

VIA Labs, Inc. and Subsidiaries

**Consolidated Financial Statements for the
Six Months Ended June 30, 2025 and 2024**

VIA LABS, INC. AND SUBSIDIARIES

CONSOLIDATED BALANCE SHEETS (In Thousands of New Taiwan Dollars)

	June 30, 2025		December 31, 2024		June 30, 2024	
ASSETS	Amount	%	Amount	%	Amount	%
CURRENT ASSETS						
Cash and cash equivalents	\$ 1,105,527	30	\$ 1,217,459	32	\$ 1,298,815	34
Financial assets at amortized cost - current	180,000	5	430,000	11	380,000	10
Accounts receivable	166,124	4	178,036	5	214,771	6
Other receivables	4,165	-	8,638	-	6,461	-
Current tax assets	2,115	-	-	-	-	-
Inventories	170,639	5	133,753	4	130,631	3
Other current assets	10,366	-	10,506	-	7,893	-
Total current assets	1,638,936	44	1,978,392	52	2,038,571	53
NON-CURRENT ASSETS						
Financial assets at fair value through profit or loss - non-current	314,185	9	241,495	6	206,622	6
Financial assets at fair value through other comprehensive income - non-current	1,122,171	30	959,939	25	892,444	23
Financial assets at amortized cost - non-current	262,352	7	262,464	7	262,574	7
Property, plant and equipment	114,313	3	106,592	3	126,877	3
Right-of-use assets	21,864	1	29,222	1	34,051	1
Intangible assets	82,348	2	115,595	3	152,828	4
Deferred tax assets	122,113	3	93,288	3	87,342	2
Other financial assets - non-current	1,000	-	1,000	-	39,940	1
Other non-current assets	17,972	1	224	-	1	-
Total non-current assets	2,058,318	56	1,809,819	48	1,802,679	47
TOTAL	\$ 3,697,254	100	\$ 3,788,211	100	\$ 3,841,250	100
LIABILITIES AND EQUITY						
CURRENT LIABILITIES						
Short-term bills payable	\$ 208,000	6	\$ 209,993	6	\$ 208,000	6
Notes and accounts payable	211,373	6	77,230	2	151,885	4
Other payables	428,602	11	509,009	13	466,290	12
Current tax liabilities	24,326	1	24,304	1	39,429	1
Provisions - current	7,353	-	7,377	-	7,909	-
Lease liabilities - current	14,380	-	14,430	-	13,644	-
Other current liabilities	10,575	-	13,302	-	15,331	-
Total current liabilities	904,609	24	855,645	22	902,488	23
NON-CURRENT LIABILITIES						
Deferred tax liabilities	22,992	1	9,334	-	-	-
Lease liabilities - non-current	7,721	-	15,087	1	20,675	1
Net defined benefit liabilities	4,546	-	4,550	-	3,157	-
Total non-current liabilities	35,259	1	28,971	1	23,832	1
Total liabilities	939,868	25	884,616	23	926,320	24
EQUITY						
Equity attributable to owners of the Company						
Share capital	698,680	19	697,260	18	695,610	18
Capital collected in advance	-	-	882	-	224	-
Capital surplus	1,584,790	43	1,581,469	42	1,579,911	41
Retained earnings						
Legal reserve	262,848	7	247,237	7	247,237	6
Special reserve	75,458	2	28,865	1	28,865	1
Unappropriated earnings	204,372	5	352,472	9	299,633	8
Other equity	(122,151)	(3)	(75,458)	(2)	(12,398)	-
Total equity attributable to owners of the Company	2,703,997	73	2,832,727	75	2,839,082	74
Non-controlling interests	53,389	2	70,868	2	75,848	2
Total equity	2,757,386	75	2,903,595	77	2,914,930	76
TOTAL	\$ 3,697,254	100	\$ 3,788,211	100	\$ 3,841,250	100

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 June 30				For the Six Months Ended June 30			
	2025		2024		2025		2024	
	Amount	%	Amount	%	Amount	%	Amount	%
OPERATING REVENUE	\$ 424,729	100	\$ 495,028	100	\$ 814,806	100	\$ 886,689	100
OPERATING COSTS	<u>236,576</u>	<u>56</u>	<u>231,961</u>	<u>47</u>	<u>416,161</u>	<u>51</u>	<u>467,057</u>	<u>53</u>
GROSS PROFIT	<u>188,153</u>	<u>44</u>	<u>263,067</u>	<u>53</u>	<u>398,645</u>	<u>49</u>	<u>419,632</u>	<u>47</u>
OPERATING EXPENSES								
Selling and marketing expenses	10,990	2	23,878	5	25,575	3	36,305	4
General and administrative expenses	29,137	7	16,843	3	56,278	7	34,004	4
Research and development expenses	<u>163,933</u>	<u>39</u>	<u>170,404</u>	<u>34</u>	<u>340,919</u>	<u>42</u>	<u>331,800</u>	<u>37</u>
Total operating expenses	<u>204,060</u>	<u>48</u>	<u>211,125</u>	<u>42</u>	<u>422,772</u>	<u>52</u>	<u>402,109</u>	<u>45</u>
(LOSS) PROFIT FROM OPERATIONS	<u>(15,907)</u>	<u>(4)</u>	<u>51,942</u>	<u>11</u>	<u>(24,127)</u>	<u>(3)</u>	<u>17,523</u>	<u>2</u>
NON-OPERATING INCOME AND EXPENSES								
Interest income	8,060	2	9,514	2	16,640	2	19,056	2
Other income	-	-	-	-	-	-	16,227	2
Other gains and losses	19,564	4	(2,695)	(1)	32,832	4	59,654	7
Finance costs	<u>(1,247)</u>	<u>-</u>	<u>(647)</u>	<u>-</u>	<u>(2,503)</u>	<u>-</u>	<u>(859)</u>	<u>-</u>
Total non-operating income and expenses	<u>26,377</u>	<u>6</u>	<u>6,172</u>	<u>1</u>	<u>46,969</u>	<u>6</u>	<u>94,078</u>	<u>11</u>
PROFIT BEFORE INCOME TAX	10,470	2	58,114	12	22,842	3	111,601	13
INCOME TAX BENEFIT (EXPENSE)	<u>7,310</u>	<u>2</u>	<u>(5,805)</u>	<u>(1)</u>	<u>5,931</u>	<u>1</u>	<u>(8,296)</u>	<u>(1)</u>
NET PROFIT FOR THE PERIOD	<u>17,780</u>	<u>4</u>	<u>52,309</u>	<u>11</u>	<u>28,773</u>	<u>4</u>	<u>103,305</u>	<u>12</u>
OTHER COMPREHENSIVE INCOME OR LOSS								
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	(117,896)	(28)	(6,562)	(1)	(44,551)	(6)	11,441	1
Income tax relating to items that will not be reclassified subsequently to profit or loss	23,579	6	-	-	8,910	1	-	-

(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 June 30				For the Six Months Ended June 30			
	2025		2024		2025		2024	
	Amount	%	Amount	%	Amount	%	Amount	%
Items that may be reclassified subsequently to profit or loss								
Exchange differences on translation of the financial statements of foreign operations	\$ (20,024)	(5)	\$ 1,911	-	\$ (17,468)	(2)	\$ 7,806	1
Other comprehensive income or loss for the period, net of income tax	(114,341)	(27)	(4,651)	(1)	(53,109)	(7)	19,247	2
TOTAL COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD	<u>\$ (96,561)</u>	<u>(23)</u>	<u>\$ 47,658</u>	<u>10</u>	<u>\$ (24,336)</u>	<u>(3)</u>	<u>\$ 122,552</u>	<u>14</u>
NET PROFIT								
ATTRIBUTABLE TO:								
Owners of the Company	\$ 23,811	6	\$ 52,272	11	\$ 39,836	5	\$ 103,268	12
Non-controlling interests	(6,031)	(2)	37	-	(11,063)	(1)	37	-
	<u>\$ 17,780</u>	<u>4</u>	<u>\$ 52,309</u>	<u>11</u>	<u>\$ 28,773</u>	<u>4</u>	<u>\$ 103,305</u>	<u>12</u>
TOTAL COMPREHENSIVE INCOME OR LOSS ATTRIBUTABLE TO:								
Owners of the Company	\$ (83,150)	(20)	\$ 46,905	10	\$ (6,857)	(1)	\$ 119,631	14
Non-controlling interests	(13,411)	(3)	753	-	(17,479)	(2)	2,921	-
	<u>\$ (96,561)</u>	<u>(23)</u>	<u>\$ 47,658</u>	<u>10</u>	<u>\$ (24,336)</u>	<u>(3)</u>	<u>\$ 122,552</u>	<u>14</u>
EARNINGS PER SHARE								
From continuing operations								
Basic	<u>\$ 0.34</u>		<u>\$ 0.75</u>		<u>\$ 0.57</u>		<u>\$ 1.49</u>	
Diluted	<u>\$ 0.34</u>		<u>\$ 0.74</u>		<u>\$ 0.57</u>		<u>\$ 1.47</u>	

(Concluded)

VIA LABS, INC. AND SUBSIDIARIES

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

	Equity attributable to owners of the Company										Total Equity
	Share Capital	Capital Collected in Advance	Capital Surplus	Retained Earnings			Other Equity		Total	Non-controlling Interests	
				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 ON 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	4,870	(4,967)	3,643	-	-	-	-	-	3,546	-	3,546
Net profit for the six months ended June 30, 2024	-	-	-	-	-	103,268	-	-	103,268	37	103,305
Other comprehensive income or loss for the six months ended June 30, 2024	-	-	-	-	-	-	11,441	4,922	16,363	2,884	19,247
Total comprehensive income or loss for the six months ended June 30, 2024	-	-	-	-	-	103,268	11,441	4,922	119,631	2,921	122,552
Change in non-controlling interests	-	-	-	-	-	-	-	-	-	72,927	72,927
BALANCE ON JUNE 30, 2024	<u>\$ 695,610</u>	<u>\$ 224</u>	<u>\$ 1,579,911</u>	<u>\$ 247,237</u>	<u>\$ 28,865</u>	<u>\$ 299,633</u>	<u>\$ (17,425)</u>	<u>\$ 5,027</u>	<u>\$ 2,839,082</u>	<u>\$ 75,848</u>	<u>\$ 2,914,930</u>
BALANCE ON JANUARY 1, 2025	\$ 697,260	\$ 882	\$ 1,581,469	\$ 247,237	\$ 28,865	\$ 352,472	\$ (80,733)	\$ 5,275	\$ 2,832,727	\$ 70,868	\$ 2,903,595
Appropriation of 2024 earnings											
Legal reserve	-	-	-	15,611	-	(15,611)	-	-	-	-	-
Special reserve	-	-	-	-	46,593	(46,593)	-	-	-	-	-
Cash dividends distributed by the Company	-	-	-	-	-	(125,732)	-	-	(125,732)	-	(125,732)
Transaction of share-based payment	-	-	2,285	-	-	-	-	-	2,285	-	2,285
Issuance of stock from exercise of employee share options	1,420	(882)	1,036	-	-	-	-	-	1,574	-	1,574
Net profit (loss) for the six months ended June 30, 2025	-	-	-	-	-	39,836	-	-	39,836	(11,063)	28,773
Other comprehensive income or loss for the six months ended June 30, 2025	-	-	-	-	-	-	(35,641)	(11,052)	(46,693)	(6,416)	(53,109)
Total comprehensive income or loss for the six months ended June 30, 2025	-	-	-	-	-	39,836	(35,641)	(11,052)	(6,857)	(17,479)	(24,336)
BALANCE ON JUNE 30, 2025	<u>\$ 698,680</u>	<u>\$ -</u>	<u>\$ 1,584,790</u>	<u>\$ 262,848</u>	<u>\$ 75,458</u>	<u>\$ 204,372</u>	<u>\$ (116,374)</u>	<u>\$ (5,777)</u>	<u>\$ 2,703,997</u>	<u>\$ 53,389</u>	<u>\$ 2,757,386</u>

VIA LABS, INC. AND SUBSIDIARIES

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

	For the Six Months Ended June 30	
	2025	2024
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before income tax	\$ 22,842	\$ 111,601
Adjustments for:		
Depreciation expense	42,830	44,439
Amortization expense	39,983	48,245
Financial assets at fair value through profit or loss	(72,690)	(28,709)
Finance costs	2,503	859
Interest income	(16,640)	(19,056)
Dividend income	-	(16,227)
Compensation cost of employee share options	2,285	-
Gain on lease modification	-	(65)
Changes in operating assets and liabilities		
Accounts receivable	11,912	(12,131)
Other receivables	(29)	-
Inventories	(36,886)	182,740
Other current assets	140	2,836
Notes and accounts payable	134,143	220
Other payables	(36,155)	9,396
Provisions	(24)	(629)
Other current liabilities	(2,727)	356
Net defined benefit liabilities	(4)	20
Cash generated from operations	91,483	323,895
Interest received	21,254	16,232
Dividends received	-	16,227
Interest paid	(2,519)	(358)
Income tax paid	(2,419)	(43,885)
Net cash generated from operating activities	107,799	312,111
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of financial assets at fair value through other comprehensive income	(206,783)	(102,965)
Purchase of financial assets at amortized cost	-	(332,600)
Proceeds from sale of financial assets at amortized cost	250,000	-
Payments for property, plant and equipment	(36,760)	(48,574)
Refundable deposits paid	(58)	-
Payments for intangible assets	(75,744)	(61,654)
Increase in other financial assets	-	(2,094)
Net cash used in investing activities	(69,345)	(547,887)

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VIA LABS, INC. AND SUBSIDIARIES

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

	For the Six Months Ended June 30	
	2025	2024
CASH FLOWS FROM FINANCING ACTIVITIES		
Increase in short-term bills payable	\$ 419,007	\$ 208,000
Decrease in short-term bills payable	(421,000)	-
Repayment of the principal portion of lease liabilities	(7,255)	(7,979)
Dividends paid	(125,732)	(138,984)
Proceeds from exercise of employee share options	1,574	3,546
Change in non-controlling interests	<u>-</u>	<u>72,927</u>
Net cash (used in) generated from financing activities	<u>(133,406)</u>	<u>137,510</u>
EFFECTS OF EXCHANGE RATE CHANGES ON THE BALANCE OF CASH HELD IN FOREIGN CURRENCIES	<u>(16,980)</u>	<u>7,696</u>
NET DECREASE IN CASH AND CASH EQUIVALENTS	(111,932)	(90,570)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	<u>1,217,459</u>	<u>1,389,385</u>
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	<u>\$ 1,105,527</u>	<u>\$ 1,298,815</u>

(Concluded)