

**VIA Labs, Inc. and Subsidiaries**

**Consolidated Financial Statements for the  
Nine Months Ended September 30, 2024 and 2023**

# VIA LABS, INC. AND SUBSIDIARIES

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

ASSETS	September 30, 2024		December 31, 2023		September 30, 2023	
	Amount	%	Amount	%	Amount	%
<b>CURRENT ASSETS</b>						
Cash and cash equivalents	\$ 1,366,601	36	\$ 1,389,385	38	\$ 1,600,963	46
Financial assets at amortized cost - current	347,980	9	310,000	9	-	-
Accounts receivable	194,250	5	202,640	6	232,623	7
Other receivables	8,064	-	3,611	-	5,061	-
Inventories	135,015	4	313,371	9	430,226	12
Other current assets	7,084	-	10,729	-	10,269	-
Total current assets	<u>2,058,994</u>	<u>54</u>	<u>2,229,736</u>	<u>62</u>	<u>2,279,142</u>	<u>65</u>
<b>NON-CURRENT ASSETS</b>						
Financial assets at fair value through profit or loss - non-current	208,454	5	177,913	5	176,659	5
Financial assets at fair value through other comprehensive income - non-current	894,186	24	778,038	22	687,916	20
Financial assets at amortized cost - non-current	262,519	7	-	-	-	-
Property, plant and equipment	120,582	3	115,789	3	113,077	3
Right-of-use assets	32,798	1	43,441	1	3,295	-
Intangible assets	135,832	4	127,988	3	78,531	2
Deferred tax assets	81,092	2	94,024	3	91,889	3
Other financial assets - non-current	1,000	-	37,846	1	59,086	2
Other non-current assets	154	-	188	-	188	-
Total non-current assets	<u>1,736,617</u>	<u>46</u>	<u>1,375,227</u>	<u>38</u>	<u>1,210,641</u>	<u>35</u>
<b>TOTAL</b>	<u>\$ 3,795,611</u>	<u>100</u>	<u>\$ 3,604,963</u>	<u>100</u>	<u>\$ 3,489,783</u>	<u>100</u>
<b>LIABILITIES AND EQUITY</b>						
<b>CURRENT LIABILITIES</b>						
Short-term bills payable	\$ 208,995	6	\$ -	-	\$ -	-
Notes and accounts payable	155,158	4	151,665	4	136,096	4
Other payables	462,900	12	445,293	12	359,921	10
Current tax liabilities	29,017	1	81,700	2	96,797	3
Provisions - current	7,790	-	8,538	-	7,744	-
Lease liabilities - current	15,450	-	15,284	1	4,654	-
Other current liabilities	14,668	-	14,975	1	18,832	1
Total current liabilities	<u>893,978</u>	<u>23</u>	<u>717,455</u>	<u>20</u>	<u>624,044</u>	<u>18</u>
<b>NON-CURRENT LIABILITIES</b>						
Lease liabilities - non-current	18,689	1	29,482	1	-	-
Net defined benefit liabilities	3,172	-	3,137	-	2,971	-
Total non-current liabilities	<u>21,861</u>	<u>1</u>	<u>32,619</u>	<u>1</u>	<u>2,971</u>	<u>-</u>
Total liabilities	<u>915,839</u>	<u>24</u>	<u>750,074</u>	<u>21</u>	<u>627,015</u>	<u>18</u>
<b>EQUITY</b>						
Equity attributable to owners of the Corporation						
Share capital	695,740	18	690,740	19	690,090	20
Capital collected in advance	2,629	-	5,191	-	1,136	-
Capital surplus	1,580,006	42	1,576,268	44	1,575,682	45
Retained earnings						
Legal reserve	247,237	6	229,194	6	229,194	6
Special reserve	28,865	1	27,628	1	27,628	1
Unappropriated earnings	329,131	9	354,629	10	345,988	10
Other equity	(77,470)	(2)	(28,761)	(1)	(6,950)	-
Total equity attributable to owners of the Corporation	<u>2,806,138</u>	<u>74</u>	<u>2,854,889</u>	<u>79</u>	<u>2,862,768</u>	<u>82</u>
Non-controlling interests	73,634	2	-	-	-	-
Total equity	<u>2,879,772</u>	<u>76</u>	<u>2,854,889</u>	<u>79</u>	<u>2,862,768</u>	<u>82</u>
<b>TOTAL</b>	<u>\$ 3,795,611</u>	<u>100</u>	<u>\$ 3,604,963</u>	<u>100</u>	<u>\$ 3,489,783</u>	<u>100</u>

## VIA LABS, INC. AND SUBSIDIARIES

### CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME (In Thousands of New Taiwan Dollars, Except Earnings Per Share)

	For the Three Months Ended September 30				For the Nine Months Ended September 30			
	2024		2023		2024		2023	
	Amount	%	Amount	%	Amount	%	Amount	%
OPERATING REVENUE	\$ 446,761	100	\$ 557,621	100	\$ 1,333,450	100	\$ 1,523,443	100
OPERATING COSTS	<u>223,119</u>	<u>50</u>	<u>309,261</u>	<u>55</u>	<u>690,176</u>	<u>52</u>	<u>817,028</u>	<u>54</u>
GROSS PROFIT	<u>223,642</u>	<u>50</u>	<u>248,360</u>	<u>45</u>	<u>643,274</u>	<u>48</u>	<u>706,415</u>	<u>46</u>
OPERATING EXPENSES								
Selling and marketing expenses	12,574	3	16,204	3	48,879	4	41,336	3
General and administrative expenses	19,910	5	22,781	4	53,914	4	54,535	4
Research and development expenses	<u>166,558</u>	<u>37</u>	<u>153,071</u>	<u>27</u>	<u>498,358</u>	<u>37</u>	<u>480,875</u>	<u>31</u>
Total operating expenses	<u>199,042</u>	<u>45</u>	<u>192,056</u>	<u>34</u>	<u>601,151</u>	<u>45</u>	<u>576,746</u>	<u>38</u>
PROFIT FROM OPERATIONS	<u>24,600</u>	<u>5</u>	<u>56,304</u>	<u>11</u>	<u>42,123</u>	<u>3</u>	<u>129,669</u>	<u>8</u>
NON-OPERATING INCOME AND EXPENSES								
Interest income	9,898	2	8,355	1	28,954	2	24,947	2
Other income	3,793	1	-	-	20,020	2	-	-
Other gains and losses	(3,669)	(1)	27,691	5	55,985	4	50,993	3
Finance costs	<u>(1,265)</u>	<u>-</u>	<u>(23)</u>	<u>-</u>	<u>(2,124)</u>	<u>-</u>	<u>(111)</u>	<u>-</u>
Total non-operating income and expenses	<u>8,757</u>	<u>2</u>	<u>36,023</u>	<u>6</u>	<u>102,835</u>	<u>8</u>	<u>75,829</u>	<u>5</u>
PROFIT BEFORE INCOME TAX	33,357	7	92,327	17	144,958	11	205,498	13
INCOME TAX EXPENSE	<u>(5,461)</u>	<u>(1)</u>	<u>(14,963)</u>	<u>(3)</u>	<u>(13,757)</u>	<u>(1)</u>	<u>(33,711)</u>	<u>(2)</u>
NET PROFIT FOR THE PERIOD	<u>27,896</u>	<u>6</u>	<u>77,364</u>	<u>14</u>	<u>131,201</u>	<u>10</u>	<u>171,787</u>	<u>11</u>
OTHER COMPREHENSIVE (LOSS) INCOME								
Items that will not be reclassified subsequently to profit or loss:								
Unrealized gain or loss on investments in equity instruments at fair value through other comprehensive income	(63,888)	(14)	9,839	2	(52,447)	(4)	19,830	2
Items that may be reclassified subsequently to profit or loss:								
Exchange differences on translation of the financial statements of foreign operations	<u>(1,796)</u>	<u>-</u>	<u>1,022</u>	<u>-</u>	<u>6,010</u>	<u>-</u>	<u>848</u>	<u>-</u>
Other comprehensive income and loss for the period, net of income tax	<u>(65,684)</u>	<u>(14)</u>	<u>10,861</u>	<u>2</u>	<u>(46,437)</u>	<u>(4)</u>	<u>20,678</u>	<u>2</u>

(Continued)

## VIA LABS, INC. AND SUBSIDIARIES

### CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME (In Thousands of New Taiwan Dollars, Except Earnings Per Share)

	For the Three Months Ended September 30				For the Nine Months Ended September 30			
	2024		2023		2024		2023	
	Amount	%	Amount	%	Amount	%	Amount	%
TOTAL COMPREHENSIVE (LOSS) INCOME FOR THE PERIOD	\$ (37,788)	(8)	\$ 88,225	16	\$ 84,764	6	\$ 192,465	13
NET INCOME (LOSS) ATTRIBUTABLE TO:								
Owners of the Corporation	\$ 29,498	6	\$ 77,364	14	\$ 132,766	10	\$ 171,787	11
Non-controlling interests	(1,602)	-	-	-	(1,565)	-	-	-
	\$ 27,896	6	\$ 77,364	14	\$ 131,201	10	\$ 171,787	11
TOTAL COMPREHENSIVE (LOSS) INCOME ATTRIBUTABLE TO:								
Owners of the Corporation	\$ (35,574)	(8)	\$ 88,225	16	\$ 84,057	6	\$ 192,465	13
Non-controlling interests	(2,214)	-	-	-	707	-	-	-
	\$ (37,788)	(8)	\$ 88,225	16	\$ 84,764	6	\$ 192,465	13
EARNINGS PER SHARE								
From continuing operations								
Basic	\$0.42		\$1.12		\$1.91		\$2.49	
Diluted	\$0.42		\$1.10		\$1.89		\$2.44	

(Concluded)

**VIA LABS, INC. AND SUBSIDIARIES**

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

	Share Capital	Capital Collected in Advance	Capital Surplus	Retained Earnings			Other Equity		Total	Non-controlling Interests	Total Equity
				Legal Reserve	Special Reserve	Unappropriated Earnings	Unrealized Gain or Loss on Financial Assets at Fair Value Through Other Comprehensive Income	Exchange Differences on Translation of the Financial Statements of Foreign Operations			
BALANCE AT JANUARY 1, 2023	\$ 685,110	\$ 4,496	\$ 1,571,188	\$ 156,817	\$ 22,209	\$ 768,732	\$ (27,997)	\$ 369	\$ 3,180,924	\$ -	\$ 3,180,924
Appropriation of 2022 earnings											
Legal reserve	-	-	-	72,377	-	(72,377)	-	-	-	-	-
Special reserve	-	-	-	-	5,419	(5,419)	-	-	-	-	-
Cash dividends distributed by the Company	-	-	-	-	-	(516,735)	-	-	(516,735)	-	(516,735)
Compensation cost of employee share options	-	-	450	-	-	-	-	-	450	-	450
Issuance of stock from exercise of employee share options	4,980	(3,360)	4,044	-	-	-	-	-	5,664	-	5,664
Net profit for the nine months ended September 30, 2023	-	-	-	-	-	171,787	-	-	171,787	-	171,787
Other comprehensive income for the nine months ended September 30, 2023	-	-	-	-	-	-	19,830	848	20,678	-	20,678
Total comprehensive income for the nine months ended September 30, 2023	-	-	-	-	-	171,787	19,830	848	192,465	-	192,465
BALANCE AT SEPTEMBER 30, 2023	\$ 690,090	\$ 1,136	\$ 1,575,682	\$ 229,194	\$ 27,628	\$ 345,988	\$ (8,167)	\$ 1,217	\$ 2,862,768	\$ -	\$ 2,862,768
BALANCE AT JANUARY 1, 2024	\$ 690,740	\$ 5,191	\$ 1,576,268	\$ 229,194	\$ 27,628	\$ 354,629	\$ (28,866)	\$ 105	\$ 2,854,889	\$ -	\$ 2,854,889
Appropriation of 2023 earnings											
Legal reserve	-	-	-	18,043	-	(18,043)	-	-	-	-	-
Special reserve	-	-	-	-	1,237	(1,237)	-	-	-	-	-
Cash dividends distributed by the Company	-	-	-	-	-	(138,984)	-	-	(138,984)	-	(138,984)
Issuance of stock from exercise of employee share options	5,000	(2,562)	3,738	-	-	-	-	-	6,176	-	6,176
Net profit (loss) for the nine months ended September 30, 2024	-	-	-	-	-	132,766	-	-	132,766	(1,565)	131,201
Other comprehensive (loss) income for the nine months ended September 30, 2024	-	-	-	-	-	-	(52,447)	3,738	(48,709)	2,272	(46,437)
Total comprehensive income (loss) for the nine months ended September 30, 2024	-	-	-	-	-	132,766	(52,447)	3,738	84,057	707	84,764
Changes in non-controlling interests	-	-	-	-	-	-	-	-	-	72,927	72,927
BALANCE AT SEPTEMBER 30, 2024	\$ 695,740	\$ 2,629	\$ 1,580,006	\$ 247,237	\$ 28,865	\$ 329,131	\$ (81,313)	\$ 3,843	\$ 2,806,138	\$ 73,634	\$ 2,879,772

# VIA LABS, INC. AND SUBSIDIARIES

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

	For the Nine Months Ended September 30	
	2024	2023
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before income tax	\$ 144,958	\$ 205,498
Adjustments for:		
Depreciation expense	67,489	60,635
Amortization expense	71,520	40,178
Finance costs	2,124	111
Interest income	(28,954)	(24,947)
Dividend income	(20,020)	-
Compensation cost of employee share options	-	450
Gain on modification of lease	(67)	-
Changes in operating assets and liabilities		
Financial assets at fair value through profit or loss	(30,541)	(13,807)
Accounts receivable	8,390	26,444
Inventories	178,356	527,340
Other current assets	3,645	5,211
Notes and accounts payable	3,493	5,278
Other payables	8,314	(47,717)
Provisions	(748)	3,026
Other current liabilities	(307)	12,133
Net defined benefit liabilities	35	33
Cash generated from operations	407,687	799,866
Interest received	24,582	22,255
Dividends received	20,020	-
Interest paid	(1,611)	(111)
Income tax paid	(53,508)	(59,092)
Net cash generated from operating activities	<u>397,170</u>	<u>762,918</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of financial assets at fair value through other comprehensive income	(168,595)	(29,292)
Purchase for financial assets at amortized cost	(300,580)	-
Payments for property, plant and equipment	(62,103)	(75,773)
Increase in refundable deposits	(153)	-
Payments for intangible assets	(69,975)	(47,506)
Increase in other financial assets	-	(2,808)
Decrease in other financial assets	36,846	-
Net cash used in investing activities	<u>(564,560)</u>	<u>(155,379)</u>

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## VIA LABS, INC. AND SUBSIDIARIES

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

	For the Nine Months Ended September 30	
	2024	2023
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Increase in short-term bills payable	\$ 208,995	\$ -
Repayment of the principal portion of lease liabilities	(10,440)	(10,203)
Dividends paid	(138,984)	(516,735)
Proceeds from exercise of employee share options	6,176	5,664
Change in non-controlling interests	<u>72,927</u>	<u>-</u>
Net cash generated from (used in) financing activities	<u>138,674</u>	<u>(521,274)</u>
<b>EFFECTS OF EXCHANGE RATE CHANGES ON THE BALANCE OF CASH HELD IN FOREIGN CURRENCIES</b>		
	<u>5,932</u>	<u>781</u>
<b>NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS</b>	(22,784)	87,046
<b>CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD</b>	<u>1,389,385</u>	<u>1,513,917</u>
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD</b>	<u>\$ 1,366,601</u>	<u>\$ 1,600,963</u>

(Concluded)