

ACER E-ENABLING SERVICE BUSINESS INC.
MINUTES OF 2025 GENERAL SHAREHOLDERS' MEETING

(Translation)

The translation is intended for reference only and nothing else. The Chinese text of the Minutes of 2025 General Shareholders' Meeting shall govern any and all matters related to the interpretation of the subject matter stated herein.

Time and Date : 9:00 a.m., Wednesday, June 4, 2025

Venue : Meeting room at 17F, No.9, Sec. 3, Nangang Rd., Nangang Dist., Taipei City, Taiwan

Type : Hybrid Shareholder' Meeting (Physical shareholder's meeting with assistance of video conferencing)

Video conference Platform : The eService Platform of Taiwan Depository Clearing Corporation (Website: <https://stockservices.tdcc.com.tw>)

Total outstanding shares of ACER E-ENABLING SERVICE BUSINESS INC.: 41,449,000 shares

Total shares represented by shareholders present in person or proxy : 28,483,900 shares

Percentage of shares held by shareholders present in person or proxy : 68.72%

The attendance list of the directors : ACER BEINGWARE HOLDING INC. Legal Representative: Jason Chen, Meggy Chen, and independent directors H.T Chou, Michael Wang, There are 4 directors attended, which constitutes more than half of the 7 directors' seat.

Chairman: Jason Chen, the Chairman of the Board of Directors.

Recorder : Kevin Cheng

The aggregate shareholding of the shareholders present in person or proxy constituted a quorum. The Chairman called the meeting to order.

1. Report Items

(1) Business Report for the Year 2024

Explanatory Notes: Please refer to Attachment 1.

(2) Audit Committee's Review Report

Explanatory Notes: Please refer to Attachment 2.

(3) To Report on the Execution of Employees' Profit Sharing Bonus and Board Directors' Compensation for the Year 2024

Explanatory Notes:

- i. The Board of Directors approved the proposal of employees' 2024 profit sharing bonus and Board Directors' compensation on March 11, 2025. The employees' profit-sharing bonus and Board Directors' compensation are to be distributed in cash.
- ii. The total amount of employees' profit sharing bonus is NT\$81,000,000.
- iii. The total amount of Board Directors' compensation is NT\$880,000.

2. Proposed Items for Ratification and Discussion

Item 1

Proposal: Ratification Proposal of the Business Report and Financial Statements for the Year 2024. (Proposed by the Board of Directors)

Explanatory Notes:

- (1) The Company's Financial Statements for the year 2024, including Balance Sheets, Statements of Comprehensive Income, Statements of Changes in Equity and Statements of Cash Flow, have been audited by CPA Wei-Ming Shih and CPA Ching-Wen Kao of KPMG.
- (2) The Business Report for the year 2024 and the forementioned Financial Statements are attached hereto as Attachment 1 and Attachment 3, which have been approved by the Audit Committee and resolved by the Board of Directors.
- (3) Please ratify.

Resolution :

Shares present at the time of voting : 28,483,900 (votes casted electronically: 28,375,900, votes video conferencing : 1,000)

Voting Results*	% of the total represented share present
Votes in favor : 28,365,989 (votes casted electronically : 28,365,989)	99.59%
Vote against : 2,775 (votes casted electronically : 2,775)	0.01%
Votes invalid or abstained : 115,136 (votes casted electronically : 7,136, votes video conferencing : 1,000)	0.40%

*including votes casted electronically (number in brackets)

RESOLVED, that the above proposal be and hereby was approved as proposed.

No questions from shareholders.

Item 2

Proposal : Ratification Proposal of Profit Appropriation for the Year 2024. (Proposed by the Board of Directors)

Explanatory Notes :

- (1) The Company's undistributed retained earnings at the beginning of the 2024 are NT\$ 390,970,272. After such amount added the PAT of 2024, set aside the legal reserve and reversed the special reserve according to law, the current distributable retained earnings are NT\$ 886,000,142, among which it is proposed to distribute the dividends of NT\$ 393,765,500 to the Shareholders and the remaining retained earnings of NT\$ 492,234,642 will be reserved for distribution next year.
- (2) All dividends will be distributed to the Shareholders whose names and respective shares are in these Shareholders' register on the ex-dividend record date, at a preliminary ratio of NT\$ 9.5 per share in cash. Rounded down to NT\$1 and the residue will be calculated and booked as the Company's other income.
- (3) Prior to the ex-dividend date for the distribution, should the cash distribution ratio require any adjustment due to amendment of laws or regulations, request by competent authorities, or any change of the numbers of the issued and outstanding shares, it is to authorize the Chairman with full power to adjust the distribution ratio.
- (4) The record date for ex-dividend is temporarily set on July 10th, 2025, and the distribution date is set on July 29th, 2025. Should the dates above be adjusted due to the amendment of laws or regulations, or request by competent authorities, the Chairman is authorized with full power to adjust accordingly.
- (5) Please refer to the Profit Appropriation Statement for 2024 (Attachment 4).
- (6) Please ratify.

Resolution:

Shares present at the time of voting : 28,483,900(votes casted electronically : 28,375,900, votes video conferencing : 1,000)

Voting Results*	% of the total represented share present
Votes in favor : 28,365,937 (votes casted electronically : 28,365,937)	99.59%
Vote against : 2,827 (votes casted electronically : 2,827)	0.01%
Votes invalid or abstained : 115,136 (votes casted electronically : 7,136, votes video conferencing : 1,000)	0.40%

*including votes casted electronically (number in brackets)

RESOLVED, that the above proposal be and hereby was approved as proposed.

No questions from shareholders.

Item 3

Discussion of the amendments to the Articles of Incorporation of the Company.
(Proposed by the Board of Directors)

Explanatory Notes:

1. In response to regulatory changes and to strengthen corporate governance, the Company intends to amend its Articles of Incorporation. Please refer to the comparison table of the amended Articles of Incorporation of the Company. (Attachment 5).
 - (1) In response to the amendment of Article 14, Paragraph 6 of the Securities and Exchange Act on August 7, 2024, and in alignment with the Financial Supervisory Commission's directive No. 1130385442 issued on November 8, 2024, Article 22, Paragraph 1 is proposed to explicitly state that if the company generates a profit for the year, after retaining the amount necessary to offset accumulated losses, no less than 1% of the remaining balance shall be allocated as compensation for grassroots employees.
 - (2) In accordance with the latest provisions of Article 24 of the "Corporate Governance Best Practice Principles for TWSE/TPEX-Listed Companies", amended on August 23, 2024, Article 14 is proposed to explicitly state that the number of independent directors shall not be less than one-third of the total number of directors.
 - (3) With reference to the provisions of Article 240, Paragraph 5 and Article 241 of the Company Act, as well as their lawmaking reasons of simplifying the procedures for the Company to pay dividends and bonuses, capital reserve or

statutory surplus reserve in cash, and the early determination of payment schedule for the benefit of shareholders, Article 24 is proposed to be amended to expressly stipulate that if all or part of the dividends and bonuses, capital reserve or statutory surplus reserve of the Company will be paid in cash, the Board of Directors may be authorized to resolve it by special resolution and report to the shareholders' meeting accordingly.

- (4) In accordance with the announcement of the Ministry of Economic Affairs to delete the business items of the telecommunication control radio frequency equipment import business, and the Company has no relevant business development plan for the two business items of medical equipment wholesale business and medical equipment retail business, Article 2 is proposed to delete the aforesaid three business items.

2. Please ratify.

Resolution :

Shares present at the time of voting : 28,483,900(votes casted electronically : 28,375,900, votes video conferencing : 1,000)

Voting Results*	% of the total represented share present
Votes in favor : 27,855,424 (votes casted electronically : 27,855,424)	97.79%
Vote against : 508,776 (votes casted electronically : 508,776)	1.79%
Votes invalid or abstained : 119,700 (votes casted electronically : 11,700, votes video conferencing : 1,000)	0.42%

*including votes casted electronically (number in brackets)

RESOLVED, that the above proposal be and hereby was approved as proposed.

No questions from shareholders.

3. Extemporary Motion : None. (No questions from shareholders.)

4. Meeting Adjourned : 9.20 am

Attachment 1

Business Report

Dear Shareholders,

Looking back at 2024 on global perspectives, according to data from the International Monetary Fund (IMF), the worldwide economic growth rate reached 3.2%, primarily driven by easing inflation, reduced pressure in the labor market, and increasing demand for artificial intelligence (AI). However, geopolitical risks—such as the ongoing Russia-Ukraine war, escalating tensions in the Middle East, and the intensifying U.S.-China trade conflict—dampened overall economic optimism.

Here in Taiwan according to forecasts from the Taiwan Institute of Economic Research, Taiwan's economy is projected to grow by 4.03% in 2024, mainly fueled by the expansion of AI technologies and the export of electronic products. Benefiting from the rising demand for AI and the advancement of related technologies, AEB has seen increased investment from both enterprise and government clients in cloud and smart transformation initiatives. As a result, our operations in cloud services, cybersecurity, and AI-driven initiatives have expanded, leading to a year-over-year performance growth in 2024.

The rapid advancement of new technologies—especially the continuous emergence of various cloud applications—has made cloud computing an integral part of people's lives and work. This trend has also driven enterprises to actively pursue digital transformation through the cloud, accelerating the adoption of generative AI technologies such as ChatGPT, Gemini, and DeepSeek.

According to internationally renowned research firm IDC, global AI spending is projected to reach USD 227 billion in 2025 and exceed USD 19.9 trillion by 2030, giving rise to an entirely new AI-driven economy. In Taiwan, fueled by the growth of generative AI, IDC estimates that the local AI platform market will grow from USD 88.3 million in 2024 to USD 235 million by 2028, demonstrating robust momentum.

These projections highlight the transformative potential of generative AI, which is expected to bring significant changes across various industries. In response, AEB is proactively positioning itself as an “Enterprise generative AI accelerator,” leveraging digital products and services—including data governance and digitization, mixed and multi cloud integration, and AI applications—to help clients on board the AI transformation journey, enabling deeper and broader digital transformation to enhance business resilience in the face of uncertainty.

Increasing demand for cloud and digital transformation from corporates and the rapid development of generative AI contributed to the growth of AEB's revenue and profits as compared to previous year. The 2024 business results, thanks to the concerted efforts of all our colleagues, are outlined as follows:

Unit: K NT\$

Item		Year		Increase (Decrease)	
		2024	2023	Amount	%
Operation Result	Revenue	8,687,665	7,550,746	1,136,919	15.1%
	Gross Profit	1,121,775	1,035,772	86,003	8.3%
	Operation Income	654,958	606,854	48,104	7.9%
	Net Income	538,964	501,328	37,636	7.5%

Item		Year		2024	2023
Profitability	Return on Assets			9.2%	9.1%
	Return on Equity			26.2%	26.8%
	Operating Income to Equity Ratio			158%	146.4%
	Pre-tax Net Income to Equity Ratio			160.5%	152.5%
	Net Income Ratio			6.2%	6.6%
	Earnings per Share			13.0	12.1

In addition to business achievement, AEB continues to invest resources to build competences in key technologies such as cloud, generative AI, and cybersecurity. These efforts have earned us recognition and certifications from leading global IT vendors, further validating our technical expertise and industry leadership.

AEB receive three prestigious awards from Microsoft Taiwan in 2024: “Copilot Partner,” “Modern Work Partner,” and Second Place in the Copilot for Microsoft 365 Partner Sales Excellence Competition—making us the only partner in Taiwan to earn all three distinctions that year. In addition, AEB was also recognized with excellence or top partner awards from several leading global technology providers, including TrendMicro, Commvault, Veeam, and CyberArk, affirming our strong partnerships and distribution capabilities.

Several digital transformation projects received top honor from global renowned IT organization. For example, AEB supported Inventec in migrating its core ERP systems to Azure cloud as a building block for its AI-driven factory, earning the “2024 Asia-Pacific ICT Alliance (APICTA) Award – Outstanding Tech Enterprise.” Similarly, the project with Quanta Computer to deploy its “AI Digital Workforce” initiative, which won the Global ICT Excellence Awards 2024 – Grand Prize for Best Tech Workplace, is a solid proof that our technological competences and service excellence are widely recognized by both clients and the international community.

In 2025, the global economy will continue to face both significant challenges and emerging opportunities. As major economies begin to cut interest rates, coupled with the recovery of emerging markets and the acceleration of technological innovation—particularly the rapid development of artificial intelligence—global economic growth is expected to rise.

However, unresolved geopolitical risks, along with the potential return of unilateralism under a new Trump administration in the United States, could introduce substantial volatility to global trade, investment, and supply chains.

For Taiwan, several factors will influence export performance, including the policy direction of the U.S. president, monetary policies of central banks around the world, developments in China's real estate market, and ongoing geopolitical tensions.

Nonetheless, driven by advancements in AI and automation technologies within the tech sector, demand for related software and hardware solutions is expected to keep growing. Additionally, digital transformation and green energy investment will remain key drivers of future economic growth. As a result, Taiwan's overall economy is projected to maintain steady growth.

In the information services industry, the trend of enterprises leveraging generative AI and related data technologies for digital transformation to enhance business resilience is expected to remain strong. This is especially true as major public cloud providers continue to establish data centers in Taiwan. Whether it's startups, large enterprises, or state-owned organizations, many are now prioritizing flexible, cloud-native IT environments when upgrading their systems.

Moreover, challenges often bring new opportunities. Rising geopolitical tensions and the emergence of open-source AI models may lead to an increase in cybersecurity incidents, such as cyberattacks and data breaches. This, in turn, is expected to drive growing demand for cybersecurity products and services. These developments will create new opportunities for AEB to leverage its technological strengths in cloud, AI, and cybersecurity, allowing us to further expand our business coverage in this evolving landscape.

With all, AEB will continue to evolve around its positioning as "Smart and Digital Enterprise Enabler" and focus on three main aspects in the future:

- (1) Continue to provide in-depth cloud services and expand the scope of AEB's MSP services, with dual focus on cloud and cybersecurity, addressing clients' technical and security needs in managing multi-cloud and hybrid cloud environments.
- (2) Introduce practical data governance and artificial intelligence services. Offer industry-specific solutions across diverse sectors, support the realization of generative AI and Microsoft Copilot applications, and develop data middle platform with solid governance structure to empower digital transformation.
- (3) Solidify regional business strategies on top of our current subsidiaries in China and Vietnam to provide in-depth and broad services for Taiwanese businesses in that region. At the same time, in response to ongoing supply chain shifts, we will continue to explore opportunity to expand business and service capabilities to other Southeast Asian markets to drive continuous growth in revenue and profitability.

Finally, we are deeply gratified for your unwavering support and encouragement. We sincerely wish you all health and successful in 2025.

Chairman
Jason Chen

President
Sandy Chou

Chief Financial Officer
Kevin Cheng

Attachment 2

Audit Committee's Review Report

The Board of Directors has prepared the Company's 2024 Business Report, Financial Statements, and the Proposal for Profit Appropriation. The CPA Steven Shih and Lilian Kao from KPMG were retained to audit AEB's Financial Statements and have issued an audit report relating to the Financial Statements. The said Business Report, Financial Statements, and Proposal for Profit Appropriation have been reviewed and determined to be correct and accurate by the Audit Committee of Acer E-Enabling Service Business Inc. in accordance with Article 14-4 of the Securities and Exchange Act and Article 219 of the Company Act, I hereby submit this Report.

Acer E-Enabling Service Business Inc.

Convener of the Audit Committee: H.T. Chou

March 11th, 2025

Attachment 3

Independent Auditor's Report

To the Board of Directors of ACER E-ENABLING SERVICE BUSINESS INC.

Audit Opinion

Our accounting professionals have audited and finalized the consolidated balance sheets, consolidated statements of comprehensive income, consolidated changes in equity, and consolidated cash flows statement for the period of January 1 to December 31 for 2024 and 2023, and notes to the consolidated financial statements (including a summary of significant accounting policies), of ACER E-ENABLING SERVICE BUSINESS INC. and its subsidiaries.

In our opinion, the consolidated financial statements referred to above are, in all material respects, presented in conformity with the Regulations Governing the Preparation of Financial Reports by Securities Issuers, as well as the International Financial Reporting Standards, International Accounting Standards, Interpretations and Interpretations Announcements endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China and present fairly of ACER E-ENABLING SERVICE BUSINESS INC. and its subsidiaries on December 31, 2024 and 2023, its consolidated financial position as of January 1 to December 31, 2024 and 2023, and its consolidated cash flows.

Basis for the audit opinion

We conducted the audit in accordance with the Regulations Governing Auditing and Attestation of Financial Statements by Certified Public Accountants. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the consolidated financial statements section. We were independent of ACER E-ENABLING SERVICE BUSINESS INC. and its subsidiaries in accordance with the Norms of Professional Ethics for Certified Public Accountants and fulfilled all other responsibilities thereunder. We believe that sufficient and appropriate audit evidence has been obtained in order to be served as a basis for presenting our audit opinion.

Key audit matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the 2024 consolidated financial statements of the Company and its subsidiaries. These matters were addressed in the context of our audit of the consolidated financial statements as a whole, and in forming our opinion thereon. We do not provide a separate opinion on these matters. The key audit matters determined by our accountants to be communicated in the audit report are as follows:

I. Revenue recognition

For the accounting policy for the revenue recognition, please refer to the consolidated financial statement Note 4 (14) Revenue from contracts with customers; for the description of the judgment involved in the revenue recognition timing, please refer to the consolidated financial statement Note 5.

Description of Key Audit Matters:

Sales revenue of ACER E-ENABLING SERVICE BUSINESS INC. and its subsidiaries is recognized as sales revenue when the control of the product is transferred to the customer. According to the needs of individual customers, the products agreed and the trading conditions are different, resulting in different timing of fulfilling the performance obligation, which often requires individual evaluation to determine the appropriate timing of revenue recognition. Therefore, whether revenue is recognized in the appropriate period is important to our audit of the financial statements.

The corresponding audit procedures:

Our main audit procedures for the above key audit matters include testing the sales and collection cycle and internal control over financial reporting; performing revenue item tests, reading the relevant sales contracts or purchase orders, and checking various documents to determine whether or not it satisfies the performance obligation and whether or not the timing of sales revenue recognition is correct; and select a sample of sales transactions in a period around the balance sheet date to assess whether or not the timing of revenue recognition is appropriate.

Other matters

We have audited the parent company only financial statements of 2024 and 2023 for ACER E-ENABLING SERVICE BUSINESS INC., for which we have issued an unqualified opinion.

Responsibilities of the management and the governing body for the consolidated financial statements

The management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and the IFRS, IAS, interpretations and announcements endorsed and issued into effect by the Financial Supervisory Commission. The internal control system necessary for the preparation of the report shall ensure that the consolidated financial statements are free of material misstatements caused by fraud or error.

In preparing the consolidated financial statements, the management's responsibilities also include assessing ACER and its subsidiaries' ability to continue as a going concern, disclosing relevant matters, and adopting the going concern basis of accounting. Suspension of business, or no other practicable solution other than liquidation or suspension of business.

Those charged with governance (including the Audit Committee) are responsible for supervising the financial reporting process of ACER E-ENABLING SERVICE BUSINESS INC. and its subsidiaries.

Auditors' Responsibilities for Auditing the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error and to issue an auditor's report. Reasonable assurance is a high level of assurance. However, the audit conducted in accordance with the Standards on Auditing cannot guarantee that material misstatements in the consolidated financial statements will be detected. Misstatements can arise from fraud or error. If the individual amount or the aggregate amount of the misstatement can be reasonably expected to affect the economic decision made by the user of the consolidated financial statements, the misstatement is considered material.

We exercise professional judgment and professional skepticism during an audit in accordance with the Standard on Auditing. We also performed the following tasks:

- I. We identified and evaluated the risk of any misstatements in the consolidated financial statements due to fraud or errors, designed and implemented applicable response measures for the evaluated risks, and acquired sufficient and appropriate audit evidence to base our audit opinions. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- II. Obtaining an understanding of internal control relevant to the audit in order to design appropriate audit procedures under the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal control of ACER E-ENABLING SERVICE BUSINESS INC. and its subsidiaries.
- III. We evaluated the appropriateness of the accounting policies adopted by the management and the rationality of the accounting estimates and relevant disclosures made by the management.
- IV. We drew a conclusion about the appropriateness of application of the going concern basis of accounting by the management and whether the event or circumstance which might cause major doubts about ACER E-ENABLING SERVICE BUSINESS INC. and its subsidiaries' ability of going concern had a material uncertainty. If we believe that there is a material uncertainty in such events or circumstances, we shall remind the users of the consolidated financial statements to pay attention to the related disclosures in the consolidated financial statements in our audit report, or modify our audit opinion when such disclosures are inappropriate. Our conclusion was drawn based on the audit evidence acquired as of the date of this audit report. However, future events or conditions may cause ACER E-ENABLING SERVICE BUSINESS INC. and its subsidiaries to no longer have the ability to continue to operate.
- V. Evaluate the overall expression, structure and content of the consolidated financial statements (including relevant notes) and whether or not the consolidated financial statements represent the relevant transactions and events in a fair manner.
- VI. Obtaining sufficient and appropriate audit evidence for the financial information of entities within the Group in order to express an opinion on the consolidated financial statements. We are responsible for guiding, supervising and performing the audit of the Group and forming an audit opinion for the Group.

The matters for which we communicated with the governance unit include the planned audit scope and time, as well as major audit findings (including the significant deficiencies of internal control identified during the audit.)

We also provided a declaration of independence to the governance unit, which assured that we complied with the requirements related to independence in the Norm of Professional Ethics for Certified Public Accountants and communicated all relationships and other matters (including relevant protective measures) which we deemed to be likely to cause an impact on the independence of CPAs to the governance unit.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the 2024 consolidated financial statements and are therefore the key audit matters. Unless public disclosure of certain matters were prohibited by related laws or regulations or if, in very exceptional circumstances, we determined not to cover such matters in the audit report, as we could reasonably expect that the negative impact of the coverage was greater than the public interest brought thereby, we specified such matters in the audit report.

The engagement partners on the audit resulting in this independent auditors' report are Wei-Ming Shih and Ching Wen Kao.

KPMG

Taipei, Taiwan (Republic of China)
March 11, 2025

ACER E-ENABLING SERVICE BUSINESS INC. and Subsidiaries

Consolidated Balance Sheet

December 31, 2024 and 2023

Unit: NTD thousand

Assets		2024.12. 31		2023.12.31	
		Amount	%	Amount	%
Current assets:					
1100	Cash and cash equivalents (Note 6(1))	\$ 965,983	16	2,756,948	49
1140	Contract assets - current (Note 6(17) and 7)	77,752	1	94,209	2
1170	Notes and accounts receivable, net (Note 6(4) and (17))	2,497,192	41	2,159,668	38
1180	Accounts receivable - Related parties (Note 6(4), (17) and 7)	29,045	1	43,302	1
1206	Other receivables - Others	99	-	748	-
1210	Other receivables - Related parties (Note 7)	14	-	-	-
1300	Inventories (Note 6(5))	450,390	7	294,749	5
1410	Prepayments and other current assets	4,966	-	4,967	-
Total current assets		4,025,441	66	5,354,591	95
Non-current assets:					
1517	Financial liabilities measured at fair value through profit or loss - non-current (Note 6(3))	24,725	-	20,100	1
1550	Investment under equity method (Note 6(6))	10,308	-	9,738	-
1600	Property, plant and equipment (Note 6(7) and 7)	1,774,464	29	4,381	-
1755	Right-of-use assets (Note 6(8) and 7)	2,730	-	63	-
1780	Intangible assets VII(Note 6(9) and 7)	2,885	-	2,533	-
1840	Deferred income tax assets (Note 6(14))	40,301	1	42,502	1
1920	Refundable deposits	188,321	3	187,427	3
1990	Other non-current assets (Note 6(10) and 9)	28,252	1	-	-
Total non-current assets		2,071,986	34	266,744	5
Total assets		\$ 6,097,427	100	5,621,335	100

(continued on next page)

(See accompanying notes to consolidated financial statements)

ACER E-ENABLING SERVICE BUSINESS INC. and Subsidiaries

Consolidated Balance Sheet (Continued)

December 31, 2024 and 2023

Unit: NTD thousand

		<u>2024.12.31</u>		<u>2023.12.31</u>	
		<u>Amount</u>	<u>%</u>	<u>Amount</u>	<u>%</u>
Liabilities and equity					
Current liabilities:					
2124	Financial liabilities measured at fair value through profit or loss - current				
	(Note 6(2))	\$ 2,103	-	-	-
2100	Short-term borrowing (Note 6 (11))	250,000	4	-	-
2130	Contract liabilities (Note 6(17) and 7)	1,769,869	29	1,776,517	32
2170	Notes and accounts payable	1,188,375	20	1,074,362	19
2180	Accounts payable - Related parties (Note 7)	93,616	2	117,372	2
2200	Other payables (Note 6(18))	354,146	6	434,759	8
2220	Other payables - Related parties (Note 7)	4,033	-	7,961	-
2230	Current income tax liabilities	65,495	1	73,788	1
2280	Lease liabilities - current (Note 6(12) and 7)	1,328	-	63	-
2399	Other current liabilities	74,358	1	32,441	1
	Total of current liabilities	3,803,323	63	3,517,263	63
Non-current liabilities:					
2580	Lease liabilities - non-current (Note 6(12) and 7)	1,422	-	-	-
2640	Net defined benefit liabilities (Note 6(13))	129,912	2	138,734	2
2645	Guarantee deposits	3,668	-	2,846	-
	Total non-current liabilities	135,002	2	141,580	2
	Total liabilities	3,938,325	65	3,658,843	65
Equity (Note 6(15)):					
3110	Common stock capital	414,490	7	414,490	7
3200	Capital reserve	628,098	10	628,098	12
	Retained earnings:				
3310	Legal reserve	176,618	3	126,485	2
3320	Special reserves	46,395	1	37,867	1
3350	Undistributed earnings	929,934	15	801,947	14
3400	Other equity	(36,433)	(1)	(46,395)	(1)
	Total equity	2,159,102	35	1,962,492	35
	Total liabilities and equity	\$ 6,097,427	100	5,621,335	100

(Please refer to the attached notes to consolidated financial statements)

ACER E-ENABLING SERVICE BUSINESS INC. and Subsidiaries

Consolidated Statement of Comprehensive Income

January 1 to December 31, 2024 and 2023

Unit: NTD thousand

		2024		2023	
		Amount	%	Amount	%
4000	Operating revenue (Notes 6(17), 7 and 14)	8,687,665	100	7,550,746	100
5000	Operating costs (Notes 6(5), (9), (13), (18), 7, and 12)	(7,565,890)	(87)	(6,514,974)	(86)
	Gross operating profit	1,121,775	13	1,035,772	14
	Operating expenses (Notes 6(4), (7), (8), (9), (12), (13), (18), 7 and 12)				
6100	Sales promotion expenses	(312,245)	(4)	(285,614)	(4)
6200	Administrative expenses	(98,163)	(1)	(80,314)	(1)
6300	R&D expenses	(60,208)	(1)	(60,107)	(1)
6450	Expected credit (impairment loss) reversal gains	3,799	-	(2,883)	-
	Total operating expenses	(466,817)	(6)	(428,918)	(6)
	Net operating profit	654,958	7	606,854	8
	Non-operating income and expenses (Note 6(6), (12) and (19) and 7):				
7100	Interest income	10,016	-	24,030	-
7010	Other income	260	-	-	-
7020	Other gains and losses	6,367	-	353	-
7050	Financial cost	(7,996)	-	(70)	-
7770	Share of profit of affiliated companies under the equity method	1,677	-	843	-
	Total non-operating income and expenses	10,324	-	25,156	-
	Net income before tax	665,282	7	632,010	8
7950	Less: Income tax expenses (Note 6(14))	(126,318)	(1)	(130,682)	(1)
	Net income for the period	538,964	6	501,328	7
	Other comprehensive income (Note 6(15)):				
8310	Items not reclassified into profit or loss				
8311	Re-measurement of defined benefit plan	4,460	-	(4,706)	-
8316	Unrealized valuation profit/loss from investment in equity instruments measured at fair value through other comprehensive income	4,625	-	(4,792)	-
8349	Income tax related to items not subject to reclassification	(892)	-	941	-
	Total of items not reclassified into profit or loss	8,193	-	(8,557)	-
8360	Items that may be reclassified subsequently to profit or loss				
8361	Exchange differences on translation of financial statements of foreign operations	1,769	-	29	-
8399	Income tax related to items that may be reclassified	-	-	-	-
	Total items that may be reclassified subsequently to profit or loss	1,769	-	29	-
	Other comprehensive income in the current period	9,962	-	(8,528)	-
	Total comprehensive income for the period	548,926	6	492,800	7
	Earnings per share (Unit: NTD, Note 6(16))				
9750	Basic earnings per share	13.00		12.10	
9850	Diluted earnings per share	12.90		12.00	

(Please refer to the attached notes to consolidated financial statements)

ACER E-ENABLING SERVICE BUSINESS INC. and Subsidiaries

Consolidated Statement of Changes in Equity

January 1 to December 31, 2024 and 2023

Unit: NTD thousand

	Equity attributable to owners of the parent company										
							Other equity				
							Exchange differences on translation of financial statements of foreign operations	Unrealized gain (loss) on financial assets measured at fair value through other comprehensive income	Re-measurem ent of defined benefit plan	Total	Total equity
	Common share capital	Capital reserve	Legal reserve	Special reserves	Undistributed earnings	Total					
Balance as of January 1, 2023	\$ 414,490	628,098	82,807	52,846	640,186	775,839	-	(6,878)	(30,989)	(37,867)	1,780,560
Net income for the period	-	-	-	-	501,328	501,328	-	-	-	-	501,328
Other comprehensive income in the current period	-	-	-	-	-	-	29	(4,792)	(3,765)	(8,528)	(8,528)
Total comprehensive income for the period	-	-	-	-	501,328	501,328	29	(4,792)	(3,765)	(8,528)	492,800
Appropriation and distribution of earnings:											
Appropriation of legal reserve	-	-	43,678	-	(43,678)	-	-	-	-	-	-
Reversal of special reserves	-	-	-	(14,979)	14,979	-	-	-	-	-	-
Common stock cash dividends	-	-	-	-	(310,868)	(310,868)	-	-	-	-	(310,868)
Balance as of December 31, 2023	414,490	628,098	126,485	37,867	801,947	966,299	29	(11,670)	(34,754)	(46,395)	1,962,492
Net income for the period	-	-	-	-	538,964	538,964	-	-	-	-	538,964
Other comprehensive income in the current period	-	-	-	-	-	-	1,769	4,625	3,568	9,962	9,962
Total comprehensive income for the period	-	-	-	-	538,964	538,964	1,769	4,625	3,568	9,962	548,926
Appropriation and distribution of earnings:											
Appropriation of legal reserve	-	-	50,133	-	(50,133)	-	-	-	-	-	-
Provision of special reserve	-	-	-	8,528	(8,528)	-	-	-	-	-	-
Common stock cash dividends	-	-	-	-	(352,316)	(352,316)	-	-	-	-	(352,316)
Balance as of December 31, 2024	\$ 414,490	628,098	176,618	46,395	929,934	1,152,947	1,798	(7,045)	(31,186)	(36,433)	2,159,102

(Please refer to the attached notes to consolidated financial statements)

ACER E-ENABLING SERVICE BUSINESS INC. and Subsidiaries

Consolidated Statements of Cash Flows

January 1 to December 31, 2024 and 2023

Unit: NTD thousand

	<u>2024</u>	<u>2023</u>
Cash flow from operating activities:		
Net income before tax for the period	\$ 665,282	632,010
Adjustments:		
Income and expenses		
Depreciation expense	16,923	20,411
Amortization expense	5,931	5,837
Expected credit impairment (reversal gains) loss	(3,799)	2,883
Interest expense	7,996	70
Interest income	(10,016)	(24,030)
Gains from investment under equity method	(1,677)	(843)
Net loss from financial liabilities measured at fair value through profit or loss	2,103	-
Total income and expense	17,461	4,328
Changes in assets and liabilities related to operating activities:		
Net changes in assets related to operating activities:		
Contract assets	16,457	(18,293)
Notes and accounts receivable	(333,725)	(224,800)
Accounts receivable - related parties	14,257	4,312
Other receivables - Related parties	(14)	4,500
Inventory	(155,641)	144,056
Prepayments and other current assets	1	(1,999)
Total net changes in assets related to operating activities	(458,665)	(92,224)
Net changes in liabilities related to operating activities:		
Notes and accounts payable	114,013	(137,525)
Accounts payable - related parties	(23,756)	13,652
Other payables	(80,755)	15,544
Other payables - Related parties	(3,928)	(2,653)
Contract liabilities	(6,648)	158,956
Other current liabilities	41,917	12,945
Net defined benefit liability	(4,362)	(8,229)
Total net changes in liabilities related to operating activities	36,481	52,690
Total net changes in assets and liabilities related to operating activities	(422,184)	(39,534)
Total adjustment items	(404,723)	(35,206)
Cash inflow from operations	260,559	596,804
Interest received	10,665	24,574
Interest paid	(7,854)	(70)
Income tax paid	(133,302)	(123,818)
Net cash inflow from operating activities	130,068	497,490

(continued on next page)

(Please refer to the attached notes to consolidated financial statements)

ACER E-ENABLING SERVICE BUSINESS INC. and Subsidiaries
Consolidated Statements of Cash Flows (continued from previous page)
January 1 to December 31, 2024 and 2023

Unit: NTD thousand

	<u>2024</u>	<u>2023</u>
Cash flow from investing activities:		
Acquisition of property, plant and equipment	(1,785,683)	(4,473)
Acquisition of intangible assets	(6,283)	(4,673)
Increased refundable deposits	(894)	(3,137)
Decrease of other financial assets	-	200,000
Increased other non-current assets:	(28,252)	-
Dividends received	1,107	1,890
Net cash (outflow) inflow from financing activities	<u>(1,820,005)</u>	<u>189,607</u>
Cash flow from financing activities:		
Increased short-term borrowings	250,000	-
Lease principal repayment	(1,300)	(18,938)
Increase in guarantee deposits	822	370
Distribution of cash dividends	(352,316)	(310,868)
Net cash outflow from financing activities	<u>(102,794)</u>	<u>(329,436)</u>
Effect of exchange rate changes on cash and cash equivalents	1,766	29
Increase (decrease) in cash and cash equivalents in the current period	(1,790,965)	357,690
Cash and cash equivalents at beginning of period	2,756,948	2,399,258
Cash and cash equivalents at end of period	<u>\$ 965,983</u>	<u>2,756,948</u>

(Please refer to the attached notes to consolidated financial statements)

Independent Auditor's Report

To the Board of Directors of ACER E-ENABLING SERVICE BUSINESS INC.

Audit Opinion

Our accounting professionals have audited and finalized the balance sheets, consolidated statements of comprehensive income, changes in equity, and cash flows for the period of January 1 to December 31 for 2024 and 2023, and notes to the individual financial statements (including a summary of significant accounting policies), of ACER E-ENABLING SERVICE BUSINESS INC.

In our opinion, the parent company only financial statements referred to above are, in all material respects, presented in conformity with the Regulations Governing the Preparation of Financial Reports by Securities Issuers, and present fairly of ACER E-ENABLING SERVICE BUSINESS INC., Ltd. on December 31, 2024 and 2023. its financial position as of January 1 to December 31, 2024 and 2023, and its cash flows.

Basis for the audit opinion

We conducted the audit in accordance with the Regulations Governing Auditing and Attestation of Financial Statements by Certified Public Accountants. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the parent company only financial statements section. We were independent of ACER E-ENABLING SERVICE BUSINESS INC. in accordance with the Norms of Professional Ethics for Certified Public Accountants and fulfilled all other responsibilities thereunder. We believe that sufficient and appropriate audit evidence has been obtained in order to be served as a basis for presenting our audit opinion.

Key audit matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the 2024 parent company only financial statements. These matters were addressed in the context of our audit of the parent company only financial statements as a whole, and in forming our opinion thereon and we do not provide a separate opinion on these matters. The key audit matters determined by our accountants to be communicated in the audit report are as follows:

I. Revenue recognition

For the accounting policy for the revenue recognition, please refer to the parent company only financial statement Note 4 (14) Revenue from contracts with customers; for the description of the judgment involved in the revenue recognition timing, please refer to the parent company only financial statement Note 5.

Description of Key Audit Matters:

Sales revenue of ACER E-ENABLING SERVICE BUSINESS INC. is recognized as sales revenue when the control of the product is transferred to the customer. According to the needs of individual customers, the products agreed and the trading conditions are different, resulting in different timing of fulfilling the performance obligation, which often requires individual evaluation to determine the appropriate timing of revenue recognition. Therefore, whether revenue is recognized in the appropriate period is important to our audit of the financial statements.

The corresponding audit procedures:

Our main audit procedures for the above key audit matters include testing the sales and collection cycle and internal control over financial reporting; performing revenue item tests, reading the relevant sales contracts or purchase orders, and checking various documents to ensure that whether or not it satisfies the performance obligation and whether or not the timing of sales revenue recognition is correct; and select a sample of sales transactions in a period around the balance sheet date to assess whether or not the timing of revenue recognition is appropriate.

Responsibilities of the management level and the governing body for the parent company only financial statements

The responsibility of the management is to prepare the appropriate parent company only financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers, and to maintain the necessary internal control related to the preparation of the parent company only financial statements to ensure that the parent company only financial statements are free of significant misrepresentation.

In preparing the parent company only financial statements, the management's responsibilities also include assessing ACER's ability to continue as a going concern, disclosing relevant matters, and adopting the going concern basis of accounting. Suspension of business, or no other practicable solution other than liquidation or suspension of business.

Those charged with governance (including the Audit Committee) are responsible for supervising the financial reporting process.

Auditors' Responsibilities for Auditing the Parent Company Only Financial Statements

Our objectives are to obtain reasonable assurance about whether the parent company only financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report. Reasonable assurance is a high level of confidence. However, the audit conducted in accordance with the Standards on Auditing cannot guarantee that material misstatements in the parent company only financial statements will be detected. Misstatements can arise from fraud or error. If the individual amounts or the total number of misstatements can be reasonably expected to affect the economic decisions made by the user of the parent company only financial statements, the misstatements are considered material.

We exercise professional judgment and professional skepticism during an audit in accordance with the Standard on Auditing. We also performed the following tasks:

- I. We identified and evaluated the risk of any misstatements in the parent company only financial statements due to fraud or errors, designed and implemented applicable response measures for the evaluated risks, and acquired sufficient and appropriate audit evidence to base our audit opinions. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- II. We understood the internal control related to the audit to an extent necessary to design audit procedures applicable to the current circumstance; however, the purpose of such work was not to express opinions towards the effectiveness of ACER E-ENABLING SERVICE BUSINESS INC.'s internal control.
- III. We evaluated the appropriateness of the accounting policies adopted by management and the reasonableness of accounting estimates and related disclosures made by management.

- IV. We drew a conclusion about the appropriateness of application of the going concern basis of accounting by the management and whether the event or circumstance which might cause major doubts about ACER E-ENABLING SERVICE BUSINESS INC.'s ability of going concern had a material uncertainty. If any material uncertainty was deemed to exist in such event or circumstance, we must provide a reminder in the separate financial statements for the users to pay attention to relevant disclosure therein, or amend our audit opinions when such disclosure was inappropriate. Our conclusion was drawn based on the audit evidence acquired as of the date of this audit report. However, future events or circumstances might result in a situation where ACER E-ENABLING SERVICE BUSINESS INC. would no longer have the ability of going concern.
- V. We evaluated the overall presentation, structure and contents of the separate financial statements (including relevant notes), and whether the separate financial statements presented relevant transactions and events fairly.
- VI. We acquired sufficient and appropriate audit evidence with respect to the financial information of the entities comprising the Company to provide opinions towards the separate financial statements. We were responsible for instruction, supervision and implementation of the audit cases, as well as expression of the audit opinions on ACER E-ENABLING SERVICE BUSINESS INC.

The matters for which we communicated with the governance unit include the planned audit scope and time, as well as major audit findings (including the significant deficiencies of internal control identified during the audit.)

We also provided a declaration of independence to the governance unit, which assured that we complied with the requirements related to independence in the Norm of Professional Ethics for Certified Public Accountants and communicated all relationships and other matters (including relevant protective measures) which we deemed to be likely to cause an impact on the independence of CPAs to the governance unit.

We determined the key audit matters to be audited in ACER E-ENABLING SERVICE BUSINESS INC.'s parent company only financial statements for 2024 based on the matters communicated with the governance unit. Unless public disclosure of certain matters were prohibited by related laws or regulations or if, in very exceptional circumstances, we determined not to cover such matters in the audit report, as we could reasonably expect that the negative impact of the coverage was greater than the public interest brought thereby, we specified such matters in the audit report.

The engagement partners on the audit resulting in this independent auditors' report are Wei-Ming Shih and Ching Wen Kao.

KPMG

Taipei, Taiwan (Republic of China)
March 11, 2025

ACER E-ENABLING SERVICE BUSINESS INC.

Balance Sheet

December 31, 2024 and 2023

Unit: NTD thousand

Assets		2024.12. 31		2023.12.31	
		Amount	%	Amount	%
Current assets:					
1100	Cash and cash equivalents (Note 6(1))	\$ 882,884	15	2,714,019	48
1140	Contract assets - current (Note 6(17) and 7)	77,752	1	94,209	2
1170	Notes and accounts receivable, net (Note 6(4) and (17))	2,459,048	41	2,147,188	38
1180	Accounts receivable - Related parties (Note 6(4), (17) and 7)	67,642	1	48,347	1
1206	Other receivables - Others	99	-	748	-
1210	Other receivables - Related parties (Note 7)	14	-	-	-
1300	Inventories (Note 6(5))	446,612	7	292,073	5
1410	Prepayments and other current assets	4,245	-	4,792	-
Total current assets		3,938,296	65	5,301,376	94
Non-current assets:					
1517	Financial liabilities measured at fair value through profit or loss - non-current (Note 6(3))	24,725	1	20,100	-
1550	Investment under equity method (Note 6(6))	83,583	1	55,459	1
1600	Property, plant and equipment (Note 6(7))	1,774,385	29	4,295	-
1755	Right-of-use assets (Note 6(8) and 7)	2,730	-	63	-
1780	Intangible assets (Note 6(9))	2,885	-	2,533	-
1840	Deferred income tax assets (Note 6(14))	40,301	1	42,502	1
1920	Refundable deposits	188,321	3	187,427	4
1990	Other non-current assets (Note 6(10))	28,252	-	-	-
Total non-current assets		2,145,182	35	312,379	6
Total assets		\$ 6,083,478	100	5,613,755	100

(continued on next page)

(Please refer to the attached Notes to the parent company only financial statements)

ACER E-ENABLING SERVICE BUSINESS INC.

Balance Sheet (Continued)

December 31, 2024 and 2023

Unit: NTD thousand

		<u>2024.12.31</u>		<u>2023.12.31</u>	
		<u>Amount</u>	<u>%</u>	<u>Amount</u>	<u>%</u>
Liabilities and equity					
Current liabilities:					
2123	Financial liabilities measured at fair value through profit or loss - current				
	(Note 6(2))	\$ 2,103	-	-	-
2100	Short-term borrowing (Note 6 (11))	250,000	4	-	-
2130	Contract liabilities (Note 6(17) and 7)	1,769,869	29	1,776,517	32
2170	Notes and accounts payable	1,183,411	20	1,069,357	19
2180	Accounts payable - Related parties (Note 7)	90,377	2	117,372	2
2200	Other payables (Note 6(18))	349,108	6	432,203	8
2220	Other payables - Related parties (Note 7)	4,033	-	7,961	-
2230	Current income tax liabilities	65,495	1	73,825	1
2280	Lease liabilities - current (Note 6(12) and 7)	1,328	-	63	-
2399	Other current liabilities	73,650	1	32,385	1
	Total of current liabilities	<u>3,789,374</u>	<u>63</u>	<u>3,509,683</u>	<u>63</u>
Non-current liabilities:					
2580	Lease liabilities - non-current (Note 6(12) and 7)	1,422	-	-	-
2640	Net defined benefit liabilities (Note 6(13))	129,912	2	138,734	2
2645	Guarantee deposits	3,668	-	2,846	-
	Total non-current liabilities	<u>135,002</u>	<u>2</u>	<u>141,580</u>	<u>2</u>
	Total liabilities	<u>3,924,376</u>	<u>65</u>	<u>3,651,263</u>	<u>65</u>
Equity (Note 6(15) and (16)):					
3110	Common stock capital	414,490	7	414,490	8
3200	Capital reserve	628,098	10	628,098	11
	Retained earnings:				
3310	Legal reserve	176,618	3	126,485	2
3320	Special reserves	46,395	1	37,867	1
3350	Undistributed earnings	929,934	15	801,947	14
3400	Other equity	(36,433)	(1)	(46,395)	(1)
	Total equity	<u>2,159,102</u>	<u>35</u>	<u>1,962,492</u>	<u>35</u>
	Total liabilities and equity	<u><u>\$ 6,083,478</u></u>	<u><u>100</u></u>	<u><u>5,613,755</u></u>	<u><u>100</u></u>

(Please refer to the attached Notes to the parent company only financial statements)

ACER E-ENABLING SERVICE BUSINESS INC.

Comprehensive Income Statement

January 1 to December 31, 2024 and 2023

Unit: NTD thousand

		2024		2023	
		Amount	%	Amount	%
4000	Operating revenue (Note 6(17) and 7)	\$ 8,572,335	100	7,528,830	100
5000	Operating costs (Notes 6(5), (9), (13), (18), 7, and 12)	(7,476,436)	(87)	(6,497,917)	(86)
	Gross operating profit	1,095,899	13	1,030,913	14
5920	Unrealized gross profit from sales	(110)	-	(13)	-
	Realized gross operating profit	1,095,789	13	1,030,900	14
	Operating expenses (Notes 6(4), (7), (8), (9), (12), (13), (18), 7 and 12)				
6100	Sales promotion expenses	(306,491)	(4)	(283,056)	(4)
6200	Administrative expenses	(88,873)	(1)	(76,952)	(1)
6300	R&D expenses	(60,209)	(1)	(60,107)	(1)
6450	Expected credit (impairment loss) reversal gains	3,801	-	(2,883)	-
	Total operating expenses	(451,772)	(6)	(422,998)	(6)
	Net operating profit	644,017	7	607,902	8
	Non-operating income and expenses (Note 6(6), (12) and (19)):				
7100	Interest income	9,689	-	23,984	-
7190	Other income	260	-	-	-
7020	Other gains and losses	7,357	-	(191)	-
7050	Financial cost	(7,996)	-	(70)	-
7375	Share of profit of subsidiaries and associates accounted for using the equity method	11,287	-	385	-
	Total non-operating income and expenses	20,597	-	24,108	-
	Net income before tax	664,614	7	632,010	8
7950	Less: Income tax expenses (Note 6(14))	(125,650)	(1)	(130,682)	(1)
	Net income for the period	538,964	6	501,328	7
	Other comprehensive income (Note 6(14) and (15)):				
8310	Items not reclassified into profit or loss				
8311	Re-measurement of defined benefit plan	4,460	-	(4,706)	-
8316	Unrealized valuation profit/loss from investment in equity instruments measured at fair value through other comprehensive income	4,625	-	(4,792)	-
8349	Income tax related to items not subject to reclassification	(892)	-	941	-
	Total of items not reclassified into profit or loss	8,193	-	(8,557)	-
8360	Items that may be reclassified subsequently to profit or loss				
8361	Exchange differences on translation of financial statements of foreign operations	1,769	-	29	-
8399	Income tax related to items that may be reclassified	-	-	-	-
	Total items that may be reclassified subsequently to profit or loss	1,769	-	29	-
	Other comprehensive income in the current period	9,962	-	(8,528)	-
	Total comprehensive income for the period	\$ 548,926	6	492,800	7
	Earnings per share (Unit: NTD, Note 6(16))				
9750	Basic earnings per share	\$ 13.00		12.10	
9850	Diluted earnings per share	\$ 12.90		12.00	

(Please refer to the attached Notes to the parent company only financial statements)

ACER E-ENABLING SERVICE BUSINESS INC.

Statement of Changes in Equity

January 1 to December 31, 2024 and 2023

Unit: NTD thousand

	Retained earnings:						Other equity				Total equity
	Common share capital	Capital reserve	Legal reserve	Special reserves	Undistributed earnings	Total	Exchange differences on translation of financial statements of foreign operations	Unrealized gain (loss) on financial assets measured at fair value through other comprehensive income	Re-measuremen t of defined benefit plan	Total	
Balance as of January 1, 2023	\$ 414,490	628,098	82,807	52,846	640,186	775,839	-	(6,878)	(30,989)	(37,867)	1,780,560
Net income for the period	-	-	-	-	501,328	501,328	-	-	-	-	501,328
Other comprehensive income in the current period	-	-	-	-	-	-	29	(4,792)	(3,765)	(8,528)	(8,528)
Total comprehensive income for the period	-	-	-	-	501,328	501,328	29	(4,792)	(3,765)	(8,528)	492,800
Appropriation and distribution of earnings:											
Appropriation of legal reserve	-	-	43,678	-	(43,678)	-	-	-	-	-	-
Reversal of special reserves	-	-	-	(14,979)	14,979	-	-	-	-	-	-
Common stock cash dividends	-	-	-	-	(310,868)	(310,868)	-	-	-	-	(310,868)
Balance as of December 31, 2023	414,490	628,098	126,485	37,867	801,947	966,299	29	(11,670)	(34,754)	(46,395)	1,962,492
Net income for the period	-	-	-	-	538,964	538,964	-	-	-	-	538,964
Other comprehensive income in the current period	-	-	-	-	-	-	1,769	4,625	3,568	9,962	9,962
Total comprehensive income for the period	-	-	-	-	538,964	538,964	1,769	4,625	3,568	9,962	548,926
Appropriation and distribution of earnings:											
Appropriation of legal reserve	-	-	50,133	-	(50,133)	-	-	-	-	-	-
Provision of special reserve	-	-	-	8,528	(8,528)	-	-	-	-	-	-
Common stock cash dividends	-	-	-	-	(352,316)	(352,316)	-	-	-	-	(352,316)
Balance as of December 31, 2024	\$ 414,490	628,098	176,618	46,395	929,934	1,152,947	1,798	(7,045)	(31,186)	(36,433)	2,159,102

(Please refer to the attached Notes to the parent company only financial statements)

ACER E-ENABLING SERVICE BUSINESS INC.

Statement of Cash Flow

January 1 to December 31, 2024 and 2023

Unit: NTD thousand

	<u>2024</u>	<u>2023</u>
Cash flow from operating activities:		
Net income before tax for the period	\$ 664,614	632,010
Adjustments:		
Income and expenses		
Depreciation expense	16,882	20,402
Amortization expense	5,931	5,837
Expected credit impairment (reversal gains) loss	(3,801)	2,883
Net loss from financial liabilities measured at fair value through profit or loss	2,103	-
Interest expense	7,996	70
Interest income	(9,689)	(23,984)
Share of profit of subsidiaries and associates accounted for using the equity method	(11,287)	(385)
Unrealized gross profit from sales	110	13
Total income and expense	8,245	4,836
Changes in assets and liabilities related to operating activities:		
Net changes in assets related to operating activities:		
Contract assets	16,457	(18,293)
Notes and accounts receivable	(308,059)	(212,320)
Accounts receivable - related parties	(19,295)	(733)
Other receivables - Related parties	(14)	4,500
Inventory	(154,539)	146,732
Prepayments and other current assets	547	(1,824)
Total net changes in assets related to operating activities	(464,903)	(81,938)
Net changes in liabilities related to operating activities:		
Accounts payable	114,054	(142,530)
Accounts payable - related parties	(26,995)	13,652
Other payables	(83,237)	12,988
Other payables - Related parties	(3,928)	(2,653)
Contract liabilities	(6,648)	158,956
Other current liabilities	41,265	12,889
Net defined benefit liability	(4,362)	(8,229)
Total net changes in liabilities related to operating activities	30,149	45,073
Total net changes in assets and liabilities related to operating activities	(434,754)	(36,865)
Total adjustment items	(426,509)	(32,029)
Cash inflow from operations	238,105	599,981
Interest received	10,338	24,528
Interest paid	(7,854)	(70)
Income tax paid	(132,671)	(123,781)
Net cash inflow from operating activities	107,918	500,658

(continued on next page)

(Please refer to the attached Notes to the parent company only financial statements)

ACER E-ENABLING SERVICE BUSINESS INC.
Cash Flow Statement (continued from previous page)
January 1 to December 31, 2024 and 2023

Unit: NTD thousand

	<u>2024</u>	<u>2023</u>
Cash flow from investing activities:		
Acquisition of investments under equity method	(16,285)	(46,163)
Acquisition of property, plant and equipment	(1,785,652)	(4,378)
Acquisition of intangible assets	(6,283)	(4,673)
Increased refundable deposits	(894)	(3,137)
Increased other financial assets	-	200,000
Increased other non-current assets:	(28,252)	-
Dividends received	1,107	1,890
Net cash (outflow) inflow from financing activities	<u>(1,836,259)</u>	<u>143,539</u>
Cash flow from financing activities:		
Increased short-term borrowings	250,000	-
Lease principal repayment	(1,300)	(18,938)
Increase in guarantee deposits	822	370
Distribution of cash dividends	(352,316)	(310,868)
Net cash outflow from financing activities	<u>(102,794)</u>	<u>(329,436)</u>
Increase (decrease) in cash and cash equivalents in the current period	(1,831,135)	314,761
Cash and cash equivalents at beginning of period	2,714,019	2,399,258
Cash and cash equivalents at end of period	<u><u>\$ 882,884</u></u>	<u><u>2,714,019</u></u>

(Please refer to the attached Notes to the parent company only financial statements)

Attachment 4

Acer E-Enabling Service Business Inc. 2024 Statement of Profit Appropriation

	Unit: NT\$
Beginning Balance of Un-appropriated Retained Earnings	390,970,272
Plus:2024 Net Income after Tax	538,963,992
Deduct: Legal Reserve	(53,896,399)
Plus: Reversal of special surplus reserves	9,962,277
Accumulative earnings available for appropriation	<u>886,000,142</u>
Appropriation Items:	
Cash dividends to shareholders	(393,765,500)
Ending Balance of Un-appropriated Retained Earnings	<u><u>492,234,642</u></u>

President	Manager	Head of Accounting Department
Jason Chen	Sandy Chou	Kevin Cheng

Attachment 5

Acer E-Enabling Service Business Inc.

Articles of Incorporation

Comparison Table of Amended Articles

After Revision	Before Revision	Reason for Revision
Article 2: 1. F113050 wholesale of computers and office machinery and equipment 2. F118010 Information software wholesale business 3. F218010 Information software retailing 4. F401010 International trade 5. I199990 other consultancy services 6. I301010 information software service industry 7. I301020 data processing services 8. I301030 electronic information supply service industry 9. IZ09010 Management system verification industry 10. J399010 Software publishing 11. F119010 Wholesale of electronic materials 12. F219010 Retail trade of electronic materials 13. F213030 retail of computers and business equipment 14. ZZ99999 may operate business that is not prohibited or restricted by laws and regulations, except for licensed business 15. F401021 Telecommunications control the import of radio equipment 16. F108031 Medical equipment wholesale business 17. F208031 Retail of medical equipment	Article 2: The Company's business is as follows 1. F113050 wholesale of computers and office machinery and equipment 2. F118010 Information software wholesale business 3. F218010 Information software retailing 4. F401010 International trade 5. I199990 other consultancy services 6. I301010 information software service industry 7. I301020 data processing services 8. I301030 electronic information supply service industry 9. IZ09010 Management system verification industry 10. J399010 Software publishing 11. F119010 Wholesale of electronic materials 12. F219010 Retail trade of electronic materials 13. F213030 retail of computers and business equipment 14. ZZ99999 may operate business that is not prohibited or restricted by laws and regulations, except for licensed business 15. F401021 Telecommunications control the import of radio equipment 16. F108031 Medical equipment wholesale business 17. F208031 Retail of medical equipment	Deleted the "telecommunications control radio frequency equipment import business" according to the deletion of such item by the Ministry of Economic Affairs. Deleted the "medical equipment wholesale business" and "and medical equipment retail business", which are irrelevant with the Company's business development plan

<p>Article 14: (omitted) The election of directors of the Company shall be subject to Article 192-1 of the Company Law</p>	<p>Article 14: (omitted) The election of directors of the Company shall be subject to Article 192-1 of the Company Law</p>	<p>Amended in accordance with the latest provisions of Article 24 of the "Corporate Governance Best Practice Principles for TWSE/TPEX-Listed Companies"</p>
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After Revision	Before Revision	Reason for Revision
<p>The nomination system is for the election of candidates by the shareholders' meeting. In accordance with the provisions of Article 14-2 of the Securities and Exchange Act, the Company shall have at least three independent directors among the above-mentioned directors, and the number of directors shall not be less than one-third^{fifth}. The professional qualifications, shareholding and concurrent job restrictions, nomination and election methods of independent directors and other matters to be complied with shall be handled in accordance with the relevant regulations of the securities authorities.</p> <p>(omitted)</p>	<p>The nomination system is for the election of candidates by the shareholders' meeting. In accordance with the provisions of Article 14-2 of the Securities and Exchange Act, the Company shall appoint three or more independent directors among the above-mentioned directors, and the number of directors shall not be less than one-fifth. The professional qualifications, shareholding and concurrent job restrictions, nomination and election methods of independent directors and other matters to be complied with shall be handled in accordance with the relevant regulations of the securities authorities.</p> <p>(omitted)</p>	
<p>Article 22:</p> <p>If the Company makes a profit in the year, after reserving the amount of accumulated losses in advance, it shall allocate not less than 2% of the balance for employee remuneration <u>(of which no less than 1% shall be allocated for the remuneration of grassroots employees)</u> and may allocate no more than 8/1000 for the remuneration of directors.</p> <p>The remuneration of the employees described in the preceding paragraph may be in cash or stock, and the distribution may include employees of the controlling or affiliated companies who meet certain conditions, which shall be determined by the board of directors.</p>	<p>Article 22:</p> <p>If the Company makes a profit for the year, after retaining the amount of accumulated losses in advance, it shall allocate not less than 2% of the balance to the remuneration of employees and may allocate not more than 8/1000 of the remuneration of directors.</p> <p>The remuneration of the employees described in the preceding paragraph may be in cash or stock, and the distribution may include employees of the controlling or affiliated companies who meet certain conditions, which shall be determined by the board of directors.</p>	<p>Amended in response to the amendment of Article 14, Paragraph 6 of the Securities and Exchange Act on August 7, 2024, and in alignment with the Financial Supervisory Commission's directive No. 1130385442 issued on November 8, 2024</p>

<p>Article 24:</p> <p>The Company's dividend policy is to allocate no less than 10% of the distributable surplus as a shareholder dividend every year in line with the current and future development plans, taking into account the investment environment, capital needs and domestic and foreign competition conditions, and taking into account the interests of shareholders. In order to achieve a balanced and stable dividend policy, when the Company distributes dividends, the cash dividends shall not be less than 10% of the total dividends, unless they are not distributed by the resolution of the board of directors and approved by the shareholders' meeting. When the Company has no surplus, dividends and bonuses shall not be distributed, subject to the financial, business and operational factors of the Company</p>	<p>Article 24:</p> <p>The Company's dividend policy is to allocate no less than 10% of the distributable surplus as a shareholder dividend every year in line with the current and future development plans, taking into account the investment environment, capital needs and domestic and foreign competition conditions, and taking into account the interests of shareholders. In order to achieve a balanced and stable dividend policy, when the Company distributes dividends, the cash dividends shall not be less than 10% of the total dividends, unless they are not distributed by the resolution of the board of directors and approved by the shareholders' meeting. When the Company has no surplus, dividends and bonuses shall not be distributed, subject to the financial, business and operational factors of the Company</p>	<p>Amended with reference to the provisions of Article 240, Paragraph 5 and Article 241 of the Company Act, as well as their lawmaking reasons of simplifying the procedures for the Company to pay dividends and bonuses, capital reserve or statutory surplus reserve in cash, and the early determination of payment schedule for the benefit of shareholders</p>
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After Revision	Before Revision	Reason for Revision
<p>Consideration may be given to the distribution of all or part of the statutory surplus and capital reserve in accordance with the law or the provisions of the competent authority.</p> <p><u>The distributable dividends and bonuses in whole or in part will be paid in cash by this Company 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.</u></p>	<p>Consideration may be given to the distribution of all or part of the statutory surplus and capital reserve in accordance with the law or the provisions of the competent authority.</p>	
<p>Article 26: This charter was entered into on February 8, 2012, Taiwan. It was first revised on October 6, 103, Taiwan. The second revision was made on November 6, 2015, Taiwan. Third revised on July 5, 2017, Taiwan. The fourth revision was made on March 5, 2019, Taiwan. The fifth revision was made on November 6, 2019, Taiwan. The sixth revision was made on May 26, 2020, Taiwan. The seventh revision was made on December 4, 2020, Taiwan. The eighth revision was made on June 14, 2022, Taiwan. <u>The ninth revision was made on June 4, 2025, Taiwan. (Tentative)</u></p>	<p>Article 26: This charter was entered into on February 8, 2012, Taiwan. It was first revised on October 6, 103, Taiwan. The second revision was made on November 6, 2015, Taiwan. Third revised on July 5, 2017, Taiwan. The fourth revision was made on March 5, 2019, Taiwan. The fifth revision was made on November 6, 2019, Taiwan. The sixth revision was made on May 26, 2020, Taiwan. The seventh revision was made on December 4, 2020, Taiwan. The eighth revision was made on June 14, 2022, Taiwan.</p>	<p>Add a revision date.</p>