

Hi-Clearance Inc. and Subsidiaries
Consolidated Financial Statements and
Independent Auditors' Report
For the Nine Months Ended September 30, 2025 and 2024

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Independent Auditors' Report

Board of Directors of Hi-Clearance Inc. herein declares:

Introduction

The consolidated balance sheets of Hi-Clearance Inc. and its subsidiaries as of September 30, 2025 and September 30, 2024, and the consolidated statements of comprehensive income for the periods from July 1 to September 30, 2025 and 2024, and from January 1 to September 30, 2025 and 2024, as well as the consolidated statements of changes in equity and consolidated cash flow statements for the periods from January 1 to September 30, 2025 and 2024, and the accompanying notes to the consolidated financial statements (including a summary of significant accounting policies), have been reviewed and completed. In accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers, as approved and published by the Financial Supervisory Commission, the management is responsible for preparing the interim financial statements in accordance with IAS 34, Interim Financial Reporting. The auditors are responsible for forming a conclusion on the consolidated financial statements based on the review results.

Scope

In addition to the introductory paragraph that provides a summary of the conclusion, the auditor performed the review work in compliance with TWSRE2410 "Review of Financial Statements." The procedures conducted during the review of the consolidated financial statements involve making inquiries (mainly to personnel responsible for financial and accounting matters), performing analytical procedures, and conducting other review procedures. The scope of review work is clearly smaller than that of audit work, so the auditor may not be able to detect all significant matters that can be identified through an audit, and therefore cannot express an audit opinion.

Basis for Retaining Conclusions

As described in Note 4 (II) to the consolidated financial statements, certain non-material subsidiaries included in the aforementioned consolidated financial reports are based on the unaudited financial statements of those investee companies for the same periods. As of September 30, 2025 and September 30, 2024, the total assets of these non-material subsidiaries were NT\$634,404 thousand and NT\$683,954 thousand, respectively, accounting for 12.71% and 13.88% of the consolidated total assets. Their total liabilities were NT\$272,648 thousand and NT\$261,674 thousand, respectively, accounting for 13.44% and 13.23% of the consolidated total liabilities. The comprehensive income for the periods from July 1 to September 30, 2025 and 2024, and from January 1 to September 30, 2025 and 2024 was NT\$10,870 thousand, NT\$6,496 thousand, NT\$11,956 thousand, and NT\$20,998 thousand, respectively, accounting for 11.18%, 8.99%, 4.42%, and 7.51% of the consolidated comprehensive income.

Except for the items described in the previous paragraph, as noted in Note 6 (VI) to the consolidated financial statements, the investments in associates of Hi-Clearance Inc. and its subsidiaries, accounted for using the equity method, were NT\$125,792 thousand and NT\$122,412 thousand as of September 30, 2025 and September 30, 2024, respectively. For the periods from July 1 to September 30, 2025 and 2024, and from January 1 to September 30, 2025 and 2024, the share of profit or loss from associates accounted for using the equity method was NT\$2,290 thousand, NT\$2,072 thousand, NT\$7,109 thousand, and NT\$10,296 thousand, respectively. These amounts are based on the unaudited financial statements of the investee companies for the same periods.

Retaining Conclusions

According to the results of our review, except for the potential adjustments that may affect the consolidated financial statements if the financial reports of the investee companies were audited, we have not found any instances where the consolidated financial statements do not comply with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and the International Accounting Standard 34 "Interim Financial Reporting," as recognized and issued by the Financial Supervisory Commission, in all material respects. Therefore, the consolidated financial position of Hi-Clearance Inc. and its subsidiaries as of September 30, 2025 and September 30, 2024, and the consolidated financial performance for the periods from July 1 to September 30, 2025 and 2024, and from January 1 to September 30, 2025 and 2024, as well as the consolidated cash flows for the period from January 1 to September 30, 2025 and 2024, are fairly presented.

KPMG Taiwan

Shu-Chih, Yang

CPA:

Shyh-Gang, Horng

Securities authorities approval
document no.

Regulatory Examination Letter
: No. 1040003949
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No. 1110336423

November 7, 2025

Hi-Clearance Inc. and Subsidiaries
Consolidated Balance Sheets
September 30, 2025, December 31, 2024, and September 30, 2024

Unit: NT\$ thousand

Assets		2025.9.30		2024.12.31		2024.9.30		Liabilities and equity		2025.9.30		2024.12.31		2024.9.30	
		Amount	%	Amount	%	Amount	%			Amount	%	Amount	%	Amount	%
Current assets:								Current liabilities:							
1100	Cash and cash equivalents (Note 6 (I))	\$ 407,133	8	414,865	8	371,390	8	2100	Short-term loans (Note 6 (XI) and Note 8)	\$ 567,387	11	367,987	7	457,987	9
1110	Financial assets at fair value through profit or loss - current (Note 6 (II))	18,761	-	22,561	-	53,488	1	2120	Financial liabilities at fair value through profit or loss - current (Note 6 (II))	-	-	-	-	35	-
1150	Net amount of notes receivable (Note 6 (IV), (XVIII) and Note 8)	196,296	4	183,794	4	190,133	4	2130	Contract liabilities - current (Note 6 (XVIII))	8,647	-	19,604	-	18,502	-
1170	Net amount of accounts receivable (Note 6 (IV), (XVIII))	1,046,541	21	957,359	19	994,257	20	2150	Notes payable	6,958	-	6,260	-	9,587	-
1180	Net amount of accounts receivable - related parties (Notes 6 (IV), (XVIII) and Note 7)	25,016	-	59,804	1	77,426	2	2170	Accounts payable	627,775	13	655,695	13	633,294	13
1197	Net amount of financial leases receivable (Note 6 (IV), (XVIII))	35,987	1	36,133	1	36,662	1	2180	Accounts payable - related parties (Note 7)	1,020	-	1,020	-	1,140	-
1200	Other receivables	5,065	-	2,936	-	3,571	-	2200	Other payables	163,836	3	174,610	4	164,474	3
1300	Inventory (Note 6 (V))	670,999	13	671,681	14	685,106	14	2220	Other payables - related parties (Note 7)	10,212	-	13,726	-	13,703	-
1410	Prepayments	35,201	1	23,263	-	29,936	-	2230	Current income tax liabilities	22,262	-	57,746	1	40,609	1
1476	Other financial assets - current (Note 8)	108,356	2	108,102	2	60,077	1	2280	Lease liabilities - current (Note 6 (XII))	75,753	2	78,769	2	77,050	2
1479	Other current assets - others	5,895	-	4,297	-	15,178	-	2300	Other current liabilities	20,640	-	27,090	1	19,350	1
Total current assets		2,555,250	50	2,484,795	49	2,517,224	51	Total current liabilities		1,504,490	29	1,402,507	28	1,435,731	29
Non-current assets:								Non-current liabilities:							
1517	Financial assets at fair value through other comprehensive income - non-current (Note 6 (III))	12,010	-	12,010	-	32,701	1	2527	Contract liabilities - non-current (Note 6 (XVIII))	36,576	1	26,922	1	23,253	1
1550	Investments accounted for using the equity method (Note 6 (VI))	125,792	3	123,835	2	122,412	2	2570	Deferred income tax liabilities	8,747	-	8,747	-	8,372	-
1600	Property, plant, and equipment (Notes 6 (VII) and 8)	1,307,601	26	1,272,551	26	1,280,647	26	2580	Lease liabilities - non-current (Note 6 (XII))	477,122	10	518,630	10	508,290	10
1755	Right-of-use assets (Note 6 (VIII))	528,514	11	571,407	12	560,439	11	2600	Other non-current liabilities	1,661	-	1,661	-	1,769	-
1760	Investment property (Note 6 (IX))	26,085	1	26,092	1	26,094	1	Total non-current liabilities		524,106	11	555,960	11	541,684	11
1780	Intangible Assets (Note 6 (X))	226,958	5	174,187	4	176,560	4	Total liabilities		2,028,596	40	1,958,467	39	1,977,415	40
1840	Deferred income tax assets	5,612	-	5,612	-	4,917	-	Equity (Note 6 (XVI)):							
1930	Long-term notes receivable (Note 6 (IV), (XVIII) and Note 8)	7,579	-	10,011	-	7,737	-	3110	Share capital	445,210	9	445,210	9	445,210	9
194D	Net amount of long-term financial leases receivable (Note 6 (IV), (XVIII))	100,939	2	109,945	2	93,766	2	3200	Capital Surplus	1,601,988	33	1,601,988	33	1,601,988	32
1990	Other non-current assets - others (Note 7)	93,331	2	169,945	4	106,774	2	3300	Retained Earnings	958,320	19	992,317	20	919,890	19
Total non-current assets		2,434,421	50	2,475,595	51	2,412,047	49	3400	Other equity	(44,443)	(1)	(37,592)	(1)	(15,232)	-
Total assets		\$ 4,989,671	100	4,960,390	100	4,929,271	100	Total equity		2,961,075	60	3,001,923	61	2,951,856	60
								Total liabilities and equity		\$ 4,989,671	100	4,960,390	100	4,929,271	100

(Please refer to the notes of the Consolidated Financial Statements)

Chairman: Lee Chung-Liang

Executive: Chen Kuo-Shih

Chief Accountant: Chang Yaw-Yuan

Hi-Clearance Inc. and Subsidiaries
Consolidated Statements of Comprehensive Income
July 1 to September 30, 2025, and 2024, and January 1 to September 30, 2025, and 2024

Unit: NT\$ thousand

	July to September 2025		July to September 2024		January to September 2025		January to September 2024	
	Amount	%	Amount	%	Amount	%	Amount	%
4000 Operating revenue (Notes 6 (XVIII) and Note 7)	\$ 1,065,705	100	1,009,046	100	3,186,260	100	3,070,875	100
5000 Operating costs (Notes 6 (V), (XIV), Note 7, and Note 12)	777,986	73	739,065	73	2,348,979	74	2,247,440	73
Gross profit	287,719	27	269,981	27	837,281	26	823,435	27
Operating expenses (Notes 6 (IV), (XII), (XIV), (XIX), Note 7, and Note 12):								
6100 Selling and marketing expenses	108,568	10	95,409	9	311,213	10	284,863	9
6200 General and administrative expenses	66,532	6	58,794	6	206,325	6	197,460	6
6450 Expected credit loss	631	-	1,620	-	918	-	1,189	-
Total operating expenses	175,731	16	155,823	15	518,456	16	483,512	15
Net operating income	111,988	11	114,158	12	318,825	10	339,923	12
Non-operating income and expenses:								
7100 Interest income (Note 6 (XX))	2,909	-	2,223	-	8,014	-	7,231	-
7010 Other income (Note 6 (XX) and Note 7)	1,994	-	1,594	-	5,305	-	12,145	-
7020 Other gains and losses (Note 6 (XX))	3,069	-	(12,277)	(1)	19,292	1	(2,615)	-
7050 Financial costs (Notes 6 (XII) and (XX))	(4,636)	-	(4,377)	-	(13,186)	-	(9,737)	-
7060 Share of profit or loss of affiliates and joint ventures accounted for using the equity method (Note 6 (VI))	2,290	-	2,072	-	7,109	-	10,296	-
Total non-operating income and expenses	5,626	-	(10,765)	(1)	26,534	1	17,320	-
7900 Net profit before tax	117,614	11	103,393	11	345,359	11	357,243	12
7950 Less: Income tax expenses (Note 6 (XV))	22,663	2	20,982	2	67,709	2	69,690	2
Net income for the period	94,951	9	82,411	9	277,650	9	287,553	10
8300 Other comprehensive income:								
8310 Components that will not be reclassified to profit or loss								
8316 Unrealized gains (losses) on investments in equity instruments at fair value through other comprehensive income (Note 6 (III))	-	-	(12,567)	(1)	-	-	(12,567)	(1)
Total components not reclassified to profit or loss	-	-	(12,567)	(1)	-	-	(12,567)	(1)
8360 Components that may be reclassified to profit or loss								
8361 Exchange differences on translation of financial statements of foreign operations	2,282	-	2,430	-	(6,851)	-	4,649	-
Total components that may be reclassified to profit or loss	2,282	-	2,430	-	(6,851)	-	4,649	-
8300 Other comprehensive income (net after tax)	2,282	-	(10,137)	(1)	(6,851)	-	(7,918)	(1)
Total comprehensive income for the period	\$ 97,233	9	72,274	8	270,799	9	279,635	9
Earnings per share (NT\$) (Note 6 (XVII))								
9750 Basic earnings per share (NT\$)	\$ 2.13		1.85		6.24		6.46	
9850 Diluted earnings per share (NT\$)	\$ 2.13		1.85		6.23		6.45	

(Please refer to the notes of the Consolidated Financial Statements)

Chairman: Lee Chung-Liang

Executive: Chen Kuo-Shih

Chief Accountant: Chang Yaw-Yuan

Hi-Clearance Inc. and Subsidiaries
Consolidated Statements of Changes in Equity
January 1 to September 30, 2025, and 2024

Unit: NTS thousand

	Capital Stock - Common Shares	Capital Surplus	Retained Earnings			Total	Other Equity Items			
			Legal Reserve	Special Reserve	Unappropriated Earnings		Exchange differences on translation of financial statements of foreign operations	Unrealized Gains (Losses) in Equity Instruments at Fair Value Through Other Comprehensive Income	Others	Total equity
Balance as of January 1, 2024	\$ 445,210	1,601,988	400,322	4,776	538,886	943,984	(6,645)	-	(669)	2,983,868
Appropriation and distribution of earnings:										
Appropriation of legal reserve	-	-	34,740	-	(34,740)	-	-	-	-	-
Special reserve	-	-	-	1,869	(1,869)	-	-	-	-	-
Cash dividends of common shares	-	-	-	-	(311,647)	(311,647)	-	-	-	(311,647)
Net income for the period	-	-	-	-	287,553	287,553	-	-	-	287,553
Other comprehensive income for the period	-	-	-	-	-	-	4,649	(12,567)	-	(7,918)
Total comprehensive income for the period	-	-	-	-	287,553	287,553	4,649	(12,567)	-	279,635
Balance as of September 30, 2024	\$ 445,210	1,601,988	435,062	6,645	478,183	919,890	(1,996)	(12,567)	(669)	2,951,856
Balance as of January 1, 2025	\$ 445,210	1,601,988	435,062	6,645	550,610	992,317	(3,665)	(33,258)	(669)	3,001,923
Appropriation and distribution of earnings:										
Appropriation of legal reserve	-	-	35,998	-	(35,998)	-	-	-	-	-
Special reserve	-	-	-	30,947	(30,947)	-	-	-	-	-
Cash dividends of common shares	-	-	-	-	(311,647)	(311,647)	-	-	-	(311,647)
Net income for the period	-	-	-	-	277,650	277,650	-	-	-	277,650
Other comprehensive income for the period	-	-	-	-	-	-	(6,851)	-	-	(6,851)
Total comprehensive income for the period	-	-	-	-	277,650	277,650	(6,851)	-	-	270,799
Balance as of September 30, 2025	\$ 445,210	1,601,988	471,060	37,592	449,668	958,320	(10,516)	(33,258)	(669)	2,961,075

(Please refer to the notes of the Consolidated Financial Statements)

Chairman: Lee Chung-Liang

Executive: Chen Kuo-Shih

Chief Accountant: Chang Yaw-Yuan

Hi-Clearance Inc. and Subsidiaries
Consolidated Statements of Cash Flows
January 1 to September 30, 2025, and 2024

Unit: NT\$ thousand

	January to September 2025	January to September 2024
Cash flows from operating activities:		
Income before tax for the period	\$ 345,359	357,243
Adjustment items:		
Adjustments to reconcile profit (loss)		
Depreciation expenses	127,078	120,737
Amortization expenses	23,630	12,419
Expected credit loss	918	1,189
Net gain on financial assets and liabilities at fair value through profit or loss	(5,281)	(2,629)
Interest expenses	13,186	9,737
Interest income	(8,014)	(7,231)
Share of profit of associates and joint ventures accounted for using the equity method	(7,109)	(10,296)
Gains (losses) on disposal of property, plant, and equipment	(333)	3,555
Gains on lease modifications	(3,131)	(449)
Total adjustments to reconcile profit (loss)	<u>140,944</u>	<u>127,032</u>
Changes in operating assets and liabilities:		
Decrease in financial assets at fair value through profit or loss	9,081	921
Decrease (increase) in notes receivable	(10,007)	39,666
Increase in accounts receivable and financial leases	(80,911)	(71,280)
Decrease in accounts receivable - related parties	34,788	7,654
Increase in other receivables	(2,129)	(2,230)
Increase in inventory	(26,726)	(70,997)
Decrease (increase) in prepayments	(14,035)	39,247
Increase in other current assets	(3,179)	(7,286)
Increase in other financial assets	(254)	(1,182)
Increase in operating assets	<u>(2,973)</u>	<u>(6,910)</u>
Total net changes in assets related to operating activities	<u>(96,345)</u>	<u>(72,397)</u>
Decrease in financial liabilities at fair value through profit or loss	-	(19)
Increase (decrease) in contractual liabilities	(1,303)	9,122
Increase in notes payable	698	2,066
Decrease in accounts payable	(27,920)	(47,875)
Decrease in payables to related parties	-	(1,142)
Decrease in other payables	(10,774)	(20,123)
Decrease in other payables - related parties	(3,514)	(962)
Decrease in other current liabilities	(6,450)	(7,166)
Decrease in net defined benefit liabilities	-	(134)
Total net changes in liabilities related to operating activities	<u>(49,263)</u>	<u>(66,233)</u>
Total net changes in assets and liabilities related to operating activities	<u>(145,608)</u>	<u>(138,630)</u>
Total adjustment items:	<u>(4,664)</u>	<u>(11,598)</u>
Cash inflows from operations	340,695	345,645
Interest received	8,014	7,231
Interest paid	(13,186)	(9,737)
Income tax paid	(103,193)	(58,299)
Net Cash Flows Generated from Operating Activities	<u>232,330</u>	<u>284,840</u>
Cash flows from investing activities:		
Acquisition of financial assets at fair value through other comprehensive income	-	(45,000)
Acquisition of property, plant, and equipment	(76,776)	(235,158)
Disposal of property, plant, and equipment	8,715	2,737
Increase in refundable deposits	(49,841)	(47,583)
Decrease in refundable deposits	50,972	39,070
Intangible asset acquisition	(30,492)	-
Decrease (increase) in prepayments for equipment and land	30,349	(24,399)
Dividends received from affiliated companies	5,152	4,274
Net Cash Flows Used in Investing Activities	<u>(61,921)</u>	<u>(306,059)</u>
Cash flows from financing activities:		
Increase in short-term loans	1,335,374	1,727,987
Decrease in short-term loans	(1,135,974)	(1,361,565)
Repayments of long-term loans	-	(13,135)
Increase in guarantee deposits received	-	9,081
Decrease in guarantee deposits received	-	(9,241)
Lease principal payment	(60,626)	(54,588)
Cash dividends paid	(311,647)	(311,647)
Net Cash Flows Used in Financing Activities	<u>(172,873)</u>	<u>(13,108)</u>
Effects of exchange rate changes on the balance of cash held in foreign currencies	(5,268)	4,580
Decrease in cash and cash equivalents during the period	(7,732)	(29,747)
Cash and cash equivalents at beginning of period	414,865	401,137
Cash and cash equivalents at end of period	<u>\$ 407,133</u>	<u>371,390</u>

(Please refer to the notes of the Consolidated Financial Statements)

Chairman: Lee Chung-Liang

Executive: Chen Kuo-Shih

Chief Accountant: Chang Yaw-Yuan

Hi-Clearance Inc. and Subsidiaries
Notes to Consolidated Financial Statements
For the Nine Months Ended September 30, 2025 and 2024
(Unless otherwise specified, all amounts are in NT\$ thousand)

I. Company History

Hi-Clearance Inc. (hereinafter referred to as "the Company") was established on February 13, 1989, with the approval of the Ministry of Economic Affairs. The Company's registered address is 8F.-2, No. 2, Ln. 609, Sec. 5, Chongxin Rd., Sanchong Dist., New Taipei City, Taiwan (R.O.C.) Primary business activities of the Company and its subsidiaries (the Consolidated Companies) involve trading medical equipment, biochemical reagents, and Western medicine, as well as providing medical management consulting services.

II. Date and Procedures for Recognizing Financial Reports

The Consolidated Financial Statements have been approved for release by the Board of Directors on November 7, 2025.

III. Applicability of Newly Released and Amended Guidelines and Interpretations

(I) The impact of adopting the newly issued and revised criteria and interpretations approved by the Financial Supervisory Commission

Since January 1, 2025, the Consolidated Companies have been implementing the newly revised International Financial Reporting Standards (IFRSs), which has not significantly impacted the Consolidated Financial Statements.

- Amendments to IAS 21 "Lack of Exchangeability"

(II) Impact of IFRSs not yet recognized by the FSC

The Consolidated Companies assessed that the application of the following newly revised IFRSs, effective January 1, 2026, would not have a material impact on the Consolidated Financial Statements.

- IFRS 17 "Insurance Contracts" and amendments to IFRS 17
- Amendments to IFRS 9 and IFRS 7, "Amendments to the Classification and Measurement of Financial Instruments"
- Annual improvements to IFRS
- IFRS 9 and amendments to IFRS 7 "Contracts Referencing Nature-dependent Electricity"

Notes to the Consolidated Financial Statements of Hi-Clearance Inc. and Subsidiaries (Cont.)

(III) New and amended standards and interpretations not yet recognized by FSC

The International Accounting Standards Board has issued and revised standards and interpretations that have not yet been approved by the Financial Supervisory Commission. The following are the ones that may be relevant to the Consolidated Companies:

New or Amended Standards	Main Content for Amendments	Effective Date of Issuance by the IASB
IFRS 18 "Presentation and Disclosure in Financial Statements"	<p>The new standards introduce three categories of income and expenses, two subtotals on the income statement, and a single note regarding management performance measurement. These three amendments and enhancements to the guidance on segmenting information in financial statements lay the foundation for providing users with improved and consistent information, and will have an impact on all companies.</p> <ul style="list-style-type: none"> • A more structured income statement: The company currently uses various formats to express its financial performance, which makes it challenging for investors to compare the financial performance of different companies. The new standards have implemented a more structured income statement. They have introduced a new subtotal called "operating profit" and require that all revenues and expenses be classified into three new categories based on the company's main business activities. • Management Performance Measures (MPMs): The new criteria introduce the concept of management performance measures. Companies are now required to provide an explanation, in a single note in the financial statements, regarding the usefulness of each measurement indicator, its calculation method, and how it is adjusted for amounts 	<p>January 1, 2027</p> <p>Note: On September 25, 2025, the Financial Supervisory Commission issued a press release announcing that Taiwan will adopt International Financial Reporting Standard 18 (IFRS 18) starting from the fiscal year 2028. If the Company intends to apply the standard early, it may opt for early adoption upon obtaining approval from the Financial Supervisory Commission.</p>

Notes to the Consolidated Financial Statements of Hi-Clearance Inc. and Subsidiaries (Cont.)

<u>New or Amended Standards</u>	<u>Main Content for Amendments</u>	<u>Effective Date of Issuance by the IASB</u>
	<p>recognized in accordance with international financial reporting standards and accounting principles.</p> <ul style="list-style-type: none"> • More detailed information: The new standards provide instructions on how companies can improve the organization of information in financial statements. This guidance includes determining whether the information should be included in the primary financial statements or further detailed in the notes. 	

The Consolidated Companies is currently assessing the effects of the aforementioned criteria and interpretations on its financial condition and operating results. The relevant findings will be disclosed once the evaluation is complete.

The Consolidated Companies do not expect the following new releases and amendments to standards, that have yet to be endorsed by the FSC, to have a material impact on the Consolidated Financial Statements.

- Amendments to IFRS 10 and IAS 28 "Sale or Contribution of Assets between an Investor and Its Associate or Joint Venture"
- IFRS 19 "Subsidiaries Without Public Accountability: Disclosures," and amendments to IFRS 19

IV. Summary explanation of significant accounting policies

Significant accounting policies adopted in the Consolidated Financial Statements: Unless stated otherwise, the following accounting policies have been applicable for all reporting periods of this Consolidated Financial Statements.

(I) Following Statements

The Consolidated Financial Statements are prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers (hereinafter referred to as the "Regulations") and IAS 34 "Interim Financial Reporting" endorsed and issued into effect by the FSC. The Consolidated Financial Statements do not include all the necessary information that should be disclosed in the full annual Consolidated Financial Statements prepared in accordance with the International Financial Reporting Standards, International Accounting Standards, Interpretations, and Interpretation Announcements (hereinafter referred to as the

Notes to the Consolidated Financial Statements of Hi-Clearance Inc. and Subsidiaries (Cont.)

"FSC-endorsed International Financial Reporting and Accounting Standards") approved and issued by the FSC and in effect.

Except as described below, the significant accounting policies adopted in the Consolidated Financial Statements are the same as those in the Consolidated Financial Statements for the year 2024. For further details, please see Note 4 of the Consolidated Financial Statements for the year 2024.

(II) Basis of consolidation

1. Subsidiaries included in the Consolidated Financial Statements

Subsidiaries included in the Consolidated Financial Statements:

Name of Investor	Name of Subsidiary	Nature of Business	Percentage of Shareholding			Description
			2025.9.30	2024.12.31	2024.9.30	
The Company	Succeed Agents Limited (B.V.I.) (referred to as "SA company")	Financial holding and investment	100.00%	100.00%	100.00%	Note 1
The Company	Renalysis Medical Care Co., Ltd.	Medical management consulting services	100.00%	100.00%	100.00%	
The Company	XinFu Healthcare Corp.	Medical management consulting services	- %	100.00%	100.00%	Note 2
The Company	Sin Hwa Co., Ltd.	Medical equipment trade	100.00%	100.00%	100.00%	Note 1
The Company	Sin Hwa Investment Co., Ltd.	Financial holding and investment	100.00%	100.00%	100.00%	Note 1
The Company	HC Healthcare Co., Ltd.	Medical management consulting services and medical equipment trading	100.00%	100.00%	100.00%	Note 1
SA company	PT Hiclearance Medical Indonesia (referred to as "HMI company")	Medical equipment trade	100.00%	100.00%	100.00%	Note 1
SA company	Moral Well Co., Ltd., (referred to as "MW company")	Financial holding and investment	100.00%	100.00%	100.00%	Note 1
MW company	Taicha Medical Corp. (Shanghai)	International trade and re-export trade	100.00%	100.00%	100.00%	Note 1

Note 1: Subsidiaries of little importance and the financial statements have not been audited by the CPA.

Note 2: On November 8, 2024, the Board of Directors of XinFu Healthcare Corp. approved the liquidation process. As of March 24, 2025, the relevant liquidation procedures have not been completed.

2. Subsidiaries not included in the Consolidated Financial Statements: None.

(III) Income Tax

The Consolidated Companies comply with IAS 34, "Interim Financial Reporting," paragraph B12. This standard specifies the measurement and disclosure of income tax expenses for the interim period.

Notes to the Consolidated Financial Statements of Hi-Clearance Inc. and Subsidiaries (Cont.)

The income tax expense is calculated by multiplying the net profit before tax for the reporting period by the management's best estimate of the effective tax rate for the full year. The current income tax expense and deferred income tax expense are then allocated based on the proportion of the estimated full-year current income tax expense and deferred income tax expense.

Income tax expenses that are recognized in equity items or other comprehensive income items are measured based on the temporary differences between the carrying amounts of the related assets and liabilities for financial reporting purposes and their tax bases. This measurement is done using the applicable tax rates that are expected to be realized or settled upon.

(IV) Employee benefits

During the midterm period, the defined benefit plans are based on the actuarial retirement cost rate as of the reporting date of the previous year. The calculation covers the period from the beginning of the year to the end of the current period, and adjustments are made for significant market fluctuations, substantial reductions, liquidations, or other significant one-time events that occur after the reporting date.

V. **The key sources of uncertainty in significant accounting judgments, estimates, and assumptions.**

When preparing the Consolidated Financial Statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers, and the IAS 34 "Interim Financial Reporting" approved by the FSC, management must make judgments and estimates regarding the future, including climate-related risks and opportunities, affecting the reported amounts of accounting policies, assets, liabilities, income, and expenses. Actual results may differ from the estimates.

When preparing the Consolidated Financial Statements, management made significant judgments and estimates regarding uncertainties in adopting the accounting policies of the Consolidated Companies, in accordance with Note 5 of the Consolidated Financial Statements for the year 2024.

VI. **Details of Significant Accounts**

Except as described below, there are no significant differences in the descriptions of the major accounting items in this Consolidated Financial Statement compared to the report in 2024. For related information, please refer to Note 6 of the 2024 Consolidated Financial Statement.

Notes to the Consolidated Financial Statements of Hi-Clearance Inc. and Subsidiaries (Cont.)

(I) Cash and cash equivalents

	<u>2025.9.30</u>	<u>2024.12.31</u>	<u>2024.9.30</u>
Cash on hand	\$ 367	392	428
Demand deposits	335,466	350,173	304,462
Time deposits	71,300	64,300	66,500
Cash and cash equivalents in the consolidated statement of cash flows	<u>\$ 407,133</u>	<u>414,865</u>	<u>371,390</u>

(II) Financial assets and liabilities at fair value through profit or loss

1. Details are as follows:

	<u>2025.9.30</u>	<u>2024.12.31</u>	<u>2024.9.30</u>
Financial assets mandatorily measured at fair value through profit or loss:			
Beneficiary certificate - fund	\$ 17,759	22,031	53,488
Non-hedging derivative instruments - Forward foreign exchange contracts	1,002	530	-
Total	<u>\$ 18,761</u>	<u>22,561</u>	<u>53,488</u>
Financial liabilities held for trading:			
Non-hedging derivative instruments - Forward foreign exchange contracts	<u>\$ -</u>	<u>-</u>	<u>35</u>

2. Non-hedging derivative instruments

Derivative financial instrument transactions are undertaken to mitigate the exchange rate risk associated with business activities. The following is a detailed list of derivative instruments classified as financial assets measured at fair value through profit or loss and financial liabilities held for trading, which were not accounted for as hedging instruments by the Consolidated Companies:

Notes to the Consolidated Financial Statements of Hi-Clearance Inc. and Subsidiaries (Cont.)

	2025.9.30		
	Contract Amount	Currency	Maturity period
Derivative financial assets:			
Forward foreign exchange contracts	JPY 202,961	NTD to JPY	2025.10.13~2025.11.11
Forward foreign exchange contracts	USD 305	NTD to USD	2025.10.27~2025.11.04

	2024.12.31		
	Contract Amount	Currency	Maturity period
Derivative financial assets:			
Forward foreign exchange contracts	JPY 403,429	NTD to JPY	2025.02.03~2025.04.24

	2024.9.30		
	Contract Amount	Currency	Maturity period
Derivative financial liabilities:			
Forward foreign exchange contracts	USD 366	NTD to USD	2024.10.14

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

	2025.9.30	2024.12.31	2024.9.30
Domestic unlisted (over-the-counter) stocks			
- Taiwan Depository & Clearing Corporation	\$ 268	268	268
Domestic unlisted (over-the-counter) stocks			
- EPED Inc.	11,742	11,742	32,433
Total	<u>\$ 12,010</u>	<u>12,010</u>	<u>32,701</u>

- The Consolidated Companies hold these investments in equity instruments as long-term strategic investments and not for trading purposes, therefore, they have been designated to be at fair value through other comprehensive income.

Notes to the Consolidated Financial Statements of Hi-Clearance Inc. and Subsidiaries (Cont.)

2. From January 1 to September 30, 2025, and 2024, the Consolidated Companies did not dispose of any strategic investments, and there were no transfers of accumulated gains and losses within the equity during that period.
3. The above financial assets have not been pledged as collateral.

(IV) Accounts receivable, notes receivable, receivable financing lease payments, and collections

	<u>2025.9.30</u>	<u>2024.12.31</u>	<u>2024.9.30</u>
Notes receivable	\$ 199,029	186,565	192,977
Long-term notes receivable	7,657	10,114	7,817
Accounts receivable	1,068,209	978,053	1,015,200
Receivables from related parties	25,016	59,804	77,426
Finance lease receivables	36,351	36,498	37,032
Long-term finance lease receivables	101,958	111,056	94,713
Overdue receivables	4,217	4,217	4,217
Less: Loss allowance	<u>(30,079)</u>	<u>(29,261)</u>	<u>(29,401)</u>
Net amount	<u>\$ 1,412,358</u>	<u>1,357,046</u>	<u>1,399,981</u>

For details regarding the Consolidated Companies' bills for collection deposited in banks in the amounts of NT\$189,898 thousand, NT\$179,682 thousand, and NT\$184,159 thousand, respectively, as collateral for 10-20% of the forward letters of credit as of September 30, 2025, December 31, 2024, and September 30, 2024, please refer to Note 8.

Lease benefit maturity analysis for undiscounted lease benefits received after the reporting date:

	<u>2025.9.30</u>	<u>2024.12.31</u>	<u>2024.9.30</u>
Under 1 year	\$ 40,669	40,961	41,583
1-2 year(s)	31,486	31,210	31,197
2-3 years	22,939	22,252	22,103
3-4 years	18,996	16,400	15,498
4-5 years	10,354	11,198	8,310
Over 5 years	30,905	43,853	29,973
Total lease investment	155,349	165,874	148,664
Unearned financing income	<u>(17,040)</u>	<u>(18,320)</u>	<u>(16,919)</u>
Present value of lease payments receivable	138,309	147,554	131,745
Less: Loss allowance	<u>(1,383)</u>	<u>(1,476)</u>	<u>(1,317)</u>
Net amount	<u>\$ 136,926</u>	<u>146,078</u>	<u>130,428</u>
	<u>2025.9.30</u>	<u>2024.12.31</u>	<u>2024.9.30</u>
Overdue receivables	\$ 4,217	4,217	4,217
Less: Loss allowance	<u>(4,217)</u>	<u>(4,217)</u>	<u>(4,217)</u>
	<u>\$ -</u>	<u>-</u>	<u>-</u>

Notes to the Consolidated Financial Statements of Hi-Clearance Inc. and Subsidiaries (Cont.)

The Consolidated Companies estimate expected credit losses for all receivables, accounts receivable, finance lease receivables, and collection items using a simplified approach. This approach involves measuring the expected credit losses over the lifetime of the assets. For this measurement purpose, these receivables are grouped based on shared credit risk characteristics representing the customer's ability to pay all amounts due according to the contractual terms, with forward-looking information accounted for as well. Expected credit loss analysis for the consolidated accounts receivable, notes receivable, finance leases receivable, and collections:

	2025.9.30		
	Carrying Amounts of Notes and Accounts Receivable, Finance Leases Receivable and Collections	Weighted Average Expected Credit Loss Rate	Allowance for Expected Credit Losses During the Period
Not overdue	\$ 1,381,255	0.35%	4,807
1-180 days overdue	32,787	13.29%	4,359
181-365 days overdue	4,835	9.48%	458
Over 366 days overdue	23,560	86.82%	20,455
	<u>\$ 1,442,437</u>		<u>30,079</u>
	2024.12.31		
	Carrying Amounts of Notes and Accounts Receivable, Finance Leases Receivable and Collections	Weighted Average Expected Credit Loss Rate	Allowance for Expected Credit Losses During the Period
Not overdue	\$ 1,362,315	0.39%	5,269
1-180 days overdue	271	100%	271
181-365 days overdue	1,861	100%	1,861
Over 366 days overdue	21,860	100%	21,860
	<u>\$ 1,386,307</u>		<u>29,261</u>

Notes to the Consolidated Financial Statements of Hi-Clearance Inc. and Subsidiaries (Cont.)

	2024.9.30		
	Carrying Amounts of Notes and Accounts Receivable, Finance Leases Receivable and Collections	Weighted Average Expected Credit Loss Rate	Allowance for Expected Credit Losses During the Period
Not overdue	\$ 1,382,728	0.32%	4,404
1-180 days overdue	22,802	10.27%	2,342
181-365 days overdue	4,905	75.60%	3,708
Over 366 days overdue	18,947	100%	18,947
	<u>\$ 1,429,382</u>		<u>29,401</u>

Changes in loss allowance for notes and accounts receivable, finance lease receivable and collections of the Consolidated Companies:

	January to September 2025	January to September 2024
Beginning balance	\$ 29,261	28,151
Recognized impairment loss	918	1,189
Foreign currency exchange gain/loss	(100)	61
Ending balance	<u>\$ 30,079</u>	<u>29,401</u>

(V) Inventories

	2025.9.30	2024.12.31	2024.9.30
Commodities	\$ 670,999	643,669	685,106
Goods in transit	-	28,012	-
	<u>\$ 670,999</u>	<u>671,681</u>	<u>685,106</u>

The impairment loss (gain) on inventories recognized under cost of goods sold by the consolidated entity is as follows:

	July to September 2025	July to September 2024	January to September 2025	January to September 2024
Loss on Inventory Write-down (Gain on Reversal)	<u>\$ (106)</u>	<u>(468)</u>	<u>1,546</u>	<u>(1,451)</u>

As of September 30, 2025, December 31, 2024, and September 30, 2024, none of the inventories of the Consolidated Companies have been pledged as collaterals.

Notes to the Consolidated Financial Statements of Hi-Clearance Inc. and Subsidiaries (Cont.)

(VI) Investments accounted for using the equity method

- Investments of the Consolidated Companies accounted for under the equity method at the reporting date:

	<u>2025.9.30</u>	<u>2024.12.31</u>	<u>2024.9.30</u>
Associate	<u>\$ 125,792</u>	<u>123,835</u>	<u>122,412</u>

The financial information of associates of the Consolidated Companies, which are individually immaterial, and accounted for using the equity method, and is included in the Consolidated Financial Statements as follows:

	<u>2025.9.30</u>	<u>2024.12.31</u>	<u>2024.9.30</u>
Closing aggregated carrying amount of interests in individually insignificant related parties	<u>\$ 125,792</u>	<u>123,835</u>	<u>122,412</u>

	<u>July to September 2025</u>	<u>July to September 2024</u>	<u>January to September 2025</u>	<u>January to September 2024</u>
Equity owned by the Consolidated Companies:				
Net profit from ongoing operations for the current period \$	2,290	2,072	7,109	10,296
Other comprehensive income	-	-	-	-
Total comprehensive income	<u>\$ 2,290</u>	<u>2,072</u>	<u>7,109</u>	<u>10,296</u>

- As of September 30, 2025, December 31, 2024, and September 30, 2024, no investments in related parties of the Consolidated Companies, accounted for under the equity method, have been pledged as collaterals.
- Investments accounted for using the equity method without auditing Investee and Consolidated Companies that use the equity method calculate their share of profit and other comprehensive income based on unaudited financial statements.

Notes to the Consolidated Financial Statements of Hi-Clearance Inc. and Subsidiaries (Cont.)

(VII) Property, Plant, and Equipment

Changes in cost and depreciation of properties, plants, and equipment of the Consolidated Companies from January 1 to September 30, 2025, and 2024:

		Land	Building and Construction	Transportation Equipment	Office Equipment	Leased Assets	Construction in Process	Total
Cost:								
Balance as of January 1, 2025	\$	618,850	459,772	5,516	97,647	444,067	-	1,625,852
Addition		-	2,770	771	7,432	32,504	33,299	76,776
Reclassifications		-	3,483	-	5,164	28,017	(3,209)	33,455
Disposal and obsolescence		-	-	(1,390)	(324)	(23,682)	-	(25,396)
Effect of Exchange Rate Changes		-	-	-	(18)	(2,205)	-	(2,223)
Balance as of September 30, 2025	\$	618,850	466,025	4,897	109,901	478,701	30,090	1,708,464
Balance as of January 1, 2024	\$	412,632	455,875	4,565	83,044	417,090	-	1,373,206
Addition		206,218	1,276	951	5,156	21,557	-	235,158
Reclassifications		-	-	-	9,706	41,571	-	51,277
Disposal and obsolescence		-	-	-	(1,806)	(14,202)	-	(16,008)
Effect of Exchange Rate Changes		-	-	-	17	1,079	-	1,096
Balance as of September 30, 2024	\$	618,850	457,151	5,516	96,117	467,095	-	1,644,729
Depreciation:								
Balance as of January 1, 2025	\$	-	78,718	2,535	48,114	223,934	-	353,301
Current year depreciation		-	8,825	594	12,288	43,238	-	64,945
Reclassifications		-	-	-	359	(180)	-	179
Disposal and obsolescence		-	-	(1,390)	(154)	(15,470)	-	(17,014)
Effect of Exchange Rate Changes		-	-	-	(6)	(542)	-	(548)
Balance as of September 30, 2025	\$	-	87,543	1,739	60,601	250,980	-	400,863
Balance as of January 1, 2024	\$	-	67,549	1,984	35,864	206,259	-	311,656
Current year depreciation		-	8,358	388	10,827	42,583	-	62,156
Reclassifications		-	-	-	-	(206)	-	(206)
Disposal and obsolescence		-	-	-	(1,010)	(8,706)	-	(9,716)
Effect of Exchange Rate Changes		-	-	-	4	188	-	192
Balance as of September 30, 2024	\$	-	75,907	2,372	45,685	240,118	-	364,082
Carrying amount:								
January 1, 2025	\$	618,850	381,054	2,981	49,533	220,133	-	1,272,551
September 30, 2025	\$	618,850	378,482	3,158	49,300	227,721	30,090	1,307,601
January 1, 2024	\$	412,632	388,326	2,581	47,180	210,831	-	1,061,550
September 30, 2024	\$	618,850	381,244	3,144	50,432	226,977	-	1,280,647

Notes to the Consolidated Financial Statements of Hi-Clearance Inc. and Subsidiaries (Cont.)

For details regarding the Consolidated Companies' property, plant and equipment pledged as collaterals for loans and lines of credit, please refer to Note 8.

(VIII) Right-of-use assets

Changes in cost and depreciation of leased premises, buildings, and transportation equipment of the Consolidated Companies:

	Building and Construction	Transportation Equipment	Total
Costs of right-of-use assets:			
Balance as of January 1, 2025	\$ 874,203	1,309	875,512
Addition	65,710	4,088	69,798
Decrease	<u>(157,628)</u>	<u>(270)</u>	<u>(157,898)</u>
Balance as of September 30, 2025	<u>\$ 782,285</u>	<u>5,127</u>	<u>787,412</u>
Balance as of January 1, 2024	\$ 781,067	1,309	782,376
Addition	112,881	-	112,881
Decrease	<u>(37,572)</u>	<u>-</u>	<u>(37,572)</u>
Balance as of September 30, 2024	<u>\$ 856,376</u>	<u>1,309</u>	<u>857,685</u>
Accumulated depreciation of right-of-use assets:			
Balance as of January 1, 2025	\$ 303,269	836	304,105
Current period depreciation	60,783	1,343	62,126
Decrease	<u>(107,248)</u>	<u>(85)</u>	<u>(107,333)</u>
Balance as of September 30, 2025	<u>\$ 256,804</u>	<u>2,094</u>	<u>258,898</u>
Balance as of January 1, 2024	\$ 262,521	400	262,921
Current period depreciation	58,247	327	58,574
Decrease	<u>(24,249)</u>	<u>-</u>	<u>(24,249)</u>
Balance as of September 30, 2024	<u>\$ 296,519</u>	<u>727</u>	<u>297,246</u>
Carrying amount:			
January 1, 2025	<u>\$ 570,934</u>	<u>473</u>	<u>571,407</u>
September 30, 2025	<u>\$ 525,481</u>	<u>3,033</u>	<u>528,514</u>
January 1, 2024	<u>\$ 518,546</u>	<u>909</u>	<u>519,455</u>
September 30, 2024	<u>\$ 559,857</u>	<u>582</u>	<u>560,439</u>

(IX) Investment property

	Land and Improvements	Building and Construction	Total
Carrying amount:			
January 1, 2025	<u>\$ 25,736</u>	<u>356</u>	<u>26,092</u>
September 30, 2025	<u>\$ 25,736</u>	<u>349</u>	<u>26,085</u>
January 1, 2024	<u>\$ 25,736</u>	<u>365</u>	<u>26,101</u>
September 30, 2024	<u>\$ 25,736</u>	<u>358</u>	<u>26,094</u>

There were no significant additions, disposals, impairments, or reversals of investment properties of the Consolidated Companies during the period from January 1 to September 30, 2025 and 2024. Please refer to Note 12 (I) for the depreciation

Notes to the Consolidated Financial Statements of Hi-Clearance Inc. and Subsidiaries (Cont.)

amount for this period. For other related information, please see Note 6 (IX) of the 2024 Consolidated Financial Statements.

As of September 30, 2025, December 31, 2024, and September 30, 2024, no investment properties of the Consolidated Companies were pledged as collaterals.

There are no significant differences in the disclosed information regarding the fair value of investment properties between the Consolidated Financial Statements of the Consolidated Companies and Note 6 (IX) to the 2024 Consolidated Financial Statements.

(X) Intangible assets

Changes in cost and amortization of intangible assets of the Consolidated Companies from January 1 to September 30, 2025 and 2024:

	<u>Goodwill</u>	<u>Distribution Rights</u>	<u>Other intangible assets</u>	<u>Total</u>
Cost:				
Balance as of January 1, 2025	\$ 116,961	-	121,741	238,702
Addition	-	30,477	15	30,492
Reclassifications	-	45,714	195	45,909
Balance as of September 30, 2025	<u>\$ 116,961</u>	<u>76,191</u>	<u>121,951</u>	<u>315,103</u>
Balance as of September 30, 2024 (i.e., balance as of January 1, 2024)	<u>\$ 116,961</u>	<u>-</u>	<u>119,910</u>	<u>236,871</u>
Amortization:				
Balance as of January 1, 2025	\$ -	-	64,515	64,515
Current period amortization	-	11,429	12,201	23,630
Balance as of September 30, 2025	<u>\$ -</u>	<u>11,429</u>	<u>76,716</u>	<u>88,145</u>
Balance as of January 1, 2024	\$ -	-	47,892	47,892
Current period amortization	-	-	12,419	12,419
Balance as of September 30, 2024	<u>\$ -</u>	<u>-</u>	<u>60,311</u>	<u>60,311</u>
Carrying amount:				
January 1, 2025	<u>\$ 116,961</u>	<u>-</u>	<u>57,226</u>	<u>174,187</u>
September 30, 2025	<u>\$ 116,961</u>	<u>64,762</u>	<u>45,235</u>	<u>226,958</u>
January 1, 2024	<u>\$ 116,961</u>	<u>-</u>	<u>72,018</u>	<u>188,979</u>
September 30, 2024	<u>\$ 116,961</u>	<u>-</u>	<u>59,599</u>	<u>176,560</u>

Notes to the Consolidated Financial Statements of Hi-Clearance Inc. and Subsidiaries (Cont.)

As of September 30, 2025, December 31, 2024, and September 30, 2024, the Consolidated Companies' intangible assets have not been used as collateral or security.

(XI) Short-term loans

Short-term loans of the Consolidated Companies:

	<u>2025.9.30</u>	<u>2024.12.31</u>	<u>2024.9.30</u>
Unsecured bank loans	\$ 427,387	200,000	300,000
Secured bank loans	140,000	167,987	157,987
Total	<u>\$ 567,387</u>	<u>367,987</u>	<u>457,987</u>
Unused credit line	<u>\$ 916,113</u>	<u>702,799</u>	<u>750,548</u>
Interest rate	<u>1.825%~2.150%</u>	<u>1.825~2.150%</u>	<u>1.83%~2.00%</u>

Assets of the Consolidated Companies pledged as collaterals for bank loans are described in Note 8.

(XII) Lease liabilities

Carrying amount of the consolidated lease liabilities:

	<u>2025.9.30</u>	<u>2024.12.31</u>	<u>2024.9.30</u>
Current	<u>\$ 75,753</u>	<u>78,769</u>	<u>77,050</u>
Non-current	<u>\$ 477,122</u>	<u>518,630</u>	<u>508,290</u>

For an analysis of maturity, please refer to Note 6 (XXI): Financial Instruments.

Leases recognized in the income statement:

	<u>July to September 2025</u>	<u>July to September 2024</u>	<u>January to September 2025</u>	<u>January to September 2024</u>
Interest expenses for lease liabilities	<u>\$ 2,142</u>	<u>2,055</u>	<u>6,545</u>	<u>5,709</u>
Changes in lease payments not accounted for in measurement of lease liabilities	<u>\$ 1,641</u>	<u>1,128</u>	<u>4,288</u>	<u>3,216</u>
Income from subleasing right-of-use assets	<u>\$ 28,126</u>	<u>13,613</u>	<u>70,507</u>	<u>57,611</u>
Short-term lease expenses	<u>\$ 643</u>	<u>341</u>	<u>2,665</u>	<u>1,058</u>
Expenses for low-value lease assets (excluding low-value short-term leases)	<u>\$ 64</u>	<u>51</u>	<u>175</u>	<u>136</u>

Notes to the Consolidated Financial Statements of Hi-Clearance Inc. and Subsidiaries (Cont.)

Leases recognized in the cash flow statement:

	January to September 2025	January to September 2024
Total cash flows on lease	\$ 74,299	64,707

1. Real estate, construction, and transportation equipment leasing

The Consolidated Companies lease buildings and structures as office spaces and storage locations, and the usual lease term is 3-10 years for office spaces, 2 years for storage locations. Some leases offer the option to extend for the same duration as the original contract when the lease term expires. The lease term for transportation equipment is three years.

For right-of-use assets subleased under operating leases, please refer to Note 6 (XIII).

Certain lease agreements offer extension options, but specific terms and conditions agreed upon may differ within the Consolidated Companies as these agreements are handled independently by various regions. These options are enforceable only by the Consolidated Companies and not by the lessor. Where it is not reasonably certain that the optional extended lease term will be exercised, the lease liability does not include payments for the period covered by the option.

2. Other leases

The Consolidated Companies lease office equipment and other assets for a period of one to two years under short-term or low-value leases. In accordance with the exemption recognition rules, the Consolidated Companies do not recognize the associated right-of-use assets and lease liabilities.

(XIII) Operating leases

The Consolidated Companies had no significant new operating lease agreements from January 1 to September 30, 2025 and 2024. For related information, please refer to Note 6 (XV) of the 2024 Consolidated Financial Statements.

Notes to the Consolidated Financial Statements of Hi-Clearance Inc. and Subsidiaries (Cont.)

(XIV) Employee benefits

1. Defined benefit plans

The details of expenses reported by the Consolidated Companies are as follows:

	<u>July to September 2025</u>	<u>July to September 2024</u>	<u>January to September 2025</u>	<u>January to September 2024</u>
Operating costs \$	6	6	18	17
Operating expenses	<u>1,439</u>	<u>1,432</u>	<u>4,317</u>	<u>4,289</u>
Total	<u>\$ 1,445</u>	<u>1,438</u>	<u>4,335</u>	<u>4,306</u>

2. Defined contribution plans

Pension costs under the defined contribution plan amounted are as follows, and have been allocated to the Bureau of Labor Insurance:

	<u>July to September 2025</u>	<u>July to September 2024</u>	<u>January to September 2025</u>	<u>January to September 2024</u>
Operating costs \$	796	747	2,353	2,203
Operating expenses	<u>3,628</u>	<u>3,215</u>	<u>10,650</u>	<u>9,463</u>
Total	<u>\$ 4,424</u>	<u>3,962</u>	<u>13,003</u>	<u>11,666</u>

(XV) Income Tax

1. Detailed breakdown of the Consolidated Companies' income tax expenses:

	<u>July to September 2025</u>	<u>July to September 2024</u>	<u>January to September 2025</u>	<u>January to September 2024</u>
Income tax expenses	<u>\$ 22,663</u>	<u>20,982</u>	<u>67,709</u>	<u>69,690</u>

2. The Consolidated Companies have no income tax expense that is recognized directly in equity and other comprehensive income.

3. Income tax ratification

The income tax settlement declarations of the Company, Renalysis Medical Care, Sin Hwa Co., Ltd, Sin Hwa, HC-Healthcare income tax settlement declaration have been approved by tax authorities until 2023.

(XVI) Capital and other equity

Except as described below, there were no significant changes in capital and other equity for the Consolidated Companies from January 1 to September 30, 2025 and 2024. For related information, please refer to Note 6 (XVII) of the 2024 Consolidated Financial Statements.

Notes to the Consolidated Financial Statements of Hi-Clearance Inc. and Subsidiaries (Cont.)

1. Capital Surplus

Breakdown of the Company's capital surplus is as follows:

	<u>2025.9.30</u>	<u>2024.12.31</u>	<u>2024.9.30</u>
Premium on share issuance \$	1,591,611	1,591,611	1,591,611
Employees stock option	9,174	9,174	9,174
Expired stock options	706	706	706
Income from donations	497	497	497
	<u>\$ 1,601,988</u>	<u>1,601,988</u>	<u>1,601,988</u>

2. Retained Earnings

In accordance with the Articles of Incorporation, if the annual final accounts show a surplus, taxes should be paid first to offset any past losses, then 10% of the surplus should be allocated to legal reserve, unless the legal reserve has already reached the paid-in capital. Furthermore, a special reserve may be set aside based on operational needs and legal requirements of the Consolidated Companies. Afterwards, if there is still a surplus and unappropriated earnings from the beginning of the period, the Board of Directors shall propose an earnings distribution plan and submit for approval at the shareholders' meeting.

The Company is currently in a period of business growth. The dividend policy prioritizes the future development and financial condition of the Company while also considering reasonable returns for shareholders. The amount of dividends and profits distributed to shareholders shall not be less than fifty percent of the distributable earnings for the year, of which at least fifty percent shall be distributed in cash dividends.

(1) Distribution of earnings

At the shareholders' meetings held on May 26, 2025 and May 29, 2024, the Company resolved to distribute dividends for 2024 and 2023, respectively. Dividends distributed to shareholders are detailed as follows:

	<u>2024</u>		<u>2023</u>	
	<u>Allotment</u>		<u>Allotment</u>	
	<u>Ratio (NT\$)</u>	<u>Amount</u>	<u>Ratio (NT\$)</u>	<u>Amount</u>
Cash dividends \$	7.00	<u>311,647</u>	7.00	<u>311,647</u>

Notes to the Consolidated Financial Statements of Hi-Clearance Inc. and Subsidiaries (Cont.)

(XVII) Earnings per Share

The calculation of basic earnings per share is as follows:

	<u>July to</u> <u>September 2025</u>	<u>July to</u> <u>September 2024</u>	<u>January to</u> <u>September 2025</u>	<u>January to</u> <u>September 2024</u>
Basic earnings per share				
Net income attributable to the Company for the current period	\$ 94,951	82,411	277,650	287,553
Net profit attributable to the common equity holders of the Company	<u>\$ 94,951</u>	<u>82,411</u>	<u>277,650</u>	<u>287,553</u>
Weighted average number of common shares outstanding (thousand shares)	<u>44,521</u>	<u>44,521</u>	<u>44,521</u>	<u>44,521</u>
	<u>\$ 2.13</u>	<u>1.85</u>	<u>6.24</u>	<u>6.46</u>
Diluted earnings per share				
Net income attributable to the Company for the current period	\$ 94,951	82,411	277,650	287,553
Net profit attributable to the common equity holders of the Company (After adjusting for the effects of dilutive potential common shares)	<u>\$ 94,951</u>	<u>82,411</u>	<u>277,650</u>	<u>287,553</u>
Weighted average number of common shares outstanding (thousand shares)	44,521	44,521	44,521	44,521
Effect of employee stock compensation (thousand shares)	25	26	25	32
Weighted average number of common shares outstanding (After adjusting for the effects of dilutive potential common shares) (thousand shares)	<u>44,546</u>	<u>44,547</u>	<u>44,546</u>	<u>44,553</u>
	<u>\$ 2.13</u>	<u>1.85</u>	<u>6.23</u>	<u>6.45</u>

Notes to the Consolidated Financial Statements of Hi-Clearance Inc. and Subsidiaries (Cont.)

(XVIII) Revenue from contracts with customers

1. Revenue breakdown

	July to September 2025		
	Hemodialysis		Total
	Division	Other Divisions	
Main markets in the region:			
Taiwan	\$ 714,737	342,404	1,057,141
China	-	165	165
Japan	39	-	39
Indonesia	8,331	29	8,360
	\$ 723,107	342,598	1,065,705
Main products/services:			
Dialyzer and blood tubing	\$ 336,402	-	336,402
Erythropoietin and liquid medications	326,765	-	326,765
Hemodialysis machine, maintenance and repair	35,824	-	35,824
Anesthesia and sleep	-	74,595	74,595
Lease income	2,119	52,575	54,694
Service revenue	3,062	31,715	34,777
Others	18,935	183,713	202,648
	\$ 723,107	342,598	1,065,705
July to September 2024			
	Hemodialysis		Total
	Division	Other Divisions	
Main markets in the region:			
Taiwan	\$ 720,788	282,865	1,003,653
China	-	1,986	1,986
Indonesia	3,159	-	3,159
Japan	248	-	248
	\$ 724,195	284,851	1,009,046
Main products/services:			
Dialyzer and blood tubing	\$ 330,799	-	330,799
Erythropoietin and liquid medications	319,544	-	319,544
Hemodialysis machine, maintenance and repair	40,081	-	40,081
Anesthesia and sleep	-	68,275	68,275
Lease income	1,788	49,854	51,642
Service revenue	3,512	31,793	35,305
Others	28,471	134,929	163,400
	\$ 724,195	284,851	1,009,046

Notes to the Consolidated Financial Statements of Hi-Clearance Inc. and Subsidiaries (Cont.)

January to September 2025			
Hemodialysis			
	Division	Other Divisions	Total
Main markets in the region:			
Taiwan	\$ 2,137,849	1,028,576	3,166,425
China	-	1,903	1,903
Japan	286	-	286
Indonesia	17,617	29	17,646
	\$ 2,155,752	1,030,508	3,186,260
Main products/services:			
Dialyzer and blood tubing	\$ 988,726	-	988,726
Erythropoietin and liquid medications	945,769	-	945,769
Hemodialysis machine, maintenance and repair	137,364	-	137,364
Respiration and anesthesia	-	238,250	238,250
Lease income	5,828	160,047	165,875
Service revenue	9,163	93,616	102,779
Others	68,902	538,595	607,497
	\$ 2,155,752	1,030,508	3,186,260
January to September 2024			
Hemodialysis			
	Division	Other Divisions	Total
Main markets in the region:			
Taiwan	\$ 2,133,447	918,213	3,051,660
China	-	4,799	4,799
Japan	248	-	248
Indonesia	14,168	-	14,168
	\$ 2,147,863	923,012	3,070,875
Main products/services:			
Dialyzer and blood tubing	\$ 1,008,427	-	1,008,427
Erythropoietin and liquid medications	916,030	-	916,030
Hemodialysis machine, maintenance and repair	119,785	-	119,785
Respiration and anesthesia	-	222,272	222,272
Lease income	5,050	147,316	152,366
Service revenue	10,249	94,395	104,644
Others	88,322	459,029	547,351
	\$ 2,147,863	923,012	3,070,875

Notes to the Consolidated Financial Statements of Hi-Clearance Inc. and Subsidiaries (Cont.)

2. Contract balance

	<u>2025.9.30</u>	<u>2024.12.31</u>	<u>2024.9.30</u>
Notes receivable	\$ 199,029	186,565	192,977
Long-term notes receivable	7,657	10,114	7,817
Accounts receivable	1,068,209	978,053	1,015,200
Receivables from related parties	25,016	59,804	77,426
Finance lease receivables	36,351	36,498	37,032
Long-term finance lease receivables	101,958	111,056	94,713
Overdue receivables	4,217	4,217	4,217
Less: Loss allowance	<u>(30,079)</u>	<u>(29,261)</u>	<u>(29,401)</u>
Total	<u>\$ 1,412,358</u>	<u>1,357,046</u>	<u>1,399,981</u>
	<u>2025.9.30</u>	<u>2024.12.31</u>	<u>2024.9.30</u>
Contractual liabilities for maintenance and repair services	<u>\$ 45,223</u>	<u>46,526</u>	<u>41,755</u>

Please refer to Note 6 (IV) for the disclosure of notes receivable, accounts receivable and finance lease receivables and their impairment.

Revenue recognized from January 1 to September 30, 2025, and 2024 for the initial balance of contract liabilities as of January 1, 2025, and 2024, was NT\$12,453 thousand and NT\$8,574 thousand, respectively.

Changes in contract liabilities are mainly due to timing difference between the Consolidated Companies' performance obligations and customer payment.

3. Allocation to transaction price of outstanding performance obligations

On September 30, 2025, December 31, 2024, and September 30, 2024, the total transaction price for the extended warranty service allocated to outstanding performance obligations, which has not yet been fulfilled, was NT\$45,223 thousand, NT\$46,526 thousand, and NT\$41,755 thousand, respectively. The Consolidated Companies shall recognize this revenue gradually as the service is provided, which is expected to be completed within two to six years.

(XIX) Remuneration for employees, directors, and supervisors

On May 26, 2025, pursuant to a resolution adopted at the Shareholders' Meeting, the Company amended its Articles of Incorporation. According to the amended provisions, if the Company generates profits in a given fiscal year, no less than 1% shall be allocated as employee remuneration (of which not less than 30% shall be distributed to non-managerial employees), and no more than 3% shall be allocated as

Notes to the Consolidated Financial Statements of Hi-Clearance Inc. and Subsidiaries (Cont.)

remuneration for directors and supervisors. However, the Consolidated Companies should reserve a deficit compensation amount in advance losses have accumulated. Remuneration in stock or cash is targeted at employees of the Consolidated Companies who meet certain criteria. Prior to the amendment, the Articles of Incorporation provided that, if there are profits for the year, the allocation for the remuneration of employees shall be at least 1%, and that of directors and supervisors shall be no more than 3%. However, the Consolidated Companies should reserve a deficit compensation amount in advance losses have accumulated. Remuneration in stock or cash is targeted at employees of the Consolidated Companies who meet certain criteria.

The estimated remuneration for employees, directors, and supervisors of the Company is as follows:

	July to September 2025	July to September 2024	January to September 2025	January to September 2024
Remuneration for employees	\$ 1,189	1,068	3,498	3,581
Remuneration for directors and supervisors	3,568	3,202	10,494	10,743
	<u>\$ 4,757</u>	<u>4,270</u>	<u>13,992</u>	<u>14,324</u>

Remuneration to employees, directors, and supervisors was estimated by multiplying the net profit before tax for each respective period by the percentage of employee remuneration and director and supervisor remuneration specified in the Company's Articles of Incorporation. The remuneration was recorded as operating expenses for the respective period and was all paid in cash. Any differences between the actual amount distributed in the following year and the estimated amount are treated as changes in accounting estimate, and are recognized in the profit or loss of the subsequent year. For related information, please refer to the Market Observation Post System (MOPS).

The employee remuneration provisions for the fiscal years 2024 and 2023 of the Company amounted to NT\$4,534 thousand and NT\$4,320 thousand, respectively. The remuneration provision for directors and supervisors amounted to NT\$13,602 thousand and NT\$12,959 thousand, respectively. These amounts are consistent with the actual payments made. For more information, please refer to the MOPS.

Notes to the Consolidated Financial Statements of Hi-Clearance Inc. and Subsidiaries (Cont.)

(XX) Non-operating income and expenses

1. Interest income

Interest income of the Consolidated Companies:

	<u>July to September 2025</u>	<u>July to September 2024</u>	<u>January to September 2025</u>	<u>January to September 2024</u>
Interest on bank deposits	\$ 1,071	803	3,375	2,646
Interest income on finance lease receivables	1,834	1,381	4,556	4,503
Other interest income	4	39	83	82
	<u>\$ 2,909</u>	<u>2,223</u>	<u>8,014</u>	<u>7,231</u>

2. Other income

Other income of the Consolidated Companies:

	<u>July to September 2025</u>	<u>July to September 2024</u>	<u>January to September 2025</u>	<u>January to September 2024</u>
Other income	<u>\$ 1,994</u>	<u>1,594</u>	<u>5,305</u>	<u>12,145</u>

3. Other gains and losses

Other gains and losses of the Consolidated Companies:

	<u>July to September 2025</u>	<u>July to September 2024</u>	<u>January to September 2025</u>	<u>January to September 2024</u>
Gains (losses) on foreign currency exchange	\$ (4,042)	(7,907)	10,706	(942)
Gains (losses) on disposal of property, plant, and equipment	3,739	(4,649)	333	(3,555)
Net gains (losses) on financial assets at fair value through profit or loss	3,081	286	5,281	2,629
Others	291	(7)	2,972	(747)
	<u>\$ 3,069</u>	<u>(12,277)</u>	<u>19,292</u>	<u>(2,615)</u>

4. Finance costs

Finance costs of the Consolidated Companies:

	<u>July to September 2025</u>	<u>July to September 2024</u>	<u>January to September 2025</u>	<u>January to September 2024</u>
Interest expenses	<u>\$ 4,636</u>	<u>4,377</u>	<u>13,186</u>	<u>9,737</u>

Notes to the Consolidated Financial Statements of Hi-Clearance Inc. and Subsidiaries (Cont.)

(XXI) Financial Instruments

Apart from the exceptions mentioned below, there have been no significant changes in the fair value of the financial instruments of the Consolidated Companies, nor in its exposure to credit risk, liquidity risk, and market risk. For further details, please consult Note 6 (XXIII) of the 2024 Consolidated Financial Statements.

1. Liquidity risk

The table below displays maturity dates of financial liabilities, including interest but excluding the impact of netting agreements.

	Carrying Amount	Contract Cash Flow	Within 1 Year	1-5 Years	Over 5 Years
September 30, 2025					
Non-derivative financial liabilities					
Short-term loans	\$ 567,387	569,419	569,419	-	-
Notes payable	6,958	6,958	6,958	-	-
Accounts payable	627,775	627,775	627,775	-	-
Payables to related parties	1,020	1,020	1,020	-	-
Other payables	163,836	163,836	163,836	-	-
Other payables to related parties	10,212	10,212	10,212	-	-
Lease liabilities	552,875	594,509	83,610	271,757	239,142
	\$ 1,930,063	1,973,729	1,462,830	271,757	239,142
December 31, 2024					
Non-derivative financial liabilities					
Short-term loans	\$ 367,987	369,730	369,730	-	-
Notes payable	6,260	6,260	6,260	-	-
Accounts payable	655,695	655,695	655,695	-	-
Payables to related parties	1,020	1,020	1,020	-	-
Other payables	174,610	174,610	174,610	-	-
Other payables to related parties	13,726	13,726	13,726	-	-
Lease liabilities	597,399	643,136	86,878	287,328	268,930
	\$ 1,816,697	1,864,177	1,307,919	287,328	268,930
September 30, 2024					
Non-derivative financial liabilities					
Short-term loans	\$ 457,987	461,248	461,248	-	-
Notes payable	9,587	9,587	9,587	-	-
Accounts payable	633,294	633,294	633,294	-	-
Payables to related parties	1,140	1,140	1,140	-	-
Other payables	164,474	164,474	164,474	-	-
Other payables to related parties	13,703	13,703	13,703	-	-
Lease liabilities	585,340	630,193	84,815	280,389	264,989
Other forward exchange contracts	35	35	35	-	-
	\$ 1,865,560	1,913,674	1,368,296	280,389	264,989

The Consolidated Companies do not anticipate cash flows for the maturity analysis to occur earlier or differ significantly in amount.

Notes to the Consolidated Financial Statements of Hi-Clearance Inc. and Subsidiaries (Cont.)

2. Foreign exchange risk

(1) Exposure to foreign exchange risk

Consolidated financial assets and liabilities that are exposed to significant foreign exchange rate risk:

	2025.9.30			2024.12.31			2024.9.30		
	Foreign Currency	Exchange Rate	NT\$	Foreign Currency	Exchange Rate	NT\$	Foreign Currency	Exchange Rate	NT\$
<u>Financial assets</u>									
<u>Monetary items</u>									
JPY	\$ 95,799	0.2053	19,668	171,959	0.2096	36,043	1,225	0.2223	272
USD	91	30.535	2,779	234	32.785	7,672	108	31.660	3,419
<u>Financial liabilities</u>									
<u>Monetary items</u>									
JPY	662,898	0.2053	136,093	646,027	0.2096	135,407	569,331	0.2223	126,562
USD	2,968	30.535	90,628	1,870	32.785	61,308	2,276	31.660	72,058

(2) Sensitivity analysis

The Consolidated Companies' exposure to foreign exchange risk on monetary items mainly arises from cash, cash equivalents, and accounts payable denominated in foreign currencies, which generate foreign exchange gains or losses upon translation. As of September 30, 2025, and 2024, if NT\$ depreciates or appreciates by 0.25% against US\$ and JPY, with all other factors remaining constant, the net income before tax for January 1 to September 30, 2025, and 2024, would decrease or increase by NT\$511 thousand and NT\$487 thousand, respectively.

(3) Exchange gains and losses on monetary items

The Consolidated Companies disclose foreign currency exchange gains and losses (including realized and unrealized) for monetary items on a consolidated basis. For the periods from July 1 to September 30, 2025 and 2024, and from January 1 to September 30, 2025 and 2024, the foreign currency exchange gains and losses were NT\$(4,042) thousand, NT\$(7,907) thousand, NT\$10,706 thousand, and NT\$(942) thousand, respectively.

3. Interest rate analysis

Financial assets and financial liabilities with interest rate risk of the Consolidated Companies:

	2025.9.30	2024.12.31	2024.9.30
Variable rate instruments (book value):			
Financial assets	\$ 515,122	522,575	431,039
Financial liabilities	567,387	367,987	457,987

Notes to the Consolidated Financial Statements of Hi-Clearance Inc. and Subsidiaries (Cont.)

Financial assets and financial liabilities with interest rate risk of the Consolidated Companies are described in the liquidity risk management segment of these notes.

The sensitivity analysis below is prepared based on the risk exposure of non-derivative instruments to the interest rates at the report date. Floating rate assets are analyzed by assuming that the amount of assets outstanding at the reporting date is outstanding for the entire year.

If the interest rate increased or decreased by 0.25%, the Consolidated Companies' net income before tax from January 1 to September 30, 2025, and 2024, would have decreased or increased by NT\$98 thousand and NT\$51 thousand, respectively, with all other variables remaining constant, which was mainly due to the Consolidated Companies' changing bank deposit rates and loans.

4. Information on fair value

(1) Classification of financial instruments and determination of fair value

The Consolidated Companies measure financial assets and liabilities at fair value through profit or loss, and financial assets at fair value through other comprehensive income on a recurring basis. Carrying amounts and fair values of various financial assets and financial liabilities (including fair value hierarchy information, but excluding financial instruments measured at fair value where the carrying amount is a reasonable approximation of fair value, and lease liabilities, of which fair value information disclosure is not required):

	2025.9.30				
	Carrying Amount	Fair Value			
		Level 1	Level 2	Level 3	Total
Financial assets at fair value through profit or loss:					
Beneficiary certificate - fund	\$ 17,759	17,759	-	-	17,759
Non-hedging derivative instruments - Forward foreign exchange contracts	<u>1,002</u>	-	1,002	-	1,002
Subtotal	<u>18,761</u>				
Financial assets at fair value through other comprehensive income	<u>12,010</u>	-	-	12,010	12,010
Total	<u>\$ 30,771</u>				

Notes to the Consolidated Financial Statements of Hi-Clearance Inc. and Subsidiaries (Cont.)

Domestic funds and forward foreign exchange contracts and other financial assets and liabilities that are traded in active markets are valued at fair value, which is determined based on market quotations.

Apart from the financial instruments mentioned above that have active markets, the fair value of other financial instruments is determined using valuation techniques or by referring to quotes from counterparties. The fair value obtained through valuation techniques can be referenced to the current fair value of other financial instruments with substantially similar conditions and characteristics, discounted cash flow methods, or other valuation techniques, including models that use market information available on the reporting date (such as the Taipei Exchange reference yield curve, or Reuters commercial paper rate average quotes).

(3) Fluctuations in level 3

	Measured at Fair Value through Other Comprehensive Income
September 30, 2025 (opening balance)	<u>\$ 12,010</u>
January 1, 2024	\$ 268
Purchases	45,000
Recognized in other comprehensive income	<u>(12,567)</u>
September 30, 2024	<u>\$ 32,701</u>

(4) Quantitative information on fair value measurement of significant unobservable inputs (Level 3)

The fair value measurement of the Consolidated Companies is classified as Level 3, primarily due to the fair value measurement of financial assets recognized in other comprehensive income - equity securities.

Investments in debt instrument without active market of the Consolidated Companies involve multiple significant unobservable input values. These values are independent of each other and therefore have no correlation.

The list of quantified information for significant unobservable input values is as follows:

Notes to the Consolidated Financial Statements of Hi-Clearance Inc. and Subsidiaries (Cont.)

<u>Item</u>	<u>Evaluation</u>	<u>Significant Unobservable Input Values</u>	<u>Relationship between Significant Unobservable Input Values and Fair Value</u>
Financial assets at fair value through other comprehensive income - Investments in debt instrument without active market	Comparable to the Company Act	<ul style="list-style-type: none"> • The price-to-book ratio multiplier (as of September 30, 2025: 3.05) (December 31, 2024: 3.05) (September 30, 2024: 22.61) • Lack of market liquidity discount (as of September 30, 2025: 15.6%) (December 31, 2024: 15.6%) (September 30, 2024: 15.7%) 	<ul style="list-style-type: none"> • The fair value increases as the multiple premium increases • The fair value decreases as the lack of market liquidity discount increases

- (5) For the fair value measurement of Level 3, a sensitivity analysis is conducted to assess the impact of reasonably possible alternative assumptions on the fair value

The fair value measurement of financial instruments by the Consolidated Companies is reasonable. However, employing alternative valuation models or parameters may yield varying valuation outcomes. With regards to financial instruments classified as Level 3, the changes in valuation parameters have the following impact on the current period's profit or other comprehensive income:

	<u>Input Value</u>	<u>Upward or downward</u>	<u>Fair value changes are reflected in other comprehensive income</u>	
			<u>Favorable Changes</u>	<u>Unfavorable Changes</u>
September 30, 2025				
Financial assets at fair value through other comprehensive income	3.05	1%	43	(43)
December 31, 2024				
Financial assets at fair value through other comprehensive income	3.05	1%	43	(43)
September 30, 2024				
Financial assets at fair value through other comprehensive income	22.61	1%	318	(318)

Favorable and unfavorable changes for the Consolidated Companies refer to fluctuations in fair value, which are calculated using valuation techniques based on varying degrees of unobservable inputs. If the fair value of financial instruments is influenced by multiple inputs, the table

Notes to the Consolidated Financial Statements of Hi-Clearance Inc. and Subsidiaries (Cont.)

above only shows the impact of a single change in input value. It does not take into account the correlation and variability between input values.

(XXII) Financial risk management

There have been no significant changes to the financial risk management objectives and policies of the Consolidated Companies, as stated in Note 6 (XXIV) of 2024 Consolidated Financial Statements.

(XXIII) Capital management

The capital management objectives, policies, and procedures of the Consolidated Companies remain consistent with those disclosed in the 2024 Consolidated Financial Statements. Furthermore, there have been no significant changes in the quantified data for the capital management items, as previously disclosed in the 2024 Consolidated Financial Statements. Please refer to Note 6 (XXV) of the 2024 Consolidated Financial Statements for the relevant information.

(XXIV) Non-cash transactions in financing activities

The Consolidated Companies' non-cash transaction financing activities from January 1 to September 30, 2025 and 2024:

1. For right-of-use assets acquired under leases, please refer to Note 6 (VIII).

(XXV) Changes in liabilities from financing activities

Adjustment of liabilities from financing activities:

	<u>Non-cash Transactions</u>					
	<u>2025.1.1</u>	<u>Cash Flow</u>	<u>New Lease</u>	<u>Lease Modifications</u>	<u>Exchange Rate Changes</u>	<u>2025.9.30</u>
Short-term loans	\$ 367,987	199,400	-	-	-	567,387
Lease liabilities	597,399	(60,626)	69,798	(53,696)	-	552,875
Guarantee deposits received	51	-	-	-	-	51
Total liabilities from financing activities	<u>\$ 965,437</u>	<u>138,774</u>	<u>69,798</u>	<u>(53,696)</u>	<u>-</u>	<u>1,120,313</u>

	<u>Non-cash Transactions</u>					
	<u>2024.1.1</u>	<u>Cash Flow</u>	<u>New Lease</u>	<u>Lease Modifications</u>	<u>Exchange Rate Changes</u>	<u>2024.9.30</u>
Short-term loans	\$ 91,565	366,422	-	-	-	457,987
Long-term loans	12,357	(13,135)	-	-	778	-
Lease liabilities	540,819	(54,588)	112,881	(13,772)	-	585,340
Guarantee deposits received	211	(160)	-	-	-	51
Total liabilities from financing activities	<u>\$ 644,952</u>	<u>298,539</u>	<u>112,881</u>	<u>(13,772)</u>	<u>778</u>	<u>1,043,378</u>

Notes to the Consolidated Financial Statements of Hi-Clearance Inc. and Subsidiaries (Cont.)

VII. Related Party Transactions

- (I) The parent company and the ultimate controller are different entities, one of them has prepared Consolidated Financial Statements for public dissemination.

Hi-Clearance Investment Inc. holds 14.64% of the Consolidated Companies' outstanding common shares. While the shareholding does not exceed 50%, it gained control over the financial and operational aspects of the Consolidated Companies on June 2, 2016, and is regarded as the parent company. Collins Co., Ltd. is the ultimate controlling entity of the Group affiliated with the Consolidated Companies. Collins Co., Ltd. has prepared Consolidated Financial Statements for public dissemination.

- (II) Names and relations of related parties

Related parties that had transactions with the Consolidated Companies during the period covered in the Consolidated Financial Statements:

Related Party	Relationship with the Consolidated Companies
Collins Co., Ltd.	Ultimate controller of the Consolidated Companies
QSC Corp.	Affiliate of the Consolidated Companies
WS Far IR Medical Technology Co., Ltd.	Affiliate of the Consolidated Companies
Collins Energy Solutions Co., Ltd.	Affiliate of the Consolidated Companies
Yi Sheng Medical Care Co., Ltd.	Substantive related party of the Consolidated Companies
Xing Tian Medical Care Co., Ltd.	Substantive related party of the Consolidated Companies

- (III) Significant transactions with related parties

1. Operating revenue

Sales to related parties and their outstanding balances:

	Sales				Receivables from Related Parties		
	July to September 2025	July to September 2024	January to September 2025	January to September 2024	2025.9.30	2024.12.31	2024.9.30
Parent company	\$ -	-	2	-	-	15	-
Substantive related party: Yi Sheng Medical Care Co., Ltd.	10,060	46,736	30,151	147,228	10,583	49,678	49,578
Substantive related party: Xing Tian Medical Care Co., Ltd.	7,322	21,846	29,426	51,511	14,433	10,111	27,848
	<u>\$ 17,382</u>	<u>68,582</u>	<u>59,579</u>	<u>198,739</u>	<u>25,016</u>	<u>59,804</u>	<u>77,426</u>

Notes to the Consolidated Financial Statements of Hi-Clearance Inc. and Subsidiaries (Cont.)

Prices of goods sold to related parties are based on mutual agreement, and terms of payment are not significantly different from those of normal sales. Additionally, commissions are paid based on sales amounts. The commission expenses and payment terms for substantive related parties are agreed upon by both parties. For the periods from July 1 to September 30, 2025 and 2024, and from January 1 to September 30, 2025 and 2024, the commission amounts were NT\$3,344 thousand, NT\$5,929 thousand, NT\$13,308 thousand, and NT\$15,076 thousand, respectively. As of September 30, 2025, December 31, 2024, and September 30, 2024, NT\$3,012 thousand, NT\$3,725 thousand, and NT\$6,503 thousand remain unpaid and are recorded under "Other Payables - Related Parties".

2. Purchases

Purchases of the Consolidated Companies from related parties and their outstanding balances:

	Purchases				Payables to Related Parties		
	July to September 2025	July to September 2024	January to September 2025	January to September 2024	2025.9.30	2024.12.31	2024.9.30
Associate	<u>\$ 809</u>	<u>934</u>	<u>2,914</u>	<u>3,270</u>	<u>1,020</u>	<u>1,020</u>	<u>1,140</u>

The Consolidated Companies acquired the products from related parties without comparing the specifications with other suppliers, leading to a lack of price comparison. The payment terms are set at net 30-120 days.

3. Leases

Rental income from leasing office space to related parties (classified under "Other income") and its outstanding balance:

	Rental income				Receivables from Related Parties		
	July to September 2025	July to September 2024	January to September 2025	January to September 2024	2025.9.30	2024.12.31	2024.9.30
Associate	<u>\$ 14</u>	<u>14</u>	<u>43</u>	<u>43</u>	<u>-</u>	<u>-</u>	<u>-</u>

4. Prepayments for equipment

Prepayments to Related Parties of the Consolidated Companies:

	2025.9.30	2024.12.31	2024.9.30
Affiliated Enterprise - Kao Ming Company	<u>\$ 4,571</u>	<u>3,429</u>	<u>1,714</u>

On July 17, 2024, the Consolidated Company entered into a construction contract for a solar photovoltaic power generation system with its affiliated enterprise, Collins Co., Ltd. The total value of the contract, excluding taxes, is

Notes to the Consolidated Financial Statements of Hi-Clearance Inc. and Subsidiaries (Cont.)

NT\$5,714 thousand. As of September 30, 2025, December 31, 2024, and September 30, 2024, the Consolidated Company has made payments of NT\$4,571 thousand, NT\$3,429 thousand, and NT\$1,714 thousand, which is recorded under "Other Non-Current Assets - Other." In addition, a guaranteed note of NT\$571 thousand was obtained from Kao Ming Company.

5. Labor expenses

Amounts and outstanding balances for management services provided by related parties to the Consolidated Companies (recorded under "Operating expenses"):

	Amount of Transaction				Other Payables to Related Parties		
	July to September 2025	July to September 2024	January to September 2025	January to September 2024	2025.9.30	2024.12.31	2024.9.30
Parent Company: Collins Co., Ltd.	\$				7,200	10,000	7,200

(IV) Major senior management personnel transactions

Major senior management personnel remuneration:

	July to September 2025	July to September 2024	January to September 2025	January to September 2024
Short-term employee benefits	\$ 13,729	12,935	41,306	40,144

VIII. Pledged Assets

(I) Carrying values of assets pledged by the Consolidated Companies:

Asset Name	Collateral Pledged	2025.9.30	2024.12.31	2024.9.30
Restricted bank deposits (listed under Other Financial Assets - Current)	Performance guarantee/letter of credit limit	\$ 108,356	108,102	60,077
Land	Letter of credit limit/bank loan limit	107,873	107,873	107,873
Building and Construction	Letter of credit limit/bank loan limit	49,361	50,550	50,946
		<u>\$ 265,590</u>	<u>266,525</u>	<u>218,896</u>

(II) As of September 30, 2025, December 31, 2024, and September 30, 2024, the Consolidated Companies have opened forward letters of credit amounting to NT\$426,500 thousand, NT\$549,214 thousand, and NT\$551,465 thousand, respectively, and have used bills for collection deposited in banks in the amounts of

Notes to the Consolidated Financial Statements of Hi-Clearance Inc. and Subsidiaries (Cont.)

NT\$189,898 thousand, NT\$179,682 thousand, and NT\$184,159 thousand, respectively, as collateral for 10% of the forward letters of credit.

IX. Significant Contingent Liabilities and Unrecognized Contract Commitments

	<u>2025.9.30</u>	<u>2024.12.31</u>	<u>2024.9.30</u>
Unused balance of issued letters of credit	<u>\$ 178,609</u>	<u>261,121</u>	<u>287,270</u>
Unrecognized contractual commitments for acquisition of property, plant and equipment	<u>\$ 16,757</u>	<u>32,750</u>	<u>24,705</u>

X. Significant Disaster Loss: None.

XI. Significant Events after the Balance Sheet Date: None.

XII. Others

(I) Employee benefits, depreciation and amortization expenses by function:

Functions Characteristics	July to September 2025			July to September 2024		
	Operation Costs	Operation Expenses	Total	Operation Costs	Operation Expenses	Total
Employee benefits						
Salary expenses	17,069	92,655	109,724	15,191	63,155	78,348
Labor and health insurance	1,409	6,867	8,276	1,300	5,934	7,237
Pension expenses	802	5,067	5,869	751	4,647	5,400
Other employee benefits	551	2,734	3,285	531	2,572	3,110
Depreciation expenses	34,639	6,450	41,089	35,421	5,691	41,119
Amortization expenses	-	7,465	7,465	-	4,139	4,139

Functions Characteristics	January to September 2025			January to September 2024		
	Operation Costs	Operation Expenses	Total	Operation Costs	Operation Expenses	Total
Employee benefits						
Salary expenses	51,490	277,954	329,444	48,151	246,665	294,818
Labor and health insurance	4,446	21,961	26,407	4,071	19,303	23,374
Pension expenses	2,371	14,967	17,338	2,221	13,752	15,972
Other employee benefits	1,700	8,341	10,041	1,391	6,490	7,887
Depreciation expenses	108,078	19,000	127,078	104,041	16,692	120,737
Amortization expenses	-	23,630	23,630	-	12,419	12,419

Notes to the Consolidated Financial Statements of Hi-Clearance Inc. and Subsidiaries (Cont.)

(II) Seasonality of operations:

The operations of the Consolidated Companies are not affected by seasonal or cyclical factors.

XIII. Supplementary Disclosures

(I) Information on Significant Transactions

The Consolidated Companies are required to disclose the following significant transaction information from January 1 to September 30, 2025, in compliance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers:

1. Loans provided for others: None.
2. Endorsements/guarantees provided for others:

No.	Company of Endorser/ Guarantor	Guaranteed Parties under Endorsee/Guarantee		Limit on Endorsements/ Guarantees Provided for a Single Entity	Maximum Endorsement/ Guarantee Balance	Ending Endorsement/ Guarantee Balance	Actual Amount Drawn	Amount of Endorsements/ Guarantees Secured by Property as Collateral	Ratio of Accumulated Endorsements/ Guarantees to Net Worth per Latest Financial Statements	Endorsement/ Guarantee Ceiling	Endorsements/ Guarantees Provided by Parent for Subsidiary	Endorsements/ Guarantees Provided by Subsidiary for Parent	Endorsements/ Guarantees Provided for Subsidiary in Mainland China
		Name of Company	Relationship										
0	The Company	Sin Hwa Co., Ltd.	2	1,480,538	50,000	50,000	-	Promissory note 50,000	1.69%	1,480,538	Y	N	N
0	The Company	HC-Healthcare Co., Ltd.	2	1,480,538	120,000	120,000	104,587	Promissory note 120,000	4.05%	1,480,538	Y	N	N

Note 1: The total endorsement/guarantee amount is limited to 50% of the net worth indicated in the Consolidated Companies' current financial statements. The endorsement/guarantee amount to a single enterprise is limited to 50% of the net worth indicated in this period's financial statements.

Note 2: The relationships between endorsers/guarantors and endorseees/guarantees are categorized into the following 7 types. Please specify the type:

- (1) Companies engaged in business transactions.
- (2) Companies in which the Company directly and indirectly holds more than 50% of the voting shares.
- (3) A company that directly and indirectly holds more than 50% of the voting shares in the Company.
- (4) Companies in which the Company directly or indirectly holds at least 90% of the voting shares.
- (5) Companies that are in the same industry that have mutual endorsements/guarantees in favor of each other, or those that enter in contracts with such provisions, for the purpose of contracting works.
- (6) A company that is endorsed/guaranteed by all of the contributing shareholders in proportion with their shareholding ratios due to a joint investment relationship.
- (7) Companies in the same industry who participate in the joint guarantee of performance for pre-sale house sales contracts in compliance with the Consumer Protection Act.

Notes to the Consolidated Financial Statements of Hi-Clearance Inc. and Subsidiaries (Cont.)

3. Significant securities held at end of period (excluding investments in subsidiaries, associates, and interests in joint ventures):

Unit: thousand shares/thousand units

Securities Holding Company	Type and Name of Securities	Relationship with Issuer of Securities	Ledger Account	Ending Balance				Remark
				Number of Shares/Units	Carrying Amount	Shareholding Ratio	Fair Value	
Sin Hwa Investment Co., Ltd.	Fuh Hwa You Li Money Market Fund	-	Financial assets at fair value through profit or loss - current	387	5,47	- %	5,472	
Sin Hwa Investment Co., Ltd.	SinoPac Global Multi Income Fund TWD Acc	-	Financial assets at fair value through profit or loss - current	1,000	12,28	- %	12,287	
The Company	EPED Inc.	-	Financial assets at fair value through other comprehensive income - non-current	1,406	11,74	4.87%	11,742	
The Company	Taiwan Depository & Clearing Corporation	-	Financial assets at fair value through other comprehensive income - non-current	1	26	- %	268	
Taicha Medical Corp. (Shanghai)	Shanghai Shen Shang Technology Co., Ltd.	-	Financial assets at fair value through other comprehensive income - non-current	-	-	6.20%	-	

4. Purchases from or sales to related parties amounting to at least NT\$100 million or 20% of the paid-in capital: None.
5. Receivables from related parties amounting to NT\$100 million or 20% of paid-up capital or more: None.
6. Business relationships and significant transactions between the parent company and subsidiaries:

No.	Company	Counterparty	Relationship	Trading Activities in 2025			
				Ledger Account	Amount	Transaction Term	Percentage of Consolidated Total Revenue or Total Assets
0	The Company	Renalysis Medical Care Co., Ltd.	1	Sales	3,652	Net 120 EOM	0.11%
0	The Company	Renalysis Medical Care Co., Ltd.	1	Accounts receivable	2,800	Net 120 EOM	0.06%
0	The Company	Renalysis Medical Care Co., Ltd.	1	Rental income	1,690	Net 120 EOM	0.05%
0	The Company	Sin Hwa Co., Ltd.	1	Purchases	2,162	Net 30 EOM	0.07%
0	The Company	Sin Hwa Co., Ltd.	1	Sales	1,878	Net 30 EOM	0.06%
0	The Company	HMI company	1	Sales	4,923	Net 270 EOM	0.15%
0	The Company	HMI company	1	Accounts receivable	9,942	Net 270 EOM	0.20%
0	The Company	HC-Healthcare Co., Ltd.	1	Other expenses	1,515	Net 120 EOM	0.05%
0	The Company	HC-Healthcare Co., Ltd.	1	Accounts receivable	4,075	Net 120 EOM	0.08%
0	The Company	HC-Healthcare Co., Ltd.	1	Sales	15,150	Net 120 EOM	0.48%

Notes to the Consolidated Financial Statements of Hi-Clearance Inc. and Subsidiaries (Cont.)

- Note 1: The number should be filled in using the following method:
 1. 0 represents the parent company.
 2. Subsidiaries are sorted in a numerical order starting from 1.
- Note 2: Types of relationships with counterparties are indicated as follows:
 1. The parent company to subsidiaries.
 2. Subsidiaries to the parent company.
 3. Subsidiaries to subsidiaries.
- Note 3: The report only provides one-sided information on sales, revenue, and accounts receivable, without any additional details on purchases, expenses, and accounts payable.
- Note 4: Transactions with a value of NT\$1 million or more should be disclosed.
- Note 5: The above transactions were eliminated in the preparation of the Consolidated Financial Statements.

(II) Information on Invested Companies:

Details regarding the Consolidated Companies' investments from January 1 to September 30, 2025 (excluding investments in mainland China):

Unit: NT\$ thousand/thousand shares

Name of Investor	Name of Investee	Location	Main Business Activities	Initial Investment Amount		Ending Balance			Profit / Loss of Investee for the Period	Investment Profit (Loss) Recognized	Remark
				Ending Balance for the Current Period	End of Previous Year	Number of Shares	Shareholding	Carrying Amount			
The Company	Succeed Agents Limited (B.V.I.)	British Virgin Islands.	Financial holding and investment	49,649	49,649	1,575	100.00%	78,350	(100)	(100)	(Note 1)
The Company	Renalysis Medical Care Co., Ltd.	Sanchong District, New Taipei City	Medical management consulting services	165,037	165,037	10,000	100.00%	257,035	43,251	43,251	(Note 1)
The Company	XinFu Healthcare Corp.	Sanchong District, New Taipei City	Medical management consulting services	-	50,000	-	- %	-	71	71	(Note 1)
The Company	Sin Hwa Co., Ltd.	Sanchong District, New Taipei City	Medical equipment trade	100,000	100,000	10,000	100.00%	115,691	9,752	9,752	(Note 1)
The Company	Sin Hwa Investment Co., Ltd.	Sanchong District, New Taipei City	Financial holding and investment	80,000	80,000	8,000	100.00%	84,408	4,513	4,513	(Note 1)
The Company	HC-Healthcare Co., Ltd.	Sanchong District, New Taipei City	Medical management consulting services and equipment trading	118,919	118,919	36,517	100.00%	143,360	4,241	4,684	(Note 1)
The Company	WS Far IR Medical Technology Co., Ltd.	Xindian District, New Taipei City	Medical equipment manufacturing and sales	63,600	63,600	600	30.00%	62,245	10,782	3,235	
Sin Hwa Investment Co., Ltd.	QSC Corp.	Sanchong District, New Taipei City	Medical equipment manufacturing and sales	60,000	60,000	6,000	20.00%	63,547	19,373	3,874	
Succeed Agents Limited (B.V.I.)	Moral Well Co., Ltd.	Apia Samoa	Financial holding and investment	58,973	58,973	2,000	100.00%	29,036	(890)	(890)	(Note 1)
Succeed Agents Limited (B.V.I.)	PT Hiclearance Medical Indonesia	Republic of Indonesia	Medical equipment trade	60,540	60,540	2,000	100.00%	46,611	788	788	(Note 1)

Note 1: The above transactions were eliminated in the preparation of the Consolidated Financial Statements.

Notes to the Consolidated Financial Statements of Hi-Clearance Inc. and Subsidiaries (Cont.)

(III) Information on Investments in Mainland China:

1. Information on investments in mainland China:

Unit: US\$ thousand/NT\$ thousand/RMB thousand

Investee Company	Main Business Activities	Paid-in Capital	Method of Investments (Note 1)	Accumulated Amount of Investments Remitted from Taiwan at Beginning of Period	Amount of Investments Remitted or Repatriated for the Period		Accumulated Amount of Investments Remitted from Taiwan at End of Period	Profit (Loss) of Investee for the Period	The Company's Direct or Indirect Ownership	Investment Profit/Loss Recognized for the Period	End-of-period Investment Book Value	Accumulated Investment Income Repatriated at End of Period
					Remitted	Repatriated						
Taicha Medical Corp. (Shanghai)	International trade and re-export trade	60,890 (USD 2,000) (Note 3)	(III)	20,785 (USD 700)	-	-	20,785 (USD 700)	(890) (USD29)	100.00%	(890) (USD 29) (Note 2)	29,014 (USD953) (Note 2)	-
Shanghai Shen Shang Technology Co., Ltd. (Note 4)	Medical software development and technical services	(RMB4,034)	(III)	-	-	-	-	-	6.20%	-	-	-

Note 1: Methods of investment are divided into the following three types:

- (1) Direct investment in mainland China.
- (2) Reinvestment in mainland China via a third-party company located in a different region.
- (3) Others.

Note 2: The above entities were eliminated in the preparation of the Consolidated Financial Statements.

Note 3: A portion of the investment funds came from MW's own capital and was not transferred from Taiwan.

Note 4: The investment amount was established by Taicha Medical Corp.'s own funds, not transferred from Taiwan.

2. Limit for investment to mainland China:

Accumulated Amount of Investments Remitted from Taiwan to Mainland China at End of Period (Note 1)	Amount of Investments Authorized by Investment Commission, M.O.E.A. (Note 2)	Ceiling on Amount of Investments Stipulated by Investment Commission, M.O.E.A.
23,768 (US\$800 thousand)	63,935 (US\$2,100 thousand)	1,776,645

Note 1: Xing Tai International Trading (Shanghai) Co., Ltd. was sold in the first quarter of 2013, however, the payment has not yet been remitted to Taiwan. Therefore, the Consolidated Companies have accumulated a remittance amount of US\$100 thousand, equivalent to NT\$2,983 thousand, which still needs to be accounted for in line with regulations of the Investment Commission.

Note 2: Accumulated amount of investments remitted from Taiwan to mainland China at end of period was calculated based on historical exchange rates.

3. Information on significant transactions:

For details regarding significant transactions between the Consolidated Companies and their investees in Mainland China from January 1 to September 30, 2025 (eliminated at the time of preparation of the Consolidated Financial Statements), please refer to the section "Information on Significant Transactions".

Notes to the Consolidated Financial Statements of Hi-Clearance Inc. and Subsidiaries (Cont.)

XIV. Segment Information

Information and adjustments pertain to the business segments of the Consolidated Companies:

	July to September 2025			
	Hemodialysis Division	Other Divisions	Adjustment and Elimination	Total
Revenue:				
Revenue from external customers	\$ 723,107	342,598	-	1,065,705
Intersegment revenue	-	-	-	-
Total revenue	\$ 723,107	342,598	-	1,065,705
Reportable segment profit or loss	\$ 82,425	29,563	-	111,988
Reportable segment assets (Note)	\$ -	-	-	-
	July to September 2024			
	Hemodialysis Division	Other Divisions	Adjustment and Elimination	Total
Revenue:				
Revenue from external customers	\$ 724,195	284,851	-	1,009,046
Intersegment revenue	-	-	-	-
Total revenue	\$ 724,195	284,851	-	1,009,046
Reportable segment profit or loss	\$ 84,580	29,578	-	114,158
Reportable segment assets (Note)	\$ -	-	-	-
	January to September 2025			
	Hemodialysis Division	Other Divisions	Adjustment and Elimination	Total
Revenue:				
Revenue from external customers	\$ 2,155,752	1,030,508	-	3,186,260
Intersegment revenue	-	-	-	-
Total revenue	\$ 2,155,752	1,030,508	-	3,186,260
Reportable segment profit or loss	\$ 230,333	88,492	-	318,825
Reportable segment assets (Note)	\$ -	-	-	-
	January to September 2024			
	Hemodialysis Division	Other Divisions	Adjustment and Elimination	Total
Revenue:				
Revenue from external customers	\$ 2,147,863	923,012	-	3,070,875
Intersegment revenue	-	-	-	-
Total revenue	\$ 2,147,863	923,012	-	3,070,875
Reportable segment profit or loss	\$ 250,228	89,695	-	339,923
Reportable segment assets (Note)	\$ -	-	-	-

(Note) The disclosed amount for the Consolidated Companies is 0 because the measurement of total divisional assets was not provided to the operational decision-makers.