., Ltd.	Taiwan	Investment activities	5,100	5,100	510,000	51.00%	5,488	(1)	(1)	"

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**PCHOME ONLINE INC. AND SUBSIDIARIES**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)**

Name of investor	Name of investee	Location	Major operations	Initial investment (Amount)		Ending balance			Net income (loss) of the investee	Investment income (losses)	Note
				Ending balance	Beginning balance	Shares	Ratio of shares	Book value			
PChome Online Inc.	PChome CB Co., Ltd.	Taiwan	E-commerce cross-border services	140,000	140,000	14,000,000	65.23%	155,475	2,222	1,450	Note 1
"	Mitch Co., Ltd.	Taiwan	Clothing sales	168,614	168,614	1,600,000	100.00%	15,643	(29)	(29)	"
"	YunTan Technology Inc.	Taiwan	Information processing and provision of electronic information	54,250	54,250	1,261,628	59.94%	30,348	(9,598)	(6,455)	Notes 1&2
"	21st Financial Technology Co., Ltd.	Cayman Islands	Financial technology services and indirect investment activities	-	5,192,546	29,565,111	43.66%	46	(549)	83,944	"
"	21st Financial Technology Co., Ltd. (JP)	Japan	Financial technology services and indirect investment activities	5,192,546	-	29,565,111	43.66%	4,748,583	143,058	(30,766)	"
"	PChome Data Technology Co., Ltd.	Taiwan	Information processing and provision of electronic information	5,000	5,000	500,000	100.00%	3,353	(193)	(193)	Note 1
"	PIN Technology Inc.	Taiwan	Information processing and provision of electronic information	10,000	10,000	1,000,000	100.00%	9,741	36	36	"
"	UPN Information Co., Ltd.	Cayman Islands	Investment activities	224,262	226,000	400,001	40.00%	190,459	(7,973)	(5,187)	Note 2
"	EC Global Limited	Hong Kong	Investment activities	358	358	7,494,642	100.00%	89	43	43	Note 1
"	PChome eBay Co., Ltd.	Taiwan	Information processing and provision of electronic information	779,688	779,688	27,300,000	65.00%	391,868	56,910	36,991	"
PChome eBay Co., Ltd.	PChomeStore Inc.	Taiwan	Internet services	889,919	889,919	75,500,018	100.00%	82,362	22,373	22,373	"
"	Ecosmos Pte. Ltd.	Singapore	Information processing and provision of electronic information	9,153	9,153	3,300,000	100.00%	7,589	(199)	(199)	"
"	21st Financial Technology Co., Ltd.	Cayman Islands	Financial technology services and indirect investment activities	-	224,592	964,599	1.41%	1	(549)	2,978	"
"	21st Financial Technology Co., Ltd. (JP)	Japan	Financial technology services and indirect investment activities	224,592	-	964,599	43.66%	38,255	143,058	(831)	"
PChomeStore Inc.	Linkark Co., Ltd.	Hong Kong	International trade	2,956	-	100,000	100%	2,764	(174)	(174)	Note 1
PChome Online International Co., Ltd.	PChome Online (HK) Ltd.	Hong Kong	Information service and indirect investment activities	25,140	25,140	5,641,239	100.00%	88	168	168	"
PChome CB Co., Ltd.	PChome CBS Co., Ltd.	Taiwan	Internet services	127,000	127,000	2,900,000	100.00%	154,471	3,024	3,024	"
"	PChome CB Pte. Ltd.	Singapore	Internet services	59,698	59,698	190,000	100.00%	62,346	(935)	(935)	"
"	Air Supply Logistics Co., Ltd.	Taiwan	Transportation and logistics	3,000	3,000	300,000	100.00%	4,009	480	480	"
PChome CB Pte. Ltd.	PChome Bibian Inc.	Japan	E-commerce cross-border services	51,069	51,069	3,600	100.00%	56,401	(883)	(883)	Note 1
YunTan Technology Inc.	Einsure insurance broker Inc.	Taiwan	Insurance brokers	68,600	68,600	7,500,000	100.00%	668	(11,483)	(11,483)	"
21st Financial Technology Co., Ltd. (JP)	Pi Mobile Technology Inc.	Taiwan	Financial Technology Services	350,415	350,415	46,260,866	99.49%	168,013	5,841	5,811	"
"	21st Century Digital Technology Co., Ltd.	Taiwan	Financial Technology Services	1,284,098	1,284,098	120,100,000	100.00%	2,379,129	247,016	247,016	Note 1

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**PCHOME ONLINE INC. AND SUBSIDIARIES**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)**

Name of investor	Name of investee	Location	Major operations	Initial investment (Amount)		Ending balance			Net income (loss) of the investee	Investment income (losses)	Note
				Ending balance	Beginning balance	Shares	Ratio of shares	Book value			
21st Financial Technology Co., Ltd.(JP)	Cherri Tech, Inc.	Taiwan	Financial technology services and indirect investment activities	2,254,104	2,254,104	5,895,410	100.00%	1,643,527	(15,634)	(15,634)	Notes 1&2
21st Century Digital Technology Co., Ltd.	Fan7 Tour Co., Ltd.	Taiwan	Travel agency business	6,000	6,000	600,000	100.00%	3,899	13	13	Note 1
"	Lianju Asset Management Co., Ltd.	Taiwan	Financial Institution Creditor's Right (Money) Purchase	3,000	3,000	-	100.00%	3,661	1,722	1,722	"
Pi Mobile Technology Inc.	PChome Interpay Inc.	Taiwan	Electronic payment business	294,388	294,388	10,000,000	100.00%	-	-	-	"
Cherri Tech, Inc.	Japan Cherri KK	Japan	Financial Technology Services	41,928	41,928	3,600	90.00%	4,879	(3,300)	(2,970)	"

Note 1: The aforementioned inter-company transactions have been eliminated in the consolidated financial statements.

Note 2: Investment gains and losses recognized for the period include the amortization of investment premiums.

(c) Information on investment in Mainland China:

1. Information on investment in Mainland China: None.
2. Limitation on investment in Mainland China:

Aggregate investment amount remitted from Taiwan to Mainland China at the end of the period	Approved investment (amount) by Ministry of Economic Affairs Investment Commission	Limitation on investment in Mainland China in accordance with regulations of Ministry of Economic Affairs Investment Commission
-	63,285	6,099,124

Note 1: In the above table, all relevant amounts are disclosed in NTD, and the foreign currency was translated on the exchange rate 31.04 at the six months ended June 30, 2025.

Note 2: The upper limit on investment was the greater of 60% of the individual or consolidated total net worth.

Note 3: Shanghai Todo Inc. and PChome Trading (Shenzhen) Ltd. were dissolved in the fourth quarter of 2019, the accumulated investment has been remitted to PChome Online (HK) Ltd.

3. Significant transactions: None.



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**PCHOME ONLINE INC. AND SUBSIDIARIES**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)**

**(14) Segment Information**

The Group's regional financial information was as follows:

For the three months ended June 30, 2025	E-Commerce Sales	Market Place	Fintech	Other segment	Adjustments and Eliminations	Others	Consolidated
<b>Revenue:</b>							
Non-inter-company revenue	\$ 7,640,305	112,342	517,046	130,371	-	-	8,400,064
Inter-company revenue	1,480	27,101	24,133	113,973	(166,687)	-	-
<b>Total Revenue</b>	<b>\$ 7,641,785</b>	<b>139,443</b>	<b>541,179</b>	<b>244,344</b>	<b>(166,687)</b>	<b>-</b>	<b>8,400,064</b>
<b>Reportable Segment net operating (loss) income</b>	<b>\$ (196,561)</b>	<b>12,766</b>	<b>118,590</b>	<b>(14,926)</b>	<b>(3,589)</b>	<b>(14,962)</b>	<b>(98,682)</b>
For the three months ended June 30, 2024	E-Commerce Sales	Market Place	Fintech	Other segment	Adjustments and Eliminations	Others	Consolidated
<b>Revenue:</b>							
Non-inter-company revenue	\$ 7,608,416	202,176	489,920	153,391	-	-	8,453,903
Inter-company revenue	1,752	24,650	34,904	133,424	(194,730)	-	-
<b>Total Revenue</b>	<b>\$ 7,610,168</b>	<b>226,826</b>	<b>524,824</b>	<b>286,815</b>	<b>(194,730)</b>	<b>-</b>	<b>8,453,903</b>
<b>Reportable Segment net operating (loss) income</b>	<b>\$ (127,257)</b>	<b>23,708</b>	<b>104,577</b>	<b>(16,990)</b>	<b>(4,204)</b>	<b>(15,169)</b>	<b>(35,335)</b>
For the three months ended June 30, 2025	E-Commerce Sales	Market Place	Fintech	Other segment	Adjustments and Eliminations	Others	Consolidated
<b>Revenue:</b>							
Non-inter-company revenue	\$ 15,799,571	237,037	1,017,472	295,647	-	-	17,349,727
Inter-company revenue	2,728	61,570	50,801	240,530	(355,629)	-	-
<b>Total Revenue</b>	<b>\$ 15,802,299</b>	<b>298,607</b>	<b>1,068,273</b>	<b>536,177</b>	<b>(355,629)</b>	<b>-</b>	<b>17,349,727</b>
<b>Reportable Segment net operating (loss) income</b>	<b>\$ (389,134)</b>	<b>25,652</b>	<b>242,370</b>	<b>(35,914)</b>	<b>(7,077)</b>	<b>(29,858)</b>	<b>(193,961)</b>
For the six months ended June 30, 2024	E-Commerce Sales	Market Place	Fintech	Other segment	Adjustments and Eliminations	Others	Consolidated
<b>Revenue:</b>							
Non-inter-company revenue	\$ 16,417,872	404,037	979,233	302,979	-	-	18,104,121
Inter-company revenue	3,887	57,009	63,069	271,044	(395,009)	-	-
<b>Total Revenue</b>	<b>\$ 16,421,759</b>	<b>461,046</b>	<b>1,042,302</b>	<b>574,023</b>	<b>(395,009)</b>	<b>-</b>	<b>18,104,121</b>
<b>Reportable Segment net operating (loss) income</b>	<b>\$ (231,814)</b>	<b>37,270</b>	<b>214,005</b>	<b>(28,290)</b>	<b>(7,969)</b>	<b>(30,363)</b>	<b>(47,161)</b>