Statements of Comprehensive Income Analysis

Consolidated statements of comprehensive income

Explanation of significant changes in the past two years' operating revenue, operating income and income before tax:

Non-operating expenses increased mainly due to a decrease in dividend income.

Consolidated Statements of Comprehensive Income

Unit: NT$'000, %

	2024	2025	YoY change	
			Amount	%
Operating revenue	199,373,905	198,764,583	(609,322)	(0.31)
Operating costs	159,678,771	157,808,811	(1,869,960)	(1.17)
Gross profit	39,695,134	40,955,772	1,260,638	3.18
Operating expenses	20,647,015	20,890,698	243,683	1.18
Operating income	20,250,476	21,450,084	1,199,608	5.92
Non-operating income (expenses)	(718,436)	(1,507,232)	(788,796)	109.79
Income before tax	19,532,040	19,942,852	410,812	2.10
Net income	15,795,545	16,206,169	410,624	2.60

Stand-alone statements of comprehensive income

Explanation of significant changes in the past two years' operating revenue, operating income and income before tax:

Operating income increased mainly due to network integration and enhanced operational efficiency.

Stand-alone Statements of Comprehensive Income

Unit: NT$'000, %

	2024	2025	YoY change	
			Amount	%
Operating revenue	80,290,867	82,121,303	1,830,436	2.28
Operating costs	59,390,803	59,515,053	124,250	0.21
Gross profit	20,900,064	22,606,250	1,706,186	8.16
Operating expenses	12,984,221	12,904,106	(80,115)	(0.62)
Operating income	8,974,381	10,920,411	1,946,030	21.68
Non-operating income (expenses)	6,273,101	5,326,072	(947,029)	(15.10)
Income before tax	15,247,482	16,246,483	999,001	6.55
Net income	13,816,716	14,437,394	620,678	4.49

Revenue outlook, key assumptions, potential impact on the Company's business and corresponding proposal:

As the number of telecom operators has shrunk from five to three, service providers have shifted their focus to enhancing customer loyalty. Toward this aim, TWM is leveraging its unique 5G services and group resources to improve collaboration synergy and boost revenue. At the same time, as emerging services such as AI, smart energy and eSIM continue to develop, new Tech+Telco businesses should become a vital foundation for medium-to-long-term revenue growth, mitigating the impact of slowing growth in traditional communication services and strengthening its financial resilience.

Cash Flow Analysis

Consolidated cash flow analysis

1. Cash outflow from investment activities decreased mainly due to acquisition of Systex Corp. shares in 2024.
2. Cash outflow from financing activities increased mainly due to the repayment of debts.

Consolidated Cash Flow Statement

Unit: NT$'000, %

	2024	2025	YoY change	
			Amount	%
Cash inflow (outflow) from operating activities	36,045,112	37,501,271	1,456,159	4.04
Cash inflow (outflow) from investment activities	(14,897,978)	(11,152,764)	3,745,214	(25.14)
Cash inflow (outflow) from financing activities	(22,445,825)	(29,732,083)	(7,286,258)	32.46
Impact from changes in exchange rate	109	3,131	3,022	2,772.48
Net cash decrease	(1,298,582)	(3,380,445)	(2,081,863)	160.32

Stand-alone cash flow analysis:

1. Cash outflow from investment activities decreased mainly due to acquisition of Systex Corp. shares in 2024.
2. Cash outflow from financing activities increased mainly due to the repayment of debts.

Stand-alone Cash Flow Statement

Unit: NT$'000, %

	2024	2025	YoY change	
			Amount	%
Cash inflow (outflow) from operating activities	21,893,239	24,958,357	3,065,118	14.00
Cash inflow (outflow) from investment activities	(3,178,461)	(190,297)	2,988,164	(94.01)
Cash inflow (outflow) from financing activities	(18,320,838)	(25,141,675)	(6,820,837)	37.23
Net cash increase (decrease)	393,940	(373,615)	(767,555)	NM

Plans to improve negative liquidity:

Not applicable.

Projected consolidated cash flow for 2026

1. **Projected cash inflow from operating activities:** Expected to remain relatively stable.
2. **Projected cash outflow from investment activities:** For capital expenditure.
3. **Projected cash outflow from financing activities:** For cash dividend distribution.