

**GAMANIA DIGITAL ENTERTAINMENT CO.,
LTD. AND SUBSIDIARIES
CONSOLIDATED FINANCIAL
STATEMENTS AND INDEPENDENT
AUDITORS' REVIEW REPORT
SEPTEMBER 30, 2024 AND 2023**

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

INDEPENDENT AUDITORS' REVIEW REPORT TRANSLATED FROM CHINESE

To the Board of Directors and Shareholders of Gamania Digital Entertainment Co., Ltd.

Introduction

We have reviewed the accompanying consolidated balance sheets of Gamania Digital Entertainment Co., Ltd. and subsidiaries (the "Group") as at September 30, 2024 and 2023, and the related consolidated statements of comprehensive income for the three months and nine months then ended, as well as the consolidated statements of changes in equity and of cash flows for the nine months then ended, and notes to the consolidated financial statements, including a summary of material accounting policies. Management is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34, "Interim Financial Reporting" that came into effect as endorsed by the Financial Supervisory Commission. Our responsibility is to express a conclusion on these consolidated financial statements based on our reviews.

Scope of Review

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

Conclusion

Based on our reviews, nothing has come to our attention that causes us to believe that the consolidated financial statements as of and for the nine months ended September 30, 2024 and 2023 do not present fairly, in all material respects, the consolidated financial position of the Group as at September 30, 2024 and 2023, and of its consolidated financial performance for the three months and nine months then ended and its consolidated cash flows for the nine months then ended in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34, “Interim Financial Reporting” that came into effect as endorsed by the Financial Supervisory Commission.

Yen, Yu-Fang

Lin, Yung-Chih

For and on behalf of PricewaterhouseCoopers, Taiwan

November 6, 2024

The accompanying consolidated financial statements are not intended to present the financial position and results of operations and cash flows in accordance with accounting principles generally accepted in countries and jurisdictions other than the Republic of China. The standards, procedures and practices in the Republic of China governing the review of such financial statements may differ from those generally accepted in countries and jurisdictions other than the Republic of China. Accordingly, the accompanying consolidated financial statements and independent auditors’ report are not intended for use by those who are not informed about the accounting principles or auditing standards generally accepted in the Republic of China, and their applications in practice. As the consolidated financial statements are the responsibility of the management, Price waterhouse Coopers cannot accept any liability for use of, or reliance on, the English translation or for any errors or misunderstandings that may derive from translation.

GAMANIA DIGITAL ENTERTAINMENT CO., LTD. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
SEPTEMBER 30, 2024, DECEMBER 31, 2023 AND SEPTEMBER 30, 2023
(Expressed in thousands of New Taiwan dollars)

Assets	Notes	September 30, 2024		December 31, 2023		September 30, 2023		
		AMOUNT	%	AMOUNT	%	AMOUNT	%	
Current assets								
1100	Cash and cash equivalents	6(1)	\$ 1,601,560	15	\$ 3,157,380	32	\$ 3,565,828	35
1136	Financial assets at amortised cost - current	6(7) and 8	16,721	-	88,977	1	130,366	1
1150	Notes receivable, net	6(2)	2,431	-	64	-	35	-
1170	Accounts receivable, net	6(2)	468,103	4	604,477	6	622,295	6
1180	Accounts receivable - related parties, net	7	1,518,227	15	14,146	-	15,359	-
1200	Other receivables	6(3)	71,650	1	655,171	7	509,325	5
1210	Other receivables - related parties	7	536	-	2,312	-	2,286	-
1220	Current income tax assets		170,506	2	172,397	2	84,016	1
130X	Inventories	6(4)	164,627	2	108,991	1	109,616	1
1410	Prepayments	6(5)	263,102	2	349,878	4	370,568	4
1470	Other current assets	8	96,790	1	110,298	1	152,098	2
11XX	Total current assets		<u>4,374,253</u>	<u>42</u>	<u>5,264,091</u>	<u>54</u>	<u>5,561,792</u>	<u>55</u>
Non-current assets								
1510	Financial assets at fair value through profit or loss - non-current		-	-	15,000	-	15,000	-
1517	Financial assets at fair value through other comprehensive income - non-current	6(6)	112,141	1	112,874	1	113,755	1
1535	Financial assets at amortised cost - non-current	6(7) and 8	725	-	725	-	-	-
1550	Investments accounted for under equity method	6(8)	2,094,298	20	116,990	1	115,001	1
1600	Property, plant and equipment	6(9) and 8	2,816,246	27	2,836,467	29	2,807,897	28
1755	Right-of-use assets	6(10)	117,516	1	89,126	1	98,749	1
1780	Intangible assets	6(11)	683,086	7	1,076,891	11	1,179,118	11
1840	Deferred income tax assets		135,595	1	96,280	1	97,027	1
1900	Other non-current assets	6(12)	80,144	1	213,333	2	182,136	2
15XX	Total non-current assets		<u>6,039,751</u>	<u>58</u>	<u>4,557,686</u>	<u>46</u>	<u>4,608,683</u>	<u>45</u>
1XXX	Total assets		<u>\$ 10,414,004</u>	<u>100</u>	<u>\$ 9,821,777</u>	<u>100</u>	<u>\$ 10,170,475</u>	<u>100</u>

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GAMANIA DIGITAL ENTERTAINMENT CO., LTD. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
SEPTEMBER 30, 2024, DECEMBER 31, 2023 AND SEPTEMBER 30, 2023
(Expressed in thousands of New Taiwan dollars)

Liabilities and Equity	Notes	September 30, 2024		December 31, 2023		September 30, 2023		
		AMOUNT	%	AMOUNT	%	AMOUNT	%	
Current liabilities								
2100	Short-term borrowings	6(14)	\$ 220,007	2	\$ 90,039	1	\$ 345,537	3
2130	Current contract liabilities	6(21)	332,999	3	327,607	3	328,098	3
2170	Accounts payable		973,365	10	613,883	6	681,646	7
2180	Accounts payable - related parties	7	31,674	-	2,486	-	1,240	-
2200	Other payables	6(15)	1,044,700	10	2,156,071	22	2,078,140	21
2220	Other payables - related parties	7	8,577	-	529,766	6	528,083	5
2230	Current income tax liabilities		131,855	1	22,274	-	60,964	1
2280	Current lease liabilities		45,033	1	33,440	-	34,702	-
2399	Other current liabilities		84,175	1	84,018	1	88,944	1
21XX	Total current liabilities		<u>2,872,385</u>	<u>28</u>	<u>3,859,584</u>	<u>39</u>	<u>4,147,354</u>	<u>41</u>
Non-current liabilities								
2570	Deferred income tax liabilities		27,451	-	97,884	1	83,117	1
2580	Lease liabilities - non-current		73,268	1	56,040	1	64,310	-
2600	Other non-current liabilities		11,171	-	21,578	-	21,229	-
25XX	Total non-current liabilities		<u>111,890</u>	<u>1</u>	<u>175,502</u>	<u>2</u>	<u>168,656</u>	<u>1</u>
2XXX	Total liabilities		<u>2,984,275</u>	<u>29</u>	<u>4,035,086</u>	<u>41</u>	<u>4,316,010</u>	<u>42</u>
Equity attributable to owners of parent								
	Share capital	6(17)						
3110	Common stock		1,754,936	17	1,754,936	18	1,754,936	17
	Capital surplus	6(18)						
3200	Capital surplus		1,347,858	13	1,349,316	14	1,349,462	14
	Retained earnings	6(19)						
3310	Legal reserve		667,625	6	611,649	6	611,649	6
3320	Special reserve		450,554	4	439,349	4	439,349	4
3350	Unappropriated retained earnings		3,290,497	32	1,672,578	17	1,693,710	17
	Other equity interest	6(20)						
3400	Other equity interest		(453,067)	(4)	(450,554)	(4)	(412,127)	(4)
31XX	Equity attributable to owners of the parent		<u>7,058,403</u>	<u>68</u>	<u>5,377,274</u>	<u>55</u>	<u>5,436,979</u>	<u>54</u>
36XX	Non-controlling interest	4(3)	<u>371,326</u>	<u>3</u>	<u>409,417</u>	<u>4</u>	<u>417,486</u>	<u>4</u>
3XXX	Total equity		<u>7,429,729</u>	<u>71</u>	<u>5,786,691</u>	<u>59</u>	<u>5,854,465</u>	<u>58</u>
	Significant contingent liabilities and unrecorded contract commitments	9						
	Significant events after the balance sheet date	11						
3X2X	Total liabilities and equity		<u>\$ 10,414,004</u>	<u>100</u>	<u>\$ 9,821,777</u>	<u>100</u>	<u>\$ 10,170,475</u>	<u>100</u>

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

GAMANIA DIGITAL ENTERTAINMENT CO., LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
NINE MONTHS ENDED SEPTEMBER 30, 2024 AND 2023
(Expressed in thousands of New Taiwan dollars, except for earnings per share data)

Items	Notes	Three months ended September 30,				Nine months ended September 30,				
		2024		2023		2024		2023		
		AMOUNT	%	AMOUNT	%	AMOUNT	%	AMOUNT	%	
4000	Operating revenue	6(21) and 7	\$ 3,242,740	100	\$ 2,672,068	100	\$ 9,000,907	100	\$ 7,791,900	100
5000	Operating costs	6(4) and 7	(2,139,959)	(66)	(1,583,569)	(59)	(5,622,057)	(62)	(4,676,710)	(60)
5950	Gross profit		<u>1,102,781</u>	<u>34</u>	<u>1,088,499</u>	<u>41</u>	<u>3,378,850</u>	<u>38</u>	<u>3,115,190</u>	<u>40</u>
	Operating expenses	6(26) and 7								
6100	Selling expenses		(265,074)	(8)	(307,669)	(12)	(1,016,708)	(11)	(933,566)	(12)
6200	General and administrative expenses		(326,865)	(10)	(345,232)	(13)	(1,299,493)	(15)	(951,845)	(12)
6300	Research and development expenses		(172,476)	(5)	(169,395)	(6)	(546,683)	(6)	(465,228)	(6)
6450	Expected credit impairment gain (loss)	12(2)	<u>449</u>	<u>-</u>	<u>(384)</u>	<u>-</u>	<u>(14,989)</u>	<u>-</u>	<u>(3,487)</u>	<u>-</u>
6000	Total operating expenses		<u>(763,966)</u>	<u>(23)</u>	<u>(822,680)</u>	<u>(31)</u>	<u>(2,877,873)</u>	<u>(32)</u>	<u>(2,354,126)</u>	<u>(30)</u>
6900	Operating income		<u>338,815</u>	<u>11</u>	<u>265,819</u>	<u>10</u>	<u>500,977</u>	<u>6</u>	<u>761,064</u>	<u>10</u>
	Non-operating income and expenses									
7100	Interest income	6(22)	3,766	-	9,941	-	35,250	-	34,299	-
7010	Other income	6(23)	8,233	-	2,925	-	12,439	-	12,347	-
7020	Other gains and losses	6(24)	5,959	-	(201)	-	1,850,883	21	513	-
7050	Finance costs	6(25)	(1,021)	-	(1,756)	-	(4,060)	-	(4,022)	-
7060	Share of profit or loss of associates and joint ventures accounted for under equity method	6(8)	<u>25,991</u>	<u>1</u>	<u>(5,313)</u>	<u>-</u>	<u>22,494</u>	<u>-</u>	<u>(24,188)</u>	<u>-</u>
7000	Total non-operating income and expenses		<u>42,928</u>	<u>1</u>	<u>5,596</u>	<u>-</u>	<u>1,917,006</u>	<u>21</u>	<u>18,949</u>	<u>-</u>
7900	Profit before income tax		<u>381,743</u>	<u>12</u>	<u>271,415</u>	<u>10</u>	<u>2,417,983</u>	<u>27</u>	<u>780,013</u>	<u>10</u>
7950	Income tax expense	6(27)	<u>(49,651)</u>	<u>(2)</u>	<u>(88,436)</u>	<u>(3)</u>	<u>(134,085)</u>	<u>(2)</u>	<u>(193,763)</u>	<u>(2)</u>
8200	Profit for the period		<u>\$ 332,092</u>	<u>10</u>	<u>\$ 182,979</u>	<u>7</u>	<u>\$ 2,283,898</u>	<u>25</u>	<u>\$ 586,250</u>	<u>8</u>

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GAMANIA DIGITAL ENTERTAINMENT CO., LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
NINE MONTHS ENDED SEPTEMBER 30, 2024 AND 2023
(Expressed in thousands of New Taiwan dollars, except for earnings per share data)

Items	Notes	Three months ended September 30,				Nine months ended September 30,				
		2024		2023		2024		2023		
		AMOUNT	%	AMOUNT	%	AMOUNT	%	AMOUNT	%	
Other comprehensive income										
Components of other comprehensive income that will not be reclassified to profit or loss										
8316	Unrealised gain (loss) on investments in equity instruments at fair value through other comprehensive income	6(6)								
			(\$ 6,142)	-	(\$ 9,240)	-	(\$ 34,491)	-	(\$ 5,357)	-
8320	Share of other comprehensive income (loss) of associates and joint ventures accounted for using equity method, components of other comprehensive income that will not be reclassified to profit or loss	6(20)					83	-	(106)	-
8310	Other comprehensive loss that will not be reclassified to profit or loss									
			(6,142)	-	(9,240)	-	(34,408)	-	(5,463)	-
Components of other comprehensive income that will be reclassified to profit or loss										
8361	Financial statements translation differences of foreign operations		(13,162)	-	33,660	1	44,642	-	45,096	-
8399	Income tax relating to the components of other comprehensive loss		1,550	-	(2,496)	-	(2,967)	-	(3,096)	-
8360	Other comprehensive income (loss) that will be reclassified to profit or loss									
			(11,612)	-	31,164	1	41,675	-	42,000	-
8300	Total other comprehensive income (loss) for the period		(\$ 17,754)	-	\$ 21,924	1	\$ 7,267	-	\$ 36,537	-
8500	Total comprehensive income for the period		\$ 314,338	10	\$ 204,903	8	\$ 2,291,165	25	\$ 622,787	8
Profit (loss) attributable to:										
8610	Owners of the parent		\$ 331,666	10	\$ 186,485	7	\$ 2,280,129	25	\$ 589,785	8
8620	Non-controlling interest		426	-	(3,506)	-	3,769	-	(3,535)	-
			<u>\$ 332,092</u>	<u>10</u>	<u>\$ 182,979</u>	<u>7</u>	<u>\$ 2,283,898</u>	<u>25</u>	<u>\$ 586,250</u>	<u>8</u>
Comprehensive income attributable to:										
8710	Owners of the parent		\$ 312,812	10	\$ 202,904	8	\$ 2,277,616	25	\$ 617,007	8
8720	Non-controlling interest		1,526	-	1,999	-	13,549	-	5,780	-
			<u>\$ 314,338</u>	<u>10</u>	<u>\$ 204,903</u>	<u>8</u>	<u>\$ 2,291,165</u>	<u>25</u>	<u>\$ 622,787</u>	<u>8</u>
Earnings per share (in dollars) 6(28)										
9750	Basic earnings per share		<u>\$ 1.89</u>		<u>\$ 1.06</u>		<u>\$ 12.99</u>		<u>\$ 3.36</u>	
9850	Diluted earnings per share		<u>\$ 1.85</u>		<u>\$ 1.06</u>		<u>\$ 12.73</u>		<u>\$ 3.33</u>	

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

GAMANIA DIGITAL ENTERTAINMENT CO., LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
NINE MONTHS ENDED SEPTEMBER 30, 2024 AND 2023
(Expressed in thousands of New Taiwan dollars)

	Notes	Equity attributable to owners of the parent											
		Capital Reserves				Retained Earnings			Other Equity Interest				
		Ordinary share	Additional paid-in capital	Treasury stock transactions	Others	Legal reserve	Special reserve	Unappropriated retained earnings	Financial statements translation differences of foreign operations	Unrealised losses from financial assets measured at fair value through other comprehensive income	Total	Non-controlling interest	Total equity
<u>2023</u>													
Balance at January 1, 2023		\$ 1,754,936	\$ 886,975	\$ 372,701	\$ 95,087	\$ 488,103	\$ 505,352	\$ 2,188,227	(\$ 36,603)	(\$ 402,746)	\$ 5,852,032	\$ 436,930	\$ 6,288,962
Profit (loss) for the period		-	-	-	-	-	-	589,785	-	-	589,785	(3,535)	586,250
Other comprehensive income (loss) for the period		-	-	-	-	-	-	-	32,685	(5,463)	27,222	9,315	36,537
Total comprehensive income (loss)		-	-	-	-	-	-	589,785	32,685	(5,463)	617,007	5,780	622,787
Appropriations of 2022 retained earnings	6(19)												
Legal reserve		-	-	-	-	123,546	-	(123,546)	-	-	-	-	-
Reversal of special reserve		-	-	-	-	-	(66,003)	66,003	-	-	-	-	-
Cash dividends		-	-	-	-	-	-	(1,017,863)	-	-	(1,017,863)	-	(1,017,863)
Change in ownership interest in subsidiaries	6(29)	-	-	-	(5,301)	-	-	(8,896)	-	-	(14,197)	12,976	(1,221)
Changes in non-controlling interest		-	-	-	-	-	-	-	-	-	-	(38,200)	(38,200)
Balance at September 30, 2023		\$ 1,754,936	\$ 886,975	\$ 372,701	\$ 89,786	\$ 611,649	\$ 439,349	\$ 1,693,710	(\$ 3,918)	(\$ 408,209)	\$ 5,436,979	\$ 417,486	\$ 5,854,465
<u>2024</u>													
Balance at January 1, 2024		\$ 1,754,936	\$ 886,975	\$ 372,701	\$ 89,640	\$ 611,649	\$ 439,349	\$ 1,672,578	(\$ 43,001)	(\$ 407,553)	\$ 5,377,274	\$ 409,417	\$ 5,786,691
Profit for the period		-	-	-	-	-	-	2,280,129	-	-	2,280,129	3,769	2,283,898
Other comprehensive income (loss) for the period		-	-	-	-	-	-	-	31,895	(34,408)	(2,513)	9,780	7,267
Total comprehensive income (loss)		-	-	-	-	-	-	2,280,129	31,895	(34,408)	2,277,616	13,549	2,291,165
Appropriations of 2023 retained earnings	6(19)												
Legal reserve		-	-	-	-	55,976	-	(55,976)	-	-	-	-	-
Reversal of special reserve		-	-	-	-	-	11,205	(11,205)	-	-	-	-	-
Cash dividends		-	-	-	-	-	-	(575,619)	-	-	(575,619)	-	(575,619)
Change in equity of associates and joint ventures	6(8)												
accounted for under equity method		-	-	-	1,718	-	-	-	-	-	1,718	-	1,718
Change in ownership interest in subsidiaries		-	-	-	(3,176)	-	-	(19,410)	-	-	(22,586)	(33,375)	(55,961)
Changes in non-controlling interest		-	-	-	-	-	-	-	-	-	-	(18,265)	(18,265)
Balance at September 30, 2024		\$ 1,754,936	\$ 886,975	\$ 372,701	\$ 88,182	\$ 667,625	\$ 450,554	\$ 3,290,497	(\$ 11,106)	(\$ 441,961)	\$ 7,058,403	\$ 371,326	\$ 7,429,729

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

GAMANIA DIGITAL ENTERTAINMENT CO., LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
NINE MONTHS ENDED SEPTEMBER 30, 2024 AND 2023
(Expressed in thousands of New Taiwan dollars)

	Notes	Nine months ended September 30,	
		2024	2023
<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>			
Profit before tax		\$ 2,417,983	\$ 780,013
Adjustments			
Adjustments to reconcile profit (loss)			
Depreciation	6(9)(10)	140,847	125,489
Amortisation	6(11)	420,522	362,559
Expected credit impairment loss	12(2)	14,989	3,487
Interest expense	6(25)	4,060	4,022
Interest income	6(22)	(35,250)	(34,299)
Share of (profit) loss of subsidiaries and associates accounted for under equity method	6(8)	(22,494)	24,188
Net losses on financial assets at fair value through profit or loss	6(24)	15,000	-
Loss on disposal of property, plant and equipment	6(24)	8	-
Impairment loss on non-financial assets	6(13)(24)	276,390	-
Gains arising from lease modifications	6(24)	(14)	(3)
Gain on disposal of subsidiaries	6(24)	(2,136,227)	-
Changes in operating assets and liabilities			
Changes in operating assets			
Notes receivable		(2,367)	(24)
Accounts receivable		(239,018)	162,719
Accounts receivable - related parties		(1,514,480)	5,292
Other receivables		168,962	21,667
Other receivables - related parties		(27,392)	285
Inventories		(55,719)	19,311
Prepayments		(159,090)	(52,946)
Other current assets		2,296	19,610
Changes in operating liabilities			
Contract liabilities		6,133	(52,026)
Accounts payable		359,550	65,390
Accounts payable - related parties		36,168	(332)
Other payables		271,499	(221,832)
Other payables - related parties		886,191	176,407
Other current liabilities		36,637	(7,002)
Other non-current liabilities		(640)	(1,962)
Cash inflow generated from operations		864,544	1,400,013
Interest received		35,250	34,299
Dividends received		58,059	746
Interest paid		(4,060)	(4,022)
Income tax paid		(63,481)	(361,279)
Net cash provided by operating activities		<u>890,312</u>	<u>1,069,757</u>

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GAMANIA DIGITAL ENTERTAINMENT CO., LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
NINE MONTHS ENDED SEPTEMBER 30, 2024 AND 2023
(Expressed in thousands of New Taiwan dollars)

	Notes	Nine months ended September 30,	
		2024	2023
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>			
Decrease in financial assets as amortised cost		\$ 49,256	\$ 18,328
Increase in financial assets at fair value through other comprehensive income		(31,990)	-
Acquisition of investments accounted for under equity method	6(8)	-	(6,400)
Net cash used in disposal of subsidiaries	6(30)	(1,633,665)	-
Acquisition of property, plant and equipment	6(30)	(154,938)	(99,830)
Proceeds from disposal of property, plant and equipment		803	148
(Increase) decrease in refundable deposits		(390)	10,051
Acquisition of intangible assets	6(30)	(225,533)	(263,605)
Decrease in other financial assets		10,839	25,370
Increase in other non-current assets		-	(134,386)
Decrease in other non-current assets		1,121	-
Net cash used in investing activities		(1,984,497)	(450,324)
<u>CASH FLOWS FROM FINANCING ACTIVITIES</u>			
Increase in short-term borrowings	6(32)	130,000	249,116
(Decrease) increase in guarantee deposits received		(6,990)	1,086
Payment of lease liabilities	6(32)	(31,700)	(25,516)
Net cash used in acquiring subsidiaries	6(31)	-	(4,366)
Cash dividends paid	6(19)	(575,619)	(1,017,863)
Decrease in subsidiaries capital from non-controlling interest	6(29)	-	913
Cash dividends paid to non-controlling interest		(18,265)	(38,200)
Net cash used in financing activities		(502,574)	(834,830)
Effect of exchange rate changes on cash and cash equivalents		40,939	43,906
Net decrease in cash and cash equivalents		(1,555,820)	(171,491)
Cash and cash equivalents at beginning of the period		3,157,380	3,737,319
Cash and cash equivalents at end of the period		\$ 1,601,560	\$ 3,565,828

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

GAMANIA DIGITAL ENTERTAINMENT CO., LTD. AND SUBSIDIARIES
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
NINE MONTHS ENDED SEPTEMBER 30, 2024 AND 2023
(Expressed in thousands of New Taiwan dollars, except as otherwise indicated)

1. HISTORY AND ORGANISATION

Gamania Digital Entertainment Co., Ltd. (the “Company”) was incorporated as a company limited by shares under the provisions of the Company Law of the Republic of China (R.O.C.). The Company and its subsidiaries (collectively referred herein as the “Group”) are primarily engaged in software services of on-line game and sales of related merchandises.

2. THE DATE OF AUTHORISATION FOR ISSUANCE OF THE FINANCIAL STATEMENTS AND PROCEDURES FOR AUTHORISATION

These consolidated financial statements were authorised for issuance by the Board of Directors on November 6, 2024.

3. APPLICATION OF NEW STANDARDS, AMENDMENTS AND INTERPRETATIONS

(1) Effect of the adoption of new issuances of or amendments to International Financial Reporting Standards (“IFRS[®]”) Accounting Standards that came into effect as endorsed by the Financial Supervisory Commission (“FSC”)

New standards, interpretations and amendments endorsed by the FSC and became effective from 2024 are as follows:

<u>New Standards, Interpretations and Amendments</u>	<u>Effective date by International Accounting Standards Board</u>
Amendments to IFRS 16, ‘Lease liability in a sale and leaseback’	January 1, 2024
Amendments to IAS 1, ‘Classification of liabilities as current or non-current’	January 1, 2024
Amendments to IAS 1, ‘Non-current liabilities with covenants’	January 1, 2024
Amendments to IAS 7 and IFRS 7, ‘Supplier finance arrangements’	January 1, 2024

The above standards and interpretations have no significant impact to the Group’s financial condition and financial performance based on the Group’s assessment.

(2) Effect of new issuances of or amendments to IFRS Accounting Standards as endorsed by the FSC but not yet adopted by the Group

New standards, interpretations and amendments endorsed by the FSC effective from 2025 are as follows:

New Standards, Interpretations and Amendments	Effective date by International Accounting Standards Board
Amendments to IAS 21, 'Lack of exchangeability'	January 1, 2025

The above standards and interpretations have no significant impact to the Group's financial condition and financial performance based on the Group's assessment.

(3) IFRS Accounting Standards issued by IASB but not yet endorsed by the FSC

New standards, interpretations and amendments issued by IASB but not yet included in the IFRS Accounting Standards as endorsed by the FSC are as follows:

New Standards, Interpretations and Amendments	Effective date by International Accounting Standards Board
Amendments to IFRS 9 and IFRS 7, 'Amendments to the classification and measurement of financial instruments'	January 1, 2026
Amendments to IFRS 10 and IAS 28, 'Sale or contribution of assets between an investor and its associate or joint venture'	To be determined by International Accounting Standards Board
IFRS 17, 'Insurance contracts'	January 1, 2023
Amendments to IFRS 17, 'Insurance contracts'	January 1, 2023
Amendment to IFRS 17, 'Initial application of IFRS 17 and IFRS 9 – comparative information'	January 1, 2023
IFRS 18, 'Presentation and disclosure in financial statements'	January 1, 2027
IFRS 19, 'Subsidiaries without public accountability: disclosures'	January 1, 2027
Annual Improvements to IFRS Accounting Standards - Volume 11	January 1, 2026

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

A. Amendments to IFRS 9 and IFRS 7, 'Amendments to the classification and measurement of financial instruments'

The IASB issued the amendments to update the disclosures for equity instruments designated at fair value through other comprehensive income (FVOCI). The entity shall disclose the fair value of each class of investment and is no longer required to disclose the fair value of each investment. In addition, the amendments require the entity to disclose the fair value gain or loss presented in other comprehensive income during the period, showing separately the fair value gain or loss related to investments derecognised during the reporting period and the fair value gain or loss related to investments held at the end of the reporting period; and any transfers of the cumulative gain or loss within equity during the reporting period related to the investments derecognised during that reporting period.

B. IFRS 18, ‘Presentation and disclosure in financial statements’

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

4. SUMMARY OF MATERIAL ACCOUNTING POLICIES

The principal accounting policies applied in the preparation of these consolidated financial statements are consistent with Note 4 in the consolidated financial statements for the year ended December 31, 2023, except for the compliance statement, basis of preparation, basis of consolidation and additional policies as set out below. These policies have been consistently applied to all the periods presented, unless otherwise stated.

(1) Compliance statement

- A. The consolidated financial statements of the Group have been prepared in accordance with the “Regulations Governing the Preparation of Financial Reports by Securities Issuers” and the International Accounting Standard 34, ‘Interim financial reporting’ that came into effect as endorsed by the FSC.
- B. These consolidated financial statements should be read in conjunction with the consolidated financial statements for the year ended December 31, 2023.

(2) Basis of preparation

- A. Except for the following items, the consolidated financial statements have been prepared under the historical cost convention:
 - (a) Financial assets at fair value through profit or loss.
 - (b) Financial assets at fair value through other comprehensive income.
 - (c) Defined benefit liabilities recognised based on the net amount of pension fund assets less present value of defined benefit obligation.
- B. The preparation of financial statements in conformity with International Financial Reporting Standards, International Accounting Standards, IFRIC[®] Interpretations, and SIC[®] Interpretations that came into effect as endorsed by the FSC (collectively referred herein as the “IFRSs”) requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Group’s accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the consolidated financial statements are disclosed in Note 5.

(3) Basis of consolidation

- A. Basis for preparation of consolidated financial statements:
 - (a) All subsidiaries are included in the Group’s consolidated financial statements. Subsidiaries are all entities (including structured entities) controlled by the Group. The Group controls an entity

when the Group is exposed, or has rights, to variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. Consolidation of subsidiaries begins from the date the Group obtains control of the subsidiaries and ceases when the Group loses control of the subsidiaries.

- (b) Inter-company transactions, balances and unrealised gains or losses on transactions between companies within the Group are eliminated.
- (c) Profit or loss and each component of other comprehensive income are attributed to the owners of the parent and to the non-controlling interests. Total comprehensive income is attributed to the owners of the parent and to the non-controlling interests even if this results in the non-controlling interests having a deficit balance.
- (d) Changes in a parent's ownership interest in a subsidiary that do not result in the parent losing control of the subsidiary (transactions with non-controlling interests) are accounted for as equity transactions, i.e. transactions with owners in their capacity as owners. Any difference between the amount by which the non-controlling interests are adjusted and the fair value of the consideration paid or received is recognised directly in equity.
- (e) When the Group loses control of a subsidiary, the Group remeasures any investment retained in the former subsidiary at its fair value. That fair value is regarded as the fair value on initial recognition of a financial asset or the cost on initial recognition of the associate or joint venture. Any difference between fair value and carrying amount is recognised in profit or loss. All amounts previously recognised in other comprehensive income in relation to the subsidiary are reclassified to profit or loss on the same basis as would be required if the related assets or liabilities were disposed of. That is, when the Group loses control of a subsidiary, all gains or losses previously recognised in other comprehensive income in relation to the subsidiary should be reclassified from equity to profit or loss, if such gains or losses would be reclassified to profit or loss when the related assets or liabilities are disposed of.

B. Subsidiaries included in the consolidated financial statements:

Name of Investor	Name of Subsidiary	Main Business Activities	Ownership (%)			Description
			September 30, 2024	December 31, 2023	September 30, 2023	
Gamania Digital Entertainment Co., Ltd.	Gamania Holdings Ltd. (GH)	Holding company	100	100	100	
Gamania Digital Entertainment Co., Ltd.	Gamania Digital Entertainment (HK) Co., Ltd.	Software services	100	100	100	
Gamania Digital Entertainment (HK) Co., Ltd.	GAMA PAY Co., Ltd. (GAMA PAY)	Electronic payment	26.67	-	-	Note 14

Name of Investor	Name of Subsidiary	Main Business Activities	Ownership (%)			Description
			September 30, 2024	December 31, 2023	September 30, 2023	
Gamania Holdings Ltd. (GH)	Gamania International Holdings Ltd. (GIH)	Investment and holding company	100	100	100	
Gamania International Holdings Ltd. (GIH)	Gamania China Holdings Ltd.	Investment and holding company	98.85	98.85	98.85	
Gamania International Holdings Ltd. (GIH)	Joymabee Entertainment Co., Ltd.	Software services	100	100	100	
Gamania International Holdings Ltd. (GIH)	Achieve Made International Ltd. (AMI)	Investment and holding company	43.28	43.28	43.28	Note 1
Gamania International Holdings Ltd. (GIH)	HaPod Digital Technology Co., Ltd.	Software services and sales	100	100	100	
Gamania China Holdings Ltd.	Gamania Sino Holdings Ltd.	Investment and holding company	100	100	100	
Gamania Sino Holdings Ltd.	Gamania Digital Entertainment (Beijing) Co., Ltd.	Research and development and sales of software	100	100	100	
Achieve Made International Ltd. (AMI)	Jollywiz Digital Technology Co., Ltd.	Supply of electronic information services	100	100	100	
Jollywiz Digital Technology Co., Ltd.	Cyber Look Properties Ltd.	Investment and holding company	100	100	100	
Jollywiz Digital Technology Co., Ltd.	Jollywiz International (HK) Co., Ltd.	Supply of electronic information services	100	100	100	
Jollywiz Digital Technology Co., Ltd.	Bjolly Co., Ltd. (Bjolly)	Supply of electronic information services	95.83	95.83	95.83	Note 2
Jollywiz Digital Technology Co., Ltd.	NOWnews Network Co., Ltd. (NOWnews)	Broadcast and TV shows production	0.69	0.82	0.86	Notes 3 and 5
Cyber Look Properties Ltd.	Legion Technology (Shanghai) Co., Ltd.	Supply of electronic information services	100	100	100	
Legion Technology (Shanghai) Co., Ltd.	Jollywiz Digital Business Co., Ltd.	Supply of electronic information services	100	100	100	
Gamania Digital Entertainment Co., Ltd.	Gamania Asia Investment Co., Ltd. (Gamania Asia)	Investment company	100	100	100	
Gamania Digital Entertainment Co., Ltd.	Ciirco Inc. (Ciirco)	Software services	99.90	99.90	99.90	

Name of Investor	Name of Subsidiary	Main Business Activities	Ownership (%)			Description
			September 30, 2024	December 31, 2023	September 30, 2023	
Gamania Digital Entertainment Co., Ltd.	VieFor Co., Ltd. (VieFor)	Publishing of magazines and periodicals	100	100	100	Note 8
Gamania Digital Entertainment Co., Ltd.	JollyBuy Digital Tech. Co., Ltd. (JollyBuy)	Supply of electronic information services	99.31	99.00	98.71	Notes 6 and 7
Gamania Digital Entertainment Co., Ltd.	Two Tigers Co., Ltd. (Two Tigers)	Animation production	51	51	51	
Gamania Digital Entertainment Co., Ltd.	Gash Point Co., Ltd. (Gash Point)	Information software and supply of electronic information services	41.11	90	90	Note 9
Gamania Digital Entertainment Co., Ltd.	Ants' Power Co., Ltd. (Ants' Power)	Customer service	100	100	100	
Gamania Digital Entertainment Co., Ltd.	Gamania Xchanger Co., Ltd. (Gamania Xchanger)	Third party payment	100	100	100	Note 10
Gamania Digital Entertainment Co., Ltd.	We Backers Co., Ltd. (We Backers)	Crowd funding	93.38	93.38	93.38	
Gamania Digital Entertainment Co., Ltd.	Hidol Co., Ltd. (Hidol)	Software services	100	100	100	Note 11
Gamania Digital Entertainment Co., Ltd.	Coture New Media Co., Ltd. (Coture New Media)	Online media production	93.08	93.08	93.08	
Gamania Digital Entertainment Co., Ltd.	GAMA PAY Co., Ltd. (GAMA PAY)	Electronic payment	70.29	81.26	81.26	Notes 12 and 14
Gamania Digital Entertainment Co., Ltd.	NOWnews Network Co., Ltd. (NOWnews)	Broadcast and TV shows production	84.94	82.06	81.16	Notes 3 and 5
Gamania Digital Entertainment Co., Ltd.	Digicentre Company Limited (Digicentre)	Software services	67.48	67.48	67.48	
Gamania Digital Entertainment Co., Ltd.	Walkermedia Co., Ltd. (Walkermedia)	Digital media platforms and general advertising services	30	30	30	Note 4
Gamania Digital Entertainment Co., Ltd.	Conetter CoMarketing Co., Ltd. (Conetter)	Software services	79.98	-	-	Note 13
Gash Point Co., Ltd.	Gash Point (Hong Kong) Company Limited (Gash Point Hong Kong)	Information software and supply of electronic information services	100	100	100	Note 9

Name of Investor	Name of Subsidiary	Main Business Activities	Ownership (%)			Description
			September 30, 2024	December 31, 2023	September 30, 2023	
Gash Point Co., Ltd.	Gash Point (Japan) Co., Ltd.	Information software and supply of electronic information services	100	100	100	Note 9
Gash Point Co., Ltd.	Gash Point Korea Co., Ltd.	Information software and supply of electronic information services	100	100	100	Note 9
Gash Point Co., Ltd.	GAMA PAY Co., Ltd. (GAMA PAY)	Electronic payment	-	6.22	6.22	Note 12
Gash Point Co., Ltd.	Conetter CoMarketing Co., Ltd. (Conetter)	Software services	-	79.98	79.98	Note 13
Gash Point (Hong Kong) Company Limited	GAMA PAY Co., Ltd. (GAMA PAY)	Electronic payment	-	8.38	8.38	Note 12
Gamania Asia Investment Co., Ltd	The China Post Co., Ltd.	Newspaper and magazine publishing	100	100	100	
Gamania Asia Investment Co., Ltd.	Bjolly Co., Ltd. (Bjolly)	Supply of electronic information services	4.17	4.17	4.17	Note 2
NOWnews Network Co., Ltd. (NOWnews)	Walkermedia Co., Ltd. (Walkermedia)	Digital media platforms and general advertising services	70	70	70	Note 4
Digicentre Company Limited	Digicentre (HK) Company Limited	Software services	100	100	100	
Digicentre Company Limited	Hyperg Smart Security Technology Pte. Ltd. (Hyperg)	Software services	51	51	51	

Note 1: The equity held by the Group was less than 50%. However, as the Group held half of the seats in the Board of Directors, the investee was included in the consolidated financial statements.

Note 2: The Company's subsidiaries, Jollywiz Digital Technology Co., Ltd. and Gamania Asia, held a 95.83% and 4.17% equity interest in Bjolly, respectively, and had control over the investee, thus, the investee was included in the consolidated financial statements.

Note 3: The Company and its subsidiary, Jollywiz Digital Technology Co., Ltd., held 84.94% and 0.69% equity interest in Nownews, respectively and had control over the investee, thus, the investee was included in the consolidated financial statements.

Note 4: The Company and its subsidiary, NOWnews Network Co., Ltd. held a 30% and 70% equity interest in Walkermedia Co., Ltd., respectively, and had control over the investee,

thus, the investee was included in the consolidated financial statements.

- Note 5: On June 2, 2023 and December 22, 2023, the Company participated in the capital increase. The Company acquired 2.62% equity interest in NOWnews. Accordingly, the equity interest in Jollywiz Digital Technology Co., Ltd. decreased to 0.82%. On April 17 and September 5, 2024, the Company participated in the capital increase. The Company acquired 2.88% equity interest in NOWnews. Accordingly, the equity interest in Jollywiz Digital Technology Co., Ltd. decreased from 0.82% to 0.69%.
- Note 6: The subsidiary, JollyBuy, increased capital by issuing new shares for cash in March and July 2024. However, the Group did not acquire additional shares proportionately to its interest, thus, the share ownership increased by 0.31%.
- Note 7: The subsidiary, JollyBuy, increased capital by issuing new shares for cash in June and November 2023. However, the Group did not acquire additional shares proportionately to its interest, thus, the share ownership decreased by 1.1%.
- Note 8: The subsidiary, Foundation Digital Entertainment Co., Ltd., changed its name to VieFor Co., Ltd. on February 26, 2024.
- Note 9: The Company sold its 16% equity interest in the subsidiary, Gash Point, on May 15, 2024, and did not participate in the cash capital increase of Gash Point on June 26, 2024, resulting in a decrease in its shareholding ratio in Gash Point to 41.11%, and the Group lost its control over Gash Point. The Company recognised the remaining investments in Gash Point based on the fair value measured at the date control was lost. Accordingly, the Company recognised gain due to the disposal amounting to \$2,136,227, which was recognised in other gains and losses in the statements of comprehensive income. Cash flow information relating to Gash Point is provided in Note 6(30) Supplemental cash flow information. In addition, since Gash Point transferred to the associate of the Group on June 26, 2024, the subsidiaries who were held by Gash Point were also transferred to the associates of the Group.
- Note 10: The subsidiary, Indiland, changed its name to Gamania Xchanger Co., Ltd. on June 7, 2024.
- Note 11: The subsidiary, Bean Go!, changed its name to Hidol Co., Ltd. on July 3, 2024.
- Note 12: On June 7 and 14, 2024, the Company acquired all the equity interest in GAMA PAY held by the subsidiaries, Gash Point and Gash Point Hong Kong, thus the share ownership of the Company increased by 14.6%.
- Note 13: On April 3, 2024 and May 21, 2024, the Company acquired all the equity interest in Conetter held by the subsidiary, Gash Point. Hence, the ownership of Conetter was directly held by the Company.
- Note 14: The subsidiary, GAMY PAY, increased capital by issuing new shares for cash in September 2024. The subsidiary, Gamania Digital Entertainment (H.K.) Co., Ltd. did

not acquire additional shares proportionately to its interest. The Company's shareholding percentage decreased from 95.86% to 70.29%.

C. Subsidiaries not included in the consolidated financial statements: None.

D. Adjustments for subsidiaries with different balance sheet dates: None.

E. Significant restrictions: None.

F. Subsidiaries that have non-controlling interests that are material to the Group:

As of September 30, 2024, December 31, 2023 and September 30, 2023, the non-controlling interest amounted to \$371,326, \$409,417 and \$417,486, respectively. The information on non-controlling interest and respective subsidiaries is as follows:

Name of subsidiary	Principal place of business	Non-controlling interest						Description
		September 30, 2024		December 31, 2023		September 30, 2023		
		Amount	Ownership (%)	Amount	Ownership (%)	Amount	Ownership (%)	
AMI and subsidiaries	Taiwan and China	\$ 143,515	56.72%	\$ 141,054	56.72%	\$ 150,961	56.72%	Note
Digicentre Company Limited and subsidiaries	Taiwan, China and Singapore	128,314	32.52%	127,991	32.52%	127,814	32.52%	

Note: Registered location of AMI is British Virgin Islands.

Balance sheets

	AMI and subsidiaries		
	<u>September 30, 2024</u>	<u>December 31, 2023</u>	<u>September 30, 2023</u>
Current assets	\$ 353,824	\$ 323,536	\$ 362,553
Non-current assets	47,973	47,581	45,236
Current liabilities	(148,773)	(119,404)	(138,340)
Total net assets	<u>\$ 253,024</u>	<u>\$ 251,713</u>	<u>\$ 269,449</u>

	Digicentre Company Limited and subsidiaries		
	<u>September 30, 2024</u>	<u>December 31, 2023</u>	<u>September 30, 2023</u>
Current assets	\$ 465,227	\$ 441,984	\$ 407,483
Non-current assets	203,255	222,323	232,891
Current liabilities	(272,340)	(258,106)	(235,609)
Non-current liabilities	(19,376)	(32,037)	(35,062)
Total net assets	<u>\$ 376,766</u>	<u>\$ 374,164</u>	<u>\$ 369,703</u>

Statements of comprehensive income

	AMI and subsidiaries	
	Three months ended September 30,	
	2024	2023
Revenue	\$ 179,563	\$ 174,707
Profit (loss) before income tax	2,957	(5,044)
Income tax expense	(2,616)	(321)
Profit (loss) in other for the period	341	(5,365)
Other comprehensive income (loss), net of tax	6,672	(7,618)
Total comprehensive income (loss) for the period	<u>\$ 7,013</u>	<u>(\$ 12,983)</u>
Comprehensive income (loss) attributable to non-controlling interest	<u>\$ 2,884</u>	<u>(\$ 3,297)</u>
Dividends paid to non-controlling interest	<u>\$ -</u>	<u>\$ -</u>

	AMI and subsidiaries	
	Nine months ended September 30,	
	2024	2023
Revenue	\$ 581,841	\$ 526,909
Profit (loss) before income tax	3,174	(11,011)
Income tax expense	(6,408)	(321)
Loss for the period	(3,234)	(11,332)
Other comprehensive loss, net of tax	(5,066)	(12,085)
Total comprehensive loss for the period	<u>(\$ 8,300)</u>	<u>(\$ 23,417)</u>
Comprehensive loss attributable to non-controlling interest	<u>(\$ 2,196)</u>	<u>(\$ 5,231)</u>
Dividends paid to non-controlling interest	<u>\$ -</u>	<u>\$ -</u>

	Digicentre Company Limited and subsidiaries	
	Three months ended September 30,	
	2024	2023
Revenue	\$ 441,672	\$ 326,541
Profit before income tax	24,020	18,815
Income tax expense	(5,060)	(5,109)
Profit for the period	18,960	13,706
Other comprehensive (loss) income, net of tax	(922)	2,684
Total comprehensive income for the period	<u>\$ 18,038</u>	<u>\$ 16,390</u>
Comprehensive income attributable to non-controlling interest	<u>\$ 5,857</u>	<u>\$ 5,771</u>
Dividends paid to non-controlling interest	<u>\$ -</u>	<u>\$ -</u>

	<u>Digicentre Company Limited and subsidiaries</u>	
	<u>Nine months ended September 30,</u>	
	<u>2024</u>	<u>2023</u>
Revenue	\$ 1,195,933	\$ 948,978
Profit before income tax	62,393	54,801
Income tax expense	(13,802)	(15,196)
Profit for the period	48,591	39,605
Other comprehensive income, net of tax	1,716	2,795
Total comprehensive income for the period	<u>\$ 50,307</u>	<u>\$ 42,400</u>
Comprehensive income attributable to non-controlling interest	<u>\$ 16,711</u>	<u>\$ 15,066</u>
Dividends paid to non-controlling interest	<u>\$ 14,662</u>	<u>\$ 11,575</u>

Statements of cash flows

	<u>AMI and subsidiaries</u>	
	<u>Nine months ended September 30,</u>	
	<u>2024</u>	<u>2023</u>
Net cash (used in) provided by operating activities	(\$ 25,041)	\$ 22,306
Net cash provided by (used in) investing activities	9,987	(1,491)
Net cash provided by (used in) financing activities	6,709	(1,044)
Effect of exchange rate changes on cash and cash equivalents	(3,174)	(8,670)
(Decrease) increase in cash and cash equivalents	(11,519)	11,101
Cash and cash equivalents, beginning of period	97,469	101,662
Cash and cash equivalents, end of period	<u>\$ 85,950</u>	<u>\$ 112,763</u>

	<u>Digicentre Company Limited and subsidiaries</u>	
	<u>Nine months ended September 30,</u>	
	<u>2024</u>	<u>2023</u>
Net cash provided by operating activities	\$ 42,295	\$ 87,470
Net cash used in investing activities	(12,810)	(24,569)
Net cash used in financing activities	(56,218)	(38,719)
Effect of exchange rate changes on cash and cash equivalents	1,731	2,864
(Decrease) increase in cash and cash equivalents	(25,002)	27,046
Cash and cash equivalents, beginning of period	195,065	151,119
Cash and cash equivalents, end of period	<u>\$ 170,063</u>	<u>\$ 178,165</u>

(4) Employee benefits

Pension cost for the interim period is calculated on a year-to-date basis by using the pension cost rate derived from the actuarial valuation at the end of the prior financial year, adjusted for significant market fluctuations since that time and for significant curtailments, settlements, or other significant one-off events. Also, the related information is disclosed accordingly.

(5) Income tax

The interim period income tax expense is recognised based on the estimated average annual effective income tax rate expected for the full financial year applied to the pretax income of the interim period, and the related information is disclosed accordingly.

5. CRITICAL ACCOUNTING JUDGEMENTS, ESTIMATES AND KEY SOURCES OF ASSUMPTION UNCERTAINTY

There was no significant change in the reporting period. Refer to Note 5 in the consolidated financial statements for the year ended December 31, 2023.

6. DETAILS OF SIGNIFICANT ACCOUNTS

(1) Cash and cash equivalents

	<u>September 30, 2024</u>	<u>December 31, 2023</u>	<u>September 30, 2023</u>
Cash on hand	\$ 1,879	\$ 1,762	\$ 1,949
Demand deposits and checking accounts	1,262,354	2,145,958	2,313,105
Cash equivalents - time deposits	<u>337,327</u>	<u>1,009,660</u>	<u>1,250,774</u>
	<u>\$ 1,601,560</u>	<u>\$ 3,157,380</u>	<u>\$ 3,565,828</u>

A. The Group deals with a variety of financial institutions all with high credit quality to disperse credit risk, so it expects that the probability of counterparty default is remote.

B. Details of the Group's cash and cash equivalents pledged to others as collateral that have been classified as financial assets (shown as 'other current assets') are provided in Note 8.

(2) Notes and accounts receivable

	<u>September 30, 2024</u>	<u>December 31, 2023</u>	<u>September 30, 2023</u>
Notes receivable	<u>\$ 2,431</u>	<u>\$ 64</u>	<u>\$ 35</u>
Accounts receivable	\$ 477,521	\$ 613,834	\$ 646,831
Less: Loss allowance	<u>(9,418)</u>	<u>(9,357)</u>	<u>(24,536)</u>
	<u>468,103</u>	<u>604,477</u>	<u>622,295</u>
Overdue receivables (shown as other non-current assets)	127,449	149,388	129,037
Less: Loss allowance	<u>(127,449)</u>	<u>(149,388)</u>	<u>(129,037)</u>
	<u>\$ 468,103</u>	<u>\$ 604,477</u>	<u>\$ 622,295</u>

A. The ageing analysis of accounts receivable that were past due but not impaired is as follows:

	<u>September 30, 2024</u>	<u>December 31, 2023</u>	<u>September 30, 2023</u>
Not past due	\$ 430,066	\$ 577,301	\$ 564,924
Up to 30 days	14,848	19,559	23,467
31~60 days	9,157	3,014	13,130
61~90 days	17,109	3,346	7,219
91~120 days	462	3,387	7,347
Over 121 days	5,879	7,227	30,744
	<u>\$ 477,521</u>	<u>\$ 613,834</u>	<u>\$ 646,831</u>

The above ageing analysis was based on past due date.

B. As at September 30, 2024, December 31, 2023 and September 30, 2023, the Group has no notes receivable past due.

C. As at September 30, 2024, December 31, 2023, September 30, 2023 and January 1, 2023, the balances of receivables (including notes and overdue receivables) from contracts with customers amounted to \$607,401, \$763,286, \$775,903 and \$946,937, respectively.

D. The Group does not hold any collateral. Further, the Group has no notes and accounts receivable pledged to others as collateral.

E. As at September 30, 2024, December 31, 2023 and September 30, 2023, without taking into account any collateral held or other credit enhancements, the maximum exposure to credit risk in respect of the amount that best represents the Group's notes receivable was \$2,431, \$64 and \$35, and accounts receivable was \$468,103, \$604,477 and \$622,295, respectively.

F. Information relating to credit risk of accounts receivable is provided in Note 12(2).

(3) Other receivables

	<u>September 30, 2024</u>	<u>December 31, 2023</u>	<u>September 30, 2023</u>
Other receivables	\$ 71,650	\$ 660,566	\$ 513,570
Less: Loss allowance	-	(5,395)	(4,245)
	<u>\$ 71,650</u>	<u>\$ 655,171</u>	<u>\$ 509,325</u>

A. The ageing analysis of other receivables that were past due but not impaired is as follows:

	<u>September 30, 2024</u>	<u>December 31, 2023</u>	<u>September 30, 2023</u>
Not past due	\$ 48,092	\$ 598,538	\$ 466,146
Up to 30 days	7,297	29,541	18,933
31 to 60 days	5,134	7,504	8,555
61 to 90 days	6,619	7,148	5,976
91 to 120 days	349	5,748	644
Over 121 days	4,159	12,087	13,316
	<u>\$ 71,650</u>	<u>\$ 660,566</u>	<u>\$ 513,570</u>

The above ageing analysis was based on past due date.

B. The Group does not hold any collateral for other receivables. Further, the Group has no other receivables pledged to others as collateral.

C. As at September 30, 2024, December 31, 2023 and September 30, 2023, without taking into account any collateral held or other credit enhancements, the maximum exposure to credit risk in respect of the amount that best represents the Group's other receivables was \$71,650, \$655,171 and \$509,325, respectively.

D. Information relating to credit risk of other receivables is provided in Note 12(2).

(4) Inventories

	September 30, 2024		
	Cost	Allowance for obsolescence and market value decline	Book value
Merchandise inventory	\$ 179,063	(\$ 14,436)	\$ 164,627
	December 31, 2023		
	Cost	Allowance for obsolescence and market value decline	Book value
Merchandise inventory	\$ 127,223	(\$ 18,232)	\$ 108,991
	September 30, 2023		
	Cost	Allowance for obsolescence and market value decline	Book value
Merchandise inventory	\$ 130,953	(\$ 21,337)	\$ 109,616

Expenses and losses incurred on inventories for the period:

	Three months ended September 30,	
	2024	2023
Cost of goods sold	\$ 136,349	\$ 140,899
Gain on reversal of loss on decline in market value	(1,519)	(3,205)
	\$ 134,830	\$ 137,694

	Nine months ended September 30,	
	2024	2023
Cost of goods sold	\$ 455,842	\$ 403,913
(Gain on reversal of) loss on decline in market value	(3,796)	2,915
	<u>\$ 452,046</u>	<u>\$ 406,828</u>

(5) Prepayments

	September 30, 2024	December 31, 2023	September 30, 2023
Prepayments to suppliers	\$ 148,396	\$ 159,665	\$ 188,898
Prepaid expenses	35,759	89,913	83,938
Excess business tax paid	76,514	94,902	88,826
Others	2,433	5,398	8,906
	<u>\$ 263,102</u>	<u>\$ 349,878</u>	<u>\$ 370,568</u>

(6) Financial assets at fair value through other comprehensive income

Items	September 30, 2024	December 31, 2023	September 30, 2023
Non-current items:			
Equity instruments			
OTC stocks	\$ 78,376	\$ 78,376	\$ 78,376
Emerging stocks	20,546	20,546	20,546
Unlisted, non-OTC and non-emerging stocks	457,884	425,894	425,894
	556,806	524,816	524,816
Valuation adjustment	(444,665)	(411,942)	(411,061)
	<u>\$ 112,141</u>	<u>\$ 112,874</u>	<u>\$ 113,755</u>

A. The Group has elected to classify investments that are considered to be strategic investments as financial assets at fair value through other comprehensive income. The fair value of such investments amounted to \$112,141, \$112,874 and \$113,755 as at September 30, 2024, December 31, 2023 and September 30, 2023, respectively.

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

	Three months ended September 30,	
	2024	2023
Change of fair value recognised in other comprehensive income	(\$ 6,142)	(\$ 9,240)

	Nine months ended September 30,	
	2024	2023
Change of fair value recognised in other comprehensive loss	(\$ 34,491)	(\$ 5,357)

C. The Group has no financial assets at fair value through other comprehensive income pledged to others as collateral.

(7) Financial assets at amortised cost

Items	September 30, 2024	December 31, 2023	September 30, 2023
Current items:			
Demand deposits	\$ 5,700	\$ 16,027	\$ -
Time deposit with maturity of more than three months	11,021	72,950	130,366
	<u>16,721</u>	<u>88,977</u>	<u>130,366</u>
Non-current items:			
Demand deposits	725	725	-
	<u>\$ 17,446</u>	<u>\$ 89,702</u>	<u>\$ 130,366</u>

A. Amounts recognised in profit or loss in relation to financial assets at amortised cost are listed below:

	Three months ended September 30,	
	2024	2023
Interest income	\$ 48	\$ 745

	Nine months ended September 30,	
	2024	2023
Interest income	\$ 368	\$ 885

B. As at September 30, 2024, December 31, 2023 and September 30, 2023, without taking into account any collateral held or other credit enhancements, the maximum exposure to credit risk in respect of the amount that best represents the financial assets at amortised cost held by the Group was \$17,446, \$89,702 and \$130,366, respectively.

C. Details of the Group's financial assets at amortised cost pledged to others as collateral are provided in Note 8.

D. Information relating to credit risk of financial assets at amortised cost is provided in Note 12(2). The counterparties of the Group's investments in certificates of deposits are financial institutions with high credit quality, so the Group expects that the probability of counterparty default is remote.

(8) Investments accounted for under equity method

	<u>2024</u>	<u>2023</u>
At January 1	\$ 116,990	\$ 135,404
Transformation of associate from subsidiary (Note 1)	2,013,368	-
Addition of investments accounted for under equity method	-	6,400
Transformation of subsidiary from associate (Note 2)	-	(1,791)
Share of profit or loss of investments accounted for under equity method	22,494	(24,188)
Earnings distribution of investments accounted for under equity method	(58,059)	(746)
Changes in capital surplus	1,718	-
Changes in other equity items	83	(106)
Effects of foreign exchange	(2,296)	28
At September 30	<u>\$ 2,094,298</u>	<u>\$ 115,001</u>

Note 1: On June 26, 2024, the Company lost control over the subsidiary, Gash Point, which became an associate of the Group. The Company recognised the remaining investment of Gash Point based on the fair value measured at the date control was lost.

Note 2: On June 30, 2023, the Group acquired a 70% equity interest in WalkerMedia, which became a subsidiary of the Group. The related information on business combination is provided in Note 6(31).

A. List of long-term investments:

Name of associates	September 30, 2024		December 31, 2023		September 30, 2023	
	Ownership percentage	Balance	Ownership percentage	Balance	Ownership percentage	Balance
Gash Point Co., Ltd. (Gash Point) (Note 3)	41.11	\$ 1,982,167	90.00	\$ -	90.00	\$ -
Jsdway Digital Technology Co., Ltd. (Jsdway)	36.56	51,590	37.18	50,559	37.18	50,402
Hao-Ji Film Ltd. (Hao-Ji)	42.86	25,959	42.86	27,082	42.86	26,886
Chuang Meng Shr Ji Co., Ltd. (Chuang Meng Shr J.)	33.03	20,571	33.03	21,356	33.03	22,162
Entron Technology Co., Ltd. (Note 1)	14.16	5,738	14.16	6,151	14.16	6,261
Store Marais Co., Ltd. (Marais) (Note 1)	7.69	4,551	7.69	8,466	7.69	10,882
Pri-One Marketing Co., Ltd. (Pri-One)	30.00	3,722	30.00	3,509	30.00	3,373
Aotter Inc. (Aotter)	21.48	-	21.48	(133)	21.48	1,217
Taiwan e-sports Co., Ltd. (Taiwan e-sports)	-	-	29.54	-	29.54	(6,182)
Gungho Gamania Co., Limited (Gungho Gamania)	49.00	-	49.00	-	49.00	-
Ju Shr Da Jiu (Shanghai) International Trading Co., Ltd. (Ju Shr Da Jiu) (Note 2)	30.00	-	30.00	-	30.00	-
Firedog creative Co., Ltd. (Note 2)	40.00	-	40.00	-	40.00	-
		<u>\$ 2,094,298</u>		<u>\$ 116,990</u>		<u>\$ 115,001</u>

Note 1: The Group has significant control as it has obtained majority of the board seats and, accordingly, the investment was accounted for under equity method.

Note 2: All impairment losses derived from equity investments have been recognised based on the Company's assessment.

Note 3: On May 15, 2024, the Company sold its 16% equity interest of the subsidiary, Gash Point, and did not participate in the cash capital increase of Gash Point on June 26, 2024, resulting in a decrease in its shareholding ratio in Gash Point to 41.11%. Consequently, the Group lost its control over Gash Point, which became an associate of the Group. For the information about disposal of the subsidiary, refer to Note 4(3)B. - Note 9.

Note 4: The Company's subsidiary, Gamania Asia, disposed all its shares in Taiwan e-sports on September 10, 2024.

B. Associates

(a) The basic information of the associate that is material to the Group is as follows:

Company name	Principal place of business	Shareholding ratio			Nature of relationship
		September 30, 2024	December 31, 2023	September 30, 2023	
Gash Point	Taiwan	41.11%	90% (Note)	90% (Note)	Associate

Note: The Company held 90% share ownership of Gash Point, and was one of the subsidiaries included in the consolidated financial statements as of December 31, 2023 and September 30, 2023.

(b) The summarised financial information of the associates that are material to the Group is as follows:

Balance sheet

	Gash Point and subsidiaries	
	September 30, 2024	
Current assets	\$	7,211,902
Non-current assets (Note)		2,174,304
Current liabilities	(	3,461,150)
Non-current liabilities	(	80,184)
Total net assets	\$	5,844,872

Statement of comprehensive income

	Gash Point and subsidiaries	
	Three months ended September 30, 2024	
Revenue	\$	301,428
Profit for the period from continuing operations		64,695
Other comprehensive loss, net of tax	(	5,587)
Total comprehensive income	\$	59,108
Dividends received from associates	\$	-

	Gash Point and subsidiaries	
	Nine months ended September 30, 2024	
Revenue	\$	1,262,269
Profit for the period from continuing operations		160,789
Other comprehensive income, net of tax		10,936
Total comprehensive income	\$	171,725
Dividends received from associates	\$	55,000

Note: While the Company lost control over the subsidiary, the fair values of the assets acquired on the remeasured date are still being determined. These fair values are pending final valuation.

C. As of September 30, 2024, December 31, 2023 and September 30, 2023, the carrying amount of the Group's individually immaterial associates amounted to \$112,131, \$116,990 and \$115,001, respectively. The Group's share of the operating results are summarised below:

	<u>Three months ended September 30,</u>	
	<u>2024</u>	<u>2023</u>
Loss for the period	(\$ 605)	(\$ 5,313)
Other comprehensive income (loss), net of tax	-	-
Total comprehensive loss	<u>(\$ 605)</u>	<u>(\$ 5,313)</u>
	<u>Nine months ended September 30,</u>	
	<u>2024</u>	<u>2023</u>
Loss for the period	(\$ 4,102)	(\$ 24,188)
Other comprehensive income (loss), net of tax	83	(106)
Total comprehensive loss	<u>(\$ 4,019)</u>	<u>(\$ 24,294)</u>

- C. There is no price in open market for associates of the Group, therefore, no fair value is applicable.
- D. The Group is the single largest shareholder of Jsdway with a 36.56% equity interest. Given that the remaining 63.44% equity interest in Jsdway is held by other few investors and the number of votes of minority voting rights holders has exceeded the Group's votes as they acted together, this indicates that the Group has no current ability to direct the relevant activities of Jsdway. Accordingly, the Group has no control, but only has significant influence, over the investee.

(9) Property, plant and equipment

	Land	Buildings	Machinery	Transportation equipment	Office equipment	Leasehold improvements	Other equipment	Unfinished construction and equipment under acceptance	Total
<u>At January 1, 2024</u>									
Cost	\$ 2,246,082	\$ 592,135	\$ 416,181	\$ 1,223	\$ 119,064	\$ 46,471	\$ 49,579	\$ 7,385	\$ 3,478,120
Accumulated depreciation	-	(244,713)	(280,764)	(1,163)	(61,687)	(17,660)	(29,284)	-	(635,271)
Accumulated impairment	-	-	(6,382)	-	-	-	-	-	(6,382)
	<u>\$ 2,246,082</u>	<u>\$ 347,422</u>	<u>\$ 129,035</u>	<u>\$ 60</u>	<u>\$ 57,377</u>	<u>\$ 28,811</u>	<u>\$ 20,295</u>	<u>\$ 7,385</u>	<u>\$ 2,836,467</u>
<u>2024</u>									
Opening net book amount as at January 1	\$ 2,246,082	\$ 347,422	\$ 129,035	\$ 60	\$ 57,377	\$ 28,811	\$ 20,295	\$ 7,385	\$ 2,836,467
Additions	-	13,063	45,682	-	7,586	1,994	2,190	23,759	94,274
Reclassifications (Note)	-	6,277	-	-	-	-	-	-	6,277
Disposals	-	-	-	(724)	-	(87)	-	(811)	-
Disposal of subsidiaries	-	(9,441)	(1,730)	-	(156)	-	(4,419)	-	(11,327)
Transfers	-	-	4,419	-	-	-	-	-	-
Depreciation charge	-	(36,375)	(41,308)	(15,800)	(6,642)	(8,577)	-	(108,702)	-
Net exchange differences	-	-	62	1	13	(8)	-	-	68
Closing net book amount as at September 30	<u>\$ 2,246,082</u>	<u>\$ 330,387</u>	<u>\$ 128,449</u>	<u>\$ 61</u>	<u>\$ 46,722</u>	<u>\$ 24,155</u>	<u>\$ 13,665</u>	<u>\$ 26,725</u>	<u>\$ 2,816,246</u>
<u>At September 30, 2024</u>									
Cost	\$ 2,246,082	\$ 597,877	\$ 400,139	\$ 1,266	\$ 94,778	\$ 42,873	\$ 44,641	\$ 26,725	\$ 3,454,381
Accumulated depreciation	-	(267,490)	(265,308)	(1,205)	(48,056)	(18,718)	(30,976)	-	(631,753)
Accumulated impairment	-	-	(6,382)	-	-	-	-	-	(6,382)
	<u>\$ 2,246,082</u>	<u>\$ 330,387</u>	<u>\$ 128,449</u>	<u>\$ 61</u>	<u>\$ 46,722</u>	<u>\$ 24,155</u>	<u>\$ 13,665</u>	<u>\$ 26,725</u>	<u>\$ 2,816,246</u>

Note: From prepaid expense transferred to property, plant and equipment.

	Land	Buildings	Machinery	Transportation equipment	Office equipment	Leasehold improvements	Other equipment	Unfinished construction and equipment under acceptance	Total
<u>At January 1, 2023</u>									
Cost	\$ 2,246,082	\$ 558,612	\$ 424,299	\$ 1,245	\$ 102,697	\$ 26,301	\$ 53,130	\$ 2,125	\$ 3,414,491
Accumulated depreciation	-	(203,635)	(296,269)	(1,185)	(55,681)	(11,889)	(27,012)	-	(595,671)
Accumulated impairment	-	-	(6,382)	-	-	-	-	-	(6,382)
	<u>\$ 2,246,082</u>	<u>\$ 354,977</u>	<u>\$ 121,648</u>	<u>\$ 60</u>	<u>\$ 47,016</u>	<u>\$ 14,412</u>	<u>\$ 26,118</u>	<u>\$ 2,125</u>	<u>\$ 2,812,438</u>
<u>2023</u>									
Opening net book amount as at January 1	\$ 2,246,082	\$ 354,977	\$ 121,648	\$ 60	\$ 47,016	\$ 14,412	\$ 26,118	\$ 2,125	\$ 2,812,438
Additions	-	21,041	29,964	-	22,952	179	2,989	17,823	94,948
Acquired from business combinations	-	-	-	-	436	-	-	-	436
Disposals	-	-	(1)	-	(147)	-	-	-	(148)
Depreciation charge	-	(31,097)	(42,416)	-	(13,559)	(3,927)	(8,881)	-	(99,880)
Net exchange differences	-	-	101	-	3	(1)	-	-	103
Closing net book amount as at September 30	<u>\$ 2,246,082</u>	<u>\$ 344,921</u>	<u>\$ 109,296</u>	<u>\$ 60</u>	<u>\$ 56,701</u>	<u>\$ 10,663</u>	<u>\$ 20,226</u>	<u>\$ 19,948</u>	<u>\$ 2,807,897</u>
<u>At September 30, 2023</u>									
Cost	\$ 2,246,082	\$ 579,011	\$ 399,358	\$ 1,245	\$ 118,649	\$ 26,597	\$ 48,366	\$ 19,948	\$ 3,439,256
Accumulated depreciation	-	(234,090)	(283,680)	(1,185)	(61,948)	(15,934)	(28,140)	-	(624,977)
Accumulated impairment	-	-	(6,382)	-	-	-	-	-	(6,382)
	<u>\$ 2,246,082</u>	<u>\$ 344,921</u>	<u>\$ 109,296</u>	<u>\$ 60</u>	<u>\$ 56,701</u>	<u>\$ 10,663</u>	<u>\$ 20,226</u>	<u>\$ 19,948</u>	<u>\$ 2,807,897</u>

A. The Group's property, plant and equipment are mainly owner-occupied.

B. No borrowing cost was capitalised as part of property, plant and equipment.

C. Information about the property, plant and equipment that were pledged to others as collateral is provided in Note 8.

(10) Leasing arrangements - lessee

- A. The Group leases various assets including buildings, parking lot, machinery and business vehicles. Rental contracts are typically made for periods of 1 to 5 years. Lease terms are negotiated on an individual basis and contain a wide range of different terms and conditions. The lease agreements do not impose covenants, but leased assets may not be used as security for borrowing purposes.
- B. Short-term leases with a lease term of 12 months or less comprise buildings and multifunction printers. For the three months ended September 30, 2024 and 2023 and nine months ended September 30, 2024 and 2023, payments of lease commitments for short-term leases amounted to \$1,559, \$1,368, \$4,004 and \$4,250, respectively.
- C. The carrying amounts of right-of-use assets and the depreciation charge are as follows:

	Book value		
	September 30, 2024	December 31, 2023	September 30, 2023
Buildings	\$ 102,848	\$ 73,982	\$ 81,840
Land improvements	2,906	3,113	3,459
Transportation equipment (Business vehicles)	4,330	883	1,064
Machinery	7,432	11,148	12,386
	<u>\$ 117,516</u>	<u>\$ 89,126</u>	<u>\$ 98,749</u>

	Depreciation charge	
	Three months ended September 30,	
	2024	2023
Buildings	\$ 9,408	\$ 7,768
Land improvements	392	346
Transportation equipment (Business vehicles)	542	181
Machinery	1,240	1,238
	<u>\$ 11,582</u>	<u>\$ 9,533</u>

	Depreciation charge	
	Nine months ended September 30,	
	2024	2023
Buildings	\$ 26,183	\$ 20,039
Land improvements	1,084	1,014
Transportation equipment (Business vehicles)	1,162	840
Machinery	3,716	3,716
	<u>\$ 32,145</u>	<u>\$ 25,609</u>

- D. For the nine months ended September 30, 2024 and 2023, the additions to right-of-use assets were \$61,695 and \$50,227, respectively.

E. Information on profit or loss in relation to lease contracts is as follows:

	<u>Three months ended September 30,</u>	
	<u>2024</u>	<u>2023</u>
<u>Items affecting profit or loss</u>		
Interest expense on lease liabilities	\$ <u>647</u>	\$ <u>161</u>
Expense on short-term lease contracts	\$ <u>1,559</u>	\$ <u>1,368</u>
Gain on lease modification	\$ <u>-</u>	\$ <u>3</u>
	<u>Nine months ended September 30,</u>	
	<u>2024</u>	<u>2023</u>
<u>Items affecting profit or loss</u>		
Interest expense on lease liabilities	\$ <u>1,500</u>	\$ <u>533</u>
Expense on short-term lease contracts	\$ <u>4,004</u>	\$ <u>4,250</u>
Gain on lease modification	\$ <u>14</u>	\$ <u>3</u>

F. For the nine months ended September 30, 2024 and 2023, the Group's total cash outflow for leases were \$37,204 and \$30,299, respectively.

(11) Intangible assets

	<u>License fees</u>	<u>Software</u>	<u>Other intangible assets</u>	<u>Trademark right</u>	<u>Customer relationship</u>	<u>Goodwill</u>	<u>Total</u>
<u>At January 1, 2024</u>							
Cost	\$ 1,346,939	\$ 106,660	\$ 97,413	\$ 10,090	\$ 198,531	\$ 393,975	\$ 2,153,608
Accumulated amortisation	(651,929)	(56,259)	(64,386)	-	(109,304)	-	(881,878)
Accumulated impairment	(44,250)	-	(1,055)	-	-	(149,534)	(194,839)
	<u>\$ 650,760</u>	<u>\$ 50,401</u>	<u>\$ 31,972</u>	<u>\$ 10,090</u>	<u>\$ 89,227</u>	<u>\$ 244,441</u>	<u>\$ 1,076,891</u>
<u>2024</u>							
Opening net book amount as at January 1	\$ 650,760	\$ 50,401	\$ 31,972	\$ 10,090	\$ 89,227	\$ 244,441	\$ 1,076,891
Additions	132,923	46,844	-	-	-	-	179,767
Disposal of subsidiaries	-	(1,825)	(11,314)	-	-	-	(13,139)
Reclassifications (Note 1)	-	-	132,073	-	-	-	132,073
Amortisation charge	(352,763)	(48,567)	(7,683)	-	(11,509)	-	(420,522)
Impairment loss (Note2)	(79,305)	-	(133,391)	-	-	(63,694)	(276,390)
Net exchange differences	2,220	22	2,164	-	-	-	4,406
Closing net book amount as at September 30	<u>\$ 353,835</u>	<u>\$ 46,875</u>	<u>\$ 13,821</u>	<u>\$ 10,090</u>	<u>\$ 77,718</u>	<u>\$ 180,747</u>	<u>\$ 683,086</u>
<u>At September 30, 2024</u>							
Cost	\$ 1,453,242	\$ 109,539	\$ 201,670	\$ 10,090	\$ 199,416	\$ 395,430	\$ 2,369,387
Accumulated amortisation	(1,005,776)	(62,664)	(53,403)	-	(121,698)	-	(1,243,541)
Accumulated impairment	(93,631)	-	(134,446)	-	-	(214,683)	(442,760)
	<u>\$ 353,835</u>	<u>\$ 46,875</u>	<u>\$ 13,821</u>	<u>\$ 10,090</u>	<u>\$ 77,718</u>	<u>\$ 180,747</u>	<u>\$ 683,086</u>

Note 1: From prepaid expense transferred to intangible assets.

Note 2: For details of impairment loss, refer to Note 6 (13).

	<u>License fees</u>	<u>Software</u>	<u>Other intangible assets</u>	<u>Trademark right</u>	<u>Customer relationship</u>	<u>Goodwill</u>	<u>Total</u>
<u>At January 1, 2023</u>							
Cost	\$ 1,140,099	\$ 98,023	\$ 179,132	\$ 10,090	\$ 197,132	\$ 386,238	\$ 2,010,714
Accumulated amortisation	(363,452)	(45,384)	(50,005)	-	(92,559)	-	(551,400)
Accumulated impairment	(46,631)	-	(85,369)	-	-	(148,924)	(280,924)
	<u>\$ 730,016</u>	<u>\$ 52,639</u>	<u>\$ 43,758</u>	<u>\$ 10,090</u>	<u>\$ 104,573</u>	<u>\$ 237,314</u>	<u>\$ 1,178,390</u>
<u>2023</u>							
Opening net book amount as at January 1	\$ 730,016	\$ 52,639	\$ 43,758	\$ 10,090	\$ 104,573	\$ 237,314	\$ 1,178,390
Additions	307,292	38,372	172	-	-	-	345,836
Acquired from business combinations	-	38	-	-	-	7,744	7,782
Reclassifications (Note)	-	4,286	-	-	-	-	4,286
Amortisation charge	(297,215)	(45,277)	(8,558)	-	(11,509)	-	(362,559)
Net exchange differences	3,927	500	1,043	-	-	(87)	5,383
Closing net book amount as at September 30	<u>\$ 744,020</u>	<u>\$ 50,558</u>	<u>\$ 36,415</u>	<u>\$ 10,090</u>	<u>\$ 93,064</u>	<u>\$ 244,971</u>	<u>\$ 1,179,118</u>
<u>At September 30, 2023</u>							
Cost	\$ 1,334,546	\$ 103,218	\$ 185,633	\$ 10,090	\$ 199,996	\$ 396,385	\$ 2,229,868
Accumulated amortisation	(543,775)	(52,660)	(60,180)	-	(106,932)	-	(763,547)
Accumulated impairment	(46,751)	-	(89,038)	-	-	(151,414)	(287,203)
	<u>\$ 744,020</u>	<u>\$ 50,558</u>	<u>\$ 36,415</u>	<u>\$ 10,090</u>	<u>\$ 93,064</u>	<u>\$ 244,971</u>	<u>\$ 1,179,118</u>

Note: From prepaid expense transferred to intangible assets.

A. The details of amortisation are as follows:

	Three months ended September 30,	
	2024	2023
Operating costs	\$ 148,032	\$ 91,921
Selling expenses	4,930	5,759
General and administrative expenses	7,457	9,578
Research and development expenses	5,841	6,026
	<u>\$ 166,260</u>	<u>\$ 113,284</u>

	Nine months ended September 30,	
	2024	2023
Operating costs	\$ 362,649	\$ 303,375
Selling expenses	14,896	16,071
General and administrative expenses	23,862	27,702
Research and development expenses	19,115	15,411
	<u>\$ 420,522</u>	<u>\$ 362,559</u>

B. The Group acquired registered trademark from the acquisition of NOWnews. As the trademark is assessed to have indefinite useful life, it shall not be amortised but shall be tested for impairment annually.

C. Goodwill and trademark with an indefinite useful life are allocated to the Group's cash-generating units identified according to operating segment as follows:

	<u>September 30, 2024</u>	<u>December 31, 2023</u>	<u>September 30, 2023</u>
Goodwill:			
NOWnews	\$ 197,055	\$ 197,055	\$ 197,055
Digicentre	141,149	141,149	141,149
AMI	19,496	18,914	19,878
GIH	28,282	27,438	28,837
Walkermedia (Note)	7,744	7,744	7,744
Others	1,704	1,675	1,722
	<u>395,430</u>	<u>393,975</u>	<u>396,385</u>
Less: Accumulated impairment	(<u>214,683</u>)	(<u>149,534</u>)	(<u>151,414</u>)
	<u>\$ 180,747</u>	<u>\$ 244,441</u>	<u>\$ 244,971</u>
Trademark:			
NOWnews	<u>\$ 10,090</u>	<u>\$ 10,090</u>	<u>\$ 10,090</u>

Note: On June 30, 2023, the Group acquired a 70% equity interest in WalkerMedia, which became a subsidiary of the Group. The related information on business combination is provided in Note 6(31).

Acquisition prices for business combination are calculated based on the price of acquisition and related direct costs. The amount of goodwill recognised is the difference of the acquisition price less the net fair value of identifiable assets acquired. The allocation period of acquisition price shall not exceed one year after the acquisition.

D. The Group's goodwill acquired in a business combination consisting of expected operating revenue growth from acquired companies and benefits from its potential customer relations. In accordance with IAS 36, goodwill acquired from business combination shall be tested for impairment every year and when there is any indication that it might have been impaired. The impairment testing on goodwill as of June 30, 2024, December 31, 2023 and December 31, 2022 are as follows:

(a) For the impairment testing of goodwill, goodwill acquired in a business combination is allocated to each of the cash-generating units that are expected to benefit from the synergies of the business combination. Each company may be a cash-generating unit which can generate independent cash flows. Thus, the impairment of goodwill is calculated based on the difference between the recoverable amount and carrying amount of net assets of each company.

(b) The Group used value-in-use calculated by external appraiser to be the recoverable amount of the subsidiary, NOWnews, at June 30, 2024. As the recoverable amount of NOWnews was lower than the carrying amount at June 30, 2024, goodwill was impaired. The main assumptions used in calculating value-in-use by external appraiser are set out below:

	<u>June 30, 2024</u>
Growth rate	4.5%
Discount rate	9.0%

(c) The Group used value-in-use calculated by external appraiser to be the recoverable amount of the subsidiaries, NOWnews and Digicentre, at December 31, 2023 and 2022. As the recoverable amount of NOWnews and Digicentre was higher than the carrying amount at December 31, 2023 and 2022, goodwill was not impaired. The main assumptions used in calculating value-in-use by external appraiser are set out below:

	<u>December 31, 2023</u>	<u>December 31, 2022</u>
Growth rate	2.8%~4.7%	2.4%~6.4%
Discount rate	10.8%~13.3%	14.0%~14.2%

(d) As of December 31, 2023 and 2022, aside from NOWnews and Digicentre, the recoverable amounts of cash-generating units were calculated based on value-in-use. Because the recoverable amounts exceeded the carrying amount, goodwill was not impaired. The key assumptions used for value-in-use calculations take into consideration operating profit margin, growth rate and discount rate.

(e) Management determined the budgeted operating profit margin based on past performance and their expectations of market development. The weighted average growth rates are consistent with the projection in industry reports. The discount rates were pre-tax and reflected specific risks relating to the relevant operating segments.

(12) Other non-current assets

	<u>September 30, 2024</u>	<u>December 31, 2023</u>	<u>September 30, 2023</u>
Overdue receivables	\$ 127,449	\$ 149,388	\$ 129,037
Less: Loss allowance for overdue receivables	(127,449)	(149,388)	(129,037)
Refundable deposits	44,079	43,954	40,987
Prepayments for business facilities	-	6,277	-
Prepayments for intangible assets	28,504	156,359	136,835
Others	7,561	6,743	4,314
	<u>\$ 80,144</u>	<u>\$ 213,333</u>	<u>\$ 182,136</u>

(13) Impairment of non-financial assets

The Group recognised impairment loss for the three months ended September 30, 2024 and 2023 and nine months ended September 30, 2024 and 2023 in the amounts of \$0, \$0, \$276,390 and \$0, respectively. Details of such loss are as follows:

	<u>Nine months ended September 30, 2024</u>
Impairment loss - license fees	\$ 79,305
Impairment loss - intangible assets	133,391
Impairment loss - Goodwill	63,694
	<u>\$ 276,390</u>

A. The Group conducted impairment testing on the recoverable amount of goodwill on June 30, 2024, December 31, 2023 and December 31, 2022. For the information on the determination of the recoverable amount, refer to Note 6(11).

B. The Group recognised impairment loss on the license fees and other intangible assets as the recoverable amounts of the present value of future cash flows are less than the carrying amounts.

(14) Short-term borrowings

	<u>September 30, 2024</u>	<u>December 31, 2023</u>	<u>September 30, 2023</u>
Bank borrowings			
Secured borrowings	\$ 50,007	\$ 40,039	\$ 95,537
Unsecured borrowings	170,000	50,000	250,000
	<u>\$ 220,007</u>	<u>\$ 90,039</u>	<u>\$ 345,537</u>
Credit lines	<u>\$ 3,655,629</u>	<u>\$ 3,231,809</u>	<u>\$ 3,324,878</u>
Interest rate range	<u>1.86%~4.05%</u>	<u>1.60%~2.82%</u>	<u>1.60%~5.77%</u>

(15) Other payables

	<u>September 30, 2024</u>	<u>December 31, 2023</u>	<u>September 30, 2023</u>
Store-value received on behalf of others	\$ -	\$ 541,540	\$ 560,239
Accrued service cost	-	610,485	510,047
Salary and annual bonus payable	217,382	235,459	216,373
Employees' compensation payable	272,513	78,653	106,920
Electronic payment received on behalf of others	33,428	27,382	34,616
Payables for service fees	70,545	129,137	102,205
Advertisement expense payable	47,455	41,457	51,788
Payable on business tax and withholding tax	99,143	69,106	108,785
Payable on equipment and intangible assets (Note)	48,107	154,537	116,846
Directors' and supervisors' remuneration payable	54,870	14,909	17,436
Commission payable	-	60,305	78,117
Others	201,257	193,101	174,768
	<u>\$ 1,044,700</u>	<u>\$ 2,156,071</u>	<u>\$ 2,078,140</u>

Note: The payment obligations of certain game license are to pay game developers license fees if the revenue reaches a certain amount within three years after the signing of the contract. The Group recognised the license fees and payable on intangible assets after assessing that the payment obligation is highly realisable on September 30, 2024.

(16) Pensions

A. Defined benefit plan

(a) The Company has a defined benefit pension plan in accordance with the Labor Standards Act, covering all regular employees' service years prior to the enforcement of the Labor Pension Act on July 1, 2005 and service years thereafter of employees who chose to continue to be subject to the pension mechanism under the Labor Standards Act. Under the defined benefit pension plan, two units are accrued for each year of service for the first 15 years and one unit for each additional year thereafter, subject to a maximum of 45 units. Pension benefits are based on the number of units accrued and the average monthly salaries and wages of the last 6 months prior to retirement. The Company contributes monthly an amount equal to 2% of the employees' monthly salaries and wages to the retirement fund deposited with Bank of Taiwan, the trustee, under the name of the independent retirement fund committee. Also, the Company would assess the balance in the aforementioned labor pension reserve account by December 31, every year. If the account balance is insufficient to pay the pension calculated

by the aforementioned method to the employees expected to qualify for retirement in the following year, the Company will make contribution for the deficit before March in the following year.

- (b) The pension costs under the defined benefit pension plan of the Company for the three months ended September 30, 2024 and 2023 and nine months ended September 30, 2024 and 2023 were \$175, \$238, \$523 and \$712, respectively.
- (c) Expected contributions to the defined benefit pension plan of the Company for the year ending December 31, 2024 amount to \$1,116.

B. Defined contribution plan

- (a) Effective July 1, 2005, the Company and its domestic subsidiaries have established a defined contribution pension plan (the “New Plan”) under the Labor Pension Act (the “Act”), covering all regular employees with R.O.C. nationality. Under the New Plan, the Company and its domestic subsidiaries contribute monthly an amount based on 6% of the employees’ monthly salaries and wages to the employees’ individual pension accounts at the Bureau of Labor Insurance. The benefits accrued are paid monthly or in lump sum upon termination of employment.
- (b) Gamania Digital Entertainment (Beijing) Co., Ltd., Legion Technology (Shanghai) Co., Ltd. and Jollywiz Digital Business Co., Ltd. have a defined contribution plan. Monthly contributions to an independent fund administered by the government in accordance with the pension regulations in the People’s Republic of China (PRC) are based on a certain percentage of employees’ monthly salaries and wages. The contribution percentage for the nine months ended September 30, 2024 and 2023 were both 16%. Other than the monthly contributions, the Group has no further obligations.
- (c) Gamania Digital Entertainment (H.K.) Co., Ltd., Gash Point (Hong Kong) Company Limited, Gash Point (Japan) Co., Ltd., Gash Point Korea Co., Ltd., Joymobee Entertainment Co., Ltd., Hapod Digital Technology Co., Ltd., Jollywiz International (HK) Co., Ltd., Digicentre (HK) Company Limited and Hyperg Smart Security Technology Pte., Ltd. provide pension reserves annually for their employees in accordance with the local regulations.
- (d) The pension costs under the defined contribution pension plan of the Group for the three months ended September 30, 2024 and 2023 and nine months ended September 30, 2024 and 2023 were \$9,477, \$10,812, \$35,654 and \$35,625, respectively.

(17) Common stock

As of September 30, 2024, the Company’s authorised capital was \$2,500,000, consisting of 250 million shares of ordinary stock (including 12 million shares reserved for employee stock options), and the paid-in capital was \$1,754,936 with a par value of \$10 (in dollars) per share. All proceeds from shares issued have been collected.

(18) Capital surplus

- A. Pursuant to the R.O.C. Company Law, capital surplus arising from paid-in capital in excess of par value on issuance of common stocks and donations can be used to cover accumulated deficit or to issue new stocks or cash to shareholders in proportion to their share ownership, provided that the Company has no accumulated deficit. Further, the R.O.C. Securities and Exchange Law requires that the amount of capital surplus to be capitalised mentioned above should not exceed 10% of the paid-in capital each year. Capital surplus should not be used to cover accumulated deficit unless the legal reserve is insufficient.
- B. When it is resolved by the shareholders at their shareholders' meeting, legal reserve and whole or part of capital reserve arising from the following items can be used to issue new stocks or cash to shareholders in proportion to their share ownership, provided that the Company has no accumulated deficit:
 - (a) Paid-in capital in excess of par value on issuance of common stocks; and
 - (b) Donations.

(19) Retained earnings

- A. Under the Company's Articles of Incorporation, the current year's earnings, if any, shall first be used to pay all taxes and offset prior years' operating losses, then 10% of the remaining amount shall be set aside as legal reserve until the legal reserve equals the total capital stock balance, and appropriate or reverse for special reserve as required by the operating needs of the Company or regulations when necessary. The remainder, if any, to be retained or to be appropriated shall be proposed by the Board of Directors and resolved by the stockholders at the stockholders' meeting.
- B. The Company's dividend policy adopts the conservatism principle, with consideration of the Company's profit, financial structure and future development plans. At least 10% of the Company's distributable earnings as of the end of the period shall be appropriated as cash dividends.
- C. Except for covering accumulated deficit or issuing new stocks or cash to shareholders in proportion to their share ownership, the legal reserve shall not be used for any other purpose. The use of legal reserve for the issuance of stocks or cash to shareholders in proportion to their share ownership is permitted, provided that the distribution of the reserve is limited to the portion in excess of 25% of the Company's paid-in capital.
- D. (a) In accordance with the regulations, the Company shall set aside special reserve from the debit balance on other equity items at the balance sheet date before distributing earnings. When debit balance on other equity items is reversed subsequently, the reversed amount could be included in the distributable earnings.
 - (b) The amounts previously set aside by the Company as special reserve on initial application of IFRSs in accordance with Order No. Financial-Supervisory-Securities-Corporate-1010012865, dated April 6, 2012, shall be reversed proportionately when the relevant assets are used,

disposed of or reclassified subsequently.

- E. On June 20, 2023, the shareholders during their meeting resolved the proposal for the appropriations of 2022 retained earnings as follows:

	Year ended December 31, 2022	
	Amount	Dividend per share (in dollars)
Legal reserve appropriated	\$ 123,546	\$ -
Reversal of special reserve	(66,003)	-
Cash dividends distributed to shareholders	1,017,863	5.8
	<u>\$ 1,075,406</u>	<u>\$ 5.8</u>

- F. On June 20, 2024, the shareholders during their meeting resolved the proposal for the appropriations of 2023 retained earnings as follows:

	Year ended December 31, 2023	
	Amount	Dividend per share (in dollars)
Legal reserve appropriated	\$ 55,976	\$ -
Special reserve appropriated	11,205	-
Cash dividends distributed to shareholders	575,619	3.28
	<u>\$ 642,800</u>	<u>\$ 3.28</u>

- G. Information about the appropriations approved by the Board of Directors and resolved by the shareholders and appropriations of employees' compensation and directors' remuneration will be posted in the "Market Observation Post System" at the website of the Taiwan Stock Exchange.

- H. For the information relating to employees' compensation and directors' and supervisors' remuneration, refer to Note 6(26).

(20) Other equity

	2024		
	Translation differences	Unrealised gain or loss on financial assets at fair value through other comprehensive income	Total
At January 1	(\$ 43,001)	(\$ 407,553)	(\$ 450,554)
Revaluation - Group	-	(34,491)	(34,491)
Revaluation - Associates	-	83	83
Currency translation differences:			
- Group	31,895	-	31,895
At September 30	<u>(\$ 11,106)</u>	<u>(\$ 441,961)</u>	<u>(\$ 453,067)</u>

	2023		
	Translation differences	Unrealised gain or loss on financial assets at fair value through other comprehensive income	Total
At January 1	(\$ 36,603)	(\$ 402,746)	(\$ 439,349)
Revaluation - Group	-	(5,357)	(5,357)
Revaluation - Associates	-	(106)	(106)
Currency translation differences:			
- Group	32,685	-	32,685
At September 30	(\$ 3,918)	(\$ 408,209)	(\$ 412,127)

(21) Operating revenue

	Three months ended September 30,	
	2024	2023
Revenue from contracts with customers	\$ 3,242,740	\$ 2,672,068
	Nine months ended September 30,	
	2024	2023
Revenue from contracts with customers	\$ 9,000,907	\$ 7,791,900

A. Disaggregation of revenue from contracts with customers

The Group derives revenue from the transfer of games, goods and services over time and at a point in time in the following major types:

Three months ended September 30, 2024	Online and mobile games revenue	Service revenue	Sales revenue	Total
Revenue from external customer contracts	\$ 2,528,973	\$ 531,441	\$ 182,326	\$ 3,242,740
Timing of revenue recognition				
At a point in time	\$ 2,271,024	\$ 216,484	\$ 182,326	\$ 2,669,834
Over time	257,949	314,957	-	572,906
	\$ 2,528,973	\$ 531,441	\$ 182,326	\$ 3,242,740

Three months ended September 30, 2023	Online and mobile games revenue	Service revenue	Sales revenue	Total
Revenue from external customer contracts	\$ 2,012,262	\$ 477,215	\$ 182,591	\$ 2,672,068
Timing of revenue recognition				
At a point in time	\$ 1,840,353	\$ 118,720	\$ 182,591	\$ 2,141,664
Over time	171,909	358,495	-	530,404
	\$ 2,012,262	\$ 477,215	\$ 182,591	\$ 2,672,068
Nine months ended September 30, 2024	Online and mobile games revenue	Service revenue	Sales revenue	Total
Revenue from external customer contracts	\$ 6,850,394	\$ 1,571,449	\$ 579,064	\$ 9,000,907
Timing of revenue recognition				
At a point in time	\$ 6,157,217	\$ 687,966	\$ 579,064	\$ 7,424,247
Over time	693,177	883,483	-	1,576,660
	\$ 6,850,394	\$ 1,571,449	\$ 579,064	\$ 9,000,907
Nine months ended September 30, 2023	Online and mobile games revenue	Service revenue	Sales revenue	Total
Revenue from external customer contracts	\$ 6,008,005	\$ 1,274,175	\$ 509,720	\$ 7,791,900
Timing of revenue recognition				
At a point in time	\$ 5,456,946	\$ 483,786	\$ 509,720	\$ 6,450,452
Over time	551,059	790,389	-	1,341,448
	\$ 6,008,005	\$ 1,274,175	\$ 509,720	\$ 7,791,900

B. Contract liabilities

- (a) The Group recognised contract liabilities related to the contract revenue from sales amounting to \$332,999, \$327,607, \$328,098 and \$379,934 as of September 30, 2024, December 31, 2023 and September 30, 2023 and January 1, 2023, respectively. The Group's contract liabilities are mainly deferred revenue from points stored but unused or unconsumed in the online game or mobile game, and are amortised as revenue over the period of the services or the estimated useful period of the virtual items when they are actually used.

(b) Revenue recognised that was included in the contract liability balance at the beginning of the period:

	Three months ended September 30,	
	2024	2023
Revenue from games	\$ -	\$ -
	Nine months ended September 30,	
	2024	2023
Revenue from games	\$ 327,607	\$ 379,934

(22) Interest income

	Three months ended September 30,	
	2024	2023
Interest income from bank deposits	\$ 3,718	\$ 9,196
Interest income from financial assets at amortised cost	48	745
	\$ 3,766	\$ 9,941
	Nine months ended September 30,	
	2024	2023
Interest income from bank deposits	\$ 34,882	\$ 33,414
Interest income from financial assets at amortised cost	368	885
	\$ 35,250	\$ 34,299

(23) Other income

	Three months ended September 30,	
	2024	2023
Rental revenue	\$ 2,328	\$ 382
Other income	5,905	2,543
	\$ 8,233	\$ 2,925
	Nine months ended September 30,	
	2024	2023
Rental revenue	\$ 2,808	\$ 1,035
Other income	9,631	11,312
	\$ 12,439	\$ 12,347

(24) Other gains and losses

	Three months ended September 30,	
	2024	2023
Foreign exchange gain	\$ 9,519	\$ 4,932
Gains arising from lease modifications	-	3
Gains on disposals of property, plant and equipment	-	1
Other losses	(3,560)	(5,137)
	<u>\$ 5,959</u>	<u>(\$ 201)</u>

	Nine months ended September 30,	
	2024	2023
Gains on disposal of subsidiaries	\$ 2,136,227	\$ -
Foreign exchange gain	14,242	6,742
Gains arising from lease modifications	14	3
Impairment loss	(276,390)	-
Losses on financial assets at fair value through profit or loss	(15,000)	-
Losses on disposals of property, plant and equipment	(8)	-
Other losses	(8,202)	(6,232)
	<u>\$ 1,850,883</u>	<u>\$ 513</u>

(25) Finance costs

	Three months ended September 30,	
	2024	2023
Interest expense:		
Bank borrowings	\$ 374	\$ 1,595
Lease liability	647	161
	<u>\$ 1,021</u>	<u>\$ 1,756</u>

	Nine months ended September 30,	
	2024	2023
Interest expense:		
Bank borrowings	\$ 2,560	\$ 3,489
Lease liability	1,500	533
	<u>\$ 4,060</u>	<u>\$ 4,022</u>

(26) Employee benefit, depreciation and amortisation expense

	Three months ended September 30,	
	2024	2023
Employee benefit expense		
Wages and salaries	\$ 254,120	\$ 299,659
Directors' remuneration	10,831	6,720
Labor and health insurance fees	18,662	18,491
Pension costs	9,652	11,050
Other personnel expenses	14,082	12,845
	<u>\$ 307,347</u>	<u>\$ 348,765</u>
Depreciation on property, plant and equipment (including right-of-use assets)	\$ 46,827	\$ 43,067
Amortisation expense	<u>\$ 166,260</u>	<u>\$ 113,284</u>
	Nine months ended September 30,	
	2024	2023
Employee benefit expense		
Wages and salaries	\$ 1,062,706	\$ 875,153
Directors' remuneration	58,761	20,358
Labor and health insurance fees	70,217	48,995
Pension costs	36,177	36,337
Other personnel expenses	42,020	33,840
	<u>\$ 1,269,881</u>	<u>\$ 1,014,683</u>
Depreciation on property, plant and equipment (including right-of-use assets)	\$ 140,847	\$ 125,489
Amortisation expense	<u>\$ 420,522</u>	<u>\$ 362,559</u>

A. According to the Articles of Incorporation of the Company, the profit before tax before deduction of employees' compensation and directors' remuneration of the Company, shall be distributed as employees' compensation and directors' remuneration. The ratio shall be 10%~15% for employees' compensation and shall not be higher than 2% for directors' remuneration. However, where the Company has accumulated losses, the Company shall first use any profit to cover such losses.

B. (a) For the three months ended September 30, 2024 and 2023 and nine months ended September 30, 2024 and 2023, employees' compensation was accrued at \$45,155, \$27,598, \$266,803 and \$79,014, respectively; while directors' remuneration was accrued at \$9,031, \$5,520, \$53,361 and \$15,803, respectively. The aforementioned amounts were recognised in salary expenses.

(b) For the nine months ended September 30, 2024, the employees' compensation and directors' remuneration were estimated and accrued based on the Company's Articles of Incorporation of distributable profit of current year as of the end of reporting period. Employees' compensation and directors' remuneration for 2023 amounted to \$67,500 and \$13,400,

respectively, as resolved at the meeting of the Board of Directors. The difference in employees' compensation and directors' remuneration for 2023 amounting to \$1,120 and \$124, respectively, had been adjusted in the profit or loss for 2024.

C. Information about the appropriation of employees' compensation and directors' remuneration by the Company as resolved by the Board of Directors and stockholders will be posted in the 'Market Observation Post System' at the website of the Taiwan Stock Exchange.

(27) Income tax

A. Components of income tax expense:

(a) Components of income tax expense:

	Three months ended September 30,	
	2024	2023
Current tax:		
Current tax on profit for the period	\$ 82,922	\$ 91,637
Effect from Alternative Minimum Tax	(19,128)	-
Prior year income tax (over) under estimation	-	-
Deferred tax:		
Origination and reversal of temporary differences	(14,143)	(3,201)
Income tax expense	<u>\$ 49,651</u>	<u>\$ 88,436</u>

	Nine months ended September 30,	
	2024	2023
Current tax:		
Current tax on profit for the period	\$ 176,967	\$ 197,122
Effect from Alternative Minimum Tax	-	-
Prior year income tax (over) under estimation	(1,169)	2,709
Deferred tax:		
Origination and reversal of temporary differences	(41,713)	(6,068)
Income tax expense	<u>\$ 134,085</u>	<u>\$ 193,763</u>

(b) The income tax credit relating to components of other comprehensive income is as follows:

	Three months ended September 30,	
	2024	2023
Currency translation differences	(<u>\$ 1,550</u>)	(<u>\$ 3,696</u>)
	Nine months ended September 30,	
	2024	2023
Currency translation differences	<u>\$ 2,967</u>	<u>(\$ 3,096)</u>

B. The Company's and its domestic subsidiaries' assessed and approved income tax returns are as follows:

	<u>Latest Year Assessed by Tax Authority</u>
The Company, Gash Point, NOWnews, Bjolly, Conetter, Ants' Power, Gamania Xchanger (Note 2), Gamania Asia, Ciirco, WeBackers, Hidol (Note 3), VieFor (Note 1), GAMA PAY, Madsugr, Jollybuy, Jollywiz, The China Post, Walkermedia, Coture New Media and Two Tigers	2022
Digicentre	2021
Note 1: The subsidiary, Fundation Digital Entertainment Co., Ltd. (Fundation), changed its name to VieFor Co., Ltd. (VieFor) on February 26, 2024.	
Note 2: The subsidiary, Indiland Co., Ltd. (Indiland), changed its name to Gamania Xchanger Co., Ltd. (Gamania Xchanger) on June 7, 2024.	
Note 3: The subsidiary, Bean Go! Co., Ltd. (Bean Go!), changed its name to Hidol Co., Ltd. (Hidol) on July 3, 2024.	

(28) Earnings per share

	<u>Three months ended September 30, 2024</u>		
	<u>Amount after tax</u>	<u>Weighted average number of ordinary shares outstanding (shares in thousands)</u>	<u>Earnings per share (in dollars)</u>
<u>Basic earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	\$ 331,666	175,494	\$ 1.89
<u>Diluted earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	\$ 331,666	-	
Assumed conversion of all dilutive potential ordinary shares			
Employees' compensation (Note)	-	3,421	
Profit attributable to ordinary shareholders of the parent plus assumed conversion of all dilutive potential ordinary shares	\$ 331,666	178,915	\$ 1.85

Three months ended September 30, 2023

	<u>Amount after tax</u>	<u>Weighted average number of ordinary shares outstanding (shares in thousands)</u>	<u>Earnings per share (in dollars)</u>
<u>Basic earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	\$ 186,485	175,494	\$ 1.06
<u>Diluted earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	\$ 186,485	-	
Assumed conversion of all dilutive potential ordinary shares			
Employees' compensation (Note)	-	1,195	
Profit attributable to ordinary shareholders of the parent plus assumed conversion of all dilutive potential ordinary shares	<u>\$ 186,485</u>	<u>176,689</u>	<u>\$ 1.06</u>

Nine months ended September 30, 2024

	<u>Amount after tax</u>	<u>Weighted average number of ordinary shares outstanding (shares in thousands)</u>	<u>Earnings per share (in dollars)</u>
<u>Basic earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	\$ 2,280,129	175,494	\$ 12.99
<u>Diluted earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	\$ 2,280,129	-	
Assumed conversion of all dilutive potential ordinary shares			
Employees' compensation (Note)	-	3,618	
Profit attributable to ordinary shareholders of the parent plus assumed conversion of all dilutive potential ordinary shares	<u>\$ 2,280,129</u>	<u>179,112</u>	<u>\$ 12.73</u>

Nine months ended September 30, 2023			
	Amount after tax	Weighted average number of ordinary shares outstanding (shares in thousands)	Earnings per share (in dollars)
<u>Basic earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	\$ 589,785	175,494	\$ 3.36
<u>Diluted earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	\$ 589,785	-	
Assumed conversion of all dilutive potential ordinary shares			
Employees' compensation (Note)	-	1,682	
Profit attributable to ordinary shareholders of the parent plus assumed conversion of all dilutive potential ordinary shares	\$ 589,785	177,176	\$ 3.33

Note: Effective January 1, 2008, as employees' compensation could be distributed in the form of stock, the diluted EPS computation shall include those estimated shares that would increase from employees' stock compensation issuance in the weighted-average number of common shares outstanding during the reporting period, taking into account the dilutive effects of stock compensation on potential common shares; whereas, basic EPS shall be calculated based on the weighted-average number of common shares outstanding during the reporting period that include the shares of employees' stock compensation for the appropriation of prior year earnings, which have already been resolved at the shareholders' meeting held in the reporting period. Since capitalisation of employees' compensation no longer belongs to distribution of stock dividends (or retained earnings and capital reserve capitalised), the calculation of basic EPS and diluted EPS for all periods presented shall not be adjusted retroactively.

(29) Transactions with non-controlling interest

The Group did not subscribe to the capital increase raised by a subsidiary proportionally to its interest in the subsidiary.

A. The subsidiaries, JollyBuy, NONnews and GAMA PAY, issued new shares for the nine months ended September 30, 2024. However, the Group did not acquire additional shares proportionately to its interest, thus, the share ownership increased by 0.31%, 2.83% and 1.1%, respectively. The impact of the transaction attributed to owners of parent is as follows:

	<u>NOWnews Network</u>	<u>JollyBuy</u>
	<u>Nine months ended September 30,</u>	
	<u>2024</u>	<u>2024</u>
Increase in carrying amount of non-controlling interest	(\$ 18,672)	(\$ 406)
Retained earnings - changes in parent's ownership interest in subsidiary	(\$ 18,672)	(\$ 406)

	<u>GAMA PAY</u>
	<u>Nine months ended</u>
	<u>September 30, 2024</u>
Increase in carrying amount of non-controlling interest	\$ 3,176
Retained earnings - changes in parent's ownership interest in subsidiary	\$ 3,176

B. The subsidiary, AMI, issued ordinary shares without consideration for the three months ended March 31, 2023. Therefore, the share ownership of the Group decreased by 2.12%. The subsidiary, JollyBuy and NOWnews, issued new shares for the six months ended June 30, 2023. However, the Group did not acquire additional shares proportionately to its interest, thus, the share ownership increased by 0.18% and 1.64%, respectively. The impact of the transaction attributed to owners of parent is as follows:

	<u>JollyBuy</u>	<u>AMI</u>
	<u>Nine months ended September 30,</u>	
	<u>2023</u>	<u>2023</u>
Cash	\$ 913	\$ -
Increase in carrying amount of non-controlling interest	(1,011)	(5,271)
Capital surplus - changes in parent's ownership interest in subsidiary	(\$ 98)	(\$ 5,271)

	<u>NOWnews</u>
	<u>Nine months ended</u>
	<u>September 30, 2023</u>
Cash	\$ -
Increase in carrying amount of non-controlling interest	(8,896)
Retained earnings - changes in parent's ownership interest in subsidiary	(\$ 8,896)

C. The liquidation of the subsidiary, MadSugr, was completed in the second quarter of 2023, which resulted in a decrease in the carrying amount of non-controlling interest by \$2,983.

(30) Supplemental cash flow information

A. Investing activities with partial cash payments:

	Nine months ended September 30,	
	2024	2023
Acquisition of property, plant and equipment	\$ 94,274	\$ 94,948
Add: Opening balance of other payables	64,773	35,478
Less: Ending balance of other payables	(4,109)	(30,596)
Cash paid during the period	<u>\$ 154,938</u>	<u>\$ 99,830</u>

	Nine months ended September 30,	
	2024	2023
Acquisition of intangible assets	\$ 179,767	\$ 345,836
Add: Opening balance of other payables	89,764	4,019
Less: Ending balance of other payables	(43,998)	(86,250)
Cash paid during the period	<u>\$ 225,533</u>	<u>\$ 263,605</u>

- B. The Company sold its 16% equity interest in the subsidiary, Gash Point, on May 15, 2024, and did not participate in the cash capital increase of Gash Point on June 26, 2024, resulting in a decrease in its shareholding ratio in Gash Point to 41.11%, and the Group lost its control over Gash Point. For information about disposal of subsidiary, refer to Note 4(3)B. - Note 9. The details of the consideration received from the transaction (including cash and cash equivalents) and assets and liabilities relating to the subsidiary are as follows:

	<u>June 26, 2024</u>
Purchase consideration	
Cash	\$ 640,000
Carrying amount of the assets and liabilities of the subsidiary	
- Gash Point Company	
Cash	2,273,665
Financial assets at amortised cost	23,000
Accounts receivable	785
Other receivables	812,807
Inventory	83
Prepayments	239,589
Income tax assets	6,836
Other current assets	373
Property, plant and equipment	11,327
Intangible assets	13,139
Right-of-use assets	66
Deferred income tax assets	1,778
Guarantee deposits paid	265
Other non-current assets	120
Current contract liabilities	(741)
Accounts payable	(7,048)
Other payables	(2,084,342)
Income tax liabilities	(16,383)
Other current liabilities	(627,257)
Lease liabilities	(66)
Deferred income tax liabilities	(72,780)
Other non-current liabilities	(2,777)
Total identifiable net assets	<u>\$ 572,439</u>

(31) Business combinations

- A. The Company held a 30% equity interest in WalkerMedia Co., Ltd. and on June 30, 2023, the subsidiary, NOWnews, acquired a 70% equity interest in WalkerMedia for a cash consideration of \$11,152. Consequently, the Group obtained control over WalkerMedia as it held 87% equity interest. WalkerMedia is engaged in creating media content for food tourism.
- B. The following table summarises the consideration paid for WalkerMedia and the fair values of the assets acquired and liabilities assumed at the acquisition date, as well as the non-controlling interest's proportionate share of the recognised amounts of acquiree's identifiable net assets at the acquisition date:

	<u>June 30, 2023</u>
Purchase consideration	
Cash	\$ 11,152
Fair value of equity interest in WalkerMedia held before the business combination	1,791
Non-controlling interest's proportionate share of the recognised amounts of acquiree's identifiable net assets	<u>772</u>
	<u>13,715</u>
Fair value of the identifiable assets acquired and liabilities assumed	
Cash	6,786
Accounts receivable	2,259
Other receivables	1,393
Prepayments	332
Property, plant and equipment	436
Intangible assets	38
Right-of-use assets	60
Other non-current assets	60
Current contract liabilities	(190)
Accounts payable	(894)
Other payables	(3,964)
Other current liabilities	(282)
Lease liabilities	<u>(63)</u>
Total identifiable net assets	<u>5,971</u>
Goodwill	<u>\$ 7,744</u>

C. The operating revenue included in the consolidated statement of comprehensive income since June 30, 2023 contributed by WalkerMedia was \$0. WalkerMedia also contributed profit before income tax of \$0 over the same period. Had WalkerMedia been consolidated from January 1, 2023, the consolidated statement of comprehensive income would show operating revenue of \$7,803,726 and profit before income tax of \$771,443.

(32) Changes in liabilities from financing activities

In accordance with amendments to IAS 7, 'Disclosure initiative', movements for the nine months ended September 30, 2024 and 2023 are as follows:

	Short-term borrowings	Lease liabilities	Liabilities from financing activities-activities-gross
January 1, 2024	\$ 90,039	\$ 89,480	\$ 179,519
Changes in cash flow from financing activities	130,000	(31,700)	98,300
Disposal of subsidiaries	-	(66)	(66)
Impact of changes in foreign exchange rate	(32)	13	(19)
Changes in other non-cash items			
Increase in right-of-use assets	-	61,695	61,695
Termination of right-of-use assets	-	(1,121)	(1,121)
September 30, 2024	<u>\$ 220,007</u>	<u>\$ 118,301</u>	<u>\$ 338,308</u>

	Short-term borrowings	Lease liabilities	Liabilities from financing activities-activities-gross
January 1, 2023	\$ 91,760	\$ 74,103	\$ 165,863
Changes in cash flow from financing activities	249,116	(25,516)	223,600
Business combinations	-	63	63
Impact of changes in foreign exchange rate	4,661	198	4,859
Changes in other non-cash items			
Increase in right-of-use assets	-	50,227	50,227
Termination of right-of-use assets	-	(63)	(63)
September 30, 2023	<u>\$ 345,537</u>	<u>\$ 99,012</u>	<u>\$ 444,549</u>

7. RELATED PARTY TRANSACTIONS

(1) Parent and ultimate controlling party

As the Company's shares are widely held, the Company has no ultimate parent company and ultimate controlling party.

(2) Names of related parties and relationship with the Company

<u>Names of related parties</u>	<u>Relationship with the Company</u>
Pri-One Marketing Co., Ltd.	Associate
GungHo Gamania Co., Limited	"
Jsdway Digital Technology Co., Ltd.	"
Aotter Inc.	"
Store Marais Co., Ltd.	"
Walker Media Co., Ltd.	Associate (Note 1)
Gash Point Co., Ltd. (Gash Point)	Associate (Note 2)
Gash Point (HK) Company Limited (Gash Point Hong Kong)	"

Names of related parties	Relationship with the Company
Gash Point Korea Co., Ltd.	Associate (Note 2)
Gamania Cheer Up Foundation	Other related party
Wanwin International Co., Ltd. (Wanwin)	"
Simsense Technology Sdn. Bhd.	"

Note 1: On June 30, 2023, the subsidiary, NOWnews, acquired a 70% equity interest in WalkerMedia, which became a subsidiary of the Group. The disclosures included related party transactions until June 29, 2023.

Note 2: The Company lost its control over Gash Point on June 26, 2024, and became one of the associates of the Group. Consequently the subsidiaries who were originally held by Gash Point were also transferred from being accounted for as subsidiaries to associates.

(3) Significant transactions and balances with related parties

A. Operating revenue

	Three months ended September 30,	
	2024	2023
Sales of goods:		
Associates	\$ 3,941	\$ -
Other related parties	5,877	3,677
	<u>\$ 9,818</u>	<u>\$ 3,677</u>
Sales of services:		
Associates	\$ 18,042	\$ 2,295
Other related parties	4,157	47,117
	<u>\$ 22,199</u>	<u>\$ 49,412</u>
	Nine months ended September 30,	
	2024	2023
Sales of goods:		
Associates	\$ 4,506	\$ 6
Other related parties	17,540	13,133
	<u>\$ 22,046</u>	<u>\$ 13,139</u>
Sales of services:		
Associates	\$ 20,314	\$ 6,309
Other related parties	114,965	132,061
	<u>\$ 135,279</u>	<u>\$ 138,370</u>

(a) Sales of goods are on-line games revenue generated from game cards sold by associates and sales revenue of server room equipment in accordance with mutual agreements. The online games revenue has no similar transactions to compare with, and the payment term is the same with non-related parties.

(b) Sales of services are generated from a certain percentage of value-added services provided to related parties, customer services, production of advertisements, and providing IDC service that are in accordance with mutual agreements.

B. Operating costs

	Three months ended September 30,	
	2024	2023
Service costs:		
Associates	\$ 121,964	\$ -
Other related parties	1,653	1,318
	<u>\$ 123,617</u>	<u>\$ 1,318</u>
	Nine months ended September 30,	
	2024	2023
Service costs:		
Associates	\$ 121,964	\$ 10
Other related parties	4,922	4,258
	<u>\$ 126,886</u>	<u>\$ 4,268</u>

Service costs arise from the sales of services. All abovementioned costs are based on mutual agreement.

C. Operating expense (shown in selling expenses, general and administrative expenses and research and development expenses)

	Three months ended September 30,	
	2024	2023
Associates	\$ 7,732	\$ 6,668
Other related parties	1,628	6,459
	<u>\$ 9,360</u>	<u>\$ 13,127</u>
	Nine months ended September 30,	
	2024	2023
Associates	\$ 17,076	\$ 22,670
Other related parties	10,873	19,508
	<u>\$ 27,949</u>	<u>\$ 42,178</u>

The above includes expenses paid to associates and other related parties for the Company's advertisements and game development, which were based on mutual agreements.

D. Donation (shown in general and administrative expenses)

	Three months ended September 30,	
	2024	2023
Other related party		
Gamania Cheer Up Foundation	\$ 5,000	\$ 5,000

	Nine months ended September 30,	
	2024	2023
Other related party		
Gamania Cheer Up Foundation	\$ 18,000	\$ 14,000

The Group made donations in support of projects for caring and encouraging the youth which had been resolved by the Board of Directors.

E. Receivables

	September 30, 2024	December 31, 2023	September 30, 2023
Accounts receivable:			
Associates			
Gash Point	\$ 1,461,672	\$ -	\$ -
Gash Point Hong Kong	49,930	-	-
Others	11,267	11,430	11,076
Other related parties	5,936	2,716	4,283
	<u>1,528,805</u>	<u>14,146</u>	<u>15,359</u>
Less: Loss allowance	(10,578)	-	-
	<u>\$ 1,518,227</u>	<u>\$ 14,146</u>	<u>\$ 15,359</u>
Other receivables:			
Associates	\$ 2,401	\$ 2,234	\$ 2,235
Other related parties	369	78	51
	<u>2,770</u>	<u>2,312</u>	<u>2,286</u>
Less: Loss allowance	(2,234)	-	-
	<u>\$ 536</u>	<u>\$ 2,312</u>	<u>\$ 2,286</u>

(a) Accounts receivable arise mainly from online game cards sold by associate for the Group, and from revenue for services, advertising, and IDC services provided by the Group to related parties. Accounts receivable were not pledged as collateral, not subject to interest and no allowance was provided on such receivables.

(b) Other receivables arise mainly from rent receivable from associates and payments on behalf of others.

F. Payables

	September 30, 2024	December 31, 2023	September 30, 2023
Accounts payable:			
Associates			
Gash Point	\$ 29,872	\$ -	\$ -
Others	11	1	1
Other related parties	1,791	2,485	1,239
	<u>\$ 31,674</u>	<u>\$ 2,486</u>	<u>\$ 1,240</u>

	<u>September 30, 2024</u>	<u>December 31, 2023</u>	<u>September 30, 2023</u>
Other payables:			
Associates	\$ 6,280	\$ 3,806	\$ 5,994
Other related parties	<u>2,297</u>	<u>525,960</u>	<u>522,089</u>
	<u>\$ 8,577</u>	<u>\$ 529,766</u>	<u>\$ 528,083</u>

(a) Accounts payable are payables for costs relating to service revenue and are due 60 days after the purchase. The payables do not bear interest.

(b) Other payables are accrued service cost, and payables for mobile games development and advertisements.

G. Property transactions

Disposal of financial assets

			<u>Nine months ended September 30, 2024</u>	
<u>Accounts</u>	<u>No. of shares</u>	<u>Objects</u>	<u>Proceeds</u>	<u>Gain</u>
Wanwin Investments accounted for under equity method	2,400,000	Gash Point	<u>\$ 640,000</u>	<u>\$ 564,390</u>

The transaction price of the disposal of financial assets is based on the last audited financial statements. The Group consulted with independent auditors to express an opinion on the reasonableness of the transaction price.

(4) Key management compensation

		<u>Three months ended September 30,</u>	
		<u>2024</u>	<u>2023</u>
Short-term employee benefits		\$ 31,673	\$ 28,950
Post-employment benefits		<u>27</u>	<u>27</u>
		<u>\$ 31,700</u>	<u>\$ 28,977</u>
		<u>Nine months ended September 30,</u>	
		<u>2024</u>	<u>2023</u>
Short-term employee benefits		\$ 255,383	\$ 83,865
Post-employment benefits		<u>81</u>	<u>81</u>
		<u>\$ 255,464</u>	<u>\$ 83,946</u>

8. PLEDGED ASSETS

The Group's assets pledged as collateral are as follows:

<u>Pledged assets</u>	<u>Book value</u>			<u>Pledge purpose</u>
	<u>September 30, 2024</u>	<u>December 31, 2023</u>	<u>September 30, 2023</u>	
Other current assets				
Demand deposits	\$ 96,727	\$ 107,566	\$ 144,374	Trusted electronic payment accounts
Financial assets at amortised cost-current				
Demand deposits	5,700	16,011	30,000	Performance bond of on-line game card's standard contracts / Performance bond of stickers and Guarantee for short-term borrowing facility
Time deposits	11,021	32,950	100,366	Guarantee for short-term borrowing facility / Credit card merchant and Performance of credit card service
Financial assets at amortised cost - non-current				
Demand deposits	725	725	-	Performance bond
Property, plant and equipment				
Land	2,246,082	2,246,082	2,246,082	Short-term and long-term loans / Credit lines
Buildings and structures	237,307	241,540	242,951	Short-term and long-term / Credit lines
	<u>\$ 2,597,562</u>	<u>\$ 2,644,874</u>	<u>\$ 2,763,773</u>	

9. SIGNIFICANT CONTINGENT LIABILITIES AND UNRECOGNISED CONTRACT COMMITMENTS

(1) Contingencies

None.

(2) Commitments

A. The Group contracted the use of cable lines, T1 and T3, with rental charges based on utilisation. In addition, the Group contracted with several on-line game vendors and will pay royalty based on actual usage.

B. The Group entered into a contract with the theatrical producer, with a total contract consideration of \$126,000. As of September 30, 2024, the amount contracted but not yet paid was \$97,496.

10. SIGNIFICANT DISASTER LOSS

None.

11. SIGNIFICANT EVENTS AFTER THE BALANCE SHEET DATE

On November 6, 2024, the Company's board of directors has approved to increase shares issued by the subsidiary, Jollybuy, of up to a maximum of \$40,000.

12. OTHERS

(1) Capital risk management

The Group's principal objectives when managing capital are to maintain an integrity credit rating and a good capital structure to support operations and maximise stockholders' equity. In order to maintain or adjust the capital structure, the Group may adjust the amount of dividends paid to shareholders.

(2) Financial instruments

A. Financial instruments by category

	<u>September 30, 2024</u>	<u>December 31, 2023</u>	<u>September 30, 2023</u>
<u>Financial assets</u>			
Financial assets at fair value through profit or loss			
Financial assets designated at fair value through profit or loss	\$ -	\$ 15,000	\$ 15,000
Financial assets at fair value through other comprehensive income			
Designation of equity instruments	\$ 112,141	\$ 112,874	\$ 113,755
<u>Financial assets at amortised cost</u>			
Cash and cash equivalents	\$ 1,601,560	\$ 3,157,380	\$ 3,565,828
Financial assets at amortised cost	17,446	89,702	130,366
Notes receivable	2,431	64	35
Accounts receivable (including related parties)	1,986,330	618,623	637,654
Other receivables (including related parties)	72,186	657,483	511,611
Other financial assets	96,727	107,566	144,374
Guarantee deposits paid	44,079	43,954	40,987
	<u>\$ 3,820,759</u>	<u>\$ 4,674,772</u>	<u>\$ 5,030,855</u>
<u>Financial liabilities</u>			
<u>Financial liabilities at amortised cost</u>			
Short-term borrowings	\$ 220,007	\$ 90,039	\$ 345,537
Accounts payable (including related parties)	1,005,039	616,369	682,886
Other payables (including related parties)	1,053,277	2,685,837	2,606,223
Guarantee deposits received	8,824	15,814	16,310
	<u>\$ 2,287,147</u>	<u>\$ 3,408,059</u>	<u>\$ 3,650,956</u>
Lease liability	<u>\$ 118,301</u>	<u>\$ 89,480</u>	<u>\$ 99,012</u>

B. Financial risk management policies

The Group's activities expose it to a variety of financial risks, including market risk (including foreign exchange risk, interest rate risk and price risk), credit risk and liquidity risk. The Group's risk management program considers the effect of economic environment, competition and market value risk. The Group attains to the best risk position, holds appropriate liquidity position and centers on management of all the market risks. To reach the objective of risk management, the Group's hedged activities are focused on the market value risk and the cash flow risk.

C. Significant financial risks and degrees of financial risks

(a) Market risk

Foreign exchange risk

- i. Each of the entities in the Group operates in different countries and is exposed to foreign exchange risk arising from various currency exposures, primarily with respect to the USD. Foreign exchange risk arises from future commercial transactions, recognised assets and liabilities and net investments in foreign operations.
- ii. Management has set up a policy to require group companies to manage their foreign exchange risk against their functional currency. To manage their foreign exchange risk arising from future commercial transactions and recognised assets and liabilities, the Group set the natural hedging as principle. Foreign exchange risk arises when future commercial transactions, recognised assets or liabilities are denominated in a currency that is not the entity's functional currency.
- iii. The Group's businesses involve some non-functional currency operations. The information on assets and liabilities denominated in foreign currencies of each entity in the Group whose values would be materially affected by the exchange rate fluctuations is as follows:

September 30, 2024			
(Foreign currency: Functional currency)	Foreign currency		Book value (NTD)
	amount (in thousands)	Exchange rate	
<u>Financial assets</u>			
<u>Monetary items</u>			
USD:NTD	\$ 5,534	31.650	\$ 175,151
HKD:USD (Note)	5,686	0.129	23,215
RMB:USD (Note)	28,370	0.143	128,401
USD:HKD (Note)	28,533	7.767	903,084
<u>Non-monetary items</u>			
USD:NTD	1,553	31.650	49,317
HKD:NTD	111,871	4.075	455,875
<u>Financial liabilities</u>			
<u>Monetary items</u>			
RMB:USD (Note)	14,630	0.143	66,215
USD:HKD (Note)	15,389	7.767	487,070
December 31, 2023			
(Foreign currency: Functional currency)	Foreign currency		Book value (NTD)
	amount (in thousands)	Exchange rate	
<u>Financial assets</u>			
<u>Monetary items</u>			
USD:NTD	\$ 6,595	30.705	\$ 202,499
HKD:USD (Note)	47,099	0.128	185,110
RMB:USD (Note)	33,995	0.141	147,178
NTD:USD (Note)	48,004	0.033	48,004
JPY:USD (Note)	58,411	0.007	12,734
EUR:USD (Note)	970	0.904	26,925
USD:HKD (Note)	5,380	7.815	165,194
<u>Non-monetary items</u>			
USD:NTD	11,766	30.705	361,263
KRW:NTD	1,221,083	0.024	29,306
JPY:NTD	127,429	0.217	27,652
HKD:NTD	122,709	3.929	482,123
<u>Financial liabilities</u>			
<u>Monetary items</u>			
USD:NTD	2,201	30.705	67,582
HKD:USD (Note)	12,587	0.128	49,470
RMB:USD (Note)	14,071	0.141	60,919
USD:HKD (Note)	583	7.815	17,901

September 30, 2023

(Foreign currency: Functional currency)	Foreign currency amount (in thousands)	Exchange rate	Book value (NTD)
<u>Financial assets</u>			
<u>Monetary items</u>			
USD:NTD	\$ 2,852	32.270	\$ 92,034
HKD:NTD	2,837	4.123	11,697
JPY:NTD	53,786	0.216	11,618
HKD:USD (Note)	58,149	0.128	240,188
RMB:USD (Note)	50,063	0.137	221,328
NTD:USD (Note)	40,246	0.031	40,246
EUR:USD (Note)	514	0.952	15,791
USD:HKD (Note)	7,776	7.827	250,937
JPY:NTD (Note)	78,627	0.007	17,761
<u>Non-monetary items</u>			
USD:NTD	11,431	32.270	368,865
KRW:NTD	1,180,167	0.024	28,324
JPY:NTD	124,917	0.216	26,982
HKD:NTD	119,223	4.123	491,555
<u>Financial liabilities</u>			
<u>Monetary items</u>			
USD:NTD	4,515	32.270	145,699
HKD:USD (Note)	18,170	0.128	75,052
RMB:USD (Note)	17,435	0.137	77,080
USD:HKD (Note)	566	7.827	18,265

Note: Considering the functional currency of certain consolidated entities was not NTD, they should be considered when disclosed.

- iv. The total exchange gain, including realised and unrealised, arising from significant foreign exchange variation on the monetary items held by the Group for the three months ended September 30, 2024 and 2023 and nine months ended September 30, 2024 and 2023 amounted to \$9,519, \$4,932, \$14,242 and \$6,742, respectively.

Analysis of foreign currency market risk arising from significant foreign exchange rate fluctuations is as follows:

Nine months ended September 30, 2024			
Sensitivity analysis			
(Foreign currency: Functional currency)	Extent of variation	Effect on profit or loss	Effect on other comprehensive income
<u>Financial assets</u>			
<u>Monetary items</u>			
USD:NTD	1%	\$ 1,752	\$ -
HKD:USD (Note)	1%	232	-
RMB:USD (Note)	1%	1,284	-
USD:HKD (Note)	1%	9,031	-
<u>Financial liabilities</u>			
<u>Monetary items</u>			
RMB:USD (Note)	1%	662	-
USD:HKD (Note)	1%	4,871	-
Nine months ended September 30, 2023			
Sensitivity analysis			
(Foreign currency: Functional currency)	Extent of variation	Effect on profit or loss	Effect on other comprehensive income
<u>Financial assets</u>			
<u>Monetary items</u>			
USD:NTD	1%	\$ 920	\$ -
HKD:NTD	1%	117	-
HKD:USD (Note)	1%	2,402	-
JPY:NTD	1%	116	-
RMB:USD (Note)	1%	2,213	-
NTD:USD (Note)	1%	402	-
JPY:USD (Note)	1%	178	-
EUR:USD (Note)	1%	158	-
USD:HKD (Note)	1%	2,509	-
<u>Financial liabilities</u>			
<u>Monetary items</u>			
USD:NTD	1%	1,457	-
HKD:USD (Note)	1%	751	-
RMB:USD (Note)	1%	771	-
USD:HKD (Note)	1%	183	-

Note: Considering the functional currency of certain consolidated entities was not NTD, they should be considered when disclosed.

Price risk

- i. The Group's equity securities, which are exposed to price risk, are the held financial assets at fair value through profit or loss and financial assets at fair value through other comprehensive income. To manage its price risk arising from investments in equity securities, the Group diversifies its portfolio. Diversification of the portfolio is done in accordance with the limits set by the Group.
- ii. The Group's investments in equity securities comprise shares and open-end funds issued by the domestic companies. The prices of equity securities would change due to the change of the future value of investee companies. However, the Group has set stop-loss amounts for those assets; therefore, no material market risk is expected. If the prices of these equity securities had increased by 1% with all other variables held constant, post-tax profit for the nine months ended September 30, 2024 and 2023 would have increased/decreased by \$0 and \$150, respectively, as a result of gains/losses on equity securities classified as at fair value through profit or loss. Other comprehensive income or loss for the nine months ended September 30, 2024 and 2023 would have increased by \$1,121 and \$1,138, respectively, as a result of comprehensive income on equity investment classified as financial asset at fair value through other comprehensive income.

Cash flow and fair value interest rate risk

- i. The Group's interest rate risk arises from borrowings issued at variable rates and expose the Group to cash flow interest rate risk. The interest rates for short-term borrowings of the Group are mainly floating rate and for long-term borrowings are fixed and variable rates. During the nine months ended September 30, 2024 and 2023, the Group's borrowings at variable rate were denominated in NTD.
- ii. At September 30, 2024, December 31, 2023 and September 30, 2023, if interest rates on borrowings had been 1% higher/lower with all other variables held constant, post-tax profit for the nine months ended September 30, 2024 and 2023 would have been \$23 and \$25 lower/higher, respectively, mainly as a result of higher/lower interest expense on floating rate borrowings.

(b) Credit risk

- i. Credit risk refers to the risk of financial loss to the Group arising from default by the clients or counterparties of financial instruments on the contract obligations. The main factor is that counterparties could not repay in full the accounts receivable based on the agreed terms and the contract cash flows of debt instruments stated at amortised cost.
- ii. According to the Group's credit policy, each local entity in the Group is responsible for managing and analysing the credit risk for each of their new clients before standard payment and delivery terms and conditions are offered. The internal risk control

management evaluates the credit quality of the customers, taking into account their financial position, past experience and other factors. Individual risk limits are set based on ratings from accounting and administration departments in accordance with limits set by the Board of Directors. The utilisation of credit limits is regularly monitored. Credit risk mainly arose from debt instruments stated at amortised cost and receivables generated from operating activity. Only banks and financial institutions with optimal credit ratings are accepted.

- iii. The Group adopts assumptions under IFRS 9 to assess whether there has been a significant increase in credit risk on that instrument since initial recognition. When the payment is past due 30 days based on the contract terms, there is a significant increase in credit risk on financial assets since initial recognition.
- iv. In line with credit risk management procedure, the default occurs when the Group expects that payments cannot be collected and reclassified as overdue receivables.
- v. The Group classifies customer's accounts receivable and contract assets in accordance with product types. The Group applies the simplified approach using the provision matrix to estimate expected credit loss.
- vi. The Group wrote-off the financial assets, which cannot be reasonably expected to be recovered, after initiating recourse procedures. However, the Group will continue executing the recourse procedures to secure their rights. On September 30, 2024, the Group has no written-off financial assets that are still under recourse procedures.
- vii. The Group uses the forecastability to adjust historical and timely information to assess the default possibility of accounts receivable (including related parties) and other receivables (including related parties). On September 30, 2024, December 31, 2023 and September 30, 2023, the provision matrix is as follows:

	September 30, 2024		
	Expected loss rate	Total book value	Loss allowance
Not past due	0.55%~3.55%	\$ 1,323,836	\$ 3,668
Up to 30 days	1.00%~9.16%	645,651	141
31 to 60 days	1.02%~16.59%	63,871	121
61 to 90 days	13.15%~31.94%	23,728	64
91 to 120 days	25.01%~90.58%	810	20
Over 121 days	1.85%~100%	22,850	18,216
		<u>\$ 2,080,746</u>	<u>\$ 22,230</u>

	December 31, 2023		
	<u>Expected loss rate</u>	<u>Total book value</u>	<u>Loss allowance</u>
Not past due	0.01%~1.87%	\$ 1,179,375	\$ 1,978
Up to 30 days	0.45%~6.87%	49,289	407
31 to 60 days	0.13%~34.34%	10,621	584
61 to 90 days	0.66%~19.36%	10,494	632
91 to 120 days	3.82%~88.99%	9,135	2,698
Over 121 days	1.91%~100%	31,944	8,453
		<u>\$ 1,290,858</u>	<u>\$ 14,752</u>

	September 30, 2023		
	<u>Expected loss rate</u>	<u>Total book value</u>	<u>Loss allowance</u>
Not past due	0.03%~2.18%	\$ 1,031,070	\$ 298
Up to 30 days	0.69%~6.87%	42,400	420
31 to 60 days	0.70%~0.81%	21,685	66
61 to 90 days	1.14%~22.67%	13,195	714
91 to 120 days	1.22%~37.71%	7,991	345
Over 121 days	72.24%~100%	44,060	26,938
		<u>\$ 1,160,401</u>	<u>\$ 28,781</u>

Note: The above does not include overdue receivables. All the overdue receivables had been provided with loss allowance.

- viii. Movements in relation to the Group applying the simplified approach to provide loss allowance for accounts receivable (including related parties overdue receivables) and other receivables (including related parties) are as follows:

	2024		
	<u>Accounts receivable</u>	<u>Other receivables</u>	<u>Total</u>
At January 1	\$ 158,745	\$ 5,395	\$ 164,140
Provision for impairment loss	10,719	4,270	14,989
Write-offs	(21,213)	-	(21,213)
Disposal of subsidiaries	(1,660)	(7,513)	(9,173)
Effect of exchange rate changes	854	82	936
At September 30	<u>\$ 147,445</u>	<u>\$ 2,234</u>	<u>\$ 149,679</u>

	2023		
	Accounts receivable	Other receivables	Total
At January 1	\$ 161,560	\$ 2,253	\$ 163,813
Provision for impairment loss	1,585	1,902	3,487
Write-off	(10,635)	-	(10,635)
Effect of business combinations	37	-	37
Effect of exchange rate changes	1,026	90	1,116
At September 30	<u>\$ 153,573</u>	<u>\$ 4,245</u>	<u>\$ 157,818</u>

For provisioned loss for the three months ended September 30, 2024 and 2023 and nine months ended September 30, 2024 and 2023, the impairment for gain (losses) arising from customers' contracts were \$449, (\$384), (\$14,989) and (\$3,487), respectively.

(c) Liquidity risk

- i. Cash flow forecasting is performed in the operating entities of the Group and aggregated by the capital management department. Group treasury monitors rolling forecasts of the Group's liquidity requirements to ensure that it has sufficient cash to meet operational needs.
- ii. The table below is the Group's non-derivative financial liabilities which is presented based on the remaining period at the balance sheet date to the contract maturity date and undiscounted maturity amount based on the maturity date:

Non-derivative financial liabilities

September 30, 2024	Less than 1 year	Between 1 and 3 year(s)	Over 3 years
Short-term borrowings	\$ 228,821	\$ -	\$ -
Accounts payable	973,365	-	-
Accounts payable - related parties	31,674	-	-
Other payables	1,044,700	-	-
Other payables - related parties	8,577	-	-
Lease liabilities	49,639	57,677	15,568
December 31, 2023	Less than 1 year	Between 1 and 3 year(s)	Over 3 years
Short-term borrowings	\$ 90,123	\$ -	\$ -
Accounts payable	613,883	-	-
Accounts payable - related parties	2,486	-	-
Other payables	2,156,071	-	-
Other payables - related parties	529,766	-	-
Lease liabilities	36,041	45,153	10,583

<u>September 30, 2023</u>	<u>Less than 1 year</u>	<u>Between 1 and 3 year(s)</u>	<u>Over 3 years</u>
Short-term borrowings	\$ 345,537	\$ -	\$ -
Accounts payable	681,646	-	-
Accounts payable - related parties	1,240	-	-
Other payables	2,078,140	-	-
Other payables - related parties	528,083	-	-
Lease liabilities	37,973	49,716	12,926

(3) Fair value information

A. The different levels that the inputs to valuation techniques are used to measure fair value of financial and non-financial instruments have been defined as follows:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date. A market is regarded as active where a market in which transactions for the asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis. The fair value of the Group's investment in listed, OTC and emerging stocks is included in Level 1.

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly. The fair value of the Group's investment in listed and OTC stocks of private placement is included in Level 2.

Level 3: Unobservable inputs for the asset or liability. The fair value of the Group's investment in equity investment without active market is included in Level 3.

B. Financial instruments not measured at fair value

The carrying amounts of cash and cash equivalents, financial assets at amortised cost, notes receivable, accounts receivable (including related parties), other receivables (including related parties), other current assets, guarantee deposits paid, notes payable, accounts payable (including related parties), other payables (including related parties), lease liabilities and guarantee deposits received, are approximate to the fair values.

C. The related information on financial and non-financial instruments measured at fair value by level on the basis of the nature, characteristics and risks of the assets and liabilities is as follows:

<u>September 30, 2024</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Assets				
<u>Recurring fair value measurements</u>				
Financial assets at fair value through other comprehensive income - non-current				
Equity securities	<u>\$ 55,776</u>	<u>\$ -</u>	<u>\$ 56,365</u>	<u>\$ 112,141</u>

<u>December 31, 2023</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Assets				
<u>Recurring fair value measurements</u>				
Financial assets at fair value through profit or loss - TV shows production investing sharing agreement	\$ -	\$ -	\$ 15,000	\$ 15,000
Financial assets at fair value through other comprehensive income - non-current				
Equity securities	\$ 55,776	\$ -	\$ 57,098	\$ 112,874
<u>September 30, 2023</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Assets				
<u>Recurring fair value measurements</u>				
Financial assets at fair value through profit or loss - TV shows production investing sharing agreement	\$ -	\$ -	\$ 15,000	\$ 15,000
Financial assets at fair value through other comprehensive income - non-current				
Equity securities	\$ 55,121	\$ -	\$ 58,634	\$ 113,755

D. The methods and assumptions the Group used to measure fair value are as follows:

- (a) The instruments the Group used market quoted prices as their fair values (that is, Level 1) are listed below by characteristics:

	<u>Open-end fund</u>	<u>Listed (OTC) and emerging stocks</u>
Market quoted price	Net asset value	Closing price

- (b) Except for financial instruments with active markets, the fair value of other financial instruments is measured by using valuation techniques or by reference to counterparty quotes. The fair value of financial instruments measured by using valuation techniques method can be referred to current fair value of instruments with similar terms and characteristics in substance, discounted cash flow method or other valuation methods, including calculated by applying model using market information available at the consolidated balance sheet date.
- (c) For highly complex financial instruments, the fair value is measured by using self-developed valuation model based on the valuation method and technique widely used within the same industry. The valuation model is normally applied to derivative financial instruments, debt instruments with embedded derivatives or securitised instruments. Certain inputs used in the valuation model are not observable at market, and the Group must make reasonable estimates based on its assumptions. The effect of unobservable inputs to the valuation of financial instruments is provided in Notes 12(3) H and I.

- (d) The output of valuation model is an estimated value and the valuation technique may not be able to capture all relevant factors of the Group's financial and non-financial instruments. Therefore, the estimated value derived using valuation model is adjusted accordingly with additional inputs, for example, model risk or liquidity risk and etc. In accordance with the Group's management policies and relevant control procedures relating to the valuation models used for fair value measurement, management believes adjustment to valuation is necessary in order to reasonably represent the fair value of financial and non-financial instruments at the consolidated balance sheet. The inputs and pricing information used during valuation are carefully assessed and adjusted based on current market conditions.
- E. For the nine months ended September 30, 2024 and 2023, there was no transfer between Level 1 and Level 2.
- F. The following chart is the movement of Level 3 for the nine months ended September 30, 2024 and 2023:

	Equity securities	
	2024	2023
At January 1	\$ 72,098	\$ 72,103
Acquired during the period	31,990	-
Losses recognised in profit or loss	(15,000)	-
Losses recognised in other comprehensive income	(34,491)	(3,394)
Effects of foreign exchange	1,768	4,925
At September 30	<u>\$ 56,365</u>	<u>\$ 73,634</u>

- G. Treasury department is in charge of valuation procedures for fair value measurements being categorised within Level 3, which is to verify independent fair value of financial instruments. Such assessment is to ensure the valuation results are reasonable by applying independent information to make results close to current market conditions, confirming the resource of information is independent, reliable and in line with other resources and represented as the exercisable price, and frequently calibrating valuation model, updating inputs used to the valuation model and making any other necessary adjustments to the fair value.
- H. The following is the qualitative information of significant unobservable inputs and sensitivity analysis of changes in significant unobservable inputs to valuation model used in Level 3 fair value measurement:

	Fair value at September 30, 2024	Valuation technique	Significant unobservable input	Range (weighted average)	Relationship of inputs to fair value
Non-derivative equity instruments					
Unlisted and non-OTC shares	\$ 26,941	Net asset value	Not applicable	Not applicable	Not applicable
	29,424	Market comparable companies	Enterprise value to operating income ratio multiple	3.32 (3.32)	The higher the multiple, the higher the fair value
			Discount for lack of marketability	19.8% (19.8%)	The higher the discount for lack of marketability, the lower the fair value
	Fair value at December 31, 2023	Valuation technique	Significant unobservable input	Range (weighted average)	Relationship of inputs to fair value
Non-derivative equity instruments					
Unlisted and non-OTC shares	\$ 57,098	Net asset value	Not applicable	Not applicable	Not applicable
TV shows production investing sharing agreement	15,000	Discounted cash flow method	Discount for lack of marketability	12.86% (12.86%)	The higher the weighted average cost of capital, the lower the fair value

	Fair value at September 30, 2023	Valuation technique	Significant unobservable input	Range (weighted average)	Relationship of inputs to fair value
Non-derivative equity instruments					
Unlisted and non-OTC shares	\$ 58,634	Market comparable companies	Enterprise value to operating income ratio multiple	33.35% (33.35%)	The higher the multiple, the higher the fair value
			Discount for lack of marketability	25% (25%)	The higher the discount for lack of marketability, the lower the fair value
TV shows production investing sharing agreement	15,000	Discounted cash flow method	Weighted average cost of capital	12.64% (12.64%)	The higher the weighted average cost of capital, the lower the fair value

I. The Group has carefully assessed the valuation models and assumptions used to measure fair value. However, use of different valuation models or assumptions may result in different measurement. The following is the effect on profit or loss or on other comprehensive income from financial assets categorised within Level 3 if the inputs used to valuation models have changed:

	Input	Change	September 30, 2024			
			Recognised in profit or loss		Recognised in other comprehensive income	
			Favourable change	Unfavourable change	Favourable change	Unfavourable change
Financial assets						
Equity instruments	Weighted average cost of capital	±1%	\$ -	\$ -	\$ 294	(\$ 294)

		December 31, 2023					
				Recognised in profit or loss		Recognised in other comprehensive income	
		Input	Change	Favourable change	Unfavourable change	Favourable change	Unfavourable change
Financial assets							
Equity instruments	Weighted average cost of capital		±1%	\$ 150	(\$ 150)	\$ -	\$ -
		September 30, 2023					
				Recognised in profit or loss		Recognised in other comprehensive income	
		Input	Change	Favourable change	Unfavourable change	Favourable change	Unfavourable change
Financial assets							
Equity instruments	Discount for lack of marketability		±1%	\$ -	\$ -	\$ 269	(\$ 269)
	Weighted average cost of capital		±1%	150	(150)	-	-

13. SUPPLEMENTARY DISCLOSURES

(1) Significant transactions information

- A. Loans to others: None.
- B. Provision of endorsements and guarantees to others: Refer to table 1.
- C. Holding of marketable securities at the end of the period (not including subsidiaries, associates and joint ventures): Refer to table 2.
- D. Acquisition or sale of the same security with the accumulated cost exceeding \$300 million or 20% of the Company's paid-in capital: Refer to table 3.
- E. Acquisition of real estate reaching \$300 million or 20% of paid-in capital or more: None.
- F. Disposal of real estate reaching \$300 million or 20% of paid-in capital or more: None.
- G. Purchases or sales of goods from or to related parties reaching \$100 million or 20% of paid-in capital or more: Refer to table 4.
- H. Receivables from related parties reaching \$100 million or 20% of paid-in capital or more: Refer to table 5.
- I. Trading in derivative instruments undertaken during the reporting periods: None.
- J. Significant inter-company transactions during the reporting periods: Refer to table 6.

(2) Information on investees

Names, locations and other information of investee companies (not including investees in Mainland China): Refer to table 7.

(3) Information on investments in Mainland China

A. Basic information: Refer to table 8.

B. Significant transactions, either directly or indirectly through a third area, with investee companies in the Mainland Area: None.

(4) Major shareholders information

Major shareholders information: Refer to table 9.

14. OPERATING SEGMENT INFORMATION

(1) General information

A. Management has determined the operating segments based on the reports reviewed by the chief operating decision-maker which are used to make strategic decisions.

B. Because of the change of product classification, the Group's internal business segment was restructured, and accordingly, the prior period information was restated for comparative purposes.

(2) Assessment of segment information

The chief operating decision-maker assesses the performance of the operating segments based on net income or loss of the reporting period.

(3) Information on segment profit (loss), assets and liabilities

The segment information on reportable segments provided to the chief operating decision-maker for the nine months ended September 30, 2024 and 2023 is as follows:

Nine months ended September 30, 2024

	<u>Game</u>	<u>Commerce</u>	<u>Others</u>	<u>Total</u>	
Revenue from external customers	\$ 6,859,719	\$ 796,414	\$ 1,344,774	\$ 9,000,907	
Inter-segment revenue	360,938	399,519	441,938	1,202,395	Note
Segment operating profit (loss)	644,162	60,542 (	203,727)	500,977	
Segment profit (loss), net of tax	2,507,901	48,591 (	272,594)	2,283,898	

Nine months ended September 30, 2023

	<u>Game</u>	<u>Commerce</u>	<u>Others</u>	<u>Total</u>	
Revenue from external customers	\$ 6,141,055	\$ 661,193	\$ 989,652	\$ 7,791,900	
Inter-segment revenue	474,920	287,786	485,218	1,247,924	Note
Segment operating profit (loss)	908,728	51,071 (	198,735)	761,064	
Segment profit (loss), net of tax	821,927	39,605 (	275,282)	586,250	

Note: The transaction had been eliminated in the consolidated financial statements.

(4) Reconciliation information of segment profit (loss)

The segment reports provided to the chief operating decision-maker are measured in a manner consistent with that used for the statement of comprehensive income. There is no difference between the presentation of segment report and income statement and accordingly, no reconciliation is required to be disclosed. The reportable segments of the Group are based on different companies. The reconciliation with Note 6(21) operating revenue is as follows:

	Nine months ended September 30, 2024			
	<u>Game</u>	<u>Commerce</u>	<u>Others</u>	<u>Total</u>
Online and mobile games revenue	\$ 6,850,394	\$ -	\$ -	\$ 6,850,394
Service revenue	9,325	796,414	765,710	1,571,449
Sales revenue	-	-	579,064	579,064
	<u>\$ 6,859,719</u>	<u>\$ 796,414</u>	<u>\$ 1,344,774</u>	<u>\$ 9,000,907</u>

	Nine months ended September 30, 2023			
	<u>Game</u>	<u>Commerce</u>	<u>Others</u>	<u>Total</u>
Online and mobile games revenue	\$ 6,008,005	\$ -	\$ -	\$ 6,008,005
Service revenue	133,050	661,193	479,932	1,274,175
Sales revenue	-	-	509,720	509,720
	<u>\$ 6,141,055</u>	<u>\$ 661,193</u>	<u>\$ 989,652</u>	<u>\$ 7,791,900</u>

Gamania Digital Entertainment Co., Ltd. and Subsidiaries

Provision of endorsements and guarantees to others

Nine months ended September 30, 2024

Table 1

Expressed in thousands of NTD

(Except as otherwise indicated)

Number (Note 1)	Endorser/ guarantor	Party being endorsed/guaranteed		Limit on endorsements/ guarantees provided for a single party	Maximum outstanding endorsement/ guarantee amount as of September 30, 2024	Outstanding endorsement/ guarantee amount at September 30, 2024	Actual amount drawn down	Amount of endorsements/ guarantees secured with collateral	Ratio of accumulated endorsement/ guarantee amount to net asset value of the endorser/ guarantor company	Ceiling on total amount of endorsements/ guarantees provided	Provision of endorsements/ guarantees by parent company to subsidiary (Note 5)	Provision of endorsements/ guarantees by subsidiary to parent company (Note 5)	Provision of endorsements/ guarantees to the party in Mainland China (Note 5)	Footnote
		Company name	Relationship with the endorser/ guarantor (Note 2)											
0	The Company	JollyBuy Digital Technology Co., Ltd.	2	\$ 705,840	\$ 30,000	\$ 30,000	\$ -	\$ -	0.43	\$ 7,058,403	Y	N	N	Note 3
1	Jollywiz Digital Technology Co., Ltd.	Jollywiz Digital Business Co., Ltd.	4	91,120	21,812	21,655	3,339	700	9.50	91,120	N	N	Y	Note 4

Note 1: The numbers filled in for the loans provided by the Company or subsidiaries are as follows:

- (1) The Company is '0'.
- (2) The subsidiaries are numbered in order starting from '1'.

Note 2: Relationship between the endorser/guarantor and the party being endorsed/guaranteed is classified into the following seven categories; fill in the number of category each case belongs to:

- (1) Having business relationship.
- (2) The company in which the endorser/guarantor parent company directly and indirectly owns more than 50% of the voting shares.
- (3) The company that directly or indirectly owns more than 50% of the voting shares of the endorser/guarantor parent company.
- (4) The endorsed/guaranteed parent company directly or indirectly owns more than 90% voting shares of the endorser/guarantor subsidiary.
- (5) Mutual guarantee of the trade as required by the construction contract.
- (6) Due to joint venture, each shareholder provides endorsements/guarantees to the endorsed/guaranteed company in proportion to its ownership.
- (7) A joint and several guarantee for the performance of the pre-sale house sales contract between the industry and the consumer protection law.

Note 3: The total amount of the Company's external endorsement guarantee shall not exceed 100% of the net assets of the Company's latest financial statements. The limit of the endorsement guarantee for the same enterprise shall not exceed 10% of the net assets of the Company's latest financial statements, and shall not exceed the paid in capital of the endorsement guarantee company.

Note 4: The limit on total endorsements is 40% of the endorser's/guarantor's net assets, and limit on endorsements to the same party is 40% of the endorser's/guarantor's net assets.

Note 5: Y means provision of endorsements / guarantees by parent company to subsidiary, provision of endorsements / guarantees by subsidiary to parent company or provision of endorsements / guarantees to the party in Mainland China.

Gamania Digital Entertainment Co., Ltd. and Subsidiaries

Holding of marketable securities at the end of the period (not including subsidiaries, associates and joint ventures)

September 30, 2024

Table 2

Expressed in thousands of NTD
(Except as otherwise indicated)

Securities held by	Type of marketable securities (Note 1)	Relationship with the security holders	General ledger account	As of September 30, 2024				Footnote
				Number of shares (in thousands)	Book value	Percentage	Market value (Note 2)	
The Company	XPEC Entertainment Inc. - stock	None	Financial assets at fair value through other comprehensive income - non-current	4,907	\$ 26,941	2.68	\$ 26,941	
The Company	Pili International Multimedia Co., Ltd. - stock	Other related parties	Financial assets at fair value through other comprehensive income - non-current	1,958	47,384	3.82	47,384	
The Company	Flourish Wisdom Limited - stock	None	Financial assets at fair value through other comprehensive income - non-current	1,914	29,424	12.20	29,424	
Gamania Asia Investment Co., Ltd.	One Production Film Co., Ltd. - stock	None	Financial assets at fair value through other comprehensive income - non-current	420	8,392	1.17	8,392	
Gamania Asia Investment Co., Ltd.	Gokube Inc. - stock	None	Financial assets at fair value through other comprehensive income - non-current	400	-	1.77	-	
Gamania International Holdings Ltd.	Vantage Metro Limited - stock	None	Financial assets at fair value through other comprehensive income - non-current	192	-	2.59	-	

Note 1: Marketable securities in the table refer to stocks, bonds, beneficiary certificates and other related derivative securities within the scope of IFRS 9, 'Financial instruments'.

Note 2: Fill in the amount after adjusted at fair value and deducted by accumulated impairment for the marketable securities measured at fair value; fill in the acquisition cost or amortised cost deducted by accumulated impairment for the marketable securities not measured at fair value.

Gamania Digital Entertainment Co., Ltd. and Subsidiaries

Acquisition or sale of the same security with the accumulated cost exceeding \$300 million or 20% of the Company's paid-in capital

Nine months ended September 30, 2024

Table 3

Expressed in thousands of NTD

(Except as otherwise indicated)

Investor	Marketable securities	General ledger account	Counterparty	Relationship with the investor	Balance as at January 1, 2024		Addition (Note 2)		Disposal			Balance as at September 30, 2024		
					Number of shares	Amount	Number of shares	Amount	Number of shares	Selling price	Book value	Gain (loss) on disposal	Number of shares	Amount
Gamania Digital Entertainment Co., Ltd.	Gash Point Co., Ltd.	Note 1	Wanwin International Co., Ltd.	Other related parties	13,500,000	\$ 393,057	-	\$ 1,664,720	2,400,000	\$ 640,000	\$ 75,610	\$ 564,390	11,100,000	\$ 1,982,167

Note 1: Investments accounted for under equity method.

Note 2: Pertains to investment income or loss recognised in the period and the valuation gains arising from the reassessment of remaining shares held due to losing control over Gash Point Co., Ltd. on June 26, 2024.

Gamania Digital Entertainment Co., Ltd. and Subsidiaries
Purchases or sales of goods from or to related parties in excess of \$100 million or 20% of capital
Nine months ended September 30, 2024

Table 4

Expressed in thousands of NTD
(Except as otherwise indicated)

Purchaser/seller	Counterparty	Relationship with the counterparty	Purchases (sales)	Transaction			Differences in transaction terms compared to third party transactions			Notes/accounts receivable (payable)		Footnote
				Amount	Percentage of total purchases (sales)	Credit term	Unit price	Credit term	Balance	Percentage of total notes/accounts receivable (payable)		
Gash Point Co., Ltd.	The Company	Associates	Service revenue	\$ 250,303	40.39	Note	Note	Note	\$ 29,872	3.96		
Conetter Comarketing Co., Ltd.	The Company	Parent company	Service revenue	261,112	28.66	Note	Note	Note	136,545	86.57		
Digicentre Company Limited	The Company	Parent company	Operating revenue	318,815	44.19	Note	Note	Note	64,983	39.44		
Ants' Power Co., Ltd.	The Company	Parent company	Operating revenue	104,745	60.37	Note	Note	Note	40,889	68.54		

Note: The aforementioned purchase term is based on the product types, market competition and other transaction terms. There is no similar transaction to compare with for the transaction price and credit term with related parties.

Gamania Digital Entertainment Co., Ltd. and Subsidiaries
Receivables from related parties in excess of \$100 million or 20% of capital
Nine months ended September 30, 2024

Table 5

Expressed in thousands of NTD
(Except as otherwise indicated)

Name of creditor	Transaction parties	Relationship	Balance as of September 30, 2024	Turnover rate	Overdue receivables		Amount collected subsequent to the balance sheet date (Note 1)	Allowance for doubtful accounts	Footnote
					Amount	Action adopted for overdue accounts			
The Company	Gash Point Co., Ltd.	Associates	\$ 1,448,948	-	\$ -	-	\$ 767,823	\$ 183	Note 2
Conetter Comarketing Co., Ltd.	The Company	Parent company	136,545	-	-	-	88,010	-	Note 3

Note 1: The subsequent collections represent collections from the balance sheet date to October 28, 2024.

Note 2: Represents receivables for selling game cards through the subsidiary.

Note 3: Represents receivables for advertisements to the Company.

Gamania Digital Entertainment Co., Ltd. and Subsidiaries
Significant inter-company transactions during the reporting period
Nine months ended September 30, 2024

Table 6

Expressed in thousands of NTD
(Except as otherwise indicated)

Number (Note 1)	Company name	Counterparty	Relationship (Note 2 and 3)	Transaction			Percentage of total operating revenues or total assets (Note 4)
				General ledger account	Amount	Transaction terms	
0	The Company	Gamania Digital Entertainment (H.K.) Co., Ltd.	1	Accounts receivable	\$ 60,149	Notes 4 and 5	0.58
0	The Company	Gamania Digital Entertainment (H.K.) Co., Ltd.	1	Revenue from royalties	38,876	Notes 4 and 5	0.43
0	The Company	Gamania Digital Entertainment (H.K.) Co., Ltd.	1	Sales of services	42,375	Notes 4 and 5	0.47
0	The Company	Gash Point Co., Ltd.	1	Service revenue	183,586	Note 5	2.04
0	The Company	Digicentre Company Limited	1	Sales of services	10,900	Note 5	0.10
0	The Company	Ants' Power Co., Ltd.	1	Other receivables	40,889	Note 5	0.39
0	The Company	Digicentre Company Limited	1	Other receivables	20,426	Note 5	0.20
1	Gamania Digital Entertainment (H.K.) Co., Ltd.	The Company	2	Accounts receivable	28,706	Note 5	0.28
2	Gash Point Co., Ltd.	The Company	2	Sales of services	160,727	Note 5	1.79
3	Ants' Power Co., Ltd.	The Company	2	Operating revenue	104,745	Note 5	1.16
3	Ants' Power Co., Ltd.	The Company	2	Accounts receivable	40,889	Note 5	0.39
5	Digicentre Company Limited	The Company	2	Accounts receivable	64,983	Note 5	0.62
5	Digicentre Company Limited	The Company	2	Operating revenue	318,815	Note 5	3.54
5	Digicentre Company Limited	Digicentre (HK) Company Limited	3	Accounts receivable	35,863	Note 5	0.34
5	Digicentre Company Limited	Digicentre (HK) Company Limited	3	Operating revenue	87,442	Note 5	0.97
5	Digicentre Company Limited	GAMA PAY Co., Ltd.	3	Operating revenue	29,793	Note 5	0.33
5	Digicentre Company Limited	Gash Point Co., Ltd.	3	Operating revenue	22,036	Note 5	0.24
6	Conetter CoMarketing Co., Ltd.	The Company	2	Accounts receivable	136,545	Notes 4 and 5	1.31
6	Conetter CoMarketing Co., Ltd.	The Company	2	Sales of services	261,112	Notes 4 and 5	2.90
7	Coture New Media Co., Ltd.	The Company	2	Accounts receivable	60,716	Notes 4 and 5	0.58
7	Coture New Media Co., Ltd.	The Company	2	Service revenue	35,429	Notes 4 and 5	0.39
8	Hyperg Smart Security Technology Pte. Ltd.	Digicentre Company Limited	3	Accounts receivable	11,125	Note 5	0.11

Number (Note 1)	Company name	Counterparty	Relationship (Note 2 and 3)	Transaction			Percentage of total operating revenues or total assets (Note 4)
				General ledger account	Amount	Transaction terms	
8	Hyperg Smart Security Technology Pte. Ltd.	Digicentre Company Limited	3	Service revenue	\$ 27,219	Note 5	0.30
9	Digicentre (HK) Company Limited	Digicentre Company Limited	3	Service revenue	13,719	Note 5	0.15

Note 1: The numbers filled in for the transaction company in respect of inter-company transactions are as follows:

(1) Parent company is '0'.

(2) The subsidiaries are numbered in order starting from '1'.

Note 2: Relationship between transaction company and counterparty is classified into the following three categories ; fill in the number of category each case belongs to (if transactions between parent company and subsidiaries or between subsidiaries refer to the same transaction, it is not required to disclose twice. For example, if the parent company has already disclosed its transaction with a subsidiary, then the subsidiary is not required to disclose the transaction; for transactions between two subsidiaries, if one of the subsidiaries has disclosed the transaction, then the other is not required to disclose the transaction):

(1) Parent company to subsidiary.

(2) Subsidiary to parent company.

(3) Subsidiary to subsidiary.

Note 3: The Group lost control over Gash Point and its subsidiaries on June 26, 2024. Thus, only inter-company transactions up to June 25, 2024 are disclosed.

Note 4: Regarding percentage of transaction amount to consolidated total operating revenues or total assets, it is computed based on period-end balance of transaction to consolidated total assets for balance sheet accounts and based on accumulated transaction amount for the period to consolidated total operating revenues for income statement accounts.

Note 5: There is no similar transaction to compare with. It will follow the agreed price and transaction terms.

Note 6: The disclosure standard reaches above \$10,000 for the transaction amount.

Gamania Digital Entertainment Co., Ltd. and Subsidiaries
Information on investee companies (not including investees in Mainland China)
Nine months ended September 30, 2024

Table 7

Expressed in thousands of NTD
(Except as otherwise indicated)

Company	Name of investee	Location	Main business activities	Original investment cost (Note 1)		Shares held as at September 30, 2024			Income (loss) incurred by the investee	Investment income (loss) recognised by the Company	Footnote
				Balance as at September 30, 2024	Balance as at December 31, 2023	Number of shares	Percentage	Book value			
The Company	Gamania Holdings Ltd.	Cayman Islands	Holding company	\$ 1,565,859	\$ 1,565,859	20,100,000	100.00	\$ 49,137	\$ 8,274	\$ 18,001	
The Company	Gamania Digital Entertainment (H.K.) Co., Ltd.	Hong Kong	Software services and sales	217,546	217,546	25,500,000	100.00	455,875	32,185	32,185	
The Company	Gamania Asia Investment Co., Ltd.	Taiwan	Investment company	239,549	239,549	18,900,000	100.00	77,026	2,123	2,123	
The Company	VieFor Co., Ltd. (Former: Foundation Digital Entertainment Co., Ltd.)	Taiwan	Publishing of magazines and periodicals	220,000	220,000	316,522	100.00	(252)	177	177	
The Company	Jollybuy Digital Tech. Co., Ltd.	Taiwan	Supply of electronic information services	750,000	690,000	19,167,568	99.31	18,213	(80,183)	(79,520)	
The Company	Digicentre Company Limited	Taiwan	Software services	302,637	302,637	16,016,000	67.48	370,840	49,620	31,351	
The Company	Two Tigers Co. Ltd.	Taiwan	Animation production	6,269	6,269	626,892	51.00	5,969	28	14	
The Company	Gash Point Co., Ltd.	Taiwan	Information software and supply of electronic information services	145,000	169,000	11,100,000	41.11	1,982,167	158,228	110,776	
The Company	Gamania Xchanger Co., Ltd. (Former: Indiland Co., Ltd.)	Taiwan	Third-party payment	99,000	69,000	5,950,000	100.00	24,729	(11,989)	(11,989)	
The Company	Ants' Power Co., Ltd.	Taiwan	Customer services	10,000	10,000	1,000,000	100.00	80,096	32,865	32,865	
The Company	Chuang Meng Shr Ji Co., Ltd.	Taiwan	Venture Capital Industry	57,000	57,000	3,996,774	33.03	20,571	(2,377)	(785)	
The Company	WeBackers Co., Ltd.	Taiwan	Crowd funding	51,040	51,040	373,529	93.38	200	(7)	(6)	
The Company	Coture New Media Co., Ltd.	Taiwan	Producing TV programs and general advertising services	203,500	203,500	1,314,699	93.08	664	(2,141)	(2,025)	
The Company	GAMAY PAY Co., Ltd.	Taiwan	Electronical payment	1,158,402	1,103,018	52,721,122	70.29	326,150	(115,318)	(101,528)	
The Company	NOWnews Network Co., Ltd.	Taiwan	Broadcast and TV shows services	735,342	615,342	63,519,527	84.94	86,894	(104,625)	(97,556)	
The Company	Hidol Co., Ltd. (Former: BeanGo! Co., Ltd.)	Taiwan	Communication software	214,000	214,000	400,000	100.00	7,659	(54)	(54)	
The Company	Ciirco Inc.	Taiwan	Sales and research and development of software services	229,400	229,400	1,698,234	99.90	22,235	149	149	
The Company	Hao-Ji film Ltd.	Taiwan	TV shows production	30,000	30,000	3,000,000	42.86	25,959	(1,824)	(1,123)	
The Company	Walkermedia Co., Ltd.	Taiwan	Newspaper and magazine publishing	37,500	34,500	3,750,000	30.00	3,450	(11,315)	(3,395)	

Gamania Digital Entertainment Co., Ltd. and Subsidiaries
Information on investee companies (not including investees in Mainland China)
Nine months ended September 30, 2024

Table 7

Expressed in thousands of NTD
(Except as otherwise indicated)

Company	Name of investee	Location	Main business activities	Original investment cost (Note 1)		Shares held as at September 30, 2024			Income (loss) incurred by the investee	Investment income (loss) recognised by the Company	Footnote
				Balance as at September 30, 2024	Balance as at December 31, 2023	Number of shares	Percentage	Book value			
The Company	Entron Technology Co., Ltd.	Taiwan	Development of system platform	\$ 6,400	\$ 6,400	400,000	14.16	\$ 7,659	(\$ 2,916)	(\$ 413)	
Jollybuy Digital Technology Co., Ltd.	Store Marais Co., Ltd.	Taiwan	Retail Sale No Storefor.net	10,000	10,000	230,769	7.69	4,551	(50,899)	(3,914)	
NOWnews Network Co., Ltd.	Walkermidia Co., Ltd.	Taiwan	Newspaper and magazine publishing	28,652	21,652	8,750,000	70.00	15,023	(11,315)	(7,920)	
Digicentre Company Limited	Digicentre (HK) Company Limited	Hong Kong	Software services	1,216	1,216	300,000	100.00	25,560	(16,465)	(16,465)	
Digicentre Company Limited	Hyperg Smart Security Technology Pte. Ltd.	Singapore	Software services	31,650	31,650	1,000,000	51.00	8,929	(2,101)	(1,071)	
Gamania Asia Investment Co., Ltd.	Pri-One Commercial Production Co., Ltd.	Taiwan	Sales and research and development of software	1,500	1,500	150,000	30.00	3,722	3,775	1,132	
Gamania Asia Investment Co., Ltd.	Jsdway Digital Technology Co., Ltd.	Taiwan	Software information and supply of electronic services	55,125	55,125	5,250,000	36.56	51,590	1,981	868	
Gamania Asia Investment Co., Ltd.	Taiwan e-sports Co., Ltd.	Taiwan	E-sports	-	63,702	-	-	-	(44,794)	-	
Gamania Asia Investment Co., Ltd.	The China Post Co., Ltd.	Taiwan	Newspaper and magazine publishing	1	1	500,000	100.00	(28)	1	1	
Gamania Asia Investment Co., Ltd.	Bjolly Co., Ltd.	Taiwan	Supply of electronic information services	5,000	5,000	45,455	4.17	15	(73)	(3)	
Gamania Asia Investment Co., Ltd.	Aotter Inc.	Taiwan	Research and development of internet-related technology	25,000	25,000	170,473	21.48	-	(3,189)	133	
Gamania Holdings Ltd.	Gamania International Holdings Ltd.	Cayman Islands	Investment and holding company	1,487,554	1,487,554	50,400,000	100.00	116,945	7,825	7,825	
Gamania International Holdings Ltd.	Gamania China Holdings Ltd.	Cayman Islands	Investment and holding company	837,773	837,773	33,497,476	98.85	3,503	123	122	
Gamania International Holdings Ltd.	Joymabee Entertainment Co., Ltd.	Hong Kong	Design and research and development of software	125,018	125,018	30,701,775	100.00	2,319	78	78	
Gamania International Holdings Ltd.	Firedog Creative Co., Ltd.	Hong Kong	Design and research and development of software	10,106	10,106	992,000	40.00	-	-	-	
Gamania International Holdings Ltd.	Achieve Made International Ltd.	British Virgin Islands	Investment and holding company	220,050	220,050	7,383,711	43.28	91,909	(3,231)	(1,398)	

Gamania Digital Entertainment Co., Ltd. and Subsidiaries
Information on investee companies (not including investees in Mainland China)
Nine months ended September 30, 2024

Table 7

Expressed in thousands of NTD
(Except as otherwise indicated)

Company	Name of investee	Location	Main business activities	Original investment cost (Note 1)		Shares held as at September 30, 2024			Income (loss) incurred by the investee	Investment income (loss) recognised by the Company	Footnote
				Balance as at September 30, 2024	Balance as at December 31, 2023	Number of shares	Percentage	Book value			
Gamania International Holdings Ltd.	HaPod Digital Technology Co., Ltd.	Hong Kong	Software services and sales	\$ 69,630	\$ 69,630	2,200,000	100.00	\$ 14,373	\$ 9,087	\$ 9,087	
Gamania International Holdings Ltd.	GungHo Gamania Co., Limited	Hong Kong	Operations of mobile games	271,399	271,399	343	49.00	- (	2,176)	-	
Achieve Made International Ltd.	Jollywiz Digital Technology Co., Ltd.	Taiwan	Supply of electronic information services	658,300	658,300	26,145,712	100.00	98,592 (	2,884) (	1,248)	
Jollywiz Digital Technology Co., Ltd.	Bjolly Co., Ltd.	Taiwan	Supply of electronic information services	25,000	25,000	1,045,455	95.83	153 (	73) (	30)	
Jollywiz Digital Technology Co., Ltd.	Cyber Look Properties Ltd.	British Virgin Islands	Investment and holding company	155,085	155,085	4,900,000	100.00	25,318	22,001	9,522	
Jollywiz Digital Technology Co., Ltd.	Jollywiz International (HK) Co., Ltd.	Hong Kong	Supply of electronic information services	32,667	32,667	39,600,000	100.00	3,887	21	9	
Jollywiz Digital Technology Co., Ltd.	NOWnews Network Co., Ltd.	Taiwan	Broadcast and TV shows services	10,000	10,000	515,000	0.69	9,421 (	104,625) (	342)	
Gamania China Holdings Ltd.	Gamania Sino Holdings Ltd.	Cayman Islands	Investment and holding company	1,250,808	1,250,808	39,520,000	100.00	(2,764)	288	285	
Gamania Digital Entertainment (H.K.) Co., Ltd.	GAMA PAY Co., Ltd.	Taiwan	Electronic payment	200,000	-	20,000,000	26.67	200,147 (	115,318)	-	

Note : Initial investment amount is translated to NTD at the spot rate at the period end.

Gamania Digital Entertainment Co., Ltd. and Subsidiaries
Information on investments in Mainland China
Nine months ended September 30, 2024

Table 8

Expressed in thousands of NTD
(Except as otherwise indicated)

Investee in Mainland China	Main business activities	Paid-in capital	Investment method (Note1)	Accumulated amount of remittance from Taiwan to Mainland China as of January 1, 2024	Amount remitted from Taiwan to Mainland China/ Amount remitted back to Taiwan for the nine months ended September 30, 2024		Accumulated amount of remittance from Taiwan to Mainland China as of September 30, 2024	Net income of investee for the nine months ended September 30, 2024	Ownership held by the Company (direct or indirect)	Investment income (loss) recognised by the Company for the nine months ended September 30, 2024	Book value of investments in Mainland China as of September 30, 2024	Accumulated amount of investment income remitted back to Taiwan as of September 30, 2024	Footnote (Note 2)
					Remitted to Mainland China	Remitted back to Taiwan							
Gamania Digital Entertainment (Beijing) Co., Ltd.	Design and sales of software	\$ 1,117,245	2	\$ 818,786	\$ -	\$ -	\$ 818,786	\$ 397	98.85	\$ 392	(\$ 3,994)	\$ -	Notes 3 and 4
Legion Technology (Shanghai) Co., Ltd.	Supply of electronic information services	125,018	2	125,018	-	-	125,018	22,071	43.28	9,552	25,036	-	Notes 3 and 5
Jollywiz Digital Business Co., Ltd.	Supply of electronic information services	22,615	2	-	-	-	-	19,210	43.28	8,134	8,282	-	Notes 3 and 5

Note 1: The methods for engaging in investment in Mainland China include the following:

- (1) Direct investment in Mainland China.
- (2) Indirect investment in Mainland China through companies registered in a third region.
- (3) Other methods.

Note 2: The accumulated remittance as of January 1, 2024, remitted or collected this period, accumulated as of September 30, 2024 was translated into New Taiwan dollars at the average exchange rate of NTD31.65 to US\$1 and NTD4.523 to RMB\$1 at the balance sheet date.

Note 3: The investment loss of the investee company for the nine months ended September 30, 2024 was recognised based on their financial statements for the corresponding period, which were reviewed by R.O.C. parent company's CPA.

Note 4: It was invested through Gamania Sino Holdings Ltd.

Note 5: It was invested through Cyber Look Properties Limited.

Company name	Accumulated amount of remittance from Taiwan to Mainland China as of September 30, 2024	Investment amount approved by the Investment Commission of the Ministry of Economic Affairs (MOEA)		Ceiling on investments in Mainland China imposed by the Investment Commission of MOEA
The Company (Note)	\$ 818,786	\$ 1,323,363	\$ 4,235,042	
Jollywiz Digital Technology Co., Ltd.	125,018	125,018	136,681	

Note: The total investment amount approved by the Investment Commission, MOEA, was USD41,812 thousand or \$1,323,363 based on 31.65 spot exchange rate at September 30, 2024.

Gamania Digital Entertainment Co., Ltd. and Subsidiaries

Major shareholders information

September 30, 2024

Table 9

Name of major shareholders	Shares	Number of shares held	Ownership (%)
Liu Po Yuan		17,491,305	9.96%
Wanwin International Co., Ltd.		15,186,000	8.65%
Joy Develop Co., Ltd. Taiwan Branch		14,883,000	8.48%
Shiang Sheng Invesement Ltd.		13,600,000	7.74%

Note 1: The major shareholders information was derived from the data that the Company issued common shares (including treasury shares) and preference shares in dematerialised form which were registered and held by the shareholders above 5% on the last operating date of each quarter and was calculated by Taiwan Depository & Clearing Corporation. The share capital which was recorded in the financial statements may differ from the actual number of shares issued in dematerialised form because of a different calculation basis.

Note 2: If the aforementioned data contains shares which were held in trust by the shareholders, the data disclosed represents the settlor's separate account for the fund set by the trustee. As for the shareholder who reports share equity as an insider whose shareholding ratio is greater than 10% in accordance with the Securities and Exchange Act, the shareholding ratio includes the self-owned shares and shares held in trust, and the trust assets which can be allocated. For the information of reported share equity of insider, please refer to Market Observation Post System.