

Meeting minutes for 2025 Shareholders' Meeting of Horizon Securities Co., Ltd.

Time: 9 a.m. on May 22, 2025(Thursday)

Location: 7F., No. 236, Sec. 4, Xinyi Rd., Da'an Dist., Taipei City, Taiwan

Mode of convention: Videoconferencing supported session (Shareholders' Meeting will convene in physical session and supported by videoconferencing)

Video conferencing platform: "Shareholder e-service platform" of Taiwan

Depository & Clearing Corporation
(<https://stockservices.tdcc.com.tw>)

Attendance: The total number of shares of shareholders and agents present was 224,329,005 shares representing 57.24% of the total number of shares outstanding, which is 391,905,682 shares by the Company.

Attending Directors: Director Jamie Lin, Independent Director Chen-Chi Hsiao (Convenor of the Audit Committee), Independent Director Yuh-Hen Chen, Independent Director Ming-Shun Chen.

Present: William Tu, attorney at LCS & Partners.
Spencer Ma and Shih-Huan Lin, CPAs at Ernst & Young Global Limited.

Chairman: Ke-Chyn Jiang

Recorder: Tammy Lin

I. Call the Meeting to Order: The total number of shares represented by shareholders and shareholders' agents exceeds the legal number of shares and the Chairman announces the commencement of the meeting.

II. Opening Remark by Chairman:(omitted)

III. Reports:

- 1.The Company's 2024 Business Report. (Please refer to Attachment 1)
- 2.Review of 2024 financial statements by the Audit Committee. (Please refer to Attachment 2)
3. Distribution of 2024 remuneration to employees and directors. (Please refer to Meeting Handbook)
4. Distribution of cash dividends from the Company's earnings for 2024. (Please refer to Meeting Handbook)

IV. Proposals

Case I: Please ratify the Company's 2024 Business Report and Financial Statements. (Proposed by the board of directors)

Description:

1. The Company's 2024 financial statements have been audited by Spencer Ma and Shih-Huan Lin, CPAs at Ernst & Young Global Limited, and approved by the board of directors on February 20, 2025 and reviewed by the Audit Committee.
2. For the Business Report, Auditor's Report, and financial statements, please refer to Attachment 1 and Attachment 3.
3. Please proceed to ratify them.

Resolution: The case was voted on as originally.

The voting results are as follows:

The total number of voting rights of shareholders present at the time of the voting: 224,329,005 rights.

The result of the vote	% of voting rights of shareholders present
Approval votes: 218,273,119 rights	97.30%
Disapproval votes: 458,034 rights	0.20%
Invalid votes: 0 right	0.00%
Abstention votes/no votes : 5,597,852 rights	2.49%

Case II: Please ratify the Company's 2024 earnings allocation. (Proposed by the board of directors)

Description:

1. The Company's 2024 earnings allocation table was passed by the board of directors on February 20, 2025, and has been reviewed by the Audit Committee. Please refer to Attachment 4.
2. Please proceed to ratify them.

Resolution: The case was voted on as originally.

The voting results are as follows:

The total number of voting rights of shareholders present at the time of the voting:224,329,005 rights.

The result of the vote	% of voting rights of shareholders present
Approval votes: 218,513,739 rights	97.40%
Disapproval votes: 464,303 rights	0.20%
Invalid votes: 0 right	0.00%
Abstention votes/no votes : 5,350,963 rights	2.38%

V. Discussions:

Case I: Please discuss the amendment to “Articles of Incorporation.” (Proposed by the board of directors)

Description:

- The key points of this amendment are as follows:
 - In accordance with Jin-Guan-Zheng-Fa-Zi Order No. 1130385442 of the Financial Supervisory Commission dated November 8, 2024, the Company’s Articles of Incorporation stipulate that a certain percentage of the annual profit shall be appropriated as a bonus to the employees.
 - In accordance with Paragraph 3, Article 26 of the Corporate Governance Best-Practice Principles for Securities Firms, the provisions of the appropriation of reserves and earnings distribution are amended.
- For the comparison table of amended provisions, please refer to Attachment 5.

Resolution: The case was voted on as originally.

The voting results are as follows:

The total number of voting rights of shareholders present at the time of the voting: 224,329,005 rights

The result of the vote	% of voting rights of shareholders present
Approval votes: 218,580,030 rights	97.43%
Disapproval votes: 463,463 rights	0.20%
Invalid votes: 0 right	0.00%

Abstention votes/no votes : 5,285,512 rights	2.35%
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VI. Extemporaneous Motions: None.

VII. Adjournment: 9:19 a.m. on the same day.

No shareholder spoke on any of the proposals at this shareholders' meeting.

The minutes of the meeting state only the gist.

The content and procedures of the meeting are still subject to the audio and video records.

Chairman: Ke-Chyn Jiang

Recorder: Tammy Lin

Horizon Securities Co., Ltd.

2024 Business Report

For 2024, the turmoil of global geopolitical risks continued, the economies of major EU countries recovered gradually and the inflation dropped significantly, but investment was sluggish. The competition between the two major economies, the United States and China, has continued to intensify. However, due to the resilience of US consumption and the ongoing improvement in its economic performance, the global economy, which was initially in a relatively sluggish state, has maintained its growth momentum. As AI applications continue to expand, emerging technology applications such as high-speed computing and artificial intelligence drive the demand, resulting in the continuous booming of electronic-related products. By the end of 2024, inflation in various countries has significantly slowed down, and with the continuous expansion of the fields of AI applications, it is expected that there will be opportunities driving economic recovery and growth. According to statistics from the Taiwan Stock Exchange, at the end of 2024, the TWSE Capitalization Weighted Stock Index (TAIEX) reached 23,035, an increase of 5,104 or 28% throughout the year. The total market value of listed stocks as a whole reached NTD 74 trillion, an increase of NTD 17 trillion compared with 2023. The average daily turnover of TWSE-listed stocks was NTD 381.4 billion, and NTD 96.1 billion for TPEx-listed stocks, and the total average daily turnover of TWSE- and TPEx-listed stocks was NTD 477.5 billion, an increase of 44%, 36% and 43%, respectively, over the previous year.

Benefiting from the outstanding performance of the Taiwan stock market which created an advantages external operating environment for the Company, the Company had operating revenues of NTD 1,519,973 thousand, profit after tax NTD 337,458 thousand, and earnings per share NTD 0.91 for 2024. As for the financial structure as of the end of 2024, the total assets were NTD 14 billion, and the total liabilities were NTD 8.6 billion. The liabilities were mainly generated by undertaking bond repurchase transactions and settlement accounts payable arising from brokerage-entrusted trading business. The overall financial structure was considered stable. The total shareholders' equity was NTD 5.4 billion, and the net value per share was NTD 13.88. The securities firm's capital adequacy ratio was 419%, indicating that the Company's operation was sound.

A summary of the operating results of each major business in 2024 is shown as follows:

1. Brokerage business: Entrusted trading totaled NTD 1,347.8 billion, the average daily trading value was NTD 5.6 billion and the average margin debt was NTD 5.4 billion.
2. The combined sales of securities held-for-trading and valuation gains was NTD 250 million.
3. Underwriting business: Total underwriting project of NTD 6.5 billion, completed 41 cases of IPO and SPO with a role of either sponsor or co-sponsor, and 2 financial advisory cases.
4. Stock transfer agency: Served a total of 136 clients as an agent. The clients included 50 companies in either the Taiwan Stock Exchange or Taipei Stock Exchange, 17 companies in the Emerging Stock Market board and a total of 69 in public offering and others, serving approximately 2.56 million shareholder accounts.
5. Wealth management business: The subsidiary Horizon Securities Investment Consultant completed the acquisition of UBP Asset Management Taiwan, which was one of the major asset management companies in Switzerland, and became the general agent of UBP series funds, actively expanding the wealth management fund sales business.
6. The Company's capital market business has achieved remarkable results and won the 2024 "Innovation Promotion Award" issued by the Taiwan Stock Exchange. The anti-fraud

actions have been successful and we also received the 2024 “Anti-Fraud Evaluation Excellence Award” given by the Taiwan Stock Exchange.

Looking ahead to 2025, it is expected that the world will face severe challenges in many policies such as the fields of energy, economy and defense due to the inauguration of US President Trump and his team. Imposing high tariffs on US imports will affect the restructuring of the global supply chain. The countermeasures of major countries will also bring a certain degree of impact to the United States. The increasing policy instability of the global economy will cause companies to face rising operating costs. Coupled with the geopolitical risks caused by unresolved conflicts, which may even have the possibility of further expansion, the economic situation in 2025 will become uncertain. In the face of the volatile economic situation and the resulting impact on the Taiwan stock market, the Company will continue to make steady progress and actively develop various business platforms.

1. Continue to invest in financial technology to develop digital platform operations, including improving online trading experience, enhancing digital services for investors, and strengthening information security management to ensure customer information and transaction security.
2. In order to increase the Company’s sources of revenue, we will actively increase our volume of subcontract transactions, expand the scale of wealth management business, and meet the different investment needs of customers by providing more diverse financial products and services.
3. As of the end of 2024, the scale of lending money without specific purposes was about NT\$600 million. While we expect to provide more funding sources, we hope to cater to the various funding needs of customers.
4. Securities lending business was launched at the end of 2024 to meet the diverse investment needs of customers and promote liquidity in the securities market.
5. For 2025, we plan to launch the customer ledger account business to facilitate investors in managing funds in a unified manner and solve the problem of complicated account allocation procedures.
6. Through active participation, we strive for growth in the capital market underwriting, financial advisory and stock transfer agency businesses to increase fee income from diverse services.
7. In response to the increasing uncertainty of economic changes, we will flexibly adjust the allocation of risk assets and hedging assets with an aim of having flexible capital movements and maintaining of steady revenue.

In addition to sparing no effort to develop business and achieve operational performance, the Company will continue to improve corporate governance and transparency, implement money laundering prevention practices, enhance energy conservation and carbon-reduction policies to respond to climate change, assuming its responsibility for sustainable development. In the future, the Company will continue to uphold a long-term and stable business strategy and be committed to the “customer-oriented, reciprocal and common prosperity; profit-oriented, active and pragmatic; steady-oriented, strict risk control; emphasis on employees, sharing business results; emphasis on integrity and professional conscience” business philosophy. The Company will continue to implement various mechanisms for risk and internal control management, strengthen the Company’s operating fitness, enhance the competitiveness of various businesses, provide customers with satisfactory financial services, and create maximum value and long-term stable returns for the Company and its shareholders.

Chairman: Ke-Chyn Jiang

President: Jamie Lin

Accounting Manager: Chilli
Hsieh

[Attachment 2]

Horizon Securities Co., Ltd. Audit Committee's Review Report

Approved

The Audit Committee has reviewed the Company's 2024 Individual and Consolidated Financial Statements (including balance sheets, statements of comprehensive income, statements of cash flow, statements of changes in equity, etc.), which have been audited by Spencer Ma and Shih-Huan Lin Proposal, CPAs at Ernst & Young Global Limited, as well as the business report and an earnings allocation table prepared by the board of directors, and concluded that said documents were legitimate, and has issued a review report in accordance with the provisions of Articles 14-4 of the Securities and Exchange Act and Article 219 of the Company Act. Please proceed to review it.

Best regards

2025 Horizon Securities Co., Ltd. Annual General Meeting

Audit Committee, Horizon Securities Co., Ltd.

Convener: HSIAO, CHEN-CHI

February 20, 2025

[Attachment 3]

Auditor's Report

To: Horizon Securities Co., Ltd.

Audit opinion

We have audited the accompanying individual balance sheet of Horizon Securities Co, Ltd. (hereinafter referred to as “the Company”) as of December 31, 2024 and 2023, and the related individual statement of income, individual statement of changes in shareholders equity, individual statement of cash flows, and Notes of the individual financial statements (including major accounting policy) for the years then ended.

In our opinion, the accompanying individual financial statements present fairly, in all material respects, the consolidated financial position of the Company as of December 31, 2024 and 2023 and for the years then ended, and its individual financial performance and its individual cash flows for the years then ended in conformity with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and the Regulations Governing the Preparation of Financial Reports by Futures Commission Merchants.

The basis for opinions

We conducted our audit in accordance with the Regulations Governing Certified Public Accountants Engaged to Audit and Attest Financial Statements and the Standards on Auditing. Our responsibilities under those standards are further described in the responsibilities of auditors for the audit of the separate financial statements. We are independent of Horizon Securities Co., Ltd. in accordance with the Code of Ethics for certified public accountants in the part relevant to the audit of the consolidated financial statements of Horizon Securities Co., Ltd., and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key audit matters

The “key audit matters” means that the independent auditor has based its evaluations on the professional judgment to audit the most important matters on the 2024 individual financial statements of Horizon Securities Co., Ltd. These matters were addressed in the content of our audit of the individual financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on those matters.

Evaluation of financial instruments—no active market

The Company invests in financial assets without active market quotes. Because of the lack of active market quotes, their fair value is determined using the evaluation approach. For the aforementioned financial assets, the Company adopted an internal model approach or other evaluation approaches to evaluate the fair value. As changes in the assumptions used in the evaluation would affect the fair value of the financial instruments reported, we determined to list it as a key audit matter.

We implemented but were not limited to the following audit procedures for the evaluation of financial assets without active market quotes: evaluate and test the effectiveness of internal control related to the evaluation of financial instruments, including the management's decisions and approval of evaluation models and their assumptions, evaluation models, as well as the control and management review evaluation results related to the changes in the assumptions. We used the assistance of internal evaluation experts on a sampling basis, including reviewing the evaluation methods adopted by the Company, understanding and evaluating the reasonableness of key evaluation assumptions, performing independent evaluation calculations, and comparing the evaluations made by the management to see if the differences were within the acceptable scope. We also considered the appropriateness of the financial instrument evaluation disclosures in Notes 5 and 12 of the individual financial statements.

Responsibilities of Management and Those in Charge of Governance of the Individual Financial Statements

The responsibility of the management is to have the individual financial statements presented fairly, in all material respects, in accordance with the "Regulations Governing the Preparation of Financial Reports by Securities Firms" and the "Regulations Governing the Preparation of Financial Reports by Futures Commission Merchants"; also, to maintain the necessary internal controls related to the individual financial statements in order to ensure that the individual financial statements are free of any material misstatement arising from fraud or errors.

While preparing the individual financial statements, the management's responsibility also includes assessing the continuing operation of Horizon Securities Co., Ltd., the disclosure of the relevant matters, and the adoption of the accounting base for continuing operations, unless the management intends to liquidate Horizon Securities Co., Ltd. or cease business operation, or there is lack of any alternative except for liquidation or suspension.

The governance unit of Horizon Securities Co., Ltd. (including the Audit Committee) is responsible for supervising the financial reporting process.

Independent auditor's responsibility for individual financial statements.

Our objectives are to obtain reasonable assurance about whether the individual financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report. Reasonable assurance is a high level of assurance, but is not a guarantee that the individual financial statements conducted in accordance with the accounting principles generally accepted in the Republic of China will always detect a material misstatement when it exists. Misstatements can arise from fraud or error. If fraud or errors are considered materials, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these individual financial statements.

As part of an audit in accordance with the accounting principles generally accepted in the Republic of China, we exercise professional judgment and maintain professional skepticism throughout the audit. We also perform the following works:

1. Identify and assess the risks of material misstatement of the individual financial statements, whether due to fraud or error, design, and perform audit procedures responsive risks, and obtain evidence that is sufficient and appropriate to provide a basis of our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations or the override of internal control.
2. Obtain necessary understanding on the internal control related to the audit in order to design appropriate audit procedures under the circumstance, but the purpose is not to express an opinion on the effectiveness of the internal control of Horizon Securities Co., Ltd.
3. Evaluate the appropriateness of accounting policies used and the reasonability of accounting estimates and related disclosures made by the management.
4. Use the audit evidence obtained to draw conclusions on the suitability of the accounting base for continuing operation adopted by the management and whether or not the events or circumstances causing significant doubts to the continuing operation ability of Horizon Securities Co., Ltd. have significant uncertainties. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the individual financial statements or, if such disclosures are inappropriate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of the auditor's report. However, future events or circumstances may result in the inability of Horizon Securities Co., Ltd. to continue operating.
5. Evaluate the overall presentation, structure, and content of the individual statements, including related notes, whether the individual statements represent the underlying transactions and events in a matter that achieves fair presentation.
6. Obtain sufficient and appropriate audit evidence on the financial information of business entities within the Group in order to express an opinion on the individual financial statements. The independent auditor is responsible for guiding, supervising, and implementing the audit of the Group; they are also responsible for forming an opinion on the audit of the Group.

We communicate with those in charge of governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings (including any significant deficiencies in internal control that we identify during our audit).

We also provide those in charge of governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable (related safeguards).

The independent auditor has used communication with the governing unit to determine the key audit matters to be performed on the 2024 individual financial statements of Horizon Securities Co., Ltd. We describe these matters in our auditor's report unless law or

regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communications.

Ernst & Young Global Limited

Competent authorities have approved the audit of the financial reports
of public companies

Approval Document No.: Jin-Guan-Zheng-Shen-Zi No. 1060027042

Jin-Guan-Zheng-Shen-Zi No. 1120349153

Chun-Ting Ma

CPAs:

Shih-Huan Lin

February 20, 2025

Horizon Securities Co., Ltd.
Individual Balance Sheet
December 31, 2024 and 2023

Assets			December 31, 2024		December 31, 2023	
Code	Accounting titles	Note	Amount	%	Amount	%
	Current assets					
111100	Cash and cash equivalents	4, 6.1 and 12	\$2,570,301	18	\$1,973,794	13
112000	Financial assets at fair value through profit or loss- current	4, 5, 6.2, 6.21, 7, 8 and 12	3,658,403	26	3,982,526	26
113200	The financial assets measured for the fair values through other comprehensive income- current	4, 5, 6.3 and 12	59,670	1	62,010	-
114010	Bond investment under reverse repurchase agreement	4, 6.5 and 12	895,142	6	2,654,930	17
114060	Securities borrowings receivable	4, 6.6 and 12	1,943	-	10,046	-
114066	Loan receivable – non-restricted purpose	4, 6.7 and 12	638,273	5	786,342	5
114070	Customers’ margin accounts	4, 6.8, 6.34 and 12	538,602	4	481,698	3
114110	Notes receivable-net	4, 6.9 and 12	-	-	120	-
114130	Accounts receivable – net	4, 6.9 and 12	3,419,021	24	3,212,384	21
114150	Prepayments	7	19,417	-	13,814	-
114170	Other receivables	4, 6.10, 7 and 12	15,572	-	15,810	-
114600	Current income tax asset	4	1,140	-	2,291	-
119000	Other current assets	8 and 12	355,767	3	347,689	2
110000	Total current assets		<u>12,173,251</u>	<u>87</u>	<u>13,543,454</u>	<u>87</u>
	Non-Current assets					
122000	Financial assets that are measured at fair value through profit or loss-non-current	4, 5, 6.2 and 12	55,294	-	92,528	1
123200	The financial assets measured for the fair values through other comprehensive income- non-current	4, 5, 6.3, 8 and 12	158,849	1	132,082	1
123300	Financial assets based on cost after amortization- non-current	4, 6.4, 7 and 12	199,999	1	199,999	1
124100	Investment under the equity method	4 and 6.11, 7	701,524	5	675,091	4
125000	Property, plant, and equipment – net	4, 6.12 and 7	60,552	-	77,326	-
125800	Right-of-use assets- Net	4 and 6.28	214,065	2	278,976	2
127000	Intangible assets	4, 6.13	73,177	1	84,311	1
128000	Deferred income tax assets	4, 6.32	4,914	-	6,373	-
129010	Business guarantee	6.14 and 12	245,000	2	245,000	2
129020	Settlement / clearance fund	6.15 and 12	85,784	1	89,278	1
129030	Refundable deposits	12	13,945	-	14,776	-
129070	Net determined benefit asset-non-current	4 and 6.22	417	-	2,926	-
129130	Prepayments for equipment		18,390	-	2,220	-
120000	Total of Non-Current Assets		<u>1,831,910</u>	<u>13</u>	<u>1,900,886</u>	<u>13</u>
906001	Total assets		<u><u>\$14,005,161</u></u>	<u><u>100</u></u>	<u><u>\$15,444,340</u></u>	<u><u>100</u></u>

(Refer to Note to the individual financial statements)

Chairman: Ke-Chyn Jiang

Managerial officers: Jamie Lin

Accounting Manager: Chilli Hsieh

Horizon Securities Co., Ltd.
Individual Balance Sheet (Continued)
December 31, 2024 and 2023

Liabilities and Equity			December 31, 2024		December 31, 2023	
Code	Accounting titles	Note	Amount	%	Amount	%
	Current liabilities					
211100	Short-term borrowings	6.16 and 12	\$110,000	1	\$100,000	1
211200	Commercial papers payable	6.17 and 12	309,874	2	199,762	1
212000	Financial liabilities at fair value through profit or loss- current	4, 5, 6.18, 6.21 and 12	602	-	4,347	-
214010	Call loans to banks	4, 6.9 and 12	3,296,774	24	5,460,243	35
214080	Futures traders' equity	4, 6.34 and 12	537,271	4	481,353	3
214130	Accounts payable	4, 6.20, 7 and 12	3,405,550	24	3,239,693	21
214150	Advances		6,379	-	3,890	-
214170	Other payables	7 and 12	165,246	1	162,399	1
214600	Current Tax Liability	4	42,736	-	2,532	-
215100	Liability reserve-Current	4 and 6.23	303	-	325	-
215200	Long-term liabilities due within one year or one operating cycle	4, 6.21 and 12	-	-	639,950	4
216000	Lease liabilities – current	4, 6.28 and 12	76,400	1	76,385	1
219000	Other current liabilities		171,212	1	128,883	1
210000	Total current liabilities		8,122,347	58	10,499,762	68
	Non-current liabilities					
221100	Corporate bonds payable	4, 6.21 and 12	296,751	2	-	-
225100	Liabilities reserve- non-current	4 and 6.23	11,822	-	11,721	-
226000	Lease liabilities – noncurrent	4, 6.28 and 12	131,845	1	196,054	1
228000	Deferred tax liabilities	4 and 6.32	2,772	-	-	-
220000	Total of non-current liabilities		443,190	3	207,775	1
906003	Total liabilities		8,565,537	61	10,707,537	69
	Equity	4 and 6.24				
301000	Share capital					
301010	Common stock capital		3,892,422	28	3,512,516	23
301020	Common stock capital that has been subscribed		26,635	-	-	-
302000	Capital reserve		388,951	3	355,468	2
304000	Retained earnings					
304010	Statutory surplus reserves		193,069	1	175,446	1
304020	Special surplus reserves		391,359	3	356,113	3
304040	Undistributed earnings		394,185	3	201,504	1
305000	Other equity		153,003	1	135,756	1
906004	Total equity		5,439,624	39	4,736,803	31
906002	Total Liabilities and Equity		\$14,005,161	100	\$15,444,340	100

(Refer to Note to the individual financial statements)

Chairman: Ke-Chyn Jiang

Managerial officers: Jamie Lin

Accounting Manager: Chilli Hsieh

Horizon Securities Co., Ltd.
Individual Income Statement
2024 and 2023

Unit: NTD thousand

Code	Items	Note	2024		2023	
			Amount	%	Amount	%
	Income					
401000	Brokerage fee revenue	4, 6.25 and 7	\$969,978	65	\$777,938	66
402000	Commissions income from loans	4	505	-	254	-
403000	Borrowing income		27	-	-	-
404000	Underwriting business revenue	4, 6.25 and 7	101,666	7	63,668	5
410000	Operating gain on sale of securities	6.25 and 7	320,489	22	233,112	20
421100	Stock affairs agency revenue	4 and 7	85,097	6	80,535	7
421200	Interest revenue	4, 6.25 and 7	80,004	5	69,593	6
421300	Dividend income	4 and 7	16,503	1	16,460	1
421500	Net profit of securities trade measured at the fair value through profit or loss	6.25 and 7	(75,182)	(5)	89,635	8
424400	Net losses on the derivative financial instruments – Futures	4, 6.25 and 12	(22,690)	(1)	(161,906)	(14)
424500	Net gain from derivative financial instruments – OTC	4	6,052	-	7,454	1
425300	Expected credit impairment loss	4 and 6.25	(266)	-	(721)	-
428000	Other operating revenue	6.26 and 7	7,179	-	3,895	-
400000	Total revenues		<u>1,489,362</u>	<u>100</u>	<u>1,179,917</u>	<u>100</u>
	Expense					
501000	Brokerage fee expenses		(79,302)	(5)	(60,563)	(5)
502000	Proprietary trade service commission expenses		(2,121)	-	(2,498)	-
521200	Financial costs	6.27	(62,549)	(4)	(35,182)	(3)
524300	Clearance and settlement service expenses		(10,009)	(1)	(7,837)	(1)
528000	Other operating expenses		(9)	-	-	-
531000	Employee benefits expenses	6.22, 6.29 and 7	(779,819)	(53)	(692,900)	(59)
532000	Depreciation and amortization expenses	6.28 and 6.29	(127,324)	(9)	(127,859)	(11)
533000	Other operating expenses	7	(287,190)	(19)	(263,516)	(22)
500000	Total Expense		<u>(1,348,323)</u>	<u>(91)</u>	<u>(1,190,355)</u>	<u>(101)</u>
	Operating profit (loss)		141,039	9	(10,438)	(1)
601100	Shareholdings in the subsidiaries, affiliated companies and joint ventures under the equity method	4	4,433	-	27,792	2
602000	Other profits and losses	4 and 6.30	261,832	18	188,332	16
902001	Net profit before tax		407,304	27	205,686	17
701000	Income tax expenses	4 and 6.32	(69,846)	(5)	(25,887)	(2)
902005	Current net income		<u>337,458</u>	<u>22</u>	<u>179,799</u>	<u>15</u>
805000	Other comprehensive income	6.31				
805500	The items that are not reclassified as profit or loss					
805510	Reevaluation of determined benefit plan		(4,095)	-	(3,571)	-
805540	Investment of equity instruments at fair value through other comprehensive income					
	Net unrealized valuation gain		17,247	1	27,259	2
805000	Other comprehensive income for the period (post-tax profit or loss)		13,152	1	23,688	2
902006	Total comprehensive income in current period		<u>\$350,610</u>	<u>23</u>	<u>\$203,487</u>	<u>17</u>
975000	Base earnings per share (\$):					
975010	Current net income	6.33	<u>\$0.91</u>		<u>\$0.51</u>	
985000	Diluted earnings per share (NT\$):					
985010	Current net income	6.33	<u>\$0.80</u>		<u>\$0.42</u>	

(Refer to Note to the individual financial statements)

Chairman: Ke-Chyn Jiang

Managerial officers: Jamie Lin

Accounting Manager: Chillí Hsieh

Horizon Securities Co., Ltd.
Individual Statements of Changes in Shareholders' Equity
January 1 to December 31, 2024 and 2023

Unit: NTD thousand

Items	Share capital	Capital reserve	Retained earnings			Other equity	Total equity
	Common stock capital		Statutory surplus reserves	Special surplus reserves	Undistributed earnings	Unrealized gain on financial assets at fair value through other comprehensive profit or loss	
Balance as at January 1, 2023	\$3,512,516	\$356,228	\$175,446	\$356,113	\$25,276	\$108,497	\$4,534,076
Other changes in capital reserve:	-	(760)	-	-	-	-	(760)
2023 net income	-	-	-	-	179,799	-	179,799
Other comprehensive net income in 2023	-	-	-	-	(3,571)	27,259	23,688
Total comprehensive net income in 2023	-	-	-	-	176,228	27,259	203,487
Balance as at December 31, 2023	3,512,516	355,468	175,446	356,113	201,504	135,756	4,736,803
Dividend allocation and distribution for 2023:							
Legal reserve appropriated	-	-	17,623	-	(17,623)	-	-
Appropriation of special reserve	-	-	-	35,246	(35,246)	-	-
Common stock cash dividends	-	-	-	-	(87,813)	-	(87,813)
Other changes in capital reserve:	-	37,745	-	-	-	-	37,745
2024 net income	-	-	-	-	337,458	-	337,458
Other comprehensive net income in 2024	-	-	-	-	(4,095)	17,247	13,152
Total comprehensive net income in 2024	-	-	-	-	333,363	17,247	350,610
Convertible corporate bonds converted	406,541	(4,262)	-	-	-	-	402,279
Balance as at December 31, 2024	<u>\$3,919,057</u>	<u>\$388,951</u>	<u>\$193,069</u>	<u>\$391,359</u>	<u>\$394,185</u>	<u>\$153,003</u>	<u>\$5,439,624</u>

(Refer to Note to the individual financial statements)

Chairman: Ke-Chyn Jiang

Managerial officers: Jamie Lin

Accounting Manager: Chilli Hsieh

Horizon Securities Co., Ltd.
Individual Statements of Cash Flow
2024 and 2023

Unit: NTD thousand

Code	Items	2024	2023
	Cash flow from operating activities:		
A10000	Current year net profit before taxation	\$407,304	\$205,686
A20000	Adjustments:		
A20010	Revenue, expense and loss that do not affect the cash flows		
A20100	Depreciation expenses	104,238	107,989
A20200	Amortization expenses	23,086	19,870
A20300	Expected credit impairment loss	266	721
A20400	Net loss (gain) on financial assets and liabilities at fair value through profit and loss	75,182	(89,635)
A20900	Interest expenses	62,549	35,182
A21200	Interest income (including financial income)	(129,080)	(108,685)
A21300	Dividend income	(19,733)	(19,774)
A22400	Share of gain of the subsidiaries, affiliated companies and joint ventures under the equity method	(4,433)	(27,792)
A22500	Loss on disposal or scrapping of property, plant and equipment	148	1
A22800	Loss on disposal or scrapping of intangible assets	75	-
A23100	Net gain (loss) on disposal of investments	(4,167)	3,771
A23300	Loss on non-operating financial products at fair value	28,062	6,193
A24200	Gain on redemption of corporate bonds payable	(22,548)	(3,127)
A29900	Other items	8	(1,811)
A60000	Changes in operating activities related assets/liabilities		
A61000	Net changes in operating activities related assets:		
A61110	(Increase) decrease in financial assets at fair value through profit and loss	262,223	(1,655,292)
A61130	(Increase) decrease in bond investment under reverse repurchase agreement	1,759,788	(2,303,133)
A61180	(Increase) decrease in securities borrowings receivable	156,172	(144,581)
A61190	(Increase) decrease in customers' margin accounts	(56,904)	95,454
A61230	Decrease in notes receivable	120	207
A61250	Increase in accounts receivable	(209,852)	(1,432,049)
A61270	(Increase) decrease in prepayments	(6,419)	2,099
A61280	Increase in net interest on the net defined benefit asset	(1,586)	(1,404)
A61290	Decrease in other receivables	176	950
A61365	Increase in financial assets at fair value through other comprehensive profit or loss	(7,180)	(13,588)
A61370	(Increase) decrease in other current assets	(8,078)	19,409
A62000	Net changes in operating activities related liabilities:		
A62110	Increase (decrease) in bond liabilities under repurchase agreement	(2,163,469)	3,360,797
A62130	Decrease in financial liabilities at fair value through profit and loss	(5,995)	(7,454)
A62200	Increase (decrease) in futures traders' equity	55,918	(94,932)
A62230	Increase in accounts payable	166,791	1,464,977
A62250	Increase in advance receipts	2,489	3,193
A62270	Increase in other payables	2,847	51,706
A62300	Decrease in liability reserve	(23)	(5,776)
A62320	Increase in other current liabilities	42,329	21,781
A33000	Cash inflow (outflow) from operations	510,304	(509,047)
A33100	Interest received	132,176	97,159
A33200	Dividends received	27,648	23,025
A33300	Interest payment	(4,127)	(3,140)
A33500	Income tax expense, net	(24,260)	(35,751)
AAAA	Net cash inflow (outflow) from operating activities	641,741	(427,754)
	Cash flow from investing activities:		
B01800	Acquisition of investment under the equity method	(30,000)	-
B02700	Acquisition of property, plant, and equipment	(8,459)	(12,414)
B03500	Increase in settlement/clearance fund	(38,859)	(1,691)
B03600	Decrease in settlement/clearance fund	42,353	2,713
B03700	Increase in refundable deposits	(1,517)	(701)
B03800	Decrease in Refundable deposits	2,348	12,320
B04500	Acquisition of Intangible assets	(11,212)	(17,847)
B07100	Increase in prepayments for equipment	(16,170)	(2,220)
BBBB	Net cash outflow from investing activities	(61,516)	(19,840)
	CASH FLOWS FROM FINANCING ACTIVITIES:		
C00100	Increase of short-term loans	90,452,656	43,712,309
C00200	Decrease in short-term loans	(90,442,656)	(43,662,309)
C00700	Increase in commercial papers payable	3,165,636	1,747,705
C00800	Decrease in commercial papers payable	(3,060,000)	(1,550,000)
C01200	Issue of corporate bonds	605,859	-
C01300	Corporate bonds repaid	(480,600)	(17,101)
C04020	Repayments of principal portion of the lease	(78,434)	(76,922)
C04500	Cash dividend released	(87,813)	-
C05600	Interest payment	(58,366)	(42,433)
CCCC	Net cash inflow from financing activities	16,282	111,249
EEEE	Current cash and cash equivalents increase (decrease)	596,507	(336,345)
E00100	Balance of cash and cash equivalents, beginning of period	1,973,794	2,310,139
E00200	Balance of cash and cash equivalent, end of period	\$2,570,301	\$1,973,794

(Refer to Note to the individual financial statements)

Chairman: Ke-Chyn Jiang

Managerial officers: Jamie Lin

Accounting Manager: Chilli Hsieh

Statement of Declaration

The companies to be included by the Company in the consolidated financial statement of affiliated enterprises in 2024 (January 1 to December 31, 2024 pursuant to the “Criteria Governing Preparation of Affiliation Reports, Consolidated Business Reports and Consolidated Financial Statements of Affiliated Enterprises” are the same as those to be included into the consolidated financial statement of the parent company and subsidiaries pursuant to the Statements of International Financial Reporting Standards (IFRS) No. 10. Further, the related information to be disclosed in the consolidated financial statement of affiliated enterprises has been disclosed in the said consolidated financial statement of the parent company and subsidiaries. Accordingly, it is not necessary for the Company to prepare the consolidated financial statement of affiliated enterprises separately.

Hereby declare

Company name: Horizon Securities Co., Ltd.

Chairman: Ke-Chyn Jiang

February 20, 2025

Auditor's Report

To: Horizon Securities Co., Ltd.

Audit opinion

We have audited the accompanying consolidated balance sheet of Horizon Securities Co., Ltd. and its subsidiaries (hereinafter referred to as “the Company”) as of December 31, 2024 and 2023, and the related consolidated statement of income, consolidated statement of changes in shareholders equity, consolidated statement of cash flows, and Notes of the consolidated financial statements (including major accounting policy) for the years then ended.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Group as of December 31, 2024 and 2023 and for the years then ended, and its consolidated financial performance and its consolidated cash flows for the years then ended in conformity with the Regulations Governing the Preparation of Financial Reports by Securities Issuers, the Regulations Governing the Preparation of Financial Reports by Futures Commission Merchants, as well as the International Financial Reporting Standards (IFRS), International Accounting Standards (IAS), IFRIC Interpretations (IFRIC), and SIC Interpretations (SIC) endorsed and issued into effect by the Financial Supervisory Commission (FSC) of the Republic of China.

The basis for opinions

We conducted our audit in accordance with the Regulations Governing Certified Public Accountants Engaged to Audit and Attest Financial Statements and the Standards on Auditing. Our responsibilities under those standards are further described in the responsibilities of auditors for the audit of the consolidated financial statements. We are independent of Horizon Securities Co., Ltd. in accordance with the Code of Ethics for certified public accountants in the part relevant to the audit of the consolidated financial statements of Horizon Securities Co., Ltd. and subsidiary, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key audit matters

The “key audit matters” means that the independent auditor has used their professional judgment to audit the most important matters on the 2024 consolidated financial statements of Horizon Securities Co., Ltd. and its subsidiaries. These matters were addressed in the content of our audit of the consolidated financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on those matters.

Evaluation of financial instruments—no active market

Horizon Securities Co., Ltd. and its subsidiaries invest in financial assets without active market quotes. Because of the lack of active market quotes, their fair value is determined using the evaluation approach. For the aforementioned financial assets, Horizon Securities Co., Ltd. and its subsidiaries adopted an internal model approach or other evaluation approaches to evaluate the fair value. As changes in the assumptions used in the evaluation would affect the fair value of the financial instruments reported, we determined to list it as a key audit matter.

We implemented but were not limited to the following audit procedures for the evaluation of financial assets without active market quotes: evaluate and test the effectiveness of internal control related to the evaluation of financial instruments, including the management's decisions and approval of evaluation models and their assumptions, evaluation models, as well as the control and management review evaluation results related to the changes in the assumptions. We used the assistance of internal evaluation experts on a sampling basis, including reviewing the evaluation methods adopted by Horizon Securities Co., Ltd. and its subsidiaries, understanding and evaluating the reasonableness of key evaluation assumptions, performing independent evaluation calculations, and comparing the evaluations made by the management to see if the differences were within the acceptable scope. We also considered the appropriateness of the financial instrument evaluation disclosures in Notes 5 and 12 of the consolidated financial statements.

Responsibilities of Management and Those in Charge of Governance of the Sale or Contribution of Assets between an Investor and its Associate or Joint Venture

The Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Firms, Regulations Governing the Preparation of Financial Reports by Futures Commission Merchants, and applicable IFRS, IAS, SIC, and IFRIC as recognized by the Financial Supervisory Commission, and for such internal control as the management determines is necessary to enable the preparation of the consolidated financial statements to be free from material misstatement whether due to fraud or error.

While preparing the consolidated financial statements, the management's responsibility also includes assessing the continuing operation of Horizon Securities Co., Ltd. and its subsidiaries, the disclosure of the relevant matters, and the adoption of the accounting base for continuing operation, unless the management intends to liquidate Horizon Securities Co., Ltd. and its subsidiaries or cease the business operation, or there is lack of any alternative except for liquidation or suspension.

The governance unit of Horizon Securities Co., Ltd., and its subsidiaries (including the Audit Committee or supervisors) is responsible for supervising the financial reporting process.

Auditor's Responsibilities for the Audit of the Sale or Contribution of Assets between an Investor and its Associate or Joint Venture

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report. Reasonable assurance is a high level of assurance, but is not a guarantee that the individual financial statements conducted in accordance with the accounting principles generally accepted in the Republic of China will always detect a material misstatement when it exists. Misstatements can arise from fraud or error. If fraud or errors are considered materials, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

As part of an audit in accordance with the accounting principles generally accepted in the Republic of China, we exercise professional judgment and maintain professional skepticism throughout the audit. We also perform the following works:

1. Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design, and perform audit procedures responsive risks, and obtain evidence that is sufficient and appropriate to provide a basis of our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations or the override of internal control.
2. Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal control effective in Horizon Securities Co., Ltd. and its subsidiaries.
3. Evaluate the appropriateness of accounting policies used and the reasonability of accounting estimates and related disclosures made by the management.
4. Conclude the appropriateness of the use of the going concern basis of accounting by the management, and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on Horizon Securities Co., Ltd. and its subsidiaries and its ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inappropriate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of the auditor's report. However, future events or conditions may cause Horizon Securities Co., Ltd. and its subsidiaries to cease to continue as a going concern.
5. Evaluate the overall presentation, structure, and content of the consolidated statements, including related notes, whether the consolidated statements represent the underlying transactions and events in a matter that achieves fair presentation.
6. Obtain sufficient and appropriate audit evidence on the financial information of business entities within the Group in order to express an opinion on the consolidated financial statements. The independent auditor is responsible for guiding, supervising, and implementing the audit of the Group; they are also responsible for forming an opinion on the audit of the Group.

We communicate with those in charge of governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings (including any significant deficiencies in internal control that we identify during our audit).

We also provide those in charge of governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable (related safeguards).

The independent auditor has, based on the communications with the governing unit, determined the key audit matters to be performed on the 2024 consolidated financial

statements of Horizon Securities Co., Ltd. and its subsidiaries. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communications.

Others

Horizon Securities Co., Ltd. has compiled its 2024 and 2023 individual financial statements, for which we issued unqualified opinion.

Ernst & Young Global Limited

Competent authorities have approved the audit of the financial reports
of public companies

Approval Document No.: Jin-Guan-Zheng-Shen-Zi No. 1060027042

Jin-Guan-Zheng-Shen-Zi No. 1120349153

Chun-Ting Ma

CPAs:

Shih-Huan Lin

February 20, 2025

Horizon Securities Co., Ltd. and its subsidiaries
Consolidated Balance Sheet
December 31, 2024 and 2023

Unit: NTD thousand

Assets			December 31, 2024		December 31, 2023	
Code	Accounting titles	Note	Amount	%	Amount	%
Current assets						
111100	Cash and cash equivalents	4, 6.1 and 12	\$2,696,902	19	\$2,128,603	14
112000	Financial assets at fair value through profit or loss- current	4, 5, 6.2, 6.20, 7, 8 and 12	3,770,277	27	4,095,809	26
113200	The financial assets measured for the fair values through other comprehensive income- current	4, 5, 6.3 and 12	59,670	1	62,010	-
114010	Bond investment under reverse repurchase agreement	4, 6.5 and 12	895,142	6	2,654,930	17
114060	Securities borrowings receivable	4, 6.6 and 12	1,943	-	10,046	-
114066	Loan receivable – non-restricted purpose	4, 6.7 and 12	638,273	5	786,342	5
114070	Customers’ margin accounts	4, 6.8, 6.33 and 12	538,602	4	481,698	3
114110	Notes receivable-net	4, 6.9 and 12	-	-	120	-
114130	Accounts receivable – net	4, 6.9, 7 and 12	3,425,029	24	3,213,108	21
114150	Prepayments	7	21,108	-	15,303	-
114170	Other receivables	4, 6.10, 7 and 12	51,047	-	15,983	-
114600	Current income tax asset	4	1,480	-	2,397	-
119000	Other current assets	8 and 12	355,767	3	347,691	2
110000	Total current assets		12,455,240	89	13,814,040	88
Non-Current assets						
122000	Financial assets that are measured at fair value through profit or loss-non-current	4, 5, 6.2 and 12	435,787	3	472,473	3
123200	The financial assets measured for the fair values through other comprehensive income- non-current	4, 5, 6.3 and 12	158,849	1	132,082	1
123300	Financial assets based on cost after amortization- non-current	4, 6.4, 7 and 12	199,999	1	199,999	1
125000	Property, plant, and equipment – net	4, 6.11, 6.34 and 7	61,349	-	77,816	1
125800	Right-of-use assets- Net	4 and 6.27	220,414	2	287,183	2
127000	Intangible assets	4, 6.12 and 6.34	73,816	1	84,311	1
128000	Deferred income tax assets	4 and 6.31	8,630	-	9,753	-
129010	Business guarantee	6.13 and 12	310,000	2	280,000	2
129020	Settlement / clearance fund	6.14 and 12	85,784	1	89,278	1
129030	Refundable deposits	12	13,945	-	14,776	-
129070	Net determined benefit asset-non-current	4 and 6.21	417	-	2,926	-
129130	Prepayments for equipment		18,390	-	2,220	-
120000	Total of Non-Current Assets		1,587,380	11	1,652,817	12
906001	Total assets		\$14,042,620	100	\$15,466,857	100

(Refer to Note to the consolidated financial statements)

Chairman: Ke-Chyn Jiang

Managerial officers: Jamie Lin

Accounting Manager: Chilli Hsieh

Horizon Securities Co., Ltd. and its subsidiaries
Consolidated Balance Sheet (Continued)
December 31, 2024 and 2023

Unit: NTD thousand

Liabilities and Equity			December 31, 2024		December 31, 2023	
Code	Accounting titles	Note	Amount	%	Amount	%
	Current liabilities					
211100	Short-term borrowings	6.15 and 12	\$110,000	1	\$100,000	1
211200	Commercial papers payable	6.16 and 12	309,874	2	199,762	1
212000	Financial liabilities at fair value through profit or loss- current	4, 5, 6.17, 6.20 and 12	602	-	4,347	-
214010	Call loans to banks	4, 6.18 and 12	3,296,774	24	5,460,243	35
214080	Futures traders' equity	4, 6.33 and 12	537,271	4	481,353	3
214130	Accounts payable	4, 6.19, 7 and 12	3,405,883	24	3,239,812	21
214150	Advances		23,379	-	3,890	-
214170	Other payables	7 and 12	178,201	1	175,231	1
214600	Current Tax Liability	4	42,736	-	3,309	-
215100	Liability reserve-Current	4 and 6.22	303	-	325	-
215200	Long-term liabilities due within one year or one operating cycle	4, 6.20 and 12	-	-	639,950	4
216000	Lease liabilities – current	4, 6.27 and 12	78,339	1	78,301	1
219000	Other current liabilities		171,444	1	129,060	1
210000	Total current liabilities		8,154,806	58	10,515,583	68
	Non-current liabilities					
221100	Corporate bonds payable	4, 6.20 and 12	296,751	2	-	-
225100	Liabilities reserve- non-current	4 and 6.22	11,822	-	11,721	-
226000	Lease liabilities – noncurrent	4, 6.27 and 12	136,046	1	202,193	1
228000	Deferred tax liabilities	4 and 6.31	3,571	-	557	-
220000	Total of non-current liabilities		448,190	3	214,471	1
906003	Total liabilities		8,602,996	61	10,730,054	69
	Equity attributable to Shareholders of the Company	4 and 6.23				
301000	Share capital					
301010	Common stock capital		3,892,422	28	3,512,516	23
301020	Common stock capital that has been subscribed		26,635	-	-	-
302000	Capital reserve		388,951	3	355,468	2
304000	Retained earnings					
304010	Statutory surplus reserves		193,069	1	175,446	1
304020	Special surplus reserves		391,359	3	356,113	3
304040	Undistributed earnings		394,185	3	201,504	1
305000	Other equity		153,003	1	135,756	1
906004	Total equity		5,439,624	39	4,736,803	31
906002	Total Liabilities and Equity		\$14,042,620	100	\$15,466,857	100

(Refer to Note to the consolidated financial statements)

Chairman: Ke-Chyn Jiang

Managerial officers: Jamie Lin

Accounting Manager: Chilli Hsieh

Horizon Securities Co., Ltd. and its subsidiaries
Consolidated Income Statement
2024 and 2023

Unit: NTD thousand

Code	Items	Note	2024		2023	
			Amount	%	Amount	%
	Income					
401000	Brokerage fee revenue	4, 6.24 and 7	\$969,951	64	\$777,920	64
402000	Commissions income from loans	4	505	-	254	-
403000	Borrowing income		27	-	-	-
404000	Underwriting business revenue	4, 6.24 and 7	101,666	7	63,668	5
410000	Operating gain on sale of securities	6.24 and 7	316,698	21	221,683	18
421100	Stock affairs agency revenue	4 and 7	85,097	6	80,535	6
421200	Interest revenue	4, 6.24 and 7	80,764	5	69,593	6
421300	Dividend income	4, 7	29,252	2	22,975	2
421500	Net profit of securities trade measured at the fair value through profit or loss	6.24 and 7	(71,610)	(5)	128,765	10
424400	Net losses on the derivative financial instruments – Futures	4, 6.24 and 12	(22,690)	(2)	(161,906)	(13)
424500	Net gain from derivative financial instruments – OTC	4	6,052	-	7,454	1
425300	Expected credit impairment loss and reversal benefit	4 and 6.24	(363)	-	(620)	-
428000	Other operating revenue	6.25 and 7	24,624	2	10,866	1
400000	Total revenues		<u>1,519,973</u>	<u>100</u>	<u>1,221,187</u>	<u>100</u>
	Expense					
501000	Brokerage fee expenses		(79,302)	(5)	(60,563)	(5)
502000	Proprietary trade service commission expenses		(2,121)	-	(2,498)	-
521200	Financial costs	6.26	(62,622)	(4)	(35,258)	(3)
524300	Clearance and settlement service expenses		(10,009)	(1)	(7,837)	(1)
528000	Other operating expenses	7	(2,073)	-	(1,006)	-
531000	Employee benefits expenses	6.21, 6.28 and 7	(838,808)	(55)	(740,775)	(61)
532000	Depreciation and amortization expenses	6.27 and 6.28	(129,421)	(9)	(129,814)	(10)
533000	Other operating expenses	7	(257,005)	(17)	(232,606)	(19)
500000	Total Expense		<u>(1,381,361)</u>	<u>(91)</u>	<u>(1,210,357)</u>	<u>(99)</u>
5xxxxx	Operating profit		138,612	9	10,830	1
602000	Other profits and losses	4 and 6.29	269,115	18	195,754	16
902001	Net profit before tax		407,727	27	206,584	17
701000	Income tax expenses	4 and 6.31	(70,269)	(5)	(26,785)	(2)
902005	Current net income		<u>337,458</u>	<u>22</u>	<u>179,799</u>	<u>15</u>
805000	Other comprehensive income	6.30				
805500	The items that are not reclassified as profit or loss					
805510	Reevaluation of determined benefit plan		(4,095)	-	(3,571)	-
805540	Investment of equity instruments at fair value through other comprehensive income					
	Net unrealized valuation gain		17,247	1	27,259	2
805000	Other comprehensive income for the period (post-tax profit or loss)		13,152	1	23,688	2
902006	Total comprehensive income in current period		<u>\$350,610</u>	<u>23</u>	<u>\$203,487</u>	<u>17</u>
913000	Profit attributable to:					
913100	Owners of parent		<u>\$337,458</u>		<u>\$179,799</u>	
914000	Total comprehensive income attributable to:					
914100	Owners of parent		<u>\$350,610</u>		<u>\$203,487</u>	
975000	Base earnings per share (\$):					
975010	Current net income	6.32	<u>\$0.91</u>		<u>\$0.51</u>	
985000	Diluted earnings per share (NT\$):					
985010	Current net income	6.32	<u>\$0.80</u>		<u>\$0.42</u>	

(Refer to Note to the consolidated financial statements)

Chairman: Ke-Chyn Jiang

Managerial officers: Jamie Lin

Accounting Manager: Chilli Hsieh

Horizon Securities Co., Ltd. and its subsidiaries
Consolidated Statements of Changes in Shareholders' Equity
January 1 to December 31, 2024 and 2023

Unit: NTD thousand

Items	Equity attributable to Shareholders of the Company						Total equity
	Share capital	Capital reserve	Retained earnings			Other equity	
	Common stock capital		Statutory surplus reserves	Special surplus reserves	Undistributed earnings	Unrealized gain on financial assets at fair value through other comprehensive profit or loss	
Balance as at January 1, 2023	\$3,512,516	\$356,228	\$175,446	\$356,113	\$25,276	\$108,497	\$4,534,076
Other changes in capital reserve:	-	(760)	-	-	-	-	(760)
2023 net income	-	-	-	-	179,799	-	179,799
Other comprehensive net income in 2023	-	-	-	-	(3,571)	27,259	23,688
Total comprehensive net income in 2023	-	-	-	-	176,228	27,259	203,487
Balance as at December 31, 2023	3,512,516	355,468	175,446	356,113	201,504	135,756	4,736,803
Dividend allocation and distribution for 2023:							
Legal reserve appropriated	-	-	17,623	-	(17,623)	-	-
Appropriation of special reserve	-	-	-	35,246	(35,246)	-	-
Cash dividend released	-	-	-	-	(87,813)	-	(87,813)
Other changes in capital reserve:	-	37,745	-	-	-	-	37,745
2024 net income	-	-	-	-	337,458	-	337,458
Other comprehensive net income in 2024	-	-	-	-	(4,095)	17,247	13,152
Total comprehensive net income in 2024	-	-	-	-	333,363	17,247	350,610
Convertible corporate bonds converted	406,541	(4,262)	-	-	-	-	402,279
Balance as at December 31, 2024	\$3,919,057	\$388,951	\$193,069	\$391,359	\$394,185	\$153,003	\$5,439,624

(Refer to Note to the consolidated financial statements)

Chairman: Ke-Chyn Jiang

Managerial officers: Jamie Lin

Accounting Manager: Chilli Hsieh

Horizon Securities Co., Ltd. and its subsidiaries
Consolidated Statements of Cash Flow
2024 and 2023

Unit: NTD thousand

Code	Items	2024	2023
	Cash flow from operating activities:		
A10000	Current year net profit before taxation	\$407,727	\$206,584
A20000	Adjustments:		
A20010	Revenue, expense and loss that do not affect the cash flows		
A20100	Depreciation expenses	106,278	109,944
A20200	Amortization expenses	23,143	19,870
A20300	Expected credit impairment loss	363	620
A20400	Net loss (gain) on financial assets and liabilities at fair value through profit and loss	71,610	(128,765)
A20900	Interest expenses	62,622	35,258
A21200	Interest income (including financial income)	(131,473)	(110,672)
A21300	Dividend income	(32,482)	(26,290)
A22500	Loss on disposal or scrapping of property, plant and equipment	148	1
A22800	Loss on disposal or scrapping of intangible assets	75	-
A23100	Gain on disposal of investments	(9,200)	(2,525)
A23300	Loss on non-operating financial products at fair value	27,481	7,073
A24200	Gain on redemption of corporate bonds payable	(22,548)	(3,127)
A29900	Other items	8	(1,811)
A60000	Changes in operating activities related assets/liabilities		
A61000	Net changes in operating activities related assets:		
A61110	(Increase) decrease in financial assets at fair value through profit and loss	272,270	(1,631,551)
A61130	(Increase) decrease in bond investment under reverse repurchase agreement	1,759,788	(2,303,133)
A61180	(Increase) decrease in securities borrowings receivable	156,172	(144,581)
A61190	(Increase) decrease in customers' margin accounts	(56,904)	95,454
A61230	Decrease in notes receivable	120	207
A61250	Increase in accounts receivable	(213,723)	(1,431,387)
A61270	(Increase) decrease in prepayments	(6,620)	2,050
A61280	Increase in net interest on the net defined benefit asset	(1,586)	(1,404)
A61290	(Increase) decrease in other receivables	(34,337)	954
A61365	Increase in financial assets at fair value through other comprehensive profit or loss	(7,180)	(13,588)
A61370	(Increase) decrease in other current assets	(8,076)	19,407
A62000	Net changes in operating activities related liabilities:		
A62110	Increase (decrease) in bond liabilities under repurchase agreement	(2,163,469)	3,360,797
A62130	Decrease in financial liabilities at fair value through profit and loss	(5,995)	(7,454)
A62200	Increase (decrease) in futures traders' equity	55,918	(94,932)
A62230	Increase in accounts payable	167,005	1,464,988
A62250	Increase in advance receipts	19,489	3,193
A62270	Increase in other payables	2,622	56,882
A62300	Decrease in liability reserve	(23)	(5,776)
A62320	Increase in other current liabilities	41,837	21,808
A33000	Cash inflow (outflow) from operations	481,060	(501,906)
A33100	Interest received	133,870	99,218
A33200	Dividends received	32,397	26,340
A33300	Interest payment	(4,200)	(3,215)
A33500	Income tax expense, net	(25,759)	(37,025)
AAAA	Net cash inflow (outflow) from operating activities	617,368	(416,588)
	Cash flow from investing activities:		
B02200	Acquisition of subsidiaries (less the cash received)	(30,733)	-
B02700	Acquisition of property, plant, and equipment	(8,948)	(12,852)
B03500	Increase in settlement/clearance fund	(38,859)	(1,691)
B03600	Decrease in settlement/clearance fund	42,353	2,713
B03700	Increase in refundable deposits	(1,517)	(701)
B03800	Decrease in Refundable deposits	2,348	12,320
B04500	Acquisition of Intangible assets	(11,908)	(17,847)
B07100	Increase in prepayments for equipment	(16,170)	(2,220)
BBBB	Net cash outflow from investing activities	(63,434)	(20,278)
	CASH FLOWS FROM FINANCING ACTIVITIES:		
C00100	Increase of short-term loans	90,452,656	43,712,309
C00200	Decrease in short-term loans	(90,442,656)	(43,662,309)
C00700	Increase in commercial papers payable	3,165,636	1,747,705
C00800	Decrease in commercial papers payable	(3,060,000)	(1,550,000)
C01200	Issue of corporate bonds	605,859	-
C01300	Corporate bonds repaid	(480,600)	(17,101)
C04020	Repayments of principal portion of the lease	(80,351)	(78,622)
C04500	Cash dividend released	(87,813)	-
C05600	Interest payment	(58,366)	(42,433)
CCCC	Net cash inflow from financing activities	14,365	109,549
EEEE	Current cash and cash equivalents increase (decrease)	568,299	(327,317)
E00100	Balance of cash and cash equivalents, beginning of period	2,128,603	2,455,920
E00200	Balance of cash and cash equivalent, end of period	\$2,696,902	\$2,128,603

(Refer to Note to the consolidated financial statements)

Chairman: Ke-Chyn Jiang

Managerial officers: Jamie Lin

Accounting Manager: Chillí Hsieh

[Attachment 4]

**Horizon Securities Co., Ltd.
Earnings Allocation Table
2024**

		Unit: (NTD)
Undistributed earnings, beginning of year		60,822,954
Add (Less): Net income after tax for 2024	337,457,659	
Reevaluation of determined benefit plan	(4,095,253)	
Subtotal		333,362,406
Less: Legal reserve appropriated	(33,336,241)	
Special reserve appropriated (Note 1)	(66,672,481)	
Subtotal		(100,008,722)
Total distributable earnings		294,176,638
Allocation item		
Cash dividend per share (NTD 0.5/share) (Note 2) (Note 3)		(195,952,841)
Undistributed earnings, ending of year		98,223,797

Note 1: Handled in accordance with Paragraph 1, Article 41 of the Securities and Exchange Act and Article 14 of the Regulations Governing Securities Firms.

Note 2: Retained earnings in current period shall be the first considered for payout as dividend to shareholders. The amount short will be covered by the undistributed earnings accumulated in the previous period. The amount payable to each share is based on the total quantity of 391,905,682 shares with participation rights at the time of resolution of the Board.

Note 3: Cash dividend will be determined by the Board and for reporting to the Shareholders' Meeting pursuant to Article 24 of the Articles of Incorporation of the Company.

**Chairman: Ke-Chyn
Jiang**

President: Jamie Lin

**Accounting Manager:
Chilli Hsieh**

[Attachment 5]

Comparison Table of the “Articles of Incorporation” Before and After Amendment

Amended Provision	Current Provision	Description
Article 23 If the Company has profit in the current year, it shall appropriate no less than 2% as an employee bonus, <u>which includes no less than 0.8% of profits allocated for entry-level employees</u>. Except for individual directors, no more than 3% shall be allocated as directors’ bonus. However, profits must first be taken to offset against cumulative losses if any. The aforementioned profit refers to the pre-tax income minus the amount of remuneration to be distributed to the directors or employees. The employee remuneration in the first paragraph may be distributed in the form of cash or shares, and may be distributed to employees including the qualified employees of the Company’s subsidiaries. The remuneration to directors in the first paragraph shall be distributed only in the form of cash.	Article 23 If the Company has profit in the current year, it shall appropriate no less than 2% as employee remuneration and no more than 3% as director remuneration (excl. Independent Directors). However, profits must first be taken to offset against cumulative losses if any. The aforementioned profit refers to the pre-tax income minus the amount of remuneration to be distributed to the directors or employees. The employee remuneration in the first paragraph may be distributed in the form of cash or shares, and may be distributed to employees including the qualified employees of the Company’s subsidiaries. The remuneration to directors in the first paragraph shall be distributed only in the form of cash.	Pursuant to Paragraph 6, Article 14, of the Securities and Exchange Act, supplementary provisions are provided for related matters on pay raise or allocation of bonus for entry-level employees using a certain percent of annual profits as described in the Articles of Incorporation in companies whose stocks are listed on TWSE or the OTC Markets.
Article 24 When allocating the earnings, the Company shall first estimate and reserve the taxes to be paid, offset its losses, and set aside a legal capital reserve of 10% of the remaining earnings. The allocation shall not be subject to the above if the amount of legal capital reserve has reached the amount of the paid-in capital. The Company shall also set aside <u>or reverse</u> a certain amount of profit as a special reserve in accordance with the laws and regulations, <u>and the balance of the profit is combined with the accumulated undistributed earnings</u>. Besides the amount retained for business needs, the distribution shall be determined by the Board with reference to the	Article 24 When allocating the earnings, the Company shall first estimate and reserve the taxes to be paid, offset its losses, and set aside a legal capital reserve at 10% of the remaining earnings. The allocation shall not be subject to the above if the amount of legal capital reserve has reached the amount of the paid-in capital. The Company shall also set aside a certain amount of profit as special reserve in accordance with the laws and regulations. Besides the amount retained for business needs, the distribution shall be determined by the Board with reference to the operational status of the Company. In circumstances of distributing in forms of issuance of new shares,	In compliance with the amendment of Paragraph 3, Article 26 of the Corporate Governance Best-Practice Principles for Securities Merchants

Amended Provision	Current Provision	Description
operational status of the Company. In circumstances of distributing in forms of issuance of new shares, such matter shall be first submitted to the shareholders' meeting for resolution before distribution. As stipulated by Paragraph 5 of Article 240 of the Company Act, the Company may distribute the distributable dividends in form of cash and report to the Shareholders' Meeting, after such matter has been determined by a majority of the Directors at a meeting attended by two-thirds or more of the total number of Directors. Taking into consideration the future growth of operation scale and diversified development of businesses, the Company shall appropriate no less than 50% of the total distributable profit as dividends. However, the Company may be exempt from distribution of dividends in cases where accumulated distributable profit is less than 10% of paid-in capital. Stock dividends shall be no more than 50%, and cash dividends shall be no less than 50% of the total distributable dividends. However, the Company may adjust the percentage thereof and the percentage of distributable earning depending on the Company's business development and capital requirement.	such matter shall be first submitted to the shareholders' meeting for resolution before distribution. As stipulated by Paragraph 5 of Article 240 of the Company Act, the Company may distribute the distributable dividends in form of cash and report to the Shareholders' Meeting, after such matter has been determined by a majority of the Directors at a meeting attended by two-thirds or more of the total number of Directors. Taking into consideration the future growth of operation scale and diversified development of businesses, the Company shall appropriate no less than 50% of the total distributable profit as dividends. However, the Company may be exempt from distribution of dividends in cases where accumulated distributable profit is less than 10% of paid-in capital. Stock dividends shall be no more than 50%, and cash dividends shall be no less than 50% of the total distributable dividends. However, the Company may adjust the percentage thereof and the percentage of distributable earning depending on the Company's business development and capital requirement.	
Article 26 The Articles of Association were established on November 30, 1961. The 52nd amendment was made on May 31, 2023. <u>The 53rd amendment was made on May 22, 2025.</u>	Article 26 The Articles of Association were established on November 30, 1961. The 51st amendment was made on May 27, 2022. The 52nd amendment was made on May 31, 2023.	The date of amendment was added.