

LINE Pay Taiwan Limited and Subsidiaries

**Consolidated Financial Statements for the
Nine Months Ended September 30, 2025 and 2024 and
Independent Auditors' Review Report**

INDEPENDENT AUDITORS' REVIEW REPORT

The Board of Directors and Shareholders
LINE Pay Taiwan Limited

Introduction

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

Scope of Review

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

Conclusion

Based on our reviews, nothing has come to our attention that caused us to believe that the accompanying consolidated financial statements do not present fairly, in all material respects, the consolidated financial position of the Group as of September 30, 2025 and 2024, its consolidated financial performance for the three months ended September 30, 2025 and 2024, and its consolidated financial performance and its consolidated cash flows for the nine months ended September 30, 2025 and 2024 in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34 “Interim Financial Reporting” endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China.

The engagement partners on the reviews resulting in this independent auditors' review report are Chiang Hsun Chen and Cheng Chuan Yu.

Chingham Chen Cheng-Chuan Yu

Deloitte & Touche
Taipei, Taiwan
Republic of China

November 11, 2025

Notice to Readers

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

For the convenience of readers, the independent auditors' review report and the accompanying consolidated financial statements have been translated into English from the original Chinese version prepared and used in the Republic of China. If there is any conflict between the English version and the original Chinese version or any difference in the interpretation of the two versions, the Chinese-language independent auditors' review report and consolidated financial statements shall prevail.

LINE PAY TAIWAN LIMITED AND SUBSIDIARIES

CONSOLIDATED BALANCE SHEETS (In Thousands of New Taiwan Dollars)

ASSETS	September 30, 2025		December 31, 2024		September 30, 2024	
	Amount	%	Amount	%	Amount	%
CURRENT ASSETS						
Cash and cash equivalents (Note 6)	\$ 9,843,844	50	\$ 9,887,873	59	\$ 5,198,742	38
Financial assets at amortized cost - current (Notes 8 and 29)	467,562	2	470,848	3	250,000	2
Trade receivables, net (Notes 9 and 20)	317,659	2	307,567	2	223,866	2
Trade receivables from related parties (Notes 20 and 28)	23,943	-	22,826	-	27,950	-
Other receivables (Note 9)	1,987,481	10	1,481,656	9	1,406,209	10
Other receivables from related parties (Note 28)	326,043	2	399,109	2	472,058	3
Current tax assets (Note 4)	85	-	-	-	-	-
Prepayments (Notes 15 and 28)	28,557	-	22,366	-	19,604	-
Other financial assets - current (Notes 10 and 29)	5,314,592	27	3,454,021	21	5,597,534	41
Other current assets	12,012	-	12,170	-	10,425	-
Total current assets	18,321,778	93	16,058,436	96	13,206,388	96
NON-CURRENT ASSETS						
Financial assets at fair value through profit or loss - non-current (Note 7)	195	-	201	-	215	-
Financial assets at amortized cost - non-current (Notes 8 and 29)	19,651	-	19,651	-	38,651	-
Property, plant and equipment (Notes 12 and 28)	385,923	2	270,739	2	156,126	1
Right-of-use assets (Note 13)	789,427	4	167,550	1	159,737	1
Intangible assets (Note 14)	40,808	-	48,480	-	52,397	1
Deferred tax assets (Note 4)	142,182	1	105,359	1	105,600	1
Other non-current assets (Notes 15 and 28)	29,681	-	35,129	-	30,860	-
Total non-current assets	1,407,867	7	647,109	4	543,586	4
TOTAL	\$ 19,729,645	100	\$ 16,705,545	100	\$ 13,749,974	100
LIABILITIES AND EQUITY						
CURRENT LIABILITIES						
Contract liabilities (Note 20)	\$ 407,230	2	\$ 372,722	2	\$ 397,396	3
Trade payables	2,739	-	2,681	-	2,590	-
Trade payables to related parties (Note 28)	42,294	-	37,843	-	33,803	-
Other payables (Notes 16 and 24)	272,457	1	423,493	3	219,297	2
Other payables to related parties (Note 28)	31,541	-	10,775	-	6,950	-
Current tax liabilities (Note 4)	93,599	1	168,016	1	124,975	1
Provisions - current (Notes 4 and 17)	18,913	-	17,920	-	19,308	-
Lease liabilities - current (Notes 13 and 28)	108,800	1	65,355	-	39,297	-
Other current liabilities (Notes 16 and 28)	6,901,739	35	4,758,887	29	6,394,685	47
Total current liabilities	7,879,312	40	5,857,692	35	7,238,301	53
NON-CURRENT LIABILITIES						
Provisions - non-current (Notes 4 and 17)	11,175	-	12,007	-	11,338	-
Deferred tax liabilities (Note 4)	25,265	-	25,059	-	21,853	-
Lease liabilities - non-current (Notes 13 and 28)	714,534	4	102,552	1	119,632	1
Net defined benefit liabilities - non-current (Notes 4 and 18)	431,956	2	395,313	2	411,861	3
Other non-current liabilities (Notes 16 and 24)	26,558	-	16,855	-	28,398	-
Total non-current liabilities	1,209,488	6	551,786	3	593,082	4
Total liabilities	9,088,800	46	6,409,478	38	7,831,383	57
EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY (Note 19)						
Share capital						
Ordinary shares	680,000	4	680,000	4	600,000	4
Capital surplus	8,512,796	43	8,475,661	51	4,357,279	32
Retained earnings						
Legal reserve	114,460	-	48,161	-	48,161	-
Special reserve	4,193	-	-	-	-	-
Unappropriated earnings	1,335,794	7	1,096,438	7	912,572	7
Total retained earnings	1,454,447	7	1,144,599	7	960,733	7
Other equity	(6,398)	-	(4,193)	-	579	-
Total equity	10,640,845	54	10,296,067	62	5,918,591	43
TOTAL	\$ 19,729,645	100	\$ 16,705,545	100	\$ 13,749,974	100

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

LINE PAY TAIWAN LIMITED 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			
	2025		2024		2025		2024	
	Amount	%	Amount	%	Amount	%	Amount	%
OPERATING REVENUE (Notes 20 and 28)	\$ 2,015,091	100	\$ 1,594,644	100	\$ 5,693,726	100	\$ 4,529,951	100
OPERATING COSTS (Notes 21 and 28)	<u>(1,358,154)</u>	<u>(67)</u>	<u>(1,105,890)</u>	<u>(69)</u>	<u>(3,787,675)</u>	<u>(66)</u>	<u>(3,125,639)</u>	<u>(69)</u>
GROSS PROFIT	<u>656,937</u>	<u>33</u>	<u>488,754</u>	<u>31</u>	<u>1,906,051</u>	<u>34</u>	<u>1,404,312</u>	<u>31</u>
OPERATING EXPENSES (Notes 21 and 28)								
Selling and marketing expenses	(193,790)	(10)	(102,505)	(6)	(492,687)	(9)	(267,635)	(6)
General and administrative expenses	(167,534)	(8)	(153,020)	(10)	(499,940)	(9)	(407,844)	(9)
Research and development expenses	(124,449)	(6)	(90,577)	(6)	(415,033)	(7)	(146,002)	(3)
Expected credit gain (loss) (Note 9)	<u>264</u>	<u>-</u>	<u>(68)</u>	<u>-</u>	<u>(2,206)</u>	<u>-</u>	<u>(233)</u>	<u>-</u>
Total operating expenses	<u>(485,509)</u>	<u>(24)</u>	<u>(346,170)</u>	<u>(22)</u>	<u>(1,409,866)</u>	<u>(25)</u>	<u>(821,714)</u>	<u>(18)</u>
PROFIT FROM OPERATIONS	<u>171,428</u>	<u>9</u>	<u>142,584</u>	<u>9</u>	<u>496,185</u>	<u>9</u>	<u>582,598</u>	<u>13</u>
NON-OPERATING INCOME AND EXPENSES (Notes 21 and 28)								
Interest income	44,101	2	23,577	2	137,068	2	60,595	1
Other income	11,529	-	4,449	-	19,324	-	17,058	1
Other gains and losses	18,223	1	(15,448)	(1)	(70,667)	(1)	1,817	-
Finance costs	<u>(5,743)</u>	<u>-</u>	<u>(1,938)</u>	<u>-</u>	<u>(12,683)</u>	<u>-</u>	<u>(6,136)</u>	<u>-</u>
Total non-operating income and expenses	<u>68,110</u>	<u>3</u>	<u>10,640</u>	<u>1</u>	<u>73,042</u>	<u>1</u>	<u>73,334</u>	<u>2</u>
PROFIT BEFORE INCOME TAX	239,538	12	153,224	10	569,227	10	655,932	15
INCOME TAX EXPENSE (Notes 4 and 22)	<u>(59,219)</u>	<u>(3)</u>	<u>(41,168)</u>	<u>(3)</u>	<u>(157,379)</u>	<u>(3)</u>	<u>(176,807)</u>	<u>(4)</u>
NET PROFIT FOR THE PERIOD	<u>180,319</u>	<u>9</u>	<u>112,056</u>	<u>7</u>	<u>411,848</u>	<u>7</u>	<u>479,125</u>	<u>11</u>

(Continued)

LINE PAY TAIWAN LIMITED 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			
	2025		2024		2025		2024	
	Amount	%	Amount	%	Amount	%	Amount	%
OTHER COMPREHENSIVE INCOME (LOSS) (Notes 19 and 22)								
Items that may be reclassified subsequently to profit or loss:								
Exchange differences on translation of the financial statements of foreign operations	\$ 631	-	\$ 1,380	-	\$ (2,756)	-	\$ 458	-
Income tax related to items that may be reclassified subsequently to profit or loss (Note 4)	(126)	-	(276)	-	551	-	(92)	-
Other comprehensive income (loss) for the period, net of income tax	505	-	1,104	-	(2,205)	-	366	-
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	<u>\$ 180,824</u>	<u>9</u>	<u>\$ 113,160</u>	<u>7</u>	<u>\$ 409,643</u>	<u>7</u>	<u>\$ 479,491</u>	<u>11</u>
EARNINGS PER SHARE (Note 23)								
Basic	<u>\$ 2.65</u>		<u>\$ 1.87</u>		<u>\$ 6.06</u>		<u>\$ 7.99</u>	
Diluted	<u>\$ 2.56</u>		<u>\$ 1.80</u>		<u>\$ 5.84</u>		<u>\$ 7.68</u>	

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

(Concluded)

LINE PAY TAIWAN LIMITED AND SUBSIDIARIES

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

	Equity Attributable to Owners of the Company						Other Equity Exchange Differences on Translation of the Financial Statements of Foreign Operations	Total Equity
	Ordinary Share Capital	Capital Surplus	Retained Earnings		Unappropriated Earnings			
			Legal Reserve	Special Reserve				
BALANCE ON JANUARY 1, 2024	\$ 600,000	\$ 4,305,972	\$ -	\$ -	\$ 481,608	\$ 213	\$ 5,387,793	
Appropriation of 2023 earnings (Note 19)								
Legal reserve	-	-	48,161	-	(48,161)	-	-	
Net profit for the nine months ended September 30, 2024	-	-	-	-	479,125	-	479,125	
Other comprehensive income for the nine months ended September 30, 2024	-	-	-	-	-	366	366	
Total comprehensive income for the nine months ended September 30, 2024	-	-	-	-	479,125	366	479,491	
Issuance of employee share options (Notes 19 and 24)	-	51,307	-	-	-	-	51,307	
BALANCE ON SEPTEMBER 30, 2024	\$ 600,000	\$ 4,357,279	\$ 48,161	\$ -	\$ 912,572	\$ 579	\$ 5,918,591	
BALANCE ON JANUARY 1, 2025	\$ 680,000	\$ 8,475,661	\$ 48,161	\$ -	\$ 1,096,438	\$ (4,193)	\$ 10,296,067	
Appropriation of 2024 earnings (Note 19)								
Legal reserve	-	-	66,299	-	(66,299)	-	-	
Special reserve	-	-	-	4,193	(4,193)	-	-	
Cash dividends distributed by the Company	-	-	-	-	(102,000)	-	(102,000)	
Net profit for the nine months ended September 30, 2025	-	-	-	-	411,848	-	411,848	
Other comprehensive loss for the nine months ended September 30, 2025	-	-	-	-	-	(2,205)	(2,205)	
Total comprehensive income/(loss) for the nine months ended September 30, 2025	-	-	-	-	411,848	(2,205)	409,643	
Issuance of employee share options (Notes 19 and 24)	-	37,135	-	-	-	-	37,135	
BALANCE ON SEPTEMBER 30, 2025	\$ 680,000	\$ 8,512,796	\$ 114,460	\$ 4,193	\$ 1,335,794	\$ (6,398)	\$ 10,640,845	

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

LINE PAY TAIWAN LIMITED AND SUBSIDIARIES

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

	For the Nine Months Ended September 30	
	2025	2024
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before income tax	\$ 569,227	\$ 655,932
Adjustments for:		
Depreciation expenses	151,342	86,109
Amortization expenses	11,797	11,040
Expected credit loss	2,206	233
Finance costs	12,683	6,136
Interest income	(137,068)	(60,595)
Compensation cost arising from employee share options	37,135	51,307
Loss (gain) on disposal of property, plant and equipment	1,339	(465)
Property, plant and equipment transferred to expenses	212	91
Gain on lease modification	(993)	-
Loss on foreign currency exchange	33,706	25,722
Changes in operating assets and liabilities		
Trade receivables	(11,280)	10,645
Trade receivables from related parties	2,441	(7,476)
Other receivables	(479,582)	1,118,290
Other receivables from related parties	73,061	174,422
Prepayments	(6,632)	(5,352)
Other current assets	158	(1,706)
Other financial assets	(1,860,571)	(555,775)
Other non-current assets	728	488
Contract liabilities	34,513	186,535
Trade payables	58	(800)
Trade payables to related parties	8,203	(13,373)
Other payables	(24,704)	(39,405)
Other payables to related parties	15,769	(14,640)
Provisions	1,263	1,356
Other current liabilities	2,142,960	296,010
Net defined benefit liabilities	47,754	66,161
Other non-current liabilities	<u>10,076</u>	<u>14,507</u>
Cash generated from operations	635,801	2,005,397
Interest received	109,440	48,064
Interest paid	(12,454)	(5,786)
Income tax paid	<u>(268,771)</u>	<u>(144,227)</u>
Net cash generated from operating activities	<u>464,016</u>	<u>1,903,448</u>

(Continued)

LINE PAY TAIWAN LIMITED AND SUBSIDIARIES

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

	For the Nine Months Ended September 30	
	2025	2024
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of financial assets at amortized cost	\$ (1,986)	\$ (11,651)
Payments for property, plant and equipment	(301,015)	(10,010)
Proceeds from disposal of property, plant and equipment	2,213	2,381
Increase in refundable deposits	(4,909)	(725)
Decrease in refundable deposits	9,194	1,000
Payments for intangible assets	<u>(1,013)</u>	<u>(2,680)</u>
Net cash used in investing activities	<u>(297,516)</u>	<u>(21,685)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of the principal portion of lease liabilities	(62,360)	(51,263)
Dividends paid to owners of the Company	<u>(102,000)</u>	<u>-</u>
Net cash used in financing activities	<u>(164,360)</u>	<u>(51,263)</u>
EFFECTS OF EXCHANGE RATE CHANGES ON THE BALANCE OF CASH HELD IN FOREIGN CURRENCIES	<u>(46,169)</u>	<u>(22,298)</u>
NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS	(44,029)	1,808,202
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	<u>9,887,873</u>	<u>3,390,540</u>
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	<u>\$ 9,843,844</u>	<u>\$ 5,198,742</u>

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

(Concluded)

LINE PAY TAIWAN LIMITED AND SUBSIDIARIES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2025 AND 2024 (In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

1. GENERAL INFORMATION

LINE Pay Taiwan Limited (the “Company”; the Company and the entities controlled by the Company are referred to as the “Group”) was incorporated in Taipei as a company limited by shares in March 2015. The Company is primarily engaged in data processing services, electronic information supply services and the third-party payment services.

On November 17, 2023, the Company’s shares were approved for public offering by the Financial Supervisory Commission Securities and Futures Bureau, and the Company’s shares have been listed on the Taipei Exchange (TPEX) Emerging Stock Board (ESB) since January 26, 2024. The shares of the Company have been listed on the Taiwan Stock Exchange (TWSE) since December 5, 2024.

The consolidated financial statements are presented in the Company’s functional currency, New Taiwan dollars.

2. APPROVAL OF FINANCIAL STATEMENTS

The consolidated financial statements were approved by the Company’s board of directors on November 11, 2025.

3. APPLICATION OF NEW, AMENDED AND REVISED STANDARDS AND INTERPRETATIONS

- a. Initial application of the amendments to the International Financial Reporting Standards (IFRS), International Accounting Standards (IAS), IFRIC Interpretations (IFRIC), and SIC Interpretations (SIC) (collectively, the “IFRS Accounting Standards”) endorsed and issued into effect by the Financial Supervisory Commission (FSC)

Amendments to IAS 21 “Lack of Exchangeability”

The initial application of the Amendments to IAS 21 “Lack of Exchangeability” did not have a material impact on the Group’s accounting policies.

- b. The IFRS Accounting Standards endorsed by the FSC for application starting from 2026

<u>New, Amended and Revised Standards and Interpretations</u>	<u>Effective Date Announced by International Accounting Standards Board (IASB)</u>
Amendments to IFRS 9 and IFRS 7 “Amendments to the Classification and Measurement of Financial Instruments”	January 1, 2026
Amendments to IFRS 9 and IFRS 7 “Contracts Referencing Nature-dependent Electricity”	January 1, 2026
Annual Improvements to IFRS Accounting Standards - Volume 11	January 1, 2026
IFRS 17 “Insurance Contracts” (including the 2020 and 2021 amendments to IFRS 17)	January 1, 2023

As of the date the consolidated financial statements were authorized for issue, the Group is continuously assessing the possible impact of the application of the amendments on the Group's financial position and financial performance and will disclose the relevant impact when the assessment is completed.

- c. The IFRS Accounting Standards in issue but not yet endorsed and issued into effect by the FSC

<u>New, Amended and Revised Standards and Interpretations</u>	<u>Effective Date Announced by IASB (Note 1)</u>
Amendments to IFRS 10 and IAS 28 "Sale or Contribution of Assets between an Investor and its Associate or Joint Venture"	To be determined by IASB
IFRS 18 "Presentation and Disclosure in Financial Statements"	January 1, 2027 (Note 2)
IFRS 19 "Subsidiaries without Public Accountability: Disclosures" (including the 2025 amendments to IFRS 19)	January 1, 2027

Note 1: Unless stated otherwise, the above IFRS Accounting Standards are effective for annual reporting periods beginning on or after their respective effective dates.

Note 2: On September 25, 2025, the FSC announced that IFRS 18 will take effect starting from January 1, 2028. Domestic entities could elect to apply IFRS 18 for an earlier period after the endorsement of IFRS 18 by the FSC.

IFRS 18 "Presentation and Disclosure in Financial Statements"

IFRS 18 will supersede IAS 1 "Presentation of Financial Statements". The main changes comprise:

- 1) Items of income and expenses included in the statement of profit or loss shall be classified into the operating, investing, financing, income taxes and discontinued operations categories.
- 2) The statement of profit or loss shall present totals and subtotals for operating profit or loss, profit or loss before financing and income taxes and profit or loss.
- 3) Provides guidance to enhance the requirements of aggregation and disaggregation: The Group shall identify the assets, liabilities, equity, income, expenses and cash flows that arise from individual transactions or other events and shall classify and aggregate them into groups based on shared characteristics, so as to result in the presentation in the primary financial statements of line items that have at least one similar characteristic. The Group shall disaggregate items with dissimilar characteristics in the primary financial statements and in the notes. The Group labels items as "other" only if it cannot find a more informative label.
- 4) Disclosures on Management-defined Performance Measures (MPMs): When in public communications outside financial statements and communicating to users of financial statements management's view of an aspect of the financial performance of the Group as a whole, the Group shall disclose related information about its MPMs in a single note to the financial statements, including the description of such measures, calculations, reconciliations to the subtotal or total specified by IFRS Accounting Standards and the income tax and non-controlling interests effects of related reconciliation items.

Except for the above impact, as of the date the consolidated financial statements were authorized for issue, the Group is continuously assessing other impacts of the above amended standards and interpretations on the Group's financial position and financial performance and will disclose the relevant impact when the assessment is completed.

4. SUMMARY OF MATERIAL ACCOUNTING POLICY INFORMATION

a. Statement of compliance

These interim consolidated financial statements have been prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and IAS 34 “Interim Financial Reporting” as endorsed and issued into effect by the FSC. Disclosure information included in these interim consolidated financial statements is less than the disclosure information required in a complete set of annual consolidated financial statements.

b. Basis of preparation

The consolidated financial statements have been prepared on the historical cost basis except for financial instruments, payables for cash-settled share-based payment transactions, provision from long-term employee benefits, and net defined benefit liabilities which are measured at the present value of the defined benefit obligation.

The fair value measurements, which are grouped into Levels 1 to 3 based on the degree to which the fair value measurement inputs are observable and based on the significance of the inputs to the fair value measurement in its entirety, are described as follows:

- 1) Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities;
- 2) Level 2 inputs are inputs other than quoted prices included within Level 1 that are observable for an asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices); and
- 3) Level 3 inputs are unobservable inputs for an asset or liability.

c. Basis of consolidation

The consolidated financial statements incorporate the financial statements of the Company and the entities controlled by the Company (i.e., its subsidiaries).

Income and expenses of subsidiaries acquired or disposed of during the period are included in the consolidated statement of profit or loss and other comprehensive income from the effective dates of acquisitions up to the effective dates of disposals, as appropriate. When necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with those used by the Group. All intra-group transactions, balances, income and expenses are eliminated in full upon consolidation. Total comprehensive income of subsidiaries is attributed to the owners of the Company.

See Note 11 and Table 4 for detailed information on subsidiaries (including percentages of ownership and main businesses).

d. Other material accounting policies

Except for the following, please refer to the consolidated financial statements for the year ended December 31, 2024.

1) Retirement benefits

Pension cost for an interim period is calculated on a year-to-date basis by using the actuarially determined pension cost rate at the end of the prior financial year, adjusted for significant market fluctuations since that time and for significant plan amendments, settlements, or other significant one-off events.

2) Other long-term employee benefits

Other long-term employee benefits are accounted for in the same way as the accounting required for defined benefit plans except that remeasurement is recognized in profit or loss.

3) Income tax expense

Income tax expense represents the sum of the tax currently payable and deferred tax. Interim period income taxes are assessed on an annual basis and calculated by applying to an interim period's pre-tax income the tax rate that would be applicable to expected total annual earnings.

5. MATERIAL ACCOUNTING JUDGMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

In the application of the Group's accounting policies, management is required to make judgments, estimations, and assumptions on the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered relevant. Actual results may differ from these estimates.

When developing material accounting estimates, the Group considers the possible impact of volatility in financial markets on the cash flow projection, growth rates, discount rates, profitability and other relevant material estimates. The estimates and underlying assumptions are reviewed on an ongoing basis.

Based on the assessment of the Group's management, the accounting policies, estimates, and assumptions adopted by the Group have not been subject to material accounting judgments, estimates and assumptions uncertainty.

6. CASH AND CASH EQUIVALENTS

	September 30, 2025	December 31, 2024	September 30, 2024
Checking accounts and demand deposits	\$ 4,777,377	\$ 4,320,924	\$ 3,817,742
Cash equivalents (investments with original maturities of 3 months or less)			
Time deposits	<u>5,066,467</u>	<u>5,566,949</u>	<u>1,381,000</u>
	<u>\$ 9,843,844</u>	<u>\$ 9,887,873</u>	<u>\$ 5,198,742</u>

The market rate intervals of cash in the bank at the end of the period were as follows:

	September 30, 2025	December 31, 2024	September 30, 2024
Bank balance	0.01%-4.08%	0.01%-4.38%	0.01%-4.76%

7. FINANCIAL INSTRUMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS

	September 30, 2025	December 31, 2024	September 30, 2024
<u>Financial assets at FVTPL - non-current</u>			
Financial assets mandatorily classified as at FVTPL			
Non-derivatives financial assets			
Overseas unlisted shares	\$ <u>195</u>	\$ <u>201</u>	\$ <u>215</u>

8. FINANCIAL ASSETS AT AMORTIZED COST

	September 30, 2025	December 31, 2024	September 30, 2024
<u>Current</u>			
Time deposits with original maturities of more than 3 months (a)	\$ 447,562	\$ 450,848	\$ 250,000
Restricted time deposits (b)	<u>20,000</u>	<u>20,000</u>	<u>-</u>
	<u>\$ 467,562</u>	<u>\$ 470,848</u>	<u>\$ 250,000</u>
<u>Non-current</u>			
Restricted time deposits (b)	<u>\$ 19,651</u>	<u>\$ 19,651</u>	<u>\$ 38,651</u>

- a. The interest rates of time deposits with original maturities of more than 3 months were 1.68%-3.50%, 1.70%-3.55% and 1.43% per annum as of September 30, 2025, December 31, 2024 and September 30, 2024, respectively.
- b. According to the cooperation agreement with merchants, the Group is required to pledge a certificate of deposits as a performance guarantee and collateral for current and future obligations. Besides, the Group pledge a deposit as the performance guarantee for the commercial property lease. The interest rate of restricted time deposits were all 0.16% per annum as of September 30, 2025, December 31, 2024 and September 30, 2024. Refer to Note 29 for information on assets pledged as collateral or for security.
- c. The Group has tasked its credit management committee to develop and maintain a credit risk grading framework to assess whether there has been a significant increase in credit risk since the last period to the reporting date and measure the expected credit losses. The credit rating information may be obtained from independent rating agencies where available, and if such information is not available, the credit management committee uses other publicly available financial information to rate. In determining the expected credit losses on financial assets measured at amortized cost, the Group considers the current financial condition of counterparties and the future prospects of the industries. The Group assesses that the expected credit loss rate of financial assets measured at amortized cost were all 0% per annum as of September 30, 2025, December 31, 2024 and September 30, 2024.

9. TRADE RECEIVABLES AND OTHER RECEIVABLES

	September 30, 2025	December 31, 2024	September 30, 2024
<u>Trade receivables</u>			
At amortized cost			
Gross carrying amount	\$ 318,847	\$ 307,567	\$ 223,866
Less: Allowance for impairment loss	<u>(1,188)</u>	<u>-</u>	<u>-</u>
	<u>\$ 317,659</u>	<u>\$ 307,567</u>	<u>\$ 223,866</u>
<u>Other receivables</u>			
Other receivables - third-party payment (unappropriated)			
	\$ 1,679,537	\$ 1,236,068	\$ 1,212,961
Other receivables - points issued	260,261	221,904	179,757
Interest receivables	34,659	7,031	12,881
Tax refund receivables	12,582	16,175	-
Others	535	478	610
Less: Allowance for impairment loss	<u>(93)</u>	<u>-</u>	<u>-</u>
	<u>\$ 1,987,481</u>	<u>\$ 1,481,656</u>	<u>\$ 1,406,209</u>

a. Trade receivables

The Group's trade receivables mainly come from financial promotion services and marketing products. The average credit period is 30 to 90 days, and no interest is charged on overdue trade receivables.

The Group measures the loss allowance for trade receivables at an amount equal to lifetime ECLs. The expected credit losses on trade receivables are estimated using a provision matrix prepared by reference to the past default experience of the customer, the customer's current financial position, as well as forward-looking information. As the Group's historical credit loss experience shows different loss patterns for different customer segments, the Group uses different provision matrixes based on customer segments by industry region.

The Group writes off a trade receivable when there is evidence indicating that the debtor is in severe financial difficulty and there is no realistic prospect of recovery. For trade receivables that have been written off, the Group continues to engage in enforcement activity to attempt to recover the receivables due. Where recoveries are made, these are recognized in profit or loss.

The following tables detail the loss allowance of trade receivables based on the Group's provision matrix:

September 30, 2025

	Not Past Due	1 to 90 Days Past Due	91 to 180 Days Past Due	Over 181 Days Past Due	Total
Expected credit loss rate	0%-0.24%	4.48%	-	-	
Gross carrying amount	\$ 299,005	\$ 19,842	\$ -	\$ -	\$ 318,847
Loss allowance (Lifetime ECLs)	<u>(298)</u>	<u>(890)</u>	<u>-</u>	<u>-</u>	<u>(1,188)</u>
Amortized cost	<u>\$ 298,707</u>	<u>\$ 18,952</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 317,659</u>

December 31, 2024

	Not Past Due	1 to 90 Days Past Due	91 to 180 Days Past Due	Over 181 Days Past Due	Total
Expected credit loss rate	0%	0%	-	-	
Gross carrying amount	\$ 276,637	\$ 30,930	\$ -	\$ -	\$ 307,567
Loss allowance (Lifetime ECLs)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Amortized cost	<u>\$ 276,637</u>	<u>\$ 30,930</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 307,567</u>

September 30, 2024

	Not Past Due	1 to 90 Days Past Due	91 to 180 Days Past Due	Over 181 Days Past Due	Total
Expected credit loss rate	0%	0%	-	-	
Gross carrying amount	\$ 192,006	\$ 31,860	\$ -	\$ -	\$ 223,866
Loss allowance (Lifetime ECLs)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Amortized cost	<u>\$ 192,006</u>	<u>\$ 31,860</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 223,866</u>

The movements of the loss allowance of trade receivables were as follows:

	For the Nine Months Ended September 30	
	2025	2024
Balance on January 1	\$ -	\$ -
Add: Net remeasurement of loss allowance	<u>1,188</u>	<u>-</u>
Balance on September 30	<u>\$ 1,188</u>	<u>\$ -</u>

b. Other receivables

Other receivables are payments of credit card transactions collected on behalf of the Group but that have not yet been disbursed by the acquiring banks to the Group's account, and receivables of points issued by the Group for banks and contracted merchants. Other receivables are usually received within 1 to 30 days.

The Group measures the loss allowance for other receivables at an amount equal to lifetime ECLs. The expected credit losses on other receivables are estimated using a provision matrix prepared by reference to the past default experience of the customer, the customer's current financial position, as well as forward-looking information. As the Group's historical credit loss experience shows different loss patterns for different customer segments, the Group uses different provision matrixes based on customer segments by industry region.

The Group writes off other receivables when there is evidence indicating that the debtor is in severe financial difficulty and there is no realistic prospect of recovery. For other receivables that have been written off, the Group continues to engage in enforcement activity to attempt to recover the receivables due. Where recoveries are made, these are recognized in profit or loss.

The following tables detail the loss allowance of other receivables based on the Group's provision matrix:

September 30, 2025

	Not Past Due	1 to 90 Days Past Due	91 to 180 Days Past Due	Over 181 Days Past Due	Total
Expected credit loss rate	0%-0.13%	0%-0.51%	-	-	
Gross carrying amount	\$ 1,974,457	\$ 13,117	\$ -	\$ -	\$ 1,987,574
Loss allowance (Lifetime ECLs)	<u>(79)</u>	<u>(14)</u>	<u>-</u>	<u>-</u>	<u>(93)</u>
Amortized cost	<u>\$ 1,974,378</u>	<u>\$ 13,103</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,987,481</u>

December 31, 2024

	Not Past Due	1 to 90 Days Past Due	91 to 180 Days Past Due	Over 181 Days Past Due	Total
Expected credit loss rate	0%	0%	-	-	
Gross carrying amount	\$ 1,476,058	\$ 5,598	\$ -	\$ -	\$ 1,481,656
Loss allowance (Lifetime ECLs)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Amortized cost	<u>\$ 1,476,058</u>	<u>\$ 5,598</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,481,656</u>

September 30, 2024

	Not Past Due	1 to 90 Days Past Due	91 to 180 Days Past Due	Over 181 Days Past Due	Total
Expected credit loss rate	0%	0%	-	-	
Gross carrying amount	\$ 1,402,369	\$ 3,840	\$ -	\$ -	\$ 1,406,209
Loss allowance (Lifetime ECLs)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Amortized cost	<u>\$ 1,402,369</u>	<u>\$ 3,840</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,406,209</u>

The movements of the loss allowance of other receivables were as follows:

	For the Nine Months Ended September 30	
	2025	2024
Balance on January 1	\$ -	\$ -
Add: Net remeasurement of loss allowance	1,018	233
Less: Amounts written off	<u>(925)</u>	<u>(233)</u>
Balance on September 30	<u>\$ 93</u>	<u>\$ -</u>

10. OTHER FINANCIAL ASSETS

	September 30, 2025	December 31, 2024	September 30, 2024
<u>Current</u>			
Escrow account deposit	<u>\$ 5,314,592</u>	<u>\$ 3,454,021</u>	<u>\$ 5,597,534</u>

The Company provides a third-party payment service where the transaction amounts are deposited in the Company's escrow account as performance guarantee, ensuring the disbursement to merchant. The customers' transaction amounts with contracted merchants via the Company's platform will be directly remitted to the Company's escrow account in the escrow bank, which will disburse the transaction amounts to contracted merchants based on the Company's instructions.

According to Article 21, Paragraph 1 of The Act Governing Electronic Payment Institutions, a specialized electronic payment institution shall entrust to a trustee in full or obtain a full performance guarantee from a bank for the stored value funds, deducting the required deposited reserve, and funds collected/paid as an agent. The subsidiary, LINE Pay EPI Taiwan Limited, has adopted a full trust arrangement with CTBC Bank Co., Ltd. The trust period extends from September 24, 2025 (the date of the initial delivery of trust assets) to September 23, 2030.

According to Article 20 of The Act Governing Electronic Payment Institutions, a specialized electronic payment institution shall deposit a sufficient amount of reserve when its received NTD and foreign currency funds combined reach a certain amount. Regulations governing the certain amount, percentage for depositing the reserve, method of deposit, adjustment, audit, and other compliance matters shall be prescribed by the Central Bank in consultation with the competent authority. As the subsidiary, LINE Pay EPI Taiwan Limited, did not exceed the monthly daily average of NT\$10 billion in stored value funds received, as stipulated in Article 3 of the Regulations Governing the Deposit and Audit of Reserves on Stored Value Funds Received by Specialized Electronic Payment Institutions, it is not required to set aside reserve funds.

The interest rates of escrow account deposit were 0.64%-0.65%, 0.64% and 0.64% per annum as of September 30, 2025, December 31, 2024 and September 30, 2024, respectively. Refer to Note 29 for information on assets pledged as collateral or for security.

11. SUBSIDIARIES

Subsidiaries included in the consolidated financial statements are as follows:

Investor	Investee	Nature of Activities	Proportion of Ownership (%)			Remark
			September 30, 2025	December 31, 2024	September 30, 2024	
The Company	LINE Pay Plus Corporation	System platform development and maintenance	100	100	100	Foreign exchange risk is the major operational risk
	LINE Pay EPI Taiwan Limited	Specialized electronic payment institution business	100 (Note)	-	-	

Note: On July 17, 2025, the Company, with the approval of the FSC, established its subsidiary, LINE Pay EPI Taiwan Limited, to operate as a specialized electronic payment institution, and contributed \$500,000 thousand in capital. LINE Pay EPI Taiwan Limited was approved for incorporation from the Ministry of Economic Affairs on July 24, 2025, and subsequently obtained its business license issued by the FSC on August 21, 2025.

12. PROPERTY, PLANT AND EQUIPMENT

	September 30, 2025	December 31, 2024	September 30, 2024
Assets used by the Group	\$ 377,761	\$ 260,444	\$ 145,939
Assets leased under operating leases	<u>8,162</u>	<u>10,295</u>	<u>10,187</u>
	<u>\$ 385,923</u>	<u>\$ 270,739</u>	<u>\$ 156,126</u>

a. Assets used by the Group

	Machinery and Equipment	Office Equipment	Leasehold Improvement	Property under Construction and Equipment Pending Acceptance	Total
<u>Cost</u>					
Balance on January 1, 2025	\$ 31,895	\$ 68,553	\$ 99,745	\$ 217,023	\$ 417,216
Additions (Note 28)	52,685	13,687	33,084	78,137	177,593
Transfers from assets leased under operating lease	5,708	-	-	-	5,708
Transfers to assets leased under operating lease	-	-	-	(6,030)	(6,030)
Transfers to operating expenses	-	-	-	(212)	(212)
Reclassification	117,771	-	978	(121,921)	(3,172)
Disposals (Note 28)	(2,119)	(4,013)	-	(1,368)	(7,500)
Effect of foreign currency exchange differences	-	(501)	(181)	-	(682)
Balance on September 30, 2025	<u>\$ 205,940</u>	<u>\$ 77,726</u>	<u>\$ 133,626</u>	<u>\$ 165,629</u>	<u>\$ 582,921</u>
<u>Accumulated depreciation</u>					
Balance on January 1, 2025	\$ 26,623	\$ 48,519	\$ 81,630	\$ -	\$ 156,772
Depreciation expenses	24,611	9,641	16,176	-	50,428
Transfers from assets leased under operating lease	2,279	-	-	-	2,279
Disposals (Note 28)	-	(3,948)	-	-	(3,948)
Effect of foreign currency exchange differences	-	(290)	(81)	-	(371)
Balance on September 30, 2025	<u>\$ 53,513</u>	<u>\$ 53,922</u>	<u>\$ 97,725</u>	<u>\$ -</u>	<u>\$ 205,160</u>
Carrying amount on September 30, 2025	<u>\$ 152,427</u>	<u>\$ 23,804</u>	<u>\$ 35,901</u>	<u>\$ 165,629</u>	<u>\$ 377,761</u>
Carrying amount on December 31, 2024 and January 1, 2025	<u>\$ 5,272</u>	<u>\$ 20,034</u>	<u>\$ 18,115</u>	<u>\$ 217,023</u>	<u>\$ 260,444</u>
<u>Cost</u>					
Balance on January 1, 2024	\$ 25,204	\$ 57,369	\$ 100,212	\$ 109,351	\$ 292,136
Additions (Note 28)	-	10,010	-	-	10,010
Transfers from assets leased under operating lease	3,443	-	-	-	3,443
Transfers to assets leased under operating lease	-	-	-	(6,230)	(6,230)
Transfers to operating expenses	-	-	-	(91)	(91)
Disposals	-	(23)	-	(1,916)	(1,939)
Effect of foreign currency exchange differences	-	102	37	-	139
Balance on September 30, 2024	<u>\$ 28,647</u>	<u>\$ 67,458</u>	<u>\$ 100,249</u>	<u>\$ 101,114</u>	<u>\$ 297,468</u>
<u>Accumulated depreciation</u>					
Balance on January 1, 2024	\$ 19,755	\$ 36,148	\$ 66,985	\$ -	\$ 122,888
Depreciation expenses	3,117	11,009	12,948	-	27,074
Transfers from assets leased under operating lease	1,503	-	-	-	1,503
Disposals	-	(23)	-	-	(23)
Effect of foreign currency exchange differences	-	70	17	-	87
Balance on September 30, 2024	<u>\$ 24,375</u>	<u>\$ 47,204</u>	<u>\$ 79,950</u>	<u>\$ -</u>	<u>\$ 151,529</u>
Carrying amount on September 30, 2024	<u>\$ 4,272</u>	<u>\$ 20,254</u>	<u>\$ 20,299</u>	<u>\$ 101,114</u>	<u>\$ 145,939</u>

The above items of property, plant and equipment used by the Group are depreciated on a straight-line basis over their estimated useful lives as follows:

Machinery and equipment	3-5 years
Office equipment	3-5 years
Leasehold improvement	3-5 years

b. Assets leased under operating leases

	Machinery and Equipment	
	For the Nine Months Ended	
	September 30	
	2025	2024
<u>Cost</u>		
Balance on January 1	\$ 13,791	\$ 10,957
Transfers from equipment pending acceptance used by the Group	6,030	6,230
Transfers to machinery and equipment used by the Group	<u>(5,708)</u>	<u>(3,443)</u>
Balance on September 30	<u>\$ 14,113</u>	<u>\$ 13,744</u>
<u>Accumulated depreciation</u>		
Balance on January 1	\$ 3,496	\$ 1,452
Depreciation expenses	4,734	3,608
Transfers to machinery and equipment used by the Group	<u>(2,279)</u>	<u>(1,503)</u>
Balance on September 30	<u>\$ 5,951</u>	<u>\$ 3,557</u>
Carrying amount on January 1	<u>\$ 10,295</u>	<u>\$ 9,505</u>
Carrying amount on September 30	<u>\$ 8,162</u>	<u>\$ 10,187</u>

Operating leases relate to lease of machinery and equipment. The lessees do not have bargain purchase options to acquire the assets at the expiry of the lease periods.

The above items of property, plant and equipment lease under operating lease are depreciated on a straight-line basis over their estimated useful lives as follows:

Machinery and equipment	3 years
-------------------------	---------

13. LEASE ARRANGEMENTS

a. Right-of-use assets

	September 30,	December 31,	September 30,
	2025	2024	2024
<u>Carrying amount</u>			
Buildings	\$ 786,763	\$ 167,550	\$ 159,737
Transportation equipment	<u>2,664</u>	<u>-</u>	<u>-</u>
	<u>\$ 789,427</u>	<u>\$ 167,550</u>	<u>\$ 159,737</u>

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Additions to right-of-use assets			<u>\$ 737,349</u>	<u>\$ 188</u>
Depreciation charge for right-of-use assets				
Buildings	\$ 38,614	\$ 18,660	\$ 96,014	\$ 55,427
Transportation equipment	<u>143</u>	<u>-</u>	<u>166</u>	<u>-</u>
	<u>\$ 38,757</u>	<u>\$ 18,660</u>	<u>\$ 96,180</u>	<u>\$ 55,427</u>

b. Lease liabilities

	September 30, 2025	December 31, 2024	September 30, 2024
<u>Carrying amount</u>			
Current	<u>\$ 108,800</u>	<u>\$ 65,355</u>	<u>\$ 39,297</u>
Non-current	<u>\$ 714,534</u>	<u>\$ 102,552</u>	<u>\$ 119,632</u>

Range of discount rates for lease liabilities were as follows:

	September 30, 2025	December 31, 2024	September 30, 2024
Buildings	2.32%-3.52%	0.72%-4.46%	0.72%-4.46%
Transportation equipment	2.32%	-	-

c. Material lease activities and terms

The Group has leased an office of a land use rights investment and development project located at Plot 15, Jingmao Section, Nangang District, Taipei City on May 1, 2025. The lease term is 10 years. The rent-free period is from May 1, 2025 to October 31, 2025. The Group does not have bargain purchase options to acquire the buildings at the end of the lease terms. In addition, the Group is prohibited from lending, subleasing, or transferring all or any portion of the underlying assets without the lessor's consent.

The Group also leases buildings for use as data centers and leases transportation equipment for operational purposes, with lease terms of 5 years. The Group does not have bargain purchase options to acquire the buildings and the transportation equipment at the end of the lease terms.

d. Other lease information

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Expenses relating to short-term leases	\$ 918	\$ 1,454	\$ 2,985	\$ 3,908
Expenses relating to low-value asset leases	\$ 162	\$ 155	\$ 465	\$ 494
Total cash outflow for leases			\$ (78,264)	\$ (61,451)

The Group's leases of certain office equipment and buildings qualify as short-term or low-value asset leases. The Group has elected to apply the recognition exemption, and thus, did not recognize right-of-use assets and lease liabilities for these leases.

14. INTANGIBLE ASSETS

	Computer Software	Patents	Copyright	Total
<u>Cost</u>				
Balance on January 1, 2025	\$ 4,724	\$ 57,100	\$ 8,248	\$ 70,072
Additions	1,013	-	-	1,013
Reclassification (Note)	3,172	-	-	3,172
Effect of foreign currency exchange differences	(79)	-	-	(79)
Balance on September 30, 2025	\$ 8,830	\$ 57,100	\$ 8,248	\$ 74,178
<u>Accumulated amortization</u>				
Balance on January 1, 2025	\$ 1,748	\$ 16,178	\$ 3,666	\$ 21,592
Amortization expenses	1,170	8,565	2,062	11,797
Effect of foreign currency exchange differences	(19)	-	-	(19)
Balance on September 30, 2025	\$ 2,899	\$ 24,743	\$ 5,728	\$ 33,370
Carrying amount on September 30, 2025	\$ 5,931	\$ 32,357	\$ 2,520	\$ 40,808
Carrying amount on December 31, 2024 and January 1, 2025	\$ 2,976	\$ 40,922	\$ 4,582	\$ 48,480
<u>Cost</u>				
Balance on January 1, 2024	\$ 2,221	\$ 57,100	\$ 8,248	\$ 67,569
Additions	2,680	-	-	2,680
Effect of foreign currency exchange differences	32	-	-	32
Balance on September 30, 2024	\$ 4,933	\$ 57,100	\$ 8,248	\$ 70,281

(Continued)

	Computer Software	Patents	Copyright	Total
<u>Accumulated amortization</u>				
Balance on January 1, 2024	\$ 1,167	\$ 4,758	\$ 917	\$ 6,842
Amortization expenses	413	8,565	2,062	11,040
Effect of foreign currency exchange differences	<u>2</u>	<u>-</u>	<u>-</u>	<u>2</u>
Balance on September 30, 2024	<u>\$ 1,582</u>	<u>\$ 13,323</u>	<u>\$ 2,979</u>	<u>\$ 17,884</u>
Carrying amount on September 30, 2024	<u>\$ 3,351</u>	<u>\$ 43,777</u>	<u>\$ 5,269</u>	<u>\$ 52,397</u> (Concluded)

Note: Transferred from property, plant and equipment - equipment pending acceptance.

Intangible assets are amortized on a straight-line basis over their estimated useful lives as follows:

Computer software	5 years
Patents	5 years
Copyright	3 years

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
An analysis of amortization by function				
Operating costs	\$ 3,542	\$ 3,544	\$ 10,627	\$ 10,628
General and administrative expenses	184	216	561	393
Research and development expenses	<u>208</u>	<u>-</u>	<u>609</u>	<u>-</u>
	<u>\$ 3,934</u>	<u>\$ 3,760</u>	<u>\$ 11,797</u>	<u>\$ 11,021</u>

15. OTHER ASSETS

	September 30, 2025	December 31, 2024	September 30, 2024
<u>Current</u>			
Prepayments			
Prepayments for software usage fee (Note 28)	\$ 10,925	\$ 7,443	\$ 8,332
Prepayments for taxes	10,642	2,665	3,408
Prepayments for insurance	3,252	8,831	3,095
Prepayments for transaction platform management fees for network security	1,029	-	995
Prepayments for royalty (Note 28)	23	820	990
Others (Note 28)	<u>2,686</u>	<u>2,607</u>	<u>2,784</u>
	<u>\$ 28,557</u>	<u>\$ 22,366</u>	<u>\$ 19,604</u> (Continued)

	September 30, 2025	December 31, 2024	September 30, 2024
<u>Non-current</u>			
Refundable deposits (Note 28)	\$ 29,620	\$ 34,338	\$ 30,440
Others	<u>61</u>	<u>791</u>	<u>420</u>
	<u>\$ 29,681</u>	<u>\$ 35,129</u>	<u>\$ 30,860</u> (Concluded)

16. OTHER LIABILITIES

	September 30, 2025	December 31, 2024	September 30, 2024
<u>Current</u>			
Other payables			
Payables for salaries or bonuses (including compensation of employees and remuneration of directors and supervisors)	\$ 125,002	\$ 153,096	\$ 115,531
Payables for VAT	51,234	51,757	36,133
Payables for marketing expenses	30,598	27,154	21,179
Payables for cash-settled share-based payment transactions (Note 24)	22,702	14,621	14,384
Payables for professional fees	18,203	21,362	13,659
Payables for insurance	7,027	6,691	6,983
Payables for purchase of equipment	3,105	126,720	693
Others	<u>14,586</u>	<u>22,092</u>	<u>10,735</u>
	<u>\$ 272,457</u>	<u>\$ 423,493</u>	<u>\$ 219,297</u>
Other liabilities			
Points issuance	\$ 2,460,889	\$ 2,251,234	\$ 2,220,726
Payables for receipts on behalf of others - third-party payment (settled) (Note 28)	4,169,314	1,569,698	3,978,317
Payables for receipts on behalf of others - third-party payment (not yet settled)	242,794	910,918	168,654
Refund liabilities	15,053	14,929	12,905
Advanced receipts	7,993	4,444	5,248
Receipts under custody	<u>5,696</u>	<u>7,664</u>	<u>8,835</u>
	<u>\$ 6,901,739</u>	<u>\$ 4,758,887</u>	<u>\$ 6,394,685</u>
<u>Non-current</u>			
Payables for cash-settled share-based payment transactions (Note 24)	<u>\$ 26,558</u>	<u>\$ 16,855</u>	<u>\$ 28,398</u>

17. PROVISIONS

	September 30, 2025	December 31, 2024	September 30, 2024
<u>Current</u>			
Restoration obligation (a)	\$ 8,398	\$ 8,399	\$ 8,391
Employee benefits (b)	<u>10,515</u>	<u>9,521</u>	<u>10,917</u>
	<u>\$ 18,913</u>	<u>\$ 17,920</u>	<u>\$ 19,308</u>
<u>Non-current</u>			
Restoration obligation (a)	\$ 7,676	\$ 8,415	\$ 8,689
Employee benefits (b)	<u>3,499</u>	<u>3,592</u>	<u>2,649</u>
	<u>\$ 11,175</u>	<u>\$ 12,007</u>	<u>\$ 11,338</u>
	Restoration Obligation	Employee Benefits	Total
Balance on January 1, 2025	\$ 16,814	\$ 13,113	\$ 29,927
Additional provisions recognized	-	1,263	1,263
Lease modification	(766)	-	(766)
Interest expenses	229	-	229
Effect of foreign currency exchange differences	<u>(203)</u>	<u>(362)</u>	<u>(565)</u>
Balance on September 30, 2025	<u>\$ 16,074</u>	<u>\$ 14,014</u>	<u>\$ 30,088</u>
Balance on January 1, 2024	\$ 16,496	\$ 12,134	\$ 28,630
Additional provisions recognized	-	1,356	1,356
Lease modification	188	-	188
Interest expenses	350	-	350
Effect of foreign currency exchange differences	<u>46</u>	<u>76</u>	<u>122</u>
Balance on September 30, 2024	<u>\$ 17,080</u>	<u>\$ 13,566</u>	<u>\$ 30,646</u>

- a. Pursuant to the lease agreements, the Group shall, at the end of the respective lease terms, restore the leased plant assets to their original condition at the time of the lease. Provisions are recognized based on the present value of the best estimate of future outflow of economic benefits that will be required by the fulfillment of the restoration obligation stated on the lease contracts. The estimate will be reviewed regularly and adjusted according to the use of the plant.
- b. The provision for employee benefits represents accrual of annual leave and vested long service leave entitlements.

18. RETIREMENT BENEFIT PLANS

a. Defined contribution plan

The Company and domestic subsidiary adopted a pension plan under the Labor Pension Act (LPA), which is a state-managed defined contribution plan. Under the LPA, the Company makes monthly contributions to employees' individual pension accounts at 6% of monthly salaries and wages.

The employees of the subsidiary in South Korea are participants in a retirement benefit plan operated by the South Korean government. The subsidiary is required to allocate a specific proportion of its payroll costs to the retirement benefit plan to provide funding for the plan. The obligation regarding this government-operated retirement benefit plan is limited to making the specified contributions.

b. Defined benefit plans

For the three months ended September 30, 2025 and 2024 and for the nine months ended September 30, 2025 and 2024, the pension expenses of defined benefit plans were \$16,901 thousand, \$21,164 thousand, \$59,473 thousand and \$64,122 thousand, respectively.

19. EQUITY

a. Share capital

Ordinary shares

	September 30, 2025	December 31, 2024	September 30, 2024
Shares authorized (in thousands of shares)	<u>100,000</u>	<u>100,000</u>	<u>100,000</u>
Shares authorized	<u>\$ 1,000,000</u>	<u>\$ 1,000,000</u>	<u>\$ 1,000,000</u>
Shares issued and fully paid (in thousands of shares)	<u>68,000</u>	<u>68,000</u>	<u>60,000</u>
Shares issued and fully paid	<u>\$ 680,000</u>	<u>\$ 680,000</u>	<u>\$ 600,000</u>

Ordinary shares issued, which have a par value of NT\$10, carry one vote per share and carry a right to dividends.

To address the initial public offering, the Company's board of directors resolved on August 6, 2024 to issue 8,000 thousand ordinary shares with a par value of \$10. This capital increase raised a total of \$4,181,799 thousand and increased the share capital issued and fully paid to \$680,000 thousand. On November 5, 2024, the above transaction was approved by the FSC. Pursuant to the authorization of the board of directors, the Chairman designated December 3, 2024 as the subscription base date, and the registration process was completed on December 24, 2024.

b. Capital surplus

	September 30, 2025	December 31, 2024	September 30, 2024
May be used to offset a deficit, distributed as cash dividends, or transferred to share capital (Note)			
Issuance of ordinary shares premium	\$ 8,353,340	\$ 8,353,340	\$ 4,246,862
Forfeited employee share options	2,013	689	689
<u>May only be used to offset a deficit</u>			
Share of changes in capital surplus of subsidiaries	23,962	21,123	21,033
<u>May not be used for any purpose</u>			
Employee share options	<u>133,481</u>	<u>100,509</u>	<u>88,695</u>
	<u>\$ 8,512,796</u>	<u>\$ 8,475,661</u>	<u>\$ 4,357,279</u>

Note: Such capital surplus may be used to offset a deficit; in addition, when the Group has no deficit, such capital surplus may be distributed as cash dividends or transferred to share capital (limited to a certain percentage of the Company's capital surplus and to once a year).

A reconciliation of the balance of each class of capital surplus for the nine months ended September 30, 2025 and 2024 was as follows:

	Issuance of Ordinary Shares	Forfeited Employee Share Options	Share of Changes in Capital Surplus of Subsidiaries	Employee Share Options	Total
Balance on January 1, 2025	\$ 8,353,340	\$ 689	\$ 21,123	\$ 100,509	\$ 8,475,661
Share-based payment	-	-	2,839	34,296	37,135
Forfeited employee share options	-	1,324	-	(1,324)	-
Balance on September 30, 2025	<u>\$ 8,353,340</u>	<u>\$ 2,013</u>	<u>\$ 23,962</u>	<u>\$ 133,481</u>	<u>\$ 8,512,796</u>
Balance on January 1, 2024	\$ 4,246,862	\$ 689	\$ 9,819	\$ 48,602	\$ 4,305,972
Share-based payment	-	-	11,214	40,093	51,307
Balance on September 30, 2024	<u>\$ 4,246,862</u>	<u>\$ 689</u>	<u>\$ 21,033</u>	<u>\$ 88,695</u>	<u>\$ 4,357,279</u>

c. Retained earnings and dividends policy

The shareholders of the Company held their regular meeting on May 29, 2025 and in that meeting, resolved the amendments to the Company's Articles of Incorporation (the "Articles"). The amendments explicitly stipulate that the board of directors is authorized to adopt a special resolution to distribute dividends and bonuses in cash and a report of such distribution should be submitted in the shareholders' meeting.

Under the dividends policy as set forth in the Articles before the amendments, where the Company made a profit in a fiscal year, the profit shall be first utilized for paying taxes, offsetting losses of previous years, setting aside as legal reserve 10% of the remaining profit, setting aside or reversing a special reserve, and then any remaining profit together with any undistributed retained earnings shall be used by the Company's board of directors as the basis for proposing a distribution plan, which should be resolved in the shareholders' meeting for the distribution of dividends and bonuses to shareholders. For the policies on the distribution of compensation of employees and remuneration of directors distribution refer to compensation of employees and remuneration of directors in Note 21(g).

According to the Company's Articles, the dividend policy is aligned with the Company's current and future development plans, taking into account the investment environment, capital requirements, domestic and international competitiveness, and the interests of shareholders. At least 10% of the distributable earnings for the year shall be distributed as dividends to shareholders. However, under special circumstances or when the accumulated distributable earnings are less than 10% of the paid-in capital, the shareholders' meeting may resolve not to distribute dividends. Dividends may be distributed in the form of shares or cash, provided that cash dividends shall not be less than 5% of the total amount of dividends distributed.

An appropriation of earnings to a legal reserve shall be made until the legal reserve equals the Company's paid-in capital. The legal reserve may be used to offset deficits. If the Company has no deficit and the legal reserve has exceeded 25% of the Company's paid-in capital, the excess may be transferred to capital or distributed in cash.

The appropriation of earnings for 2024 and 2023, which had been resolved by the shareholders in their meetings on May 29, 2025 and June 28, 2024, respectively, were as follows:

	Appropriation of Earnings	
	For the Year Ended December 31	
	2024	2023
Legal reserve	<u>\$ 66,299</u>	<u>\$ 48,161</u>
Special reserve	<u>\$ 4,193</u>	<u>\$ -</u>
Cash dividends	<u>\$ 102,000</u>	<u>\$ -</u>
Cash dividends per share (NT\$)	\$ 1.5	\$ -

d. Special reserve

	For the Nine Months Ended	
	September 30	
	2025	2024
Balance on January 1	\$ -	\$ -
Appropriations in respect of Debits to other equity items	<u>4,193</u>	<u>-</u>
Balance on September 30	<u>\$ 4,193</u>	<u>\$ -</u>

e. Other equity items

Exchange differences on the translation of the financial statements of foreign operations

	For the Nine Months Ended September 30	
	2025	2024
Balance on January 1	\$ (4,193)	\$ 213
Recognized for the period		
Exchange differences on the translation of the financial statements of foreign operations	(2,756)	458
Income tax related exchange differences on the translation of the financial statements of foreign operations	<u>551</u>	<u>(92)</u>
Other comprehensive (loss) income recognized for the period	<u>(2,205)</u>	<u>366</u>
Balance on September 30	<u>\$ (6,398)</u>	<u>\$ 579</u>

20. REVENUE

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Revenue from contracts with customers				
Service fee revenue	\$ 1,670,908	\$ 1,309,758	\$ 4,671,493	\$ 3,749,162
Financial marketing cooperation revenue	277,154	177,780	778,251	560,358
System management services revenue	26,707	60,027	107,647	83,949
Others	<u>40,322</u>	<u>47,079</u>	<u>136,335</u>	<u>136,482</u>
	<u>\$ 2,015,091</u>	<u>\$ 1,594,644</u>	<u>\$ 5,693,726</u>	<u>\$ 4,529,951</u>

a. Contract information

The Group identifies contracts with customers, allocates the transaction price to the performance obligations and recognizes revenue when performance obligations are satisfied.

1) Service fee revenue

The Group provides third-party payment and electronic payment services. The service fee is directly related to the individual distinguishable payment processing services rendered and thus is recognized when the transaction is processed.

2) Financial marketing cooperation revenue

The Group provides financial marketing services. Revenue is recognized when services are provided.

3) System management service revenue

The Group provides platform development and maintenance related to payment and financial services. Revenue from the rendering of services is recognized upon satisfaction of the service conditions.

b. Contract balances

	September 30, 2025	December 31, 2024	September 30, 2024	January 1, 2024
Trade receivables (Note 9)	<u>\$ 317,659</u>	<u>\$ 307,567</u>	<u>\$ 223,866</u>	<u>\$ 234,511</u>
Trade receivables from related parties	<u>\$ 23,943</u>	<u>\$ 22,826</u>	<u>\$ 27,950</u>	<u>\$ 20,259</u>
Contract liabilities - current	<u>\$ 407,230</u>	<u>\$ 372,722</u>	<u>\$ 397,396</u>	<u>\$ 210,829</u>

21. NET PROFIT

a. Interest income

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Bank deposits	\$ 44,099	\$ 23,577	\$ 137,065	\$ 60,540
Others	<u>2</u>	<u>-</u>	<u>3</u>	<u>55</u>
	<u>\$ 44,101</u>	<u>\$ 23,577</u>	<u>\$ 137,068</u>	<u>\$ 60,595</u>

b. Other income

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Rental income	\$ 137	\$ 138	\$ 411	\$ 412
Others	<u>11,392</u>	<u>4,311</u>	<u>18,913</u>	<u>16,646</u>
	<u>\$ 11,529</u>	<u>\$ 4,449</u>	<u>\$ 19,324</u>	<u>\$ 17,058</u>

c. Other gains and losses

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Net foreign exchange gains/ (losses)	\$ 18,066	\$ (15,666)	\$ (70,302)	\$ 1,355
Gain on lease modification	-	-	993	-
Gain/(loss) on disposal of property, plant and equipment	170	219	(1,339)	465
Others	<u>(13)</u>	<u>(1)</u>	<u>(19)</u>	<u>(3)</u>
	<u>\$ 18,223</u>	<u>\$ (15,448)</u>	<u>\$ (70,667)</u>	<u>\$ 1,817</u>

Net foreign exchange gains/(losses):

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Foreign exchange gains	\$ 20,919	\$ 4,890	\$ 44,919	\$ 30,666
Foreign exchange losses	<u>(2,853)</u>	<u>(20,556)</u>	<u>(115,221)</u>	<u>(29,311)</u>
Net foreign exchange gains/ (losses)	<u>\$ 18,066</u>	<u>\$ (15,666)</u>	<u>\$ (70,302)</u>	<u>\$ 1,355</u>

d. Finance costs

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Interest on lease liabilities	\$ 5,677	\$ 1,820	\$ 12,454	\$ 5,786
Other finance costs	<u>66</u>	<u>118</u>	<u>229</u>	<u>350</u>
	<u>\$ 5,743</u>	<u>\$ 1,938</u>	<u>\$ 12,683</u>	<u>\$ 6,136</u>

e. Depreciation and amortization

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Depreciation expenses	\$ 58,851	\$ 27,313	\$ 151,342	\$ 86,109
Less: Expense allocation (Note 28)	<u>-</u>	<u>-</u>	<u>-</u>	<u>(7,203)</u>
	<u>\$ 58,851</u>	<u>\$ 27,313</u>	<u>\$ 151,342</u>	<u>\$ 78,906</u>

(Continued)

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
An analysis of depreciation by function				
Operating expenses	<u>\$ 58,851</u>	<u>\$ 27,313</u>	<u>\$ 151,342</u>	<u>\$ 78,906</u>
Amortization expenses	\$ 3,934	\$ 3,760	\$ 11,797	\$ 11,040
Less: Expense allocation (Note 28)	<u>-</u>	<u>-</u>	<u>-</u>	<u>(19)</u>
	<u>\$ 3,934</u>	<u>\$ 3,760</u>	<u>\$ 11,797</u>	<u>\$ 11,021</u>
An analysis of amortization by function				
Operating costs	\$ 3,542	\$ 3,544	\$ 10,627	\$ 10,628
Operating expenses	<u>392</u>	<u>216</u>	<u>1,170</u>	<u>393</u>
	<u>\$ 3,934</u>	<u>\$ 3,760</u>	<u>\$ 11,797</u>	<u>\$ 11,021</u> (Concluded)

f. Employee benefits expense

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Short-term employee benefits	\$ 235,441	\$ 227,937	\$ 754,339	\$ 630,480
Post-employment benefits				
Defined contribution plan	7,236	6,441	21,084	17,658
Defined benefit plans	16,901	21,164	59,473	64,122
Share-based payments (Note 24)				
Equity-settled	12,228	18,315	37,135	51,307
Cash-settled	(454)	12,714	18,224	13,447
Other employee benefits	<u>21,565</u>	<u>18,373</u>	<u>67,787</u>	<u>56,566</u>
Total employee benefits expenses	292,917	304,944	958,042	833,580
Less: Expense allocation (Note 28)	<u>-</u>	<u>-</u>	<u>-</u>	<u>(130,874)</u>
	<u>\$ 292,917</u>	<u>\$ 304,944</u>	<u>\$ 958,042</u>	<u>\$ 702,706</u>
An analysis of employee benefits expense by function				
Operating costs	\$ 106,091	\$ 122,196	\$ 299,306	\$ 316,510
Operating expenses	<u>186,826</u>	<u>182,748</u>	<u>658,736</u>	<u>386,196</u>
	<u>\$ 292,917</u>	<u>\$ 304,944</u>	<u>\$ 958,042</u>	<u>\$ 702,706</u>

g. Compensation of employees and remuneration of directors

According to the Company's Articles, the Company accrues compensation of employees and remuneration of directors at rates of no less than 1% and no higher than 1%, respectively, of net profit before income tax, compensation of employees, and remuneration of directors. But if the Company still has accumulated deficits, it shall first set aside an amount to offset of the deficits. In accordance with the amendments to the Securities and Exchange Act in August 2024, the shareholders of the Company resolved the amendments to the Company's Articles at the 2025 shareholders' meeting. The amendments explicitly stipulate the allocation of 1% of net profit before income tax, compensation of employees, and remuneration of directors as employee compensation and at least 20% of the compensation of employees shall be designated as compensation distributions for non-executive employees.

The compensation of employees (including non-executive employees) and the remuneration of directors for the three months ended September 30, 2025 and 2024 and for the nine months ended September 30, 2025 and 2024 are as follows:

Accrual rate

	For the Nine Months Ended September 30	
	2025	2024
Compensation of employees	1.02%	1.01%
Remuneration of directors	-	-

Amount

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Compensation of employees	<u>\$ 2,294</u>	<u>\$ 1,463</u>	<u>\$ 5,659</u>	<u>\$ 6,382</u>
Remuneration of directors	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

If there is a change in the amounts after the annual consolidated financial statements are authorized for issue, the differences are recognized as a change in the accounting estimate and recorded in the following year.

The compensation of employees and the remuneration of directors and supervisors for the year ended December 31, 2024 and 2023, which was approved by the Company's board of directors on March 11, 2025 and March 28, 2024, respectively, is as follows:

Accrual rate

	For the Year Ended December 31	
	2024	2023
Compensation of employees	1.02%	1.01%
Remuneration of directors and supervisors	-	-

Amount

	For the Year Ended December 31	
	2024	2023
	Cash	Cash
Compensation of employees	<u>\$ 8,606</u>	<u>\$ 6,142</u>
Remuneration of directors and supervisors	<u>\$ -</u>	<u>\$ -</u>

There is no difference between the actual amounts of compensation of employees and remuneration of directors and supervisors paid and the amounts recognized in the consolidated financial statements for the years ended December 31, 2024 and 2023.

Information on the compensation of employees and remuneration of directors resolved by the Company's board of directors is available at the Market Observation Post System website of the Taiwan Stock Exchange.

22. INCOME TAXES

a. Income tax recognized in profit or loss

Major components of income tax expense are as follows:

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Current income tax				
In respect of the current period	\$ 78,560	\$ 52,089	\$ 170,919	\$ 203,276
Income tax on unappropriated earnings	-	-	24,525	21,672
Adjustments for prior year	<u>-</u>	<u>-</u>	<u>(654)</u>	<u>(1,150)</u>
	78,560	52,089	194,790	223,798
Deferred income tax				
In respect of the current period	<u>(19,341)</u>	<u>(10,921)</u>	<u>(37,411)</u>	<u>(46,991)</u>
Income tax expense recognized in profit or loss	<u>\$ 59,219</u>	<u>\$ 41,168</u>	<u>\$ 157,379</u>	<u>\$ 176,807</u>

b. Income tax recognized in other comprehensive income

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
<u>Deferred tax</u>				
In respect of the current period				
Exchange differences on translation of the financial statements of foreign operations	<u>\$ 126</u>	<u>\$ 276</u>	<u>\$ (551)</u>	<u>\$ 92</u>

c. Income tax assessments

As of September 30, 2025, the Group had no pending tax litigation cases. The income tax returns of the Company through 2023 have been assessed by the tax authorities.

23. EARNINGS PER SHARE

Unit: NT\$ Per Share

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Basic earnings per share	<u>\$ 2.65</u>	<u>\$ 1.87</u>	<u>\$ 6.06</u>	<u>\$ 7.99</u>
Diluted earnings per share	<u>\$ 2.56</u>	<u>\$ 1.80</u>	<u>\$ 5.84</u>	<u>\$ 7.68</u>

The earnings and weighted average number of ordinary shares outstanding used in the computation of earnings per share were as follows:

Net Profit for the Period

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Profit for the period attributable to owners of the Company	<u>\$ 180,319</u>	<u>\$ 112,056</u>	<u>\$ 411,848</u>	<u>\$ 479,125</u>
Earnings used in the computation of basic earnings per share and diluted earnings per share	<u>\$ 180,319</u>	<u>\$ 112,056</u>	<u>\$ 411,848</u>	<u>\$ 479,125</u>

Weighted Average Number of Ordinary Shares Outstanding (In Thousands of Shares)

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Weighted average number of ordinary shares used in the computation of basic earnings per share	68,000	60,000	68,000	60,000
Effect of potentially dilutive ordinary shares				
Employee share options	2,485	2,352	2,483	2,403
Compensation of employees	<u>9</u>	<u>12</u>	<u>12</u>	<u>15</u>
Weighted average number of ordinary shares used in the computation of diluted earnings per share	<u>70,494</u>	<u>62,364</u>	<u>70,495</u>	<u>62,418</u>

The Group may settle the compensation of employees in cash or shares; therefore, the Company assumes that the entire amount of the compensation will be settled in shares, and the resulting potential shares will be included in the weighted average number of shares outstanding used in the computation of diluted earnings per share, as the effect is dilutive. Such dilutive effect of the potential shares is included in the computation of diluted earnings per share until the number of shares to be distributed to employees is resolved in the following year.

24. SHARE-BASED PAYMENT ARRANGEMENTS

a. Employee share option plan of the parent company

In order to attract and retain professional personnel for the Group and incentivize employee morale to create profits for both the Company and its shareholders, the intermediate parent company, Z Holdings Corporation, which was renamed LY Corporation from October 2023 onward, through resolutions of the board of directors, enacted terms and conditions for the issuance of employee share option plans. The following employee share options were issued to employees of the Group:

Grant Date	Granted Units	Exercise Prices (In JPY)
March 31, 2021	1,259,600	¥ 481
April 28, 2020	1,043,400	298
July 29, 2019	370,125	298

Qualified employees of the parent company and its subsidiaries were granted options in the intermediate parent company, Z Holdings Corporation, which was renamed LY Corporation from October 2023 onward. Each option entitles the holder to subscribe for 1,175 ordinary shares of the intermediate parent company. The options granted are valid for 9 to 10 years and exercisable at certain percentages after the second to fifth anniversary of the grant date. The performance of the share option is delivered by the intermediate parent company by issuing new shares. For any subsequent changes in the intermediate parent company's share capital, the exercise price is adjusted accordingly.

Due to organizational restructuring, the intermediate parent company, Z Holdings Corporation, was merged with LINE Corporation and other companies within the Group in October 2023. Following the merger, LINE Corporation and other companies within the Group were dissolved, and Z Holdings Corporation was the surviving company, which was renamed LY Corporation.

Information on employee share options was as follows:

	For the Nine Months Ended September 30, 2025					
	<u>Granted on March 31, 2021</u>		<u>Granted on April 28, 2020</u>		<u>Granted on July 29, 2019</u>	
Employee Share Options	Number of Options	Weighted- average Exercise Price (In JPY)	Number of Options	Weighted- average Exercise Price (In JPY)	Number of Options	Weighted- average Exercise Price (In JPY)
Balance on January 1	1,292,500	¥ 481	961,150	¥ 298	307,850	¥ 298
Options granted	-	-	-	-	-	-
Options transferred-in	43,475	481	82,250	298	44,650	298
Options forfeited	(44,650)	481	(2,350)	298	-	-
Options exercised	<u>(31,725)</u>	481	<u>(235,000)</u>	298	<u>(65,800)</u>	298
Balance on September 30	<u>1,259,600</u>	481	<u>806,050</u>	298	<u>286,700</u>	298
Options exercisable, end of the period	<u>632,150</u>	481	<u>806,050</u>	298	<u>286,700</u>	298

For the Nine Months Ended September 30, 2024						
	Granted on March 31, 2021		Granted on April 28, 2020		Granted on July 29, 2019	
	Number of Options	Weighted-average Exercise Price (In JPY)	Number of Options	Weighted-average Exercise Price (In JPY)	Number of Options	Weighted-average Exercise Price (In JPY)
Employee Share Options						
Balance on January 1	1,310,125	¥ 481	1,053,975	¥ 298	437,100	¥ 298
Options granted	-	-	-	-	-	-
Options transferred-in	16,450	481	24,675	298	-	-
Options forfeited	(25,850)	481	(17,625)	298	-	-
Options exercised	-	-	(15,275)	298	-	-
Balance on September 30	<u>1,300,725</u>	481	<u>1,045,750</u>	298	<u>437,100</u>	298
Options exercisable, end of the period	<u>269,075</u>	481	<u>1,045,750</u>	298	<u>437,100</u>	298

Information on outstanding options was as follows:

	September 30, 2025	December 31, 2024	September 30, 2024
Range of exercise price (in JPY)	¥298-¥481	¥298-¥481	¥298-¥481
Weighted-average remaining contractual life (in years)	4.76 years	5.26 years	5.40 years

Options granted as above are priced using the binomial option pricing model, and the inputs to the model are as follows:

	Grant Date		
	March 31, 2021	April 28, 2020 (Note)	July 29, 2019 (Note)
Grant-date share price (in JPY)	¥550.6	¥550.6	¥550.6
Exercise price (in JPY)	¥481	¥298	¥298
Expected volatility	35.33%	36.48%	36.48%
Expected life (in years)	9.62	8.28	8.28
Expected dividend yield	1.010%	1.010%	1.010%
Risk-free interest rate	0.075%	0.017%	0.017%

Note: Since the original ultimate parent company, NAVER Corporation, was merged with SoftBank Group Corp. in March 2021, the fair value of related employee share options was re-measured on March 31, 2021, and compensation costs were recognized based on the re-measured fair value of employee share options since that date.

Compensation costs recognized were \$2,040 thousand, \$7,145 thousand, \$4,262 thousand and \$16,537 thousand for the three months ended September 30, 2025 and 2024 and for the nine months ended September 30, 2025 and 2024, respectively.

b. Employee share option plan of the Company

On March 28, 2023, the Company's board of directors resolved to approve the second and third employee stock option issuance and subscription plan for fiscal year 2023, which approved the issuance of the following employee stock options to the employees of the Company and its subsidiaries who meet certain criteria, respectively:

Terms	Authorized Units	Exercise Prices (NT\$)
Second of 2023	1,827,750	\$ 112
Third of 2023	1,914,500	112

The above employee stock options may be issued in one or several installments within one year after the resolutions of the board of directors, with the actual grant dates determined by the chairman. Each option entitles the holder to the right to subscribe for one ordinary share of the Company.

In accordance with the second employee share option plan of 2023, the stock options are valid for 10 years. The stock option holders may exercise the stock option in accordance with the plan after the third anniversary of the grant date.

In accordance with the third employee share option plan of 2023, the stock options are valid for 10 years. The stock option holders may exercise the stock option in accordance with the plan after the third to fifth anniversary of the grant date at certain percentages.

The performance of the share option is delivered by the Company by issuing new shares. On August 12, 2025, the Board of Directors resolved to amend certain provisions of the second and third employee stock option plan of 2023. For any subsequent changes in the Company's share capital, the exercise price is adjusted accordingly.

Information on employee share options was as follows:

	For the Nine Months Ended September 30, 2025					
	Second of 2023			Third of 2023		
	Number of Options	Weighted- average Exercise Price (NT\$)		Number of Options	Weighted- average Exercise Price (NT\$)	
Employee Share Options						
Balance on January 1	1,718,750	\$ 104.60	Note	1,394,000	\$ 104.60	Note
Options granted	-	-		-	-	
Options forfeited	(50,000)	104.60	Note	(20,000)	104.60	
Options exercised	-	-		-	-	
Options expired	-	-		-	-	
Balance on September 30	<u>1,668,750</u>	104.60	Note	<u>1,394,000</u>	104.60	Note
Options exercisable, end of the period	<u>5,000</u>	104.60	Note	<u>-</u>	-	

For the Nine Months Ended September 30, 2024						
Employee Share Options	Second of 2023			Third of 2023		
	Number of Options	Weighted-average Exercise Price (NT\$)		Number of Options	Weighted-average Exercise Price (NT\$)	
Balance on January 1	1,798,250	\$ 104.60	Note	1,394,000	\$ 104.60	Note
Options granted	-	-		-	-	
Options forfeited	(68,500)	104.60	Note	-	-	
Options exercised	-	-		-	-	
Options expired	-	-		-	-	
Balance on September 30	<u>1,729,750</u>	104.60	Note	<u>1,394,000</u>	104.60	Note
Options exercisable, end of the period	<u>-</u>	-		<u>-</u>	-	

Note: The exercise prices have been adjusted to reflect the issuance of shares for cash and the distribution of share and cash dividend in accordance with the amended plan.

Information on outstanding options was as follows:

	September 30, 2025	December 31, 2024	September 30, 2024
Range of exercise price (NT\$)	\$104.60	\$104.60	\$104.60
Weighted-average remaining contractual life (in years)	7.78 years	8.53 years	8.78 years

Options granted as above are priced using the Black-Scholes pricing model, and the inputs to the model are as follows:

Employee Share Option Plan of the Company		
Granted on March 28, 2023		
	Second of 2023	Third of 2023
Grant-date share price (NT\$)	\$104.84	\$104.84
Exercise price (NT\$)	\$112	\$112
Expected volatility	48.45%	47.64%-48.45%
Expected life (in years)	6.50	6.50-7.50
Expected dividend yield	0.00%	0.00%
Risk-free interest rate	1.15%	1.15%-1.16%

Employee Share Option Plan of the Company			
	Granted on July 3, 2023		Granted on October 31, 2023
	Second of 2023	Third of 2023	Third of 2023
Grant-date share price (NT\$)	\$107.32	\$107.32	\$106.97
Exercise price (NT\$)	\$112	\$112	\$104.6
Expected volatility	48.63%	47.33%-48.63%	46.39%-47.65%
Expected life (in years)	6.50	6.50-7.50	6.50-7.50
Expected dividend yield	0.00%	0.00%	0.00%
Risk-free interest rate	1.11%	1.11%-1.14%	1.26%-1.27%

Compensation costs recognized were \$10,188 thousand, \$11,170 thousand, \$32,873 thousand and \$34,770 thousand for the three months ended September 30, 2025 and 2024 and for the nine months ended September 30, 2025 and 2024, respectively.

c. Cash-settled share-based payments of the parent company

In August 2022, Z Holdings Corporation, which was renamed LY Corporation from October 2023 onward, issued a plan for share-based payments with employee reward points. The cash-settled share-based payments of the plan apply to employees of the Group. This plan aims to reward all employees of Z Holdings Corporation, which was renamed LY Corporation from October 2023 onward, and its controlled subsidiaries who meet certain conditions. Employees are awarded reward points based on their achievements, and the share-based payments will be settled in cash when the vesting conditions are fulfilled.

The Group recorded compensation costs in respect of cash-settled share-based payments of \$(454) thousand, \$12,714 thousand, \$18,224 thousand and \$13,447 thousand for the three months ended September 30, 2025 and 2024 and for the nine months ended September 30, 2025 and 2024, respectively. As of September 30, 2025, December 31, 2024 and September 30, 2024, the Group recorded liabilities of \$49,260 thousand, \$31,476 thousand and \$42,782 thousand, respectively, under other payables and other non-current liabilities. Refer to Note 16 for the information aforementioned.

25. CASH FLOW INFORMATION

a. Non-cash transactions

For the nine months ended September 30, 2025 and 2024, the Group entered into the following non-cash investing activities which were not reflected in the statements of cash flows:

As of September 30, 2025, December 31, 2024 and September 30, 2024, the Group had not yet paid for the acquisition of property, plant and equipment at amounts of \$3,298 thousand, \$126,720 thousand and \$693 thousand, respectively, which were recorded under other payables and other payables to related parties.

b. Changes in liabilities arising from financing activities

For the nine months ended September 30, 2025

	Opening Balance	Cash Flows	Non-cash Changes				Others	Closing Balance
			New Leases	Lease Modification	Interest Expenses	Change in Exchange Rates		
Lease liabilities	<u>\$ 167,907</u>	<u>\$ (62,360)</u>	<u>\$ 737,349</u>	<u>\$ (16,838)</u>	<u>\$ 12,454</u>	<u>\$ (2,724)</u>	<u>\$ (12,454)</u>	<u>\$ 823,334</u>

For the nine months ended September 30, 2024

	Opening Balance	Cash Flows	Non-cash Changes			Others	Closing Balance
			Lease Modification	Interest Expenses	Change in Exchange Rates		
Lease liabilities	<u>\$ 209,561</u>	<u>\$ (51,263)</u>	<u>\$ -</u>	<u>\$ 5,786</u>	<u>\$ 631</u>	<u>\$ (5,786)</u>	<u>\$ 158,929</u>

26. CAPITAL MANAGEMENT

The Group manages its capital to ensure that the Group will be able to continue as a going concern while maximizing the return to stakeholders through the optimization of the debt and equity balance.

The capital structure of the Group consists of equity of the Company (comprising issued capital, reserves, retained earnings and other equity).

Key management personnel of the Group review the capital structure on a regular basis. As part of this review, the key management personnel consider the cost of capital and the risks associated with each class of capital. Based on recommendations of the key management personnel, in order to balance the overall capital structure, the Group may adjust the amount of dividends paid to shareholders or the number of new shares issued.

27. FINANCIAL INSTRUMENTS

a. Fair value of financial instruments not measured at fair value

The carrying amounts of financial assets and financial liabilities recognized in the consolidated financial statements which are not measured at fair value approximate their fair value, or the fair value of such assets and liabilities cannot be reliably measured.

b. Fair value of financial instruments measured at fair value on a recurring basis

1) Fair value hierarchy

September 30, 2025

	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL				
Oversea unlisted shares	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 195</u>	<u>\$ 195</u>

December 31, 2024

	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL				
Oversea unlisted shares	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 201</u>	<u>\$ 201</u>

September 30, 2024

	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL				
Oversea unlisted shares	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 215</u>	<u>\$ 215</u>

There were no transfers between Levels 1 and 2 for the nine months ended September 30, 2025 and 2024.

2) Reconciliation of Level 3 fair value measurements of financial instruments

For the nine months ended September 30, 2025

Financial Assets	Financial Assets at FVTPL Equity Instruments
Balance on January 1, 2025	\$ 201
Effect of foreign currency exchange differences	<u>(6)</u>
Balance on September 30, 2025	<u>\$ 195</u>

For the nine months ended September 30, 2024

Financial Assets	Financial Assets at FVTPL Equity Instruments
Balance on January 1, 2024	\$ 214
Effect of foreign currency exchange differences	<u>1</u>
Balance on September 30, 2024	<u>\$ 215</u>

3) Valuation techniques and inputs applied for Level 3 fair value measurement

The fair value of unlisted equity securities held by the Group is determined using the asset-based approach. In this approach, the value of net asset measured at fair value in the most recent financial statements of the investee and a liquidity discount parameter are considered in order to derive the fair value of the shares.

c. Categories of financial instruments

	September 30, 2025	December 31, 2024	September 30, 2024
<u>Financial assets</u>			
FVTPL			
Mandatorily classified as at FVTPL	\$ 195	\$ 201	\$ 215
Financial assets at amortized cost (1)	18,317,813	16,061,714	13,245,450
<u>Financial liabilities</u>			
Financial liabilities at amortized cost (2)	7,016,063	4,980,477	6,457,306

- 1) The balances include financial assets at amortized cost, which comprise cash and cash equivalents, financial assets at amortized cost, trade receivables, trade receivables from related parties, other receivables (excluding tax refund receivables), other receivables from related parties, other financial assets and refundable deposits.

- 2) The balances include financial liabilities at amortized cost, which comprise trade payables, trade payables to related parties, other payables (excluding payables for salaries or bonus, payables for VAT, payables for cash-settled share-based payments transactions and payables for insurance), other payables to related parties, and other current liabilities (excluding refund liabilities, advanced receipts, and receipts under custody).

d. Financial risk management objectives and policies

The Group's major financial instruments include receivables, other financial assets, payables and other current liabilities. The Group's corporate treasury function provides services to the business, coordinates access to domestic and international financial markets, and monitors and manages the financial risks relating to the operations of the Group through internal risk reports that analyze exposures by degree and magnitude of risks. These risks include market risk (including foreign currency risk, interest rate risk and other price risk), credit risk, and liquidity risk.

The corporate treasury function reports regularly to the Group's management, which monitors risks and policies implemented to mitigate risk exposures.

1) Market risk

The Group's activities exposed it primarily to the financial risks of changes in foreign currency exchange rates (see (a) below), interest rates (see (b) below) and other price (see (c) below).

There has been no change to the Group's exposure to market risks or the manner in which these risks are managed and measured.

a) Foreign currency risk

The carrying amounts of the Group's foreign currency denominated monetary assets and monetary liabilities (including those eliminated on consolidation) at the end of the year are set out in Note 31.

Sensitivity analysis

The Group is mainly exposed to the USD and JPY.

The following table details the Group's sensitivity to a 1% increase and decrease in the functional currency of each entity in the Group against the relevant foreign currencies. The sensitivity rate used when reporting foreign currency risk internally to key management personnel and representing management's assessment of the reasonably possible change in foreign exchange rates is 1%. A positive number below indicates an increase in pre-tax profit associated with the functional currency of each entity in the Group strengthening 1% against the relevant currency. For a 1% weakening of the functional currency of each entity in the Group against the relevant currency, there would be an equal and opposite impact on pre-tax profit, and the balances below would be negative.

	USD Impact		JPY Impact	
	For the Nine Months Ended		For the Nine Months Ended	
	September 30		September 30	
	2025	2024	2025	2024
Profit or loss	\$ (3,452)	\$ (3,419)	\$ 930	\$ 597

The above result was mainly attributable to the exposure on outstanding bank deposits, receivables and payables in USD and JPY that were not hedged at the end of the period.

The Group's sensitivity to USD has not change significantly from the prior period.

The Group's sensitivity to JPY increased during the current period mainly due to the increase in net liabilities in JPY.

b) Interest rate risk

The carrying amounts of the Group's financial assets and financial liabilities with exposure to interest rates at the end of the period were as follows:

	September 30, 2025	December 31, 2024	September 30, 2024
Fair value interest rate risk			
Financial assets	\$ 5,553,680	\$ 6,057,448	\$ 1,669,651
Financial liabilities	823,334	167,907	158,929
Cash flow interest rate risk			
Financial assets	10,091,969	7,774,945	9,415,276

Sensitivity analysis

The sensitivity analysis below was determined based on the Group's exposure to interest rates for both derivative and non-derivative instruments at the end of the period. For floating rate liabilities, the analysis was prepared assuming the amount of each liability outstanding at the end of the period was outstanding for the whole year. A 1% increase or decrease is used when reporting interest rate risk internally to key management personnel and represents management's assessment of the reasonably possible change in interest rates.

If interest rates had been 1% higher/lower and all other variables were held constant, the Group's pre-tax profit for the nine months ended September 30, 2025 and 2024 would have increased/decreased by \$75,690 thousand and \$70,615 thousand, respectively, which was mainly a result of the Group's exposure to interest rates of bank deposits and other financial assets.

The Group's sensitivity to interest rates increased during the current period mainly due to the increase in floating rate financial assets.

c) Other price risk

The Group was exposed to equity price risk through its investments in equity securities. Equity investments are held for strategic rather than for trading purposes, the Group does not actively trade these investments.

Sensitivity analysis

The sensitivity analysis below was determined based on the exposure to equity price risks at the end of the period.

If equity prices had been 1% higher/lower, pre-tax profit for the nine months ended September 30, 2025 and 2024 would have both increased/decreased by \$2 thousand as a result of the changes in fair value of financial assets at FVTPL.

The Group's sensitivity to investments in equity securities has not changed significantly from the prior period.

2) Credit risk

Credit risk refers to the risk that a counterparty will default on its contractual obligations resulting in a financial loss to the Group. At the end of the period, the Group's maximum exposure to credit risk, which would cause a financial loss to the Group due to the failure of the counterparty to discharge its obligations, could be equal to the carrying amount of the respective recognized financial assets as stated in the balance sheets.

In order to minimize credit risk, the management of the Group is responsible for determining credit limits, credit approvals and other monitoring procedures to ensure that follow-up action is taken to recover overdue receivables. In addition, the Group reviews the recoverable amount of each individual debt at the end of the year to ensure that adequate allowance is made for possible irrecoverable amounts.

3) Liquidity risk

The Group manages liquidity risk by monitoring and maintaining a level of cash and cash equivalents deemed adequate to finance the Group's operations and mitigate the effects of fluctuations in cash flows.

Liquidity and interest rate risk tables for non-derivative financial liabilities

The following table details the Group's remaining contractual maturities for its non-derivative financial liabilities with agreed upon repayment periods. The table has been drawn up based on the undiscounted cash flows of financial liabilities from the earliest date on which the Group can be required to pay. The table includes both interest and principal cash flows.

To the extent that interest flows are at floating rates, the undiscounted amount was derived from the interest rate curve at the end of the period.

September 30, 2025

	On Demand or Less than 1 Month	1 Month to 3 Months	3 Months to 1 Year	1-5 Years	5+ Years
Non-interest bearing liabilities	\$ 4,555,174	\$ -	\$ -	\$ -	\$ -
Lease liabilities	<u>8,442</u>	<u>22,035</u>	<u>99,326</u>	<u>440,501</u>	<u>348,565</u>
	<u>\$ 4,563,616</u>	<u>\$ 22,035</u>	<u>\$ 99,326</u>	<u>\$ 440,501</u>	<u>\$ 348,565</u>

Further information on the maturity analysis of the above financial liabilities is as follows:

	Less than 1 Year	1-5 Years	5-10 Years	15+ Years
Lease liabilities	<u>\$ 129,803</u>	<u>\$ 440,501</u>	<u>\$ 348,565</u>	<u>\$ -</u>

December 31, 2024

	On Demand or Less than 1 Month	1 Month to 3 Months	3 Months to 1 Year	1-5 Years
Non-interest bearing liabilities	\$ 2,729,243	\$ -	\$ -	\$ -
Lease liabilities	<u>6,408</u>	<u>12,815</u>	<u>51,933</u>	<u>108,842</u>
	<u>\$ 2,735,651</u>	<u>\$ 12,815</u>	<u>\$ 51,933</u>	<u>\$ 108,842</u>

September 30, 2024

	On Demand or Less than 1 Month	1 Month to 3 Months	3 Months to 1 Year	1-5 Years
Non-interest bearing liabilities	\$ 4,236,580	\$ -	\$ -	\$ -
Lease liabilities	<u>6,456</u>	<u>7,065</u>	<u>32,005</u>	<u>127,679</u>
	<u>\$ 4,243,036</u>	<u>\$ 7,065</u>	<u>\$ 32,005</u>	<u>\$ 127,679</u>

28. TRANSACTIONS WITH RELATED PARTIES

The parent company of the Company is LINE Financial Corporation, which held 58.10%, 58.10% and 65.84% of the ordinary shares of the Company as of September 30, 2025, December 31, 2024 and September 30, 2024, respectively. The Company's ultimate parent company is SoftBank Group Corp.

Balances and transactions between the Company and its subsidiaries, which are related parties of the Company, have been eliminated on consolidation and are not disclosed in this note. Besides information disclosed elsewhere in the other notes, details of transactions between the Group and other related parties are disclosed as follows:

a. Related party name and category

<u>Related Party Name</u>	<u>Related Party Category</u>
SoftBank Group Corp.	Ultimate parent company
LY Corporation	Intermediate parent company
LINE Financial Corporation	Parent company
LINE Pay Corporation	Fellow subsidiary
LINE Plus Corporation	Fellow subsidiary
LINE Biz Plus Corporation (Note 1)	Fellow subsidiary
LINE Vietnam Company Limited	Fellow subsidiary
LINE Taiwan Limited	Fellow subsidiary
Softbank Robotics Corp.	Fellow subsidiary
LINE Bank Taiwan Limited (Note 2)	Fellow subsidiary
Taipei Fubon Commercial Bank Co., Ltd.	The Company's director
Union Bank of Taiwan Co., Ltd. (Note 3)	The Company's director
NAVER Corporation	The Company acts as its associate
NAVER Cloud Corporation	Related party in substance

(Continued)

<u>Related Party Name</u>	<u>Related Party Category</u>
Commpartners Corporation	Related party in substance
JDW Co., Ltd.	Related party in substance
Choco Media Co., Limited	Related party in substance
IPX Corporation (Note 4)	Related party in substance
LINE Friends Taiwan Limited (Note 4)	Related party in substance
N Tech Service Corporation	Related party in substance
NAVER I&S Corporation	Related party in substance
NAVER Financial Corporation	Related party in substance
NAVER Connect Foundation	Related party in substance
NAVER J.Hub Corporation	Related party in substance
LINE Friends Square Corporation	Related party in substance
LINE Pay Holding (Thailand) Company Limited (LPTH)	Related party in substance

(Concluded)

Note 1: The fellow subsidiary, LINE Biz Plus Corporation, resolved to dissolve and liquidate during its shareholders' meeting in June 2024. The liquidation process was completed in September 2024.

Note 2: Starting in June 2025, the related party category of former related party in substance, LINE Bank Taiwan Limited, changed from that of related party in substance to that of fellow subsidiary. The related party transactions for the nine months ended September 30, 2024 are disclosed based on the above new related party category.

Note 3: Following the change in the board composition, the company is no longer considered as a related party starting from 2025, and transactions with it will not be subject to disclosure accordingly.

Note 4: Starting in May 2024, the related party category of former fellow subsidiaries, IPX Corporation and LINE Friends Taiwan Limited, changed from that of fellow subsidiaries to that of related parties in substance.

b. Operating revenue

Line Item	Related Party Category/Name	For the Three Months Ended September 30		For the Nine Months Ended September 30	
		2025	2024	2025	2024
Service fee revenue	Intermediate parent company				
	LY Corporation (1)	\$ 63,619	\$ 66,518	\$ 196,097	\$ 194,132
	Fellow subsidiaries (2)	8,586	7,458	24,867	21,389
	The Company's directors (2)	206	1,295	631	9,669
	Related party in substance (2)	6,539	6,239	19,453	17,904
Financial marketing cooperation	The Company's directors (3)	15,131	22,983	45,447	74,764
System management services revenue	Parent company (4)	8,792	5,688	25,711	7,031
	Fellow subsidiary				
	LINE Pay Corporation (5)	3,717	54,339	56,987	76,918
	Related party in substance (6)	14,198	-	24,949	-
Others	Fellow subsidiaries	1,402	1,769	4,148	4,188
	The Company's directors	876	1,298	2,244	4,558
	Related party in substance	-	-	200	70
		<u>\$ 123,066</u>	<u>\$ 167,587</u>	<u>\$ 400,734</u>	<u>\$ 410,623</u>

- 1) The Company entered into a LINE Points business agreement with LINE Corporation (it was renamed LY Corporation from October 2023 onward) on September 4, 2017. The service fee revenue is charged based on the usage ratio of LINE Points according to the contract.
- 2) The Company entered into platform operator service agreements with related parties. Based on the agreements, the Company shall recognize service fee revenue for providing third-party payment services. The service fee revenue is charged based on a fixed rate of the transaction amount of third-party payments.
- 3) The Company entered into business collaboration agreements with related parties. Based on the agreements, the Company shall recognize financial marketing cooperation revenue for providing promotion services for point rewards cards.
- 4) The subsidiary, LINE Pay Plus Corporation, entered into a system software development and maintenance service agreement with LINE Financial Corporation on June 1, 2024. The service fee is charged monthly based on the agreed-upon rates per hour worked.
- 5) The subsidiary, LINE Pay Plus Corporation, entered into a system software development and maintenance service agreement with LINE Pay Corporation on June 1, 2024. The service fee is charged monthly based on the agreed-upon rates per hour worked.
- 6) The subsidiary, LINE Pay Plus Corporation, entered into a system software development and maintenance service agreement with LPTH on July 15, 2025, with retroactive effect from April 24, 2025. The service fee is charged monthly based on the agreed-upon rates per hour worked.

The transaction prices and credit terms with related parties are in accordance with the agreements.

c. Operating costs

Line Item	Related Party Category/Name	For the Three Months Ended September 30		For the Nine Months Ended September 30	
		2025	2024	2025	2024
System management service cost	Fellow subsidiary				
	LINE Pay Corporation (1)	\$ -	\$ 8,471	\$ 9,637	\$ 30,863
	Others (2)	5,077	-	5,077	-
Service fee cost	Related party in substance				
	N Tech Service Corporation (3)	10,520	10,684	31,162	24,637
Others	The Company's directors				
	Taipei Fubon Commercial Bank Co., Ltd.(4)	24,057	5,587	67,037	8,628
	Union Bank of Taiwan Co., Ltd.(4)	-	62,874	-	189,988
	Related party in substance	413	-	795	529
		<u>\$ 40,067</u>	<u>\$ 87,616</u>	<u>\$ 113,708</u>	<u>\$ 254,645</u>

- 1) In 2019, the Company entered into a system management service agreement with LINE Pay Corporation. Under the agreement, LINE Pay Corporation will provide services related to the development, maintenance and operation of the payment system, hardware and software. The agreement is in effect from January 1, 2019 until September 21, 2023, and will be extended automatically upon expiration of the contract if there are no objections. Because the Company acquired patents of the payment system from LINE Pay Corporation, the Company entered into a supplementary agreement with LINE Pay Corporation in August 2023, under which the calculation of fees is 5.5% markup on the cost of services rendered. The fee is recognized as operating costs or operating expenses based on its nature.

- 2) The subsidiary, LINE Pay Plus Corporation, entered into service agreements with LINE Vietnam Company Limited on June 1, 2025. The agreement has a one-year term, and will be extended automatically upon expiration of the contract if there are no objections. It provides software development and translation services. The service fee is charged monthly based on the agreed-upon rates per hour worked.
- 3) The subsidiary, LINE Pay Plus Corporation, entered into service agreements with N Tech Service Corporation on January 1, 2025, and 2024, respectively. Each agreement has a one-year term and provides system management services related to the LINE Pay platform. The service fee is charged monthly based on the agreed-upon rates per hour worked.
- 4) Service fee costs were computed based on transaction amounts and agreed-upon service fee rates.

The transaction prices and credit terms with related parties conform to regular business practice and are not different from those with unrelated parties.

d. Receivables from related parties

Line Item	Related Party Category/Name	September 30, 2025	December 31, 2024	September 30, 2024
Trade receivables	Parent company	\$ 2,542	\$ -	\$ 3,103
	Fellow subsidiaries			
	LINE Pay Corporation	1,712	13,808	16,568
	Others	755	1,021	1,037
	The Company's directors			
	Taipei Fubon Commercial Bank Co., Ltd.	4,746	5,596	5,008
	Others	-	2,401	2,234
Related party in substance				
LPTH	<u>14,188</u>	<u>-</u>	<u>-</u>	
		<u>\$ 23,943</u>	<u>\$ 22,826</u>	<u>\$ 27,950</u>
Other receivables - third-party payment (unappropriated)	The Company's directors			
	Taipei Fubon Commercial Bank Co., Ltd.	\$ 174,541	\$ 39,952	\$ 107,679
	Union Bank of Taiwan Co., Ltd.	<u>-</u>	<u>105,210</u>	<u>116,897</u>
		<u>\$ 174,541</u>	<u>\$ 145,162</u>	<u>\$ 224,576</u>
Other receivables - points issued	Fellow subsidiary			
	LINE Taiwan Limited	\$ 117,867	\$ 154,166	\$ 141,362
	The Company's directors			
	Taipei Fubon Commercial Bank Co., Ltd.	33,370	80,399	71,849
Union Bank of Taiwan Co., Ltd.	<u>-</u>	<u>19,382</u>	<u>34,271</u>	
		<u>\$ 151,237</u>	<u>\$ 253,947</u>	<u>\$ 247,482</u>
Other receivables - others	Parent company	\$ 48	\$ -	\$ -
	Fellow subsidiaries	<u>217</u>	<u>-</u>	<u>-</u>
		<u>\$ 265</u>	<u>\$ -</u>	<u>\$ -</u>

The outstanding trade and other receivables from related parties are unsecured. For the nine months ended September 30, 2025 and 2024, no impairment loss was recognized on trade and other receivables from related parties.

e. Payables to related parties

Line Item	Related Party Category/Name	September 30, 2025	December 31, 2024	September 30, 2024
Trade payables	Fellow subsidiaries			
	LINE Pay Corporation	\$ -	\$ 2,074	\$ 2,300
	LINE Taiwan Limited	36,266	31,814	27,661
	Others	2,301	-	-
	Related party in substance			
	N Tech Service Corporation	<u>3,727</u>	<u>3,955</u>	<u>3,842</u>
		<u>\$ 42,294</u>	<u>\$ 37,843</u>	<u>\$ 33,803</u>
Other payables	Parent company			
	LINE Financial Corporation	\$ 7,681	\$ 2,309	\$ 1,658
	Intermediate parent company			
	LY Corporation	21,690	116	125
	Fellow subsidiaries			
	LINE Pay Corporation	-	3,937	3,502
	Others	552	535	270
	The Company acts as its associate	8	2,294	129
	Related party in substance	<u>1,610</u>	<u>1,584</u>	<u>1,266</u>
		<u>\$ 31,541</u>	<u>\$ 10,775</u>	<u>\$ 6,950</u>
Payables for receipts on behalf of others - third-party payment (settled) (classified as other current liabilities)	Intermediate parent company	\$ 15,837	\$ 16,758	\$ 16,946
	Fellow subsidiaries	33,021	37,353	38,585
	Related party in substance	<u>4,063</u>	<u>5,126</u>	<u>14,424</u>
		<u>\$ 52,921</u>	<u>\$ 59,237</u>	<u>\$ 69,955</u>

The outstanding trade and other payables to related parties are unsecured.

f. Prepayments

Related Party Category/Name	September 30, 2025	December 31, 2024	September 30, 2024
Intermediate parent company			
LY Corporation	\$ -	\$ 933	\$ 2,966
Fellow subsidiary			
Softbank Robotics Corp.	4,550	2,496	-
The Company acts as its associate	-	5	9
Related parties in substance			
IPX Corporation	23	820	990
Others	<u>-</u>	<u>30</u>	<u>45</u>
	<u>\$ 4,573</u>	<u>\$ 4,284</u>	<u>\$ 4,010</u>

g. Acquisition of property, plant and equipment

Related Party Category/Name	Purchase Price			
	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Intermediate parent company				
LY Corporation	\$ -	\$ -	\$ 30,802	\$ -
Parent company	47	-	47	21
Fellow subsidiaries	<u>131</u>	<u>-</u>	<u>155</u>	<u>208</u>
	<u>\$ 178</u>	<u>\$ -</u>	<u>\$ 31,004</u>	<u>\$ 229</u>

h. Disposal of property, plant and equipment

Related Party Category/Name	Proceeds		Gain on Disposal	
	For the Three Months Ended September 30		For the Three Months Ended September 30	
	2025	2024	2025	2024
Parent company	\$ 44	\$ -	\$ 12	\$ -
Fellow subsidiaries	<u>87</u>	<u>-</u>	<u>66</u>	<u>-</u>
	<u>\$ 131</u>	<u>\$ -</u>	<u>\$ 78</u>	<u>\$ -</u>

Related Party Category/Name	Proceeds		Gain on Disposal	
	For the Nine Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Parent company	\$ 44	\$ -	\$ 12	\$ -
Fellow subsidiaries	<u>87</u>	<u>-</u>	<u>66</u>	<u>-</u>
	<u>\$ 131</u>	<u>\$ -</u>	<u>\$ 78</u>	<u>\$ -</u>

i. Lease arrangements

Line Item	Related Party Category/Name	September 30, 2025	December 31, 2024	September 30, 2024
Lease liabilities	Parent company			
	LINE Financial Corporation	<u>\$ 94,204</u>	<u>\$ 137,137</u>	<u>\$ 156,008</u>
Related Party Category/Name	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
<u>Interest expense</u>				
Parent company				
LINE Financial Corporation	<u>\$ 861</u>	<u>\$ 1,794</u>	<u>\$ 3,325</u>	<u>\$ 5,635</u>

The subsidiary, LINE Pay Plus Corporation, leased the right-of-use assets of office buildings from its parent company in August 2023. The lease terms was 5 years; the rental is based on similar assets' market rental rates and fixed lease payments are paid monthly. In April 2025, the lease contract for the office was modified due to a reduction in the leased area, resulting in a corresponding decrease of \$15,845 thousand in right-of-use assets.

j. Others

Line Item	Related Party Category/Name	September 30, 2025	December 31, 2024	September 30, 2024	
Refundable deposits	Parent company LINE Financial Corporation	<u>\$ 15,241</u>	<u>\$ 18,290</u>	<u>\$ 19,621</u>	
		For the Three Months Ended September 30 2025	For the Three Months Ended September 30 2024	For the Nine Months Ended September 30 2025	For the Nine Months Ended September 30 2024
Marketing expenses	Fellow subsidiaries	<u>\$ 44</u>	<u>\$ 25</u>	<u>\$ 138</u>	<u>\$ 211</u>
Management service expenses	Intermediate parent company (1)	\$ 7,851	\$ 897	\$ 10,129	\$ 2,650
	Parent company (2)	6,063	4,462	13,723	5,553
	Fellow subsidiaries				
	LINE Pay Corporation (c)	-	10,915	19,439	31,004
	Others	481	616	1,502	1,376
	Related party in substance	<u>2,766</u>	<u>3,062</u>	<u>8,824</u>	<u>6,842</u>
		<u>\$ 17,161</u>	<u>\$ 19,952</u>	<u>\$ 53,617</u>	<u>\$ 47,425</u>
Other management expenses	Intermediate parent company	\$ -	\$ 1,562	\$ 1,444	\$ 4,523
	Parent company	3,397	141	3,756	370
	Fellow subsidiaries	816	2,661	3,860	2,944
	The Company acts as its associate	61	217	192	595
	Related party in substance	<u>1,241</u>	<u>1,422</u>	<u>6,132</u>	<u>6,071</u>
		<u>\$ 5,515</u>	<u>\$ 6,003</u>	<u>\$ 15,384</u>	<u>\$ 14,503</u>
Research and development expenses	Intermediate parent company	\$ 13,670	\$ -	\$ 13,912	\$ -
	Related party in substance	<u>-</u>	<u>5</u>	<u>-</u>	<u>1,825</u>
		<u>\$ 13,670</u>	<u>\$ 5</u>	<u>\$ 13,912</u>	<u>\$ 1,825</u>
Other revenue	Fellow subsidiary	<u>\$ 114</u>	<u>\$ -</u>	<u>\$ 114</u>	<u>\$ -</u>

1) On September 29, 2023, the Company entered into a management service agreement with LINE Corporation (it was renamed LY Corporation from October 2023 onward). Under the agreement, LY Corporation shall provide services related to the use and maintenance of LINE POINTS system for a period of one year, which will be automatically extended upon expiration of the agreement if there are no objections. The fee is calculated on a basis of ¥40 thousand and ₩6,145 thousand per month, and the Company shall pay the US dollar equivalents. In addition, the subsidiary, LINE Pay Plus Corporation, signed an information technology master service agreement with LY Corporation on September 10, 2025, effective retroactively from July 1, 2025, for a period of one year, which will be automatically extended for one year upon expiration of the agreement if there are no objections. The fee is calculated monthly based on the agreed-upon rates per actual usage.

- 2) The subsidiary, LINE Pay Plus Corporation, entered into a management service agreement with LINE Financial Corporation on June 1, 2024. The service fee is calculated monthly based on the actual hours worked by LINE Financial Corporation.
- 3) The Company paid \$6,352 thousand, \$4,232 thousand, \$16,515 thousand and \$16,483 thousand, respectively, to LY Corporation for the three months ended September 30, 2025 and 2024 and for the nine months ended September 30, 2025 and 2024, respectively, for transactions conducted by consumers to purchase products from LINE STORE using LINE Points whose costs are borne by the Company.
- 4) The subsidiary, LINE Pay Plus Corporation, shared manpower with its fellow subsidiary, LINE Biz Plus Corporation, and received \$0 thousand and \$141,304 thousand for the three months and nine months ended September 30, 2024, respectively, which was recognized as reductions in the Group's operating costs or operating expenses based on its nature. The service was terminated in May 2024.

k. Remuneration of key management personnel

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Short-term employee benefits	\$ 14,307	\$ 11,855	\$ 46,644	\$ 36,367
Post-employment benefits	242	251	767	749
Share-based payments				
Equity-settled	3,346	3,748	9,712	11,751
Cash-settled	(2,374)	1,744	1,466	2,214
Other employee benefits	725	725	1,450	1,450
	\$ 16,246	\$ 18,323	\$ 60,039	\$ 52,531

The remuneration of directors and key management personnel is determined by the remuneration committee based on individual performance and market trends.

29. ASSETS PLEDGED AS COLLATERAL OR FOR SECURITY

	September 30, 2025	December 31, 2024	September 30, 2024
Financial assets at amortized cost - current			
Restricted time deposits	\$ 20,000	\$ 20,000	\$ -
Financial assets at amortized cost - non-current			
Restricted time deposits	19,651	19,651	38,651
Other financial assets - current			
Escrow account deposit	3,481,720	1,652,456	3,335,012
	\$ 3,521,371	\$ 1,692,107	\$ 3,373,663

30. SIGNIFICANT UNRECOGNIZED COMMITMENTS

In addition to those disclosed in other notes, significant unrecognized commitments of the Group as of September 30, 2025, December 31, 2024 and September 30, 2024, were as follows:

	September 30, 2025	December 31, 2024	September 30, 2024
Acquisition of property, plant and equipment	<u>\$ 57,297</u>	<u>\$ 55,792</u>	<u>\$ -</u>
Acquisition of intangible assets	<u>\$ 8,400</u>	<u>\$ -</u>	<u>\$ -</u>

31. SIGNIFICANT ASSETS AND LIABILITIES DENOMINATED IN FOREIGN CURRENCIES

The Group's significant financial assets and liabilities denominated in foreign currencies aggregated by the foreign currencies other than the functional currency of the entities in the Group and the related exchange rates between foreign currencies and the respective functional currencies were as follows:

September 30, 2025

	Foreign Currency	Exchange Rate	Carrying Amount
<u>Financial assets</u>			
Monetary items			
USD	\$ 11,027	30.476 (USD:NTD)	\$ 336,053
USD	8,434	1,402.2 (USD:KRW)	257,023
<u>Financial liabilities</u>			
Monetary items			
USD	7,956	30.476 (USD:NTD)	242,456
USD	178	1,402.2 (USD:KRW)	5,423
JPY	268,168	0.205 (JPY:NTD)	55,005
JPY	185,338	9.437 (JPY:KRW)	38,015

December 31, 2024

	Foreign Currency	Exchange Rate	Carrying Amount
<u>Financial assets</u>			
Monetary items			
USD	\$ 11,625	32.805 (USD:NTD)	\$ 369,556
USD	2,519	1,470.0 (USD:KRW)	82,635
<u>Financial liabilities</u>			
Monetary items			
USD	2,350	32.805 (USD:NTD)	77,085
JPY	139,780	0.209 (JPY:NTD)	29,212
JPY	91,020	9.365 (JPY:KRW)	19,022

September 30, 2024

	Foreign Currency	Exchange Rate	Carrying Amount
<u>Financial assets</u>			
Monetary items			
USD	\$ 10,524	31.592 (USD:NTD)	\$ 332,482
USD	2,523	1,319.6 (USD:KRW)	79,719
<u>Financial liabilities</u>			
Monetary items			
USD	2,226	31.592 (USD:NTD)	70,334
JPY	153,364	0.221 (JPY:NTD)	33,945
JPY	116,485	9.245 (JPY:KRW)	25,782

The significant realized and unrealized foreign exchange (losses) gains were as follows:

For the Three Months Ended September 30				
2025			2024	
Foreign Currency	Exchange Rate	Net Foreign Exchange Gains (Losses)	Exchange Rate	Net Foreign Exchange Gains (Losses)
USD	29.943 (USD:NTD)	\$ 14,376	32.302 (USD:NTD)	\$ (10,071)
USD	1,385.3 (USD:KRW)	3,668	1,357.8 (USD:KRW)	(3,568)
JPY	0.203 (JPY:NTD)	6	0.217 (JPY:NTD)	(1,953)
JPY	9.392 (JPY:KRW)	16	9.105 (JPY:KRW)	(73)

For the Nine Months Ended September 30				
2025			2024	
Foreign Currency	Exchange Rate	Net Foreign Exchange Gains (Losses)	Exchange Rate	Net Foreign Exchange Gains (Losses)
USD	31.257 (USD:NTD)	\$ (68,365)	32.022 (USD:NTD)	\$ (5,378)
USD	1,414.1 (USD:KRW)	(3,406)	1,352.2 (USD:KRW)	8,323
JPY	0.211 (JPY:NTD)	1,469	0.212 (JPY:NTD)	(1,475)
JPY	9.543 (JPY:KRW)	-	8.957 (JPY:KRW)	(22)

32. SEPARATELY DISCLOSED ITEMS

a. Information on significant transactions:

- 1) Financing provided to others (None)
- 2) Endorsements/guarantees provided (None)
- 3) Significant marketable securities held (excluding investments in subsidiaries, associates and joint ventures) (None)
- 4) Total purchases from or sales to related parties amounting to at least NT\$100 million or 20% of the paid-in capital (Table 1)

- 5) Receivables from related parties amounting to at least NT\$100 million or 20% of the paid-in capital (Table 2)
 - 6) Intercompany relationships and significant intercompany transactions (Table 3)
- b. Information on investees (Table 4)
- c. Information on investments in mainland China
- 1) Information on any investee company in mainland China, showing the name, principal business activities, paid-in capital, method of investment, inward and outward remittance of funds, ownership percentage, net income of investees, investment income or loss, carrying amount of the investment at the end of the period, repatriations of investment income, and limit on the amount of investment in the mainland China area (None)
 - 2) Any of the following significant transactions with investee companies in mainland China, either directly or indirectly through a third party, and their prices, payment terms, and unrealized gains or losses (None):
 - a) The amount and percentage of purchases and the balance and percentage of the related payables at the end of the period.
 - b) The amount and percentage of sales and the balance and percentage of the related receivables at the end of the period.
 - c) The amount of property transactions and the amount of the resultant gains or losses.
 - d) The balance of negotiable instrument endorsements or guarantees or pledges of collateral at the end of the period and the purposes.
 - e) The highest balance, the ending balance, the interest rate range, and total current period interest with respect to financing of funds.
 - f) Other transactions that have a material effect on the profit or loss for the year or on the financial position, such as the rendering or receipt of services.

33. SEGMENT INFORMATION

The Group determines operating segments based on management reports presented to management (the chief operation decision maker) for the purpose of decision making, assessment of performance and resource allocation. The Group only has a single operating segment, which engages in payment business.

LINE PAY TAIWAN LIMITED AND SUBSIDIARIES

TOTAL PURCHASES FROM OR SALES TO RELATED PARTIES AMOUNTING TO AT LEAST \$100 MILLION OR 20% OF THE PAID-IN CAPITAL FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2025
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Buyer/Seller	Related Party	Relationship	Transaction Details				Abnormal Transaction		Notes/Accounts Receivable (Payable)		Note
			(Purchase)/Sale	Amount	% to Total	Payment Terms	Unit Price	Payment Terms	Ending Balance	% to Total	
The Company	LY Corporation LINE Pay Plus Corporation	Intermediate parent company Subsidiary	Service fee revenue System management service cost	\$ (196,097) 327,819	(4) 9	Note 1 90 days	Note 1 In accordance with the agreement	Note 1 -	\$ - (140,846)	- (78)	- Note 4
LINE Pay Plus Corporation	The Company	Parent company	System management service revenue	(671,182) (Note 2)	(86)	90 days	In accordance with the agreement	-	230,225 (Note 3)	89	Note 4

Note 1: Not applicable due to the nature of the third-party payment business.

Note 2: Operating costs of \$327,819 thousand, general and administrative expenses of \$7,060 thousand and research and development expenses of \$336,303 thousand were recognized by the Company.

Note 3: Trade payables to related parties of \$140,846 thousand and other payables to related parties of \$89,379 thousand were recognized by the Company.

Note 4: The transaction has been eliminated through consolidation.

LINE PAY TAIWAN LIMITED AND SUBSIDIARIES

RECEIVABLES FROM RELATED PARTIES AMOUNTING TO AT LEAST NT\$100 MILLION OR 20% OF THE PAID-IN CAPITAL

SEPTEMBER 30, 2025

(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Company Name	Related Party	Relationship	Ending Balance	Turnover Rate	Overdue		Amounts Received in Subsequent Period (Note 1)	Allowance for Impairment Loss	
					Amount	Action Taken			
The Company	Taipei Fubon Commercial Bank Co., Ltd.	The Company's director	Other receivables	\$ 207,911	-	\$ -	-	\$ 207,911	\$ -
			Trade receivables	4,746	-	-	-	4,746	-
	LINE Taiwan Limited	Fellow subsidiary	Other receivables	117,867	-	-	-	57,112	-
			Trade receivables	755	-	-	-	367	-
LINE Pay EPI Taiwan Limited	Subsidiary	Other receivables	171,286 (Note 2)	-	-	-	-	-	
LINE Pay Plus Corporation	The Company	Parent company	Trade receivables	230,225 (Note 2)	-	-	-	230,225	-

Note 1: It refers to the post-period collection status as of October 27, 2025.

Note 2: The transaction has been eliminated through consolidation.

LINE PAY TAIWAN LIMITED AND SUBSIDIARIES

**INTERCOMPANY RELATIONSHIPS AND SIGNIFICANT INTERCOMPANY TRANSACTIONS
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2025
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)**

No.	Investee Company	Counterparty	Relationship	Transaction Details			
				Financial Statement Accounts	Amount (Note 5)	Payment Terms	% of Total Sales or Assets (Note 2)
0	The Company	LINE Pay EPI Taiwan Limited	The parent company to the subsidiary	Other receivables	\$ 171,286	-	1
				Proceeds from the disposal of assets	158,449	In accordance with the agreement	1
				Investments accounted for using the equity method	500,000	Establishment of share capital	3
1	LINE Pay Plus Corporation	The Company	The subsidiary to the parent company	System management service revenue	671,182 (Note 3)	Monthly settlements of an invoice issued, and the payment is based on actual hours worked	12
				Trade receivables	230,225 (Note 4)	-	1

Note 1: The Company and the subsidiaries listed on the table are coded according to the following rules:

- a. The Company is coded "0".
- b. The subsidiaries are coded consecutively beginning from "1" in the order presented in the table above.

Note 2: In calculating the ratio of transaction amounts to total consolidated revenue or total assets, if they pertain to balance sheet items, they are calculated as the period-end balance divided by the total consolidated assets. If they pertain to income statement items, they are calculated as the accumulated amount for the period divided by the total consolidated revenue.

Note 3: Operating costs of \$327,819 thousand, general and administrative expenses of \$7,060 thousand and research and development expenses of \$336,303 thousand were recognized by the Company.

Note 4: Trade payables to related parties of \$140,846 thousand and other payables to related parties of \$89,379 thousand were recognized by the Company.

Note 5: The transaction has been eliminated through consolidation.

Note 6: The table above includes significant intercompany transactions with amounts exceeding \$10,000 thousand.

LINE PAY TAIWAN LIMITED AND SUBSIDIARIES

**INFORMATION ON INVESTEEES
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2025
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)**

Investor Company	Investee Company	Location	Main Businesses and Products	Original Investment Amount		As of September 30, 2025			Net Income (Loss) of the Investee	Share of Profit (Loss) (Note 2)	Note
				September 30, 2025	December 31, 2024	Number of Shares (Note 1)	%	Carrying Amount (Note 2)			
The Company	LINE Pay Plus Corporation LINE Pay EPI Taiwan Limited	South Korea Taiwan	System platform development and maintenance Specialized electronic payment institution business	\$ 207,792 500,000	\$ 207,792 -	200,000 50,000,000	100.00 100.00	\$ 206,727 487,270	\$ 19,366 (12,886)	\$ 19,366 (12,886)	Subsidiary Subsidiary

Note 1: The highest ownership percentage indicated in the above table is equal to the ownership percentage as of September 30, 2025. In addition, such investments are not collateralized or secured.

Note 2: The transaction has been eliminated through consolidation.