Princeton Technology Corp.
and Subsidiaries
Consolidated Financial Statements for the Six Months Ended June 30, 2026 and 2025
Together with Independent Auditors' Review Report

English Translation of Financial Statements Originally Issued in Chinese

Independent Auditors' Review Report

The Board of Directors and Stockholders
Princeton Technology Corp.

Introduction

We have reviewed the accompanying consolidated balance sheets of Princeton Technology Corp. and subsidiaries (the Company) as of June 30, 2026 and 2025, and the consolidated statements of comprehensive income for the three months ended June 30, 2026 and 2025 and for the six months then ended June 30, 2026 and 2025, the consolidated changes in equity and cash flows for the six months ended, and the notes to the consolidated financial statements, including a summary of significant accounting policies (collectively referred to as the "consolidated financial statements"). Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standards 34, "Interim Financial Reporting" endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China. Our responsibility is to express a conclusion on the consolidated financial statements based on our reviews.

Scope of Review

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

Conclusion

Based on our reviews, nothing has come to our attention that caused us to believe that the accompanying consolidated financial statements do not present fairly, in all material respects, the consolidated financial position of the Company as at June 30, 2026 and 2025, and its consolidated financial performance for the three months ended June 30, 2026 and 2025, and its consolidated financial performance and its consolidated cash flows for the six month ended June 30, 2026 and 2025 in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standards 34, "Interim Financial Reporting" endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China.

WU MENG TA
PAN JIN SHU
Crowe (TW) CPAs
August 12, 2026

Notice to Readers

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

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

English Translation of Consolidated Financial Statements Originally Issued in Chinese

Princeton Technology Corp. and Subsidiaries

Consolidated Balance Sheets

June 30, 2026, December 31, 2025 and June 30, 2025

(Expressed in Thousand New Taiwan Dollars)

		June 30, 2026		December 31, 2025		June 30, 2025	
Assets	Note	Amount	%	Amount	%	Amount	%
Current assets							
Cash and cash equivalents	Note 6	$ 291,316	13	$ 318,059	15	$ 341,308	17
Financial assets at fair value through profit or loss	Note 7	6,645	-	121,201	6	47,308	2
Financial assets at amortized cost	Note 9	109,629	5	53,660	2	81,315	4
Notes receivable, net	Note 10	-	-	2,044	-	1,422	-
Accounts receivable, net	Note 10	319,208	15	269,888	13	239,842	12
Other receivables	Notes 10&32	7,867	-	8,398	-	6,982	-
Current tax assets	Note 28	1,194	-	341	-	1,018	-
Inventories, net	Note 11	422,601	20	391,761	18	430,891	21
Prepayments		32,500	2	13,497	1	12,365	-
Other financial assets	Notes 6&33	27,596	1	27,414	1	27,234	1
Total current assets		1,218,556	56	1,206,263	56	1,189,685	57
Non-current assets							
Financial assets at fair value through profit or loss	Note 7	107,237	5	67,732	3	62,966	3
Financial assets at fair value through other comprehensive income	Note 8	51,047	2	50,158	2	46,254	2
Investments accounted for under the equity method	Note 12	35,690	2	41,183	2	42,658	2
Property, plant and equipment	Notes 13&33	441,526	20	448,363	21	430,799	21
Right-of-use assets	Note 14	3,946	-	3,943	-	3,722	-
Investment property	Notes 15&33	264,505	13	263,970	13	248,810	12
Intangible assets	Note 16	4,251	-	4,069	-	3,699	-
Deferred tax assets	Note 28	9,743	-	9,006	-	16,872	1
Net defined benefit assets	Note 20	9,827	-	8,951	-	-	-
Other noncurrent assets	Notes 17&34	45,702	2	65,399	3	41,736	2
Total non-current assets		973,474	44	962,774	44	897,516	43
Total assets		$ 2,192,030	100	$ 2,169,037	100	$ 2,087,201	100
Liabilities and stockholders' equity							
Current liabilities							
Short-term loans	Notes 18&33	$ 213,301	10	$ 149,433	7	$ 98,789	5
Contract liability	Note 23	7,456	-	6,841	-	6,569	-
Accounts payable		130,925	6	114,954	5	94,011	5
Other payables	Notes 19&32	127,802	6	142,205	7	154,275	7
Current tax liabilities	Note 28	290	-	-	-	-	-
Other current liabilities		701	-	589	-	535	-
Total current liabilities		480,475	22	414,022	19	354,179	17
Non-current liabilities							
Deferred tax liability	Note 28	20,325	1	14,653	1	3,132	-
Net defined benefit liability	Note 20	-	k	-	-	1,843	-
Refundable deposits	Note 21	25,753	1	26,103	1	24,362	1
Total non-current liabilities		46,078	2	40,756	2	29,337	1
Total liabilities		526,553	24	454,778	21	383,516	18
Equity attributable to the parent company							
Capital	Note 22	1,809,437	83	1,809,437	84	1,809,437	87
Additional paid-in capital	Note 22	75,210	3	73,923	3	73,923	4
Retained earnings	Note 22						
Legal reserve		-	-	118,086	6	118,086	6
Special capital reserve		-	-	5,957	-	5,957	-
Accumlated losses		(241,235)	(11)	(327,739)	(15)	(275,189)	(13)
Total retained earnings		(241,235)	(11)	(203,696)	(9)	(151,146)	(7)
Other components of equity	Note 22	2,818	-	(18,606)	(1)	(75,803)	(4)
Total equity attributable to the parent		1,646,230	75	1,661,058	77	1,656,411	80
Non-controlling interests	Note 22	19,247	1	53,201	2	47,274	2
Total equity		1,665,477	76	1,714,259	79	1,703,685	82
Total liabilities and equity		$ 2,192,030	100	$ 2,169,037	100	$ 2,087,201	100

The accompanying notes are integral part of consolidated financial statements.

English Translation of Consolidated Financial Statements Originally Issued in Chinese

Princeton Technology Corp. and Subsidiaries

Consolidated Statements of Comprehensive Income

For the three months and six months ended June 30, 2026 & 2025

(Expressed in Thousand New Taiwan Dollars, Except for Earnings Per Share Amounts)

		2026.04.01~2026.06.30		2025.04.01~2025.06.30		2026.01.01~2026.06.30		2025.01.01~2025.06.30	
	Note	Amount	%	Amount	%	Amount	%	Amount	%
Net sales	Notes 23&32	$ 389,700	100	$ 301,615	100	$ 721,976	100	$ 507,878	100
Cost of goods sold	Notes 11.20&24	(256,545)	(66)	(196,927)	(65)	(476,804)	(66)	(337,922)	(67)
Gross profit		133,155	34	104,688	35	245,172	34	169,956	33
Operating expenses	Notes 20.24&32								
Marketing		(12,858)	(3)	(13,006)	(4)	(26,235)	(4)	(26,411)	(5)
General and administrative		(49,799)	(13)	(50,262)	(17)	(98,615)	(14)	(99,288)	(20)
Research and development		(101,766)	(26)	(89,629)	(30)	(202,966)	(28)	(184,475)	(35)
Total operating expenses		(164,423)	(42)	(152,897)	(51)	(327,816)	(46)	(310,174)	(60)
Operating loss		(31,268)	(8)	(48,209)	(16)	(82,644)	(12)	(140,218)	(27)
Non-operating income and expenses									
Interest income	Note 25	1,130	-	1,447	-	2,046	-	2,350	-
Other gain and loss	Notes 26&32	30,037	8	(701)	-	55,809	8	10,717	2
Finance costs	Note 27	(1,240)	-	(515)	-	(2,272)	-	(931)	-
Share of loss of associates and joint ventures	Note 12	(3,671)	(1)	(1,861)	-	(6,805)	(1)	(4,722)	(1)
Subtotal		26,256	7	(1,630)	-	48,778	7	7,414	1
Loss from continuing operations before income tax		(5,012)	(1)	(49,839)	(16)	(33,866)	(5)	(132,804)	(26)
Income tax benefit (expense)	Note 28	422	-	610	-	(147)	-	582	-
Net loss		(4,590)	(1)	(49,229)	(16)	(34,013)	(5)	(132,222)	(26)
Other comprehensive income and loss									
Items that will not be reclassified subsequently to profit or loss:									
Unrealized gain on investments in equity instruments at fair value through other comprehensive income	Note 22	541	-	69	-	269	-	1,336	-
Income tax expense related to items that will not be reclassified subsequently to profit or loss	Note 28	-	-	-	-	-	-	-	-
Subtotal		541	-	69	-	269	-	1,336	-
Items that may be reclassified subsequently to profit or loss:									
Exchange differences on translation of foreign operations	Note 22	(597)	-	(119,131)	(40)	26,835	4	(99,181)	(19)
Share of other comprehensive loss of subsidiaries and associates	Note 22	(10)	-	(247)	-	25	-	(160)	-
Income tax benefit (expense) related to items that may be reclassified subsequently to profit or loss	Notes 22&28	33	-	21,297	7	(5,283)	(1)	17,756	3
Subtotal		(574)	-	(98,081)	(33)	21,577	3	(81,585)	(16)
Total other comprehensive income, net of tax		(33)	-	(98,012)	(33)	21,846	3	(80,249)	(16)
Total comprehensive income		$ (4,623)	(1)	$ (147,241)	(49)	$ (12,167)	(2)	$ (212,471)	(42)
Net (loss) income attributable to:									
Stockholders of the parent		$ (6,053)	(1)	$ (52,406)	(17)	$ (36,452)	(5)	$ (137,287)	(27)
Non-controlling interests		1,463	-	3,177	1	2,439	-	5,065	1
		$ (4,590)	(1)	$ (49,229)	(16)	$ (34,013)	(5)	$ (132,222)	(26)
Comprehensive income attributable to:									
Stockholders of the parent		$ (5,656)	(1)	$ (137,771)	(46)	$ (15,028)	(2)	$ (207,133)	(41)
Non-controlling interests		1,033	-	(9,470)	(3)	2,861	-	(5,338)	(1)
		$ (4,623)	(1)	$ (147,241)	(49)	$ (12,167)	(2)	$ (212,471)	(42)
Earnings per share	Note 29								
Earnings per share-basic		$ (0.03)		$ (0.29)		$ (0.20)		$ (0.76)	
Diluted earnings per share		$ (0.03)		$ (0.29)		$ (0.20)		$ (0.76)	

The accompanying notes are integral part of consolidated financial statements.

English Translation of Consolidated Financial Statements Originally Issued in Chinese

Princeton Technology Corp. and Subsidiaries

Consolidated Statements of Changes in Equity

For the six months ended June 30, 2026 & 2025

(Expressed in Thousand New Taiwan Dollars)

	Equity attributable to the parent												
		Additional pain-in capital				Retained earnings			Other components of equity				
	Common Stock	Premiums	Recognize changes in subsidiaries' ownership	Share of changes in equities of associates and joint venture	Employee stock options	Legal reserve	Special reserve	Accumulated losses	Exchange differences arising on translation of foreign operations	Unrealized gain (loss) on investments in equity instruments at fair value through other comprehensive income	Total equity attributable to the parent	Non-controlling interests	Total Equity
Balance as of January 1, 2025	$ 1,809,437	$ 1,102	$ 39	$ 68,190	$ 4,592	$ 118,086	45,891	$ (174,421)	$ 33,755	$ (39,712)	$ 1,866,959	$ 190,581	$ 2,057,540
Appropriations of 2024 earnings													
Reversal of special reserve	-	-	-	-	-	-	(39,934)	39,934	-	-	-	-	-
Net (loss) income for the six months ended June 30, 2025	-	-	-	-	-	-	-	(137,287)	-	-	(137,287)	5,065	(132,222)
Other comprehensive income for the six months ended June 30, 2025	-	-	-	-	-	-	-	-	(71,182)	1,336	(69,846)	(10,403)	(80,249)
Total comprehensive income	-	-	-	-	-	-	-	(137,287)	(71,182)	1,336	(207,133)	(5,338)	(212,471)
Difference between consideration and carrying amount	-	-	-	-	-	-	-	(3,415)	-	-	(3,415)	3,415	-
of subsidiaries acquired or disposed													-
Cash dividends to non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	(22,871)	(22,871)
Decrease in non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	(118,513)	(118,513)
Balance as of June 30, 2025	$ 1,809,437	$ 1,102	$ 39	$ 68,190	$ 4,592	$ 118,086	$ 5,957	$ (315,123)	$ (37,427)	$ (38,376)	$ 1,656,411	$ 47,274	$ 1,703,685
Balance as of January 1, 2026	$ 1,809,437	$ 1,102	$ 39	$ 68,190	$ 4,592	$ 118,086	$ 5,957	$ (327,739)	$ 18,964	$ (37,570)	$ 1,661,058	$ 53,201	$ 1,714,259
Appropriations of 2025 earnings													
Legal reserve used to offest accumulated deficits	-	-	-	-	-	(118,086)	-	118,086	-	-	-	-	-
Special reserve used to offest accumulated deficits	-	-	-	-	-	-	(5,957)	5,957	-	-	-	-	-
Adjustments to share of changes in equities of associates and join venture	-	-	-	1,287	-	-	-	-	-	-	1,287	-	1,287
Net (loss) income for the six months ended June 30, 2026	-	-	-	-	-	-	-	(36,452)	-	-	(36,452)	2,439	(34,013)
Other comprehensive income for the nine months ended September 30, 2026	-	-	-	-	-	-	-	-	21,155	269	21,424	422	21,846
Total comprehensive income	-	-	-	-	-	-	-	(36,452)	21,155	269	(15,028)	2,861	(12,167)
Difference between consideration and carrying amount	-		-	-	-	-	-	(1,087)	-	-	(1,087)	1,087	-
of subsidiaries acquired or disposed													
Cash dividends to non-controlling interests	-		-	-	-	-	-	-	-	-	-	(8,685)	(8,685)
Decrease in non-controlling interests	-		-	-	-	-	-	-	-	-	-	(29,217)	(29,217)
Balance as of June 30, 2026	$ 1,809,437	$ 1,102	$ 39	$ 69,477	$ 4,592	$ -	$ -	$ (241,235)	$ 40,119	$ (37,301)	$ 1,646,230	$ 19,247	$ 1,665,477

The accompanying notes are integral part of financial statements.

English Translation of Consolidated Financial Statements Originally Issued in Chinese

Princeton Technology Corp. and Subsidiaries

Consolidated Statements of Cash Flows

For the six months ended June 30, 2026 & 2025

(Expressed in Thousand New Taiwan Dollars)

	2026.01.01~2026.06.30	2025.01.01~2025.06.30
Cash flows from operating activities:		
Net loss before tax	$ (33,866)	$ (132,804)
Adjustments to reconcile net loss to net cash provided by operating activities:		
Depreciation	37,039	27,989
Amortization expense	12	13
Net (income) loss of financial assets at fair value through profit or loss	(24,493)	36
Finance costs	2,272	931
Interest income	(2,046)	(2,350)
Dividend income	(2,624)	-
Share of loss of associates and joint ventures	6,805	4,722
Gain on disposal of property, plant and equipment, net	-	(127)
Changes in operating assets and liabilities:		
Increase (decrease) in：		
Mandatorily classified FVTPL	117,868	52,105
Notes receivable	2,044	682
Accounts receivable	(49,320)	41,018
Other receivables	1,396	(1,624)
Inventories	(30,840)	44,886
Prepayments	(19,003)	3,463
Other financial asset	(182)	(180)
Net defined benefit assets	(876)	-
Increase (decrease) in：		
Contract liability	615	1,688
Accounts payable	15,971	(1,449)
Other payables	(3,233)	(12,876)
Other current liabilities	112	(281)
Net defined benefit liabilities	-	(992)
Cash provided by operations	17,651	24,850
Interest received	1,181	2,386
Interest paid	(2,242)	(936)
Income tax paid	(867)	(1,107)
Net cash provided by operating activities	15,723	25,193

（Continued）

	2026.01.01~2026.06.30	2025.01.01~2025.06.30
Cash flows from investing activities:		
Acquisition of Financial assets at amortized cost	(55,969)	(36,795)
Acquisition of financial assets at fair value through profit or loss	(16,440)	(17,500)
Acquisition of property, plant and equipment	(21,233)	(29,152)
Proceeds from disposal of property, plant and equipment	-	127
Acquisition of intangible assets	(18)	(12)
Decrease in other noncurrent assets	16,792	22,288
Dividend received	2,624	-
Net cash used in investing activities	(74,244)	(61,044)
Cash flows from financing activities		
Increase in short-term loans	60,000	50,000
Decrease in guarantee deposits received	(350)	(13,658)
Acquisition of ownership interests in subsidiaries	(40,472)	(40,756)
Decrease in non-controlling interests	(8,263)	(33,274)
Net cash provided by (used in) financing activities	10,915	(37,688)
Effect of exchange rate changes on cash and cash equivalents	20,863	(30,166)
Net decrease in cash and cash equivalents	(26,743)	(103,705)
Cash and cash equivalents at beginning of period	318,059	445,013
Cash and cash equivalents at end of period	$ 291,316	$ 341,308

(Concluded)

The accompanying notes are integral part of consolidated financial statements.

English Translation of Financial Statements Originally Issued in Chinese

Princeton Technology Corp. and Subsidiaries

Notes to Consolidated Financial Statements

For the six months ended June 30, 2026 & 2025

(Expressed in Thousand New Taiwan Dollars, unless otherwise specified)

1.Company establishment

Princeton Technology Corp. (PTC) was established in May 1986. It specializes in the development, design, testing and sales of high quality, high value-added consumer integrated circuits (ICs). PTC's common shares were publicly listed on the Gre Tai Securities Market (GTSM) in December, 2001.

2.Date and procedures of authorization of financial statements for issue

The financial statements were reported to the Board of Directors and issued on August 12, 2026.

3. Newly issued or revised standards and interpretations

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

New standards, interpretations and amendments as endorsed by FSC effective from 2026 are as follows:

New, Revised or Amended Standards and Interpretations	Effective Date Issued by IASB
Amendments to IFRS 9 and IFRS 7 "Amendments to the Classification and Measurement of Financial Instruments"	January 1, 2026
Amendments to IFRS 9 and IFRS 7 "Contracts Referencing Nature-dependent Electricity"	January 1, 2026
IFRS 17 "Insurance Contracts"	January 1, 2023
Amendments to IFRS 17 "Insurance Contracts"	January 1, 2023
Amendments to IFRS 17 "Initial Application of IFRS 17 and IFRS 9 —Comparative Information"	January 1, 2023
Annual Improvements to IFRS Accounting Standards－Volume 11	January 1, 2026

Amendments to IFRS 9 and IFRS 7 "Amendments to the Classification and Measurement of Financial Instruments"— the amendments are described as follows:

- The amendments clarify and add further guidance on assessing whether financial assets meet the solely payments of principal and interest (SPPI) criteria, including the scope of contract terms that modify cash flows based on contingent events (e.g., interest rates linked to environmental, social, and governance (ESG) goals), instruments with nonrecourse features, and contract-linked instruments.
- The amendments add that instruments with contract terms that can change cash flows (e.g., some instruments with features related to ESG goals) should disclose qualitative descriptions of the contingent nature of such terms; quantitative information about the range of possible changes in contractual cash flows resulting from such terms; and the gross carrying amount of financial assets and the amortized cost of financial liabilities under such terms.
- The amendments clarify the dates of recognition and derecognition of certain financial assets and liabilities, adding that when using an electronic payment system to settle a financial liability (or part of a financial liability) in cash, an entity is permitted to consider the liability as discharged before the settlement date only when the entity has initiated a payment instruction that results in the following circumstances:
  (a)The entity does not have the ability to revoke, stop, or cancel the payment instruction.
  (b)The entity, as a result of the payment instruction, does not have the practical ability to access the cash that will be used for settlement.

(c)The settlement risk associated with the electronic payment system is not significant.

- The amendments update that equity instruments designated at fair value through other comprehensive income (FVTOCI) by an irrevocable choice should disclose their fair value by category, rather than by each individual asset. Additionally, they should disclose the fair value gains and losses recognized in other comprehensive income during the reporting period, separately showing the fair value gains and losses related to investments derecognized during the reporting period, and the fair value gains and losses related to investments still held at the end of the reporting period. They should also disclose the cumulative gains and losses transferred to equity from derecognized investments during the reporting period.

The initial application of the amendments to the IFRSs endorsed and issued into effect by the FSC did not have a significant effect on the Company accounting policies.

b.Effect of new issuances or amendments to IFRSs as endorsed by the FSC but not yet adopted:

New, Revised or Amended Standards and Interpretations	Effective Date Issued by IASB
IFRS 18 "Presentation and Disclosure in Financial Statements"	January 1, 2027(Note1)
IFRS 19 "Subsidiaries without Public Accountability: Disclosures"	January 1, 2027
Amendments to IAS 21, "Translation to a Hyperinflationary Presentation Currency"	January 1, 2027
Amendments to IAS 28, "Sale or Contribution of Assets between an Investor and its Associate or Joint Venture"	January 1, 2027(Note2)

Note1: The entities shall apply IFRS 18 starting from lanuary 1, 2028. Additionally, enties can choose to adopt IFRS 18 earlier.

Note2: The entities shall apply the amendment simultaneously with IFRS 18.

IFRS 18 "Presentation and Disclosure in Financial Statements"

- IFRS 18 "Presentation and Disclosure in Financial Statements" replaces IAS 1, updates the structure of the statement of comprehensive income, introduces disclosures for management performance measures, and enhances the principles of aggregation and disaggregation applied in the primary financial statements and notes.

c.The IFRSs issued by IASB but not yet endorsed and issued into effect by FSC:

New, Revised or Amended Standards and Interpretations	Effective Date Issued by IASB
Amendments to IFRS 10 and IAS 28 "Sale or Contribution of Assets between an Investor and its Associate or Joint Venture"	To be determined by IASB
IFRS 20 "Regulatory Assets and Regulatory Liabilities"	January 1, 2029

As of the date the accompanying consolidated financial statements were issued, the Company continue to evaluate the impact of the above amended standards and interpretations on its financial position and financial performance from the initial adoption of the aforementioned standards or interpretations. The related impact will be disclosed when the Company completes the evaluation.

4.Summary of significant accounting policies

Except for the following, the accounting policies applied in these consolidated financial statements are consistent with those applied in the consolidated financial statements for the year ended December 31, 2025. These policies have been consistently applied to all the periods presented, unless otherwise stated.

Statement of Compliance

The accompany consolidated financial statements have been prepared in conformity with the Requlations Governing the Preparation of Financial Reports by Securities Issuers and IAS 34, "Interim Financial Reporting" endorsed and issued into effect by the FSC. The consolidated financial statements do not present all the disclosures required for a complete set of annual

consolidated financial statements prepared under the IFRSs endorsed and issued into effect the FSC.

Basis of Preparation

The consolidated financial statements have been prepared on the historical cost basis except for financial instruments which are measured at fair value and net defined benefit liabilities which are measured at the present value of the defined benefit obligation less the fair value of plan assets.

Basis of Consolidation

a. The basis for the consolidated financial statements

The consolidated financial statements incorporate the financial statements of PTC and entities controlled by PTC (its subsidiaries). Income and expenses of subsidiaries acquired or disposed of are included in the consolidated statement of comprehensive income from the effective date of acquisition and up to the effective date of disposal, as appropriate. When necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with those used by the Company.

All intra-group transactions, balances, income and expenses are eliminated in full on consolidation. Total comprehensive income of subsidiaries is attributed to the owners of the Company and to the noncontrolling interests even if this results in the noncontrolling interests having a deficit balance.

Changes in the Company's ownership interests in subsidiaries that do not result in the Company losing control over the subsidiaries are accounted for as equity transactions. The carrying amounts of the Company's interests and the non-controlling interests are adjusted to reflect the changes in their relative interests in the subsidiaries. Any difference between the amount by which the non-controlling interests are adjusted and the fair value of the consideration paid or received is recognized directly in equity and attributed to owners of the Company.

When the Company loses control of a subsidiary, the Company should recognize any resulting differences between (1) the fair value of the consideration received, from the transaction, event or circumstances that resulted in the loss of control; and any investment retained in the former subsidiary at its fair value at the date when control is lost, and (2) the assets (including any goodwill), liabilities and any non-controlling interests of the former subsidiary at their carrying amounts at the date when control is lost.

If the Company loses control of a subsidiary, the Company shall account for all amounts recognized in other comprehensive income in relation to that subsidiary on the same basis as would be required if the Company had directly disposed of the related assets or liabilities.

The fair value of any investment retained in the former subsidiary at the date when control is lost shall be regarded as the cost on initial recognition of an investment in an associate.

b. The subsidiaries in the consolidated financial statements

The detail information of the subsidiaries at the end of reporting period was as follows:

			Percentage of Ownership		
Name of Investor	Name of Investee	Main Businesses and Products	June 30, 2026	December 31, 2025	June 30, 2025
Princeton Technology Corp.	PRINCETON SILICON LIMITED (PRINCETON SILICON)	Holding company	100.00%	100.00%	100.00%
Princeton Technology Corp.	Princeton Capital Corp. (Princeton Capital)	Investment holding	100.00%	100.00%	100.00%
PRINCETON SILICON	Princeton Technology (Shenzhen) Ltd. (Princeton Technology (Shenzhen)	IC sales, design & marketing and software research; the research and development of separators for lithium-ion batteries; communications equipment technical consulting and after-sale service	100.00%	100.00%	100.00%
PRINCETON SILICON	Princeton Technology (Chengdu) Corp. (Princeton Technology (Chengdu))	IC design and software research, technology transfer, technical consulting, after-sales service; modular design of electronic systems, development and sale; IC sale, import and export, communications equipment research, sales, import and export, technical consulting, after-sale service; lithium-ion batteries research, sales, import and export; own house rental	100.00%	100.00%	100.00%

Name of Investor	Name of Investee	Main Businesses and Products	Percentage of Ownership		
			June 30, 2026	December 31, 2025	June 30, 2025
Princeton Technology (Shenzhen)	Chengdu Chip-Rail Microelectronics Co., Ltd. (Chengdu Chip-Rail)(Note1)	Computer systems development, IC design, computer hardware and software design and technical services	94.00%	85.00%	85.00%

Note:1. The Company acquired 9% equity of Chengdu Chip-Rail from non-controlling interests in May 2026. The Company's equity interest increased from 85% to 94%. Refer to Note 30.

c.Unconsolidated subsidiaries: None.

d.Non-wholly owned subsidiaries that have noncontrolling material interests: None.

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

f.Issuance of securities held by a subsidiary of the parent content: None.

g.Significant restrictions: None.

Retirement Benefits

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

Taxation

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

5.Critical accounting judgments and key sources of estimation and uncertainty

The same critical accounting judgments and key sources of estimates and uncertainty have been followed in these consolidated financial statements as those applied in the preparation of the consolidated financial statements for the year ended December 31, 2025.

6.Cash and cash equivalents

	June 30, 2026	December 31, 2025	June 30, 2025
Cash on hand	$ 462	$ 473	$ 465
Checking and savings accounts	178,426	214,738	279,857
Time deposits	112,428	102,848	60,986
	$ 291,316	$ 318,059	$ 341,308

As of June 30, 2026, December 31, 2025 and June 30, 2025, the pledged certificates of bank deposits have been reclassified to other financial assets. Refer to Note 33.

7.Financial assets at FVTPL

a.The details of financial assets at FVTPL are as follows:

	June 30, 2026	December 31, 2025	June 30, 2025
Financial assets at FVTPL - current			
Mandatorily classified financial assets as at FVTPL			
Mutual funds	$ 6,645	$ 49,618	$ 47,308
Wealth management products	—	71,583	—
	$ 6,645	$ 121,201	$ 47,308
Financial assets at FVTPL – non- current			
Mandatorily classified financial assets as at FVTPL			
Limited partnership	$ 107,237	$ 67,732	$ 62,966

b.The above financial assets at FVTPL were all not pledged.

8. Financial assets at FVTOCI

a.The details of financial assets at FVTOCI are as follows:

	June 30, 2026	December 31, 2025	June 30, 2025
Finanical assets at FVTOCI – non- current			
Investment in equity instruments			
Foreign unlisted equity investment	$ 47,064	$ 46,129	$ 42,412
Non-publicly traded stocks	3,983	4,029	3,842
	$ 51,047	$ 50,158	$ 46,254

b.These investments in equity instruments are not held for trading; instead, they are held for medium to long-term strategic purposes. Accordingly, the management elected to designate these investments in equity instruments as at FVTOCI as they believe that recognizing short-term fluctuations in these investments' fair value in profit or loss would not be consistent with the Companys' strategy of holding these investments for long-term purposes.

c.On May, 2025, the shareholder's meeting of Innorich Venture Capital Corp., the investee of the Company, resolved to reduce the capital and refund shares in cash. The Company received the refund of share capital in November 2025.

d.The above financial assets at FVTOCI were all not pledged.

9.Financial assets at amortized cost, current

a.The details of financial assets at amortized cost, current are as follows:

	June 30, 2026	December 31, 2025	June 30, 2025
Time deposits with original maturity of more than 3 months	$ 109,629	$ 53,660	$ 81,315
Interest rate	1.30%～1.50%	1.30%	1.20%～1.45%

b.The above financial assets at amortized cost, current were all not pledged.

10.Notes and accounts receivable,net and other receivable

	June 30, 2026	December 31, 2025	June 30, 2025
Notes receivable			
Notes receivable-operating activities	$ —	$ 2,044	$ 1,422
Notes receivable-non operating activities	—	—	—
Less:allowance for doubtful accounts	—	—	—
	$ —	$ 2,044	$ 1,422
Accounts receivable			
Accounts receivable	$ 329,160	$ 279,512	$ 250,668
Less:allowance for doubtful accounts	(9,952)	(9,624)	(10,826)
	$ 319,208	$ 269,888	$ 239,842
Other receivables			
Tax refund receivable	$ 7,867	$ 8,398	$ 6,982
Less:allowance for doubtful accounts	—	—	—
	$ 7,867	$ 8,398	$ 6,982

a.The Company applies the simplified approach to provisions for expected credit losses prescribed by IFRS 9, which permits the use of a lifetime expected credit losses provision for all trade receivables. The expected credit losses on receivables are estimated using a provision matrix by reference to past default experience of the customers and an analysis of the customers' current financial positions, as well as the forward-looking indicators such as

macroeconomic business indicator. The Company estimates expected credit losses based on the number of days for which receivables are past due. As the Company's historical credit losses experience does not show significantly different loss patterns for different customer segments, the provision for losses based on past due status is not further distinguished according to the Company's different customer base.

b.The following table details the loss allowance of accounts receivable and other receivables.

	June 30, 2026					
	Not Past Due	1 to 60 Days	61 to 90 Days	91 to 180 Days	Over 180 Days	Total
Gross carrying amount	$ 327,075	$ —	$ —	$ —	$ 9,952	$ 337,027
Estimates expected credit loss rate	0%	0%	0%	0%	100%	
Loss allowance (Lifetime ECL)	—	—	—	—	(9,952)	(9,952)
Amortized cost	$ 327,075	$ —	$ —	$ —	$ —	$ 327,075

	December 31, 2025					
	Not Past Due	1 to 60 Days	61 to 90 Days	91 to 180 Days	Over 180 Days	Total
Gross carrying amount	$ 278,286	$ —	$ —	$ —	$ 9,624	$ 287,910
Estimates expected credit loss rate	0%	0%	0%	0%	100%	
Loss allowance (Lifetime ECL)	—	—	—	—	(9,624)	(9,624)
Amortized cost	$ 278,286	$ —	$ —	$ —	$ —	$ 278,286

	June 30, 2025					
	Not Past Due	1 to 60 Days	61 to 90 Days	91 to 180 Days	Over 180 Days	Total
Gross carrying amount	$ 246,824	$ —	$ —	$ —	$ 10,826	$ 257,650
Estimates expected credit loss rate	0%	0%	0%	0%	100%	
Loss allowance (Lifetime ECL)	—	—	—	—	(10,826)	(10,826)
Amortized cost	$ 246,824	$ —	$ —	$ —	$ —	$ 246,824

The movements of the allowance for doubtful accounts and other receivables

	2026.01.01~2026.06.30	2025.01.01~2025.06.30
Balance, beginning of period	$ 9,624	$ 11,660
Effect of exchange rate changes	328	(834)
Balance, end of period	$ 9,952	$ 10,826

c.The above notes and accounts receivable, net and other receivables were all not pledged.

11.Inventories, net

	June 30, 2026	December 31, 2025	June 30, 2025
Merchandises	$ 5,949	$ 6,377	$ 12,600
Finished goods	83,489	94,200	114,091
Work in progress	266,352	191,554	182,602
Raw materials	66,811	99,630	121,598
	$ 422,601	$ 391,761	$ 430,891

a.The cost of goods sold of the Company consisted of the following:

	2026.04.01~ 2026.06.30	2025.04.01~ 2025.06.30	2026.01.01~ 2026.06.30	2025.01.01~ 2025.06.30
Selling cost of inventories	$ 260,044	$ 198,454	$ 478,430	$ 337,025
(Gain on reversal) loss on decline in value of inventory	(3,408)	(1,477)	(1,519)	953
Others	(91)	(50)	(107)	(56)
	$ 256,545	$ 196,927	$ 476,804	$ 337,922

b.The above inventories, net were all not pledged.

12.Investments accounted for under the equity method

	June 30, 2026	December 31, 2025	June 30, 2025
Investments in associates	$ 35,690	$ 41,183	$ 42,658

Associates consisted of the following:

	June 30, 2026		December 31, 2025		June 30, 2025	
	Carrying value	%	Carrying value	%	Carrying value	%
Common stock						
Foresight Energy Technology Co., Ltd.	$ 35,690	8.80%	$ 41,183	8.80%	$ 42,658	8.80%
Morelink Technology Corporation	—	6.30%	—	7.87%	—	7.87%
Microlink Communications Inc.	—	25.00%	—	25.00%	—	25.00%
	$ 35,690		$ 41,183		$ 42,658	

a.Refer to Note 42 (Table 5) for the nature of activities, principal places of business and countries of incorporation of the associates.

b.As of June 30, 2026, the Company's equity in Foresight Energy Technology Co., Ltd. and Morelink Technology Corporation are 8.80% and 6.30%. The Company held less than 20% of Foresight Energy Technology Co., Ltd. and Morelink Technology Corporation's stock with voting rights, but has significant influence over this investee and accounted for the investment by equity method.

c.The stockholders' equity of Morelink Technology Corporation and Microlink Communications Inc. had become negative, and the Company didn't intend to continue its support for the investee company. The Company recognized investment loss that make the carrying amount of long-term investment equal to zero.

Unrecognized investment loss of Morelink Technology Corporation and Microlink Communications Inc. were summarized as follows:

	2026.01.01~2026.06.30	2025.01.01~2025.06.30
Unrecognized investment loss:		
Current year amount	$ 1,211	$ —
Accumulatd amount	$ 29,516	$ 26,532

d.Financial information of the Company's associates was summarized as follows:

	June 30, 2026	December 31, 2025	June 30, 2025
Total assets	$ 1,086,311	$ 955,495	$ 787,451
Total liabilities	$ 826,916	$ 629,323	$ 417,518

	2026.04.01~ 2026.06.30	2025.04.01~ 2025.06.30	2026.01.01~ 2026.06.30	2025.01.01~ 2025.06.30
Net revenue	$ 61,522	$ 52,905	$ 154,921	$ 59,399
Net loss	$ (36,881)	$ (15,437)	$ (77,562)	$ (55,996)
The Company's share of other comprehensive gain of associates	$ (104)	$ (2,811)	$ 288	$ (1,821)

e.The investment loss for the six months ended June 30, 2026 and 2025 were based on the investees' financial statements review by the auditors for the same years, respectively.

f.All the investments accounted for under equity method were not pledged.

13.Property, plant and equipment

	Land	Buildings	Machinery and equipment	Transportation equipment	Furniture	Other equipment	Subtotal
Cost：							
January 1, 2026	$ 133,228	$ 408,034	$ 90	$ 10,298	$ 14,366	$ 105,577	$ 671,593
Additional	—	15	178	1,986	568	21,445	24,192
Disposals	—	—	—	—	(371)	(15,344)	(15,715)
Exchange effect	—	3,861	—	263	268	754	5,146
June 30, 2026	$ 133,228	$ 411,910	$ 268	$ 12,547	$ 14,831	$ 112,432	$ 685,216
January 1, 2025	$ 133,228	$ 420,495	$ 980	$ 6,888	$ 14,578	$ 86,454	$ 662,623
Additional	—	—	—	3,983	240	22,842	27,065
Disposals	—	—	(980)	(598)	(16)	(11,437)	(13,031)
Exchange effect	—	(32,049)	—	(576)	(1,073)	(5,512)	(39,210)
June 30, 2025	$ 133,228	$ 388,446	$ —	$ 9,697	$ 13,729	$ 92,347	$ 637,447
Accumulated depreciation：							
January 1, 2026	$ 6,201	$ 142,760	$ 5	$ 6,206	$ 10,954	$ 57,104	$ 223,230
Depreciation	—	6,414	23	450	575	26,553	34,015
Disposals	—	—	—	—	(371)	(15,344)	(15,715)
Exchange effect	—	1,074	—	239	226	621	2,160
June 30, 2026	$ 6,201	$ 150,248	$ 28	$ 6,895	$ 11,384	$ 68,934	$ 243,690
January 1, 2025	$ 6,201	$ 132,756	$ 949	$ 6,056	$ 10,673	$ 51,549	$ 208,184
Depreciation	—	6,506	31	311	683	17,429	24,960
Disposals	—	—	(980)	(598)	(16)	(11,437)	(13,031)
Exchange effect	—	(7,916)	—	(457)	(866)	(4,226)	(13,465)
June 30, 2025	$ 6,201	$ 131,346	$ —	$ 5,312	$ 10,474	$ 53,315	$ 206,648

a.Depreciation is computed by the average method over these estimated service live to reflect estimated salvage value :

Buildings	10～55 years
Machinery and equipment	3 years
Transportation equipment	4～5 years
Furniture	1～5 years
Other equipment	1～5 years

b. All the property, plant and equipment were pledged. Refer to Notes 18 and 33.

14.Lease arrangements

a.Right-of-use assets

	June 30, 2026	December 31, 2025	June 30, 2025
Carrying amounts			
Land	$ 3,946	$ 3,943	$ 3,722

	Land
Cost：	
January 1, 2026	$ 4,628
Additional	—
Disposals and reclassification	—
Exchange effect	62
June 30, 2026	$ 4,690
January 1, 2025	$ 4,827
Additional	—
Disposals and reclassification	—
Exchange effect	(513)
June 30, 2025	$ 4,314

	Land
Accumulated depreciation：	
January 1, 2026	$ 685
Depreciation	50
Disposals	—
Exchange effect	9
June 30, 2026	$ 744
January 1, 2025	$ 610
Depreciation	50
Disposals	—
Exchange effect	(68)
June 30, 2025	$ 592

b.Material lease-in activities and terms

The Company leases certain leasehold land for the use of office with lease terms of 47 years. The Company does not have bargain purchase options to acquire the leasehold land and buildings at the end of the lease terms.

c.Subleases

The Company subleased part of its right-of-use assets for land in Chengdu, China under operating leases. Right-of-use assets that meet the definition of investment properties are reclassified to investment properties. Refer to Note 15 for further information on investment properties.

d.Other lease information

	2026.04.01~ 2026.06.30	2025.04.01~ 2025.06.30	2026.01.01~ 2026.06.30	2025.01.01~ 2025.06.30
Expenses relating to low-value asset leases	$ 760	$ 693	$ 1,508	$ 1,235
Total cash outflow for leases	$ (760)	$ (693)	$ (1,508)	$ (1,235)

The Company applies the recognition exemption to leases of equipment and others qualifying as short-term leases and low-value asset leases and does not recognize right-of-use assets and lease liabilities for these leases.

15. Investment Property

	Buildings	Right-of-use assets	Subtotal
Cost：			
January 1, 2026	$ 297,269	$ 10,963	$ 308,232
Additional	—	—	—
Disposals and reclassification	—	—	—
Exchange effect	3,978	147	4,125
June 30, 2026	$ 301,247	$ 11,110	$ 312,357
January 1, 2025	$ 310,105	$ 11,437	$ 321,542
Additional	—	—	—
Disposals and reclassification	—	—	—
Exchange effect	(33,014)	(1,219)	(34,233)
June 30, 2025	$ 277,091	$ 10,218	$ 287,309

	Buildings	Right-of-use assets	Subtotal
Accumulated amortization and impairment：			
January 1, 2026	$ 42,649	$ 1,613	$ 44,262
Depreciation	2,856	118	2,974
Disposals and reclassification	—	—	—
Exchange effect	594	22	616
June 30, 2026	$ 46,099	$ 1,753	$ 47,852
January 1, 2025	$ 38,564	$ 1,437	$ 40,001
Depreciation	2,861	118	2,979
Disposals and reclassification	—	—	—
Exchange effect	(4,319)	(162)	(4,481)
June 30, 2025	$ 37,106	$ 1,393	$ 38,499

a.The Company's R&D building construction in Chengdu, China had been completed and transferred the cost of building to PP&E and investment properties according to estimated purpose, respectively. Because the market for comparable properties is inactive and alternative reliable measurements of fair value were not available; therefore, the Company determined that the fair value of the investment property is not reliably measurable.

b.Rental income from investment property and direct operating expenses arising from investment property are shown below:

	2026.04.01~ 2026.06.30	2025.04.01~ 2025.06.30	2026.01.01~ 2026.06.30	2025.01.01~ 2025.06.30
Rental income from investment property	$ 5,100	$ 5,490	$ 10,129	$ 11,234
Direct operating expenses arising from the investment property that generated rental income during the period	$ 1,047	$ 1,006	$ 2,091	$ 2,095
Direct operating expenses arising from the investment property that did not generate rental income during the period	$ 442	$ 424	$ 883	$ 884

c.The investment property was depreciated on a straight-line basis over its estimated lives as follows :

Buildings	47 years
Right-of-use assets	47 years

d.All the investment Property were pledged. Refer to Notes 18 and 33.

16. Intangible Assets

	Goodwill	Patents	Subtotal
Cost：			
January 1, 2026	$ 3,974	$ 1,693	$ 5,667
Additional	—	18	18
Disposals and reclassification	—	—	—
Exchange effect	172	73	245
June 30, 2026	$ 4,146	$ 1,784	$ 5,930
January 1, 2025	$ 3,956	$ 1,659	$ 5,615
Additional	—	12	12
Disposals and reclassification	—	—	—
Exchange effect	(344)	(143)	(487)
June 30, 2025	$ 3,612	$ 1,528	$ 5,140

	Goodwill	Patents	Subtotal
Accumulated amortization and impairment：			
January 1, 2026	$ —	$ 1,598	$ 1,598
Amortization expenses	—	12	12
Disposals and reclassification	—	—	—
Exchange effect	—	69	69
June 30, 2026	$ —	$ 1,679	$ 1,679
January 1, 2025	$ —	$ 1,565	$ 1,565
Amortization expenses	—	13	13
Disposals and reclassification	—	—	—
Exchange effect	—	(137)	(137)
June 30, 2025	$ —	$ 1,441	$ 1,441

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

Patents	5～10 years

b.The Company assesses the recoverable amount of goodwill as of the end of the annual financial reporting period, using the value in use as the basis for calculating the recoverable amount. For the purpose of impairment testing, the recoverable amount was determined on the basis of value in use, a calculation that used the cash flow projections in the financial budgets covering a 5-year period and a discount rate of 10.05% and 16.08% for the years ended December 31, 2026 and 2025, respectively. Since the recoverable amount is greater than the carrying amount, no impairment loss was recognized.

17.Other noncurrent assets

	June 30, 2026	December 31, 2025	June 30, 2025
Capacity guarantee	$ 43,526	$ 42,847	$ 39,922
Rental deposit	423	393	371
Balance prepaid-machinery and equipment	310	3,216	—
Prepayments for investments	—	17,500	—
Others	1,443	1,443	1,443
	$ 45,702	$ 65,399	$ 41,736

In order to ensure steady capacity, the Company entered into some capacity reservation contracts with suppliers and paid for the purchases over the long-term prepayments in order to ensure fulfillment to the contract. The long-term prepayment will be refunded when terms and conditions set forth in the contract have been satisfied.

18.Short-term loans

	June 30, 2026	December 31, 2025	June 30, 2025
Secured loans			
Bank loans	$ 213,301	$ 149,433	$ 98,789
Range of interest rate	1.998%～2.40%	1.998%～2.85%	1.998%～3.20%

a.The details of assets pledged as collateral for short-term loans are set in Notes 13, 15 and 33.

b.Unused credit line as of June 30, 2026, December 31, 2025 and June 30, 2025, were amounted to NT$126,651 thousand, NT$184,717 thousand and NT$150,000 thousand, respectively.

19.Other payables

	June 30, 2026	December 31, 2025	June 30, 2025
Salaries and wages payable	$ 59,380	$ 66,700	$ 53,148
Payable for equity acquisition	46,522	57,014	77,757
Service payable	3,765	4,392	4,001
Others	18,135	14,099	19,369
	$ 127,802	$ 142,205	$ 154,275

20.Retirement benefit plans

a.Defined contribution plans

The pension mechanism under the Labor Pension Act (the "Act") is deemed a defined contribution plan. Pursuant to the Act, PTC and Princeton Capital Corp., have made monthly contributions equal to 6% of each employee's monthly salary to employees' pension accounts. Furthermore, Princeton Technology (Shenzhen) Ltd., Princeton Technology (Chengdu) Corp. and Chengdu Chip-Rail Microelectronics Co., Ltd are required by local regulations to make monthly contributions at certain percentages of the basic salary of their employees. Pursuant to the aforementioned Act and local regulations, the Company recognized expenses of NT$9,535 thousand and NT$8,244 thousand, NT$18,991 thousand and NT$17,201 thousand in the consolidated statements of comprehensive income for the three months and for the six months ended June 30, 2026 and 2025 respectively. The net pension cost under the Labor Pension Act amounted to NT$2,103 thousand and NT$2,037 thousand were not paid as of June 30, 2026 and 2025, respectively.

b.Defined benefit plans

PTC have defined benefit plans under the Labor Standards Law that provide benefits based on an employee's length of service and average monthly salary for the six-month period prior to retirement. The aforementioned companies contribute an amount equal to 2% of salaries paid each month to their respective pension funds (the Funds), which are administered by the Labor Pension Fund Supervisory Committee (the Committee) and deposited in the Committee's name in the Bank of Taiwan. Before the end of each year, the Company assesses the balance in the Funds. If the amount of the balance in the Funds is inadequate to pay retirement benefits for employees who conform to retirement requirements in the next year, the Company is required to fund the difference in one appropriation that should be made before the end of March of the next year. The Funds are operated and managed by the government's designated authorities; as such, the Company does not have any right to intervene in the investments of the Funds.

The pension costs of the aforementioned defined benefit plans were recognized in profit or loss by the following categories:

	2026.04.01~ 2026.06.30	2025.04.01~ 2025.06.30	2026.01.01~ 2026.06.30	2025.01.01~ 2025.06.30
Cost of goods sold	$ —	$ 1	$ 1	$ 2
Marketing expenses	2	3	4	5
General and administrative expenses	14	12	29	23
Research and development expenses	16	15	31	31
	$ 32	$ 31	$ 65	$ 61

The Company expects to make contributions of NT$1,858 thousand to the defined benefit plans in the next year starting from June 30, 2026.

21.Guarantee deposits

	June 30, 2026	December 31, 2025	June 30, 2025
Capacity guarantee	$ 21,054	$ 20,777	$ 19,371
Others	4,699	5,326	4,991
	$ 25,753	$ 26,103	$ 24,362

Capacity guarantee deposit mainly consisted of cash received under deposit agreements with customers to ensure they have access to the Company's specified capacity. Guarantee deposits will be refunded to customers when terms and conditions set forth in the deposit agreements have been satisfied.

22.Equity

a.Capital

	June 30, 2026	December 31, 2025	June 30, 2025
Authorized shares (thousand shares)	250,000	250,000	250,000
Authorized	$ 2,500,000	$ 2,500,000	$ 2,500,000
Issued and paid capital shares (thousand shares)	180,943.7	180,943.7	180,943.7
Issued	$ 1,809,437	$ 1,809,437	$ 1,809,437

As of June 30, 2026, December 31, 2025 and June 30, 2025, the authorized capital shares are 250,000 thousand shares, with par value of $10 per share entitled the right to vote and to receive dividends.

On May 6, 2026, the Board of Directors of the Company resolved a proposal for a capital reduction to offset accumulated deficits. The proposed capital reduction amounted to NT$203,695 thousand, and 20,370 thousand common shares were to be canceled, representing a capital reduction ratio of 11.257401%. The capital reduction plan was approved by the shareholders' meeting held on June 16, 2026, and became effective upon approval by the Taipei Exchange on July 16, 2026. The Chairman designated July 17, 2026 as the capital reduction record date. The capital reduction was approved by the Ministry of Economic Affairs on August 3, 2026.

b.Capital surplus

	June 30, 2026	December 31, 2025	June 30, 2025
May be used to offset a deficit, distributed as cash dividends, or transferred to share capital (a)			
Premiums	$ 1,102	$ 1,102	$ 1,102
May be used to offset a deficit only			
Recognize changes in subsidiaries' ownership (b)	39	39	39
Share of changes in equities of associates and joint venture	69,477	68,190	68,190
May not be used for any purpose			
Employee stock options	4,592	4,592	4,592
	$ 75,210	$ 73,923	$ 73,923

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

(b)Such capital surplus arises from the effect of changes in ownership interest in a subsidiary resulted from equity transactions other than actual disposal or acquisition, or from changes in capital surplus of subsidiaries accounted for by using equity method.

c.Retained earnings and dividend policy

According to the retained earnings distribution policy in the Incorporation of the Company, if the Company has earning upon settlement for a fiscal year, after taxes are paid by law and accumulated deficits are set off, ten percent shall be appropriated as legal earning reserves; however, if the amount of the legal earning reserves has attained the amount of paid-in capital of the Company, no further appropriation shall be made. The remainder shall be appropriated or reversed as special earning reserves. If there still has balance, considering together with accumulated undistributed earnings, the Board of Directors shall prepare the proposal for earning distribution, which shall be submitted to the stockholders' meeting for a resolution of distribution of dividends and bonuses to stockholders.

According the amended Article of Incorporation of the Company, the dividend policy of the Company is to deliberately distribute dividends, in the light of present and future development plan, taking into consideration the investment environments, fund demands, and domestic competition status, as well as factors of interests of stockholders; provided. However, the amount of proposed earning distribution of current year may not be less than 50% of accumulated distributable earnings. In distributing dividends and bonuses to stockholders, the distribution may be made by stocks or cash, of which cash dividends may not be less than 50% of total amount of dividends.

The Company no longer has supervisors since June 13, 2008. The required duties of supervisors are being fulfilled by the Audit Committee.

The appropriation for legal capital reserve shall be made until the reserve equals the Company's paid-in capital. The reserve may be used to offset a deficit, or be distributed as dividends in cash or stocks for the portion in excess of 25% of the paid-in capital if the Company incurs no loss.

Pursuant to existing regulations, the Company is required to set aside additional special capital reserve equivalent to the net debit balance of the other components of stockholders' equity, such as the accumulated balance of foreign currency translation reserve, unrealized valuation gain/loss from available-for-sale financial assets, gain/loss from changes in fair value of hedging instruments in cash flow hedges, etc. For the subsequent decrease in the deduction amount to stockholders' equity, any special reserve appropriated may be reversed to the extent that the net debit balance reverses.

The resolution of 2024 deficit compensation was approved in the shareholders' meeting held on June 17, 2025. The Company didn't appropriate dividend, besides reverse special reserve NT$39,934 thousand.

The resolution of 2025 deficit compensation was approved in the shareholders' meeting held on June 16, 2026. The Company didn't appropriate dividend and used the legal reserve NT$118,086 thousand and special reserve NT$5,957 thousand to offset accumulated deficits, respectively.

The Company still had accumulated deficit to be offset as of December 31, 2025 and 2024, therefore the Company didn't disclosure information about dividend per share.

Information about the bonus to employees and remuneration to directors is available on the Market Observation Post System Website of the Taiwan Stock Exchange.

d.Others

(a)Foreign Currency Translation Reserve

	2026.01.01~2026.06.30	2025.01.01~2025.06.30
Balance, beginning of period	$ 18,964	$ 33,755
Foreign currency translation reserve	26,413	(88,778)
Share of other comprehensive loss of subsidiaries and associates	25	(160)
Income tax effect	(5,283)	17,756
Balance, end of period	$ 40,119	$ (37,427)

The exchange differences arising from the translation of foreign operation's net assets from its functional currency to PTC's presentation currency are recognized directly in other comprehensive income and also accumulated in the foreign currency translation reserve. When those foreign operation's net assets have been disposed of or are determined to be impaired subsequently, the related cumulative gains or losses in other comprehensive income are reclassified to profit or loss.

(b)Changes in Unrealized loss on financial assets at FVTOCI

	2026.01.01~2026.06.30	2025.01.01~2025.06.30
Balance, beginning of period	$ (37,570)	$ (39,712)
Changes in unrealized gain on financial assets at FVTOCI	269	1,336
Balance, end of period	$ (37,301)	$ (38,376)

Investments in equity instruments at FVTOCI are subsequently measured at fair value with gains and losses arising from changes in fair value recognized in other comprehensive income and accumulated in other equity. The cumulative gain or loss will not be reclassified to profit or loss on disposal of the equity investments, instead, they will be transferred to retained earnings.

e.Noncontrolling interests

	2026.01.01~2026.06.30	2025.01.01~2025.06.30
Balance, beginning of period	$ 53,201	$ 190,581
Decrease on noncontrolling interests	(28,130)	(115,098)
Share of noncontrolling interests:		
Net income	2,439	5,065
Other comprehensive income	422	(10,403)
Cash dividends to non-controlling interests	(8,685)	(22,871)
Balance, end of period	$ 19,247	$ 47,274

23.Revenue

	2026.04.01~2026.06.30	2025.04.01~2025.06.30	2026.01.01~2026.06.30	2025.01.01~2025.06.30
Revenue from contracts with customers				
Net revenue from sale of goods	$ 383,651	$ 298,594	$ 710,865	$ 504,677
Net revenue from rendering of services	6,049	3,021	11,111	3,201
	$ 389,700	$ 301,615	$ 721,976	$ 507,878

Relevant information of revenue from contracts with customers for the six months ended June 30, 2026 and 2025 is as follows:

a.Disaggregation of revenue

The revenue of the Company could be breakdown by major products and geographical locations, the related information was refer to Note 43. The disaggregation of revenue recognition point is as follows:

	2026.01.01~2026.06.30	2025.01.01~2025.06.30
Revenue recognition point:		
At a point in time	$ 710,865	$ 504,677
Satisfies the performance obligation over time	11,111	3,201
	$ 721,976	$ 507,878

b.Contract balances

	June 30, 2026	December 31, 2025	June 30, 2025
Contract liabilities - current			
Sales of goods	$ 7,456	$ 6,841	$ 6,569

The changes in the contract liability balances primarily result from the timing difference between the satisfaction of performance obligation and the customer's payment.

The Company recognized revenue from the beginning balance of contract liability, which amounted to NT$6,830 thousand and NT$4,602 thousand for the six months ended June 30, 2026 and 2025, respectively.

c.Transaction price allocated to unsatisfied performance obligations

As of June 30, 2026 and 2025, there is no need to provide relevant information of the unsatisfied performance obligations as the contracts with customers about the sales of goods are all lower than one year.

d.Assets recognized from costs to fulfil a contact: None.

24.Additional information of expenses by nature

	2026.04.01~2026.06.30			2025.04.01~2025.06.30		
	As cost of goods sold	As operating expenses	Total	As cost of goods sold	As operating expenses	Total
Employment expenses						
Salaries	$ 833	$ 89,835	$ 90,668	$ 1,611	$ 86,425	$ 88,036
Insurance	99	4,960	5,059	157	4,449	4,606
Pension						
Defined contribution plans	44	9,491	9,535	71	8,173	8,244
Defined benefit plans	—	32	32	1	30	31
Remuneration of directors	—	270	270	—	290	290
Others	57	3,163	3,220	101	1,907	2,008
	$ 1,033	$ 107,751	$ 108,784	$ 1,941	$ 101,274	$ 103,215
Depreciation expenses	$ 129	$ 18,275	$ 18,404	$ 135	$ 13,758	$ 13,893
Amortization expenses	$ —	$ 6	$ 6	$ —	$ 6	$ 6

	2026.01.01~2026.06.30			2025.01.01~2025.06.30		
	As cost of goods sold	As operating expenses	Total	As cost of goods sold	As operating expenses	Total
Employment expenses						
Salaries	$ 1,701	$ 179,199	$ 180,900	$ 3,011	$ 174,539	$ 177,550
Insurance	210	10,234	10,444	347	9,604	9,951
Pension						
Defined contribution plans	86	18,905	18,991	143	17,058	17,201
Defined benefit plans	1	64	65	2	59	61
Remuneration of directors	—	450	450	—	470	470
Others	115	6,837	6,952	208	5,243	5,451
	$ 2,113	$ 215,689	$ 217,802	$ 3,711	$ 206,973	$ 210,684
Depreciation expenses	$ 256	$ 36,783	$ 37,039	$ 300	$ 27,689	$ 27,989
Amortization expenses	$ —	$ 12	$ 12	$ —	$ 13	$ 13

In accordance with to the R.O.C. Company Act and the articles of incorporation of the Company, the Company shall allocate 5%~20% of profit as employees' profit sharing bonus and no more 1.5% of profit as directors' compensation for each profitable fiscal year. However, the Company's accumulated losses shall be reserved. The employees' profit sharing bonus under the preceding paragraph will be entitled to receive shares or cash. The employees of the PTC's subsidiaries who fulfill specific requirements finalized by the Board of Directors may be granted such bonus. The appropriations of profit sharing bonus to employees and compensation to directors shall be submitted to the stockholders' meeting.

The Company didn't accrue any compensation expenses for the six months ended June 30, 2026 and 2025 due to the accumulated deficit.

The differences of the amounts between the resolved and accrual amounts of the profit sharing bonus to employees and the compensation to directors resulted from changing the base of the estimate and had been adjusted in profit and loss for the next year.

Information about the profit sharing bonus to employees and compensation to directors is available on the Market Observation Post System Website of the Taiwan Stock Exchange.

25.Other income

	2026.04.01~ 2026.06.30	2025.04.01~ 2025.06.30	2026.01.01~ 2026.06.30	2025.01.01~ 2025.06.30
Interest income				
Bank deposits	$ 1,130	$ 1,447	$ 2,046	$ 2,350

26.Other gains and losses

	2026.04.01~ 2026.06.30	2025.04.01~ 2025.06.30	2026.01.01~ 2026.06.30	2025.01.01~ 2025.06.30
Other gains:				
Net gain on financial instruments at FVTPL	$ 15,770	$ 2,331	$ 24,493	$ —
Gain on disposal of property, plant and equipment, net	—	—	—	127
Net exchange gain	2,027	—	4,366	—
Cash dividend	949	—	2,624	—
Rent income	5,100	5,490	10,129	11,234
Others	6,191	10,908	14,197	17,709
Other losses:				
Net loss on financial instruments at FVTPL	—	—	—	(36)
Loss on disposal of property, plant and equipment, net	—	(5)	—	—
Net exchange loss	—	(19,423)	—	(18,315)
Others	—	(2)	—	(2)
	$ 30,037	$ (701)	$ 55,809	$ 10,717

27.Finance costs

	2026.04.01~ 2026.06.30	2025.04.01~ 2025.06.30	2026.01.01~ 2026.06.30	2025.01.01~ 2025.06.30
Interest Expense				
Bank deposits	$ 1,240	$ 515	$ 2,272	$ 931

28.Income tax

a.Income tax (benefit) expense consisted of the following

(a)Income tax (benefit) expense recognized in profit or loss:

	2026.04.01~ 2026.06.30	2025.04.01~ 2025.06.30	2026.01.01~ 2026.06.30	2025.01.01~ 2025.06.30
Current income tax (benefit) expense				
Current tax expense recognized for the current period	$ (8)	$ (28)	$ 304	$ —
Deferred income tax expense				
Temporary differences	(414)	(582)	(157)	(582)
Income tax (benefit) expense recorded in profit or loss	$ (422)	$ (610)	$ 147	$ (582)

(b)Income tax (benefit) expense recognized in other comprehensive income:

	2026.04.01~ 2026.06.30	2025.04.01~ 2025.06.30	2026.01.01~ 2026.06.30	2025.01.01~ 2025.06.30
Deferred income tax expense				
Foreign currency translation reserve	$ (33)	$ (21,297)	$ 5,283	$ (17,756)

b.The differences between the expected income tax based on the pre-tax loss at the statutory income tax rate and the actual income tax (benefit) expense reported in the accompanying statements of income are summarized as follows:

	2026.04.01~ 2026.06.30	2025.04.01~ 2025.06.30	2026.01.01~ 2026.06.30	2025.01.01~ 2025.06.30
Expected income tax expense (benefit) calculated using the statutory tax date	$ 3,280	$ (11,422)	$ 928	$ (29,047)
Additional income tax under the Alternative Minimum Tax Act	(8)	—	304	—
Pemanent differences	(3,296)	(1,294)	(5,319)	(777)
Tax loss carry forward	6,693	10,948	13,806	24,156
(Gain) loss recognized by equity method	(7,110)	376	(10,193)	3,789
Loss on decline in value of inventory	19	810	621	1,325
Others	—	(28)	—	(28)
Income tax (benefit) expense recorded in profit or loss	$ (422)	$ (610)	$ 147	$ (582)

Princeton Technology (Shenzhen) Ltd. and Princeton Technology (Chengdu) Corp. amended income tax rate of 25% in accordance with the law of the “People's Republic of China on Enterprise Income Tax” and related laws.

Princeton Technology (Chengdu) Corp. and Chengdu Chip-Rail Microelectronics Co ., Ltd. meet the regulations has the local taxation bureau filed and approved the application of high-tech enterprises within three years from 2025 and 2023 had been approved to apply preferential tax rate is 15%.

c.Current tax assets and liabilities

	June 30, 2026	December 31, 2025	June 30, 2025
Current tax assets			
Income tax receivable	$ 1,194	$ 341	$ 1,018
Current tax liabilities			
Income tax payable	$ 290	$ —	$ —

d.The analysis of deferred income tax in the consolidated balance sheets was as follows:

For the six months ended June 30, 2026	Balance, Beginning of Period	Recognized in Profit or Loss	Recognized in Other Comprehensive Income	Exchange effect	Balance, End of Period
Deferred income tax assets					
Loss on decline value of inventory	$ 7,637	$ —	$ —	$ 153	$ 7,790
Unrealized intercompany profits	173	558	—	—	731
Others	1,196	(12)	—	38	1,222
	$ 9,006	$ 546	$ —	$ 191	$ 9,743
Deferred income tax liabilities					
Unrealized foreign exchange gain	$ 445	$ 389	$ —	$ —	$ 834
Foreign currency translation reserve	9,098	—	5,283	—	14,381
Actuarial gains and losses on defined benefit plan	5,110	—	—	—	5,110
	$ 14,653	$ 389	$ 5,283	$ —	$ 20,325

For the six months ended June 30, 2025	Balance, Beginning of Period	Recognized in Profit or Loss	Recognized in Other Comprehensive Income	Exchange effect	Balance, End of Period
Deferred income tax assets					
Loss on decline value of inventory	$ 10,369	$ (1,075)	$ —	$ (566)	$ 8,728
Unrealized intercompany profits	519	(245)	—	—	274
Foreign currency translation reserve	—	—	4,960	—	4,960
Unrealized foreign exchange loss	—	1,466	—	—	1,466
Others	1,646	(62)	—	(140)	1,444
	$ 12,534	$ 84	$ 4,960	$ (706)	$ 16,872
Deferred income tax liabilities					
Unrealized foreign exchange gain	$ 498	$ (498)	$ —	$ —	$ —
Foreign currency translation reserve	12,796	—	(12,796)	—	—
Actuarial gains and losses on defined benefit plan	3,132	—	—	—	3,132
	$ 16,426	$ (498)	$ (12,796)	$ —	$ 3,132

e.Unrecognized deferred tax assets and liabilities were as follows:

	June 30, 2026	December 31, 2025	June 30, 2025
Tax loss carry forward	$ 915,769	$ 732,297	$ 648,014
Deductible temporary differences	$ 35,466	$ 36,630	$ 36,953

f.Investment tax credits, tax loss carry forward and five-year exemption from tax on income from sales:

There were no unused investment tax credits available as of June 30, 2026.

Tax loss carry forward were as follows:

	Unused tax loss carry forward	Expiration date
PTC	$ 422,081	December 31, 2036
Princeton Capital Corp.	44,000	December 31, 2032
Princeton Technology(Shenzehn) Corp.	10,746	December 31, 2035
Princeton Technology(Chengdu) Corp.	279,127	December 31, 2035
Chengdu Chip-Rail	159,815	December 31, 2035
	$ 915,769	

g.Income tax examination

The tax authorities have examined income tax returns of PTC and Princeton Capital Corp. through 2023.

29.Earning per shares

	2026.04.01~ 2026.06.30	2025.04.01~ 2025.06.30	2026.01.01~ 2026.06.30	2025.01.01~ 2025.06.30
Earning per shares				
Basic EPS	$ (0.03)	$ (0.29)	$ (0.20)	$ (0.76)
Diluted EPS	$ (0.03)	$ (0.29)	$ (0.20)	$ (0.76)
Net income				
Net loss used to compute the basic and diluted EPS	$ (6,053)	$ (52,406)	$ (36,452)	$ (137,287)
The number of common stocks(in thousands)				
Weighted average number of common shares used in the computation of basic EPS and diluted EPS	180,944	180,944	180,944	180,944

30. Equity transactions with non- controlling interests

a.Acquisition of additional equity interest in a subsidiary

The Company's Board of Directors resolved to acquire equity of Chengdu Chip-Rail from non-controlling interests on May, 2026 and June 16, 2025, respectively. The transactions were as follows:

	Transaction date May 30, 2026	Transaction date June 16, 2025
Percentage of equity acquired	9.00%	34.00%
Consideration paid	$ 28,130	$ 115,098
The proportionate share of the carrying amount of the net assets of the subsidiary transferred to non-controlling interests	(27,043)	(11,683)
Differences recognized from equity transaction	$ 1,087	$ 3,415

The above transactions that did not change the Company's control over subsidiaries are accounted for as a equity transactions.

31. Cash flow information

a.Non-cash transactions:

	For the six months ended	
	June 30, 2026	June 30, 2025
Additions of property, plant and equipment	$ 24,192	$ 27,065
Changes in prepaid to contractors and equipment suppliers	(2,905)	—
Changes in payables to contractors and equipment suppliers	(54)	2,087
Payments for acquisition of property, plant and equipment	$ 21,233	$ 29,152

b.Reconciliation of liabilities arising from financing activities:

For the six months ended June 30, 2026	Balance, Beginning of Period	Financing Cash Flow	Non-cash changes Other Changes	Balance, End of Period
Short-term loans	$ 149,433	$ 60,000	$ 3,868	$ 213,301
Guarantee deposits	26,103	(350)	—	25,753
	$ 175,536	$ 59,650	$ 3,868	$ 239,054

For the six months ended June 30, 2025	Balance, Beginning of Period	Financing Cash Flow	Non-cash changes Other Changes	Balance, End of Period
Short-term loans	$ 53,424	$ 50,000	$ (4,635)	$ 98,789
Guarantee deposits	38,020	(13,658)	—	24,362
	$ 91,444	$ 36,342	$ (4,635)	$ 123,151

32.Related-party transactions

Intercompany balances and transactions between PTC and its subsidiaries, which are related parties of PTC, have been eliminated upon consolidation; therefore those items are not disclosed in this note. The following is a summary of transactions between the Company and other related parties:

a.Related party name and nature of relationship

Related Parties	Relationship
Morelink Technology Corporation	Associates
Foresight Energy Technology Co., Ltd.	Associates
ZHU ZHANG-MING	Related party in substance
All directors, supervisors, general manager and deputy general manager	Main manager echelon of the Company

b.Professional fee

	Account	2026.04.01~ 2026.06.30	2025.04.01~ 2025.06.30	2026.01.01~ 2026.06.30	2025.01.01~ 2025.06.30
Associates	Other revenue	$ 285	$ 285	$ 571	$ 571

c.Receivables

	June 30, 2026	December 31, 2025	June 30, 2025
Other receivables			
Associates	$ 100	$ 100	$ 100

d.Equity transactions

The Company resolved to acquire 1,125 thousand and 4,250 thousand shares of Chengdu Chip-Rail Microelectronics Co., Ltd. from a related party in substance in May 2026 and June 2025, respectively." The respective transaction prices amounted to RMB$6,300 thousand and RMB$25,500 thousand, respectively. As of June 30, 2025, the above amount was calculated at RMB$10,155 thousand (NT$46,522), which was not paid and was accounted for under “Other Payables. Please refer to Notes 19 and 30.

e.Compensation of key management personnel

	2026.04.01~ 2026.06.30	2025.04.01~ 2025.06.30	2026.01.01~ 2026.06.30	2025.01.01~ 2025.06.30
Short-term employee benefits	$ 2,047	$ 2,611	$ 7,425	$ 8,667
Retirement benefits	27	54	54	2,453
	$ 2,074	$ 2,665	$ 7,479	$ 11,120

The information about the Company's appropriation of remuneration to all directors, supervisors, general manager and deputy general manager is available on the shareholders' meeting annual report.

33.Assets mortgaged or pledged

As of June 30, 2026, December 31, 2025 and June 30, 2025, the following assets had been pledged or mortgaged as collateral:

	June 30, 2026	December 31, 2025	June 30, 2025
Land	$ 80,881	$ 80,881	$ 80,881
Buildings	143,425	144,126	138,574
Investment Property	255,149	257,460	239,985
Other financial assets-bank deposits	27,596	27,414	27,234
	$ 507,051	$ 509,881	$ 486,674

34.Significant contingent liabilities and unrecognized commitments

1.Under certain agreement, the Company shall pay royalties at a percentage of net sales (as defined in the agreement) with respect to certain products.

2.Refer to Table of Note 42 (Table 2) for endorsements/guarantees provided.

3.In order to ensure steady capacity, the Company entered into some capacity reservation contracts with suppliers and paid for the purchases over the long-term prepayments in order to ensure fulfillment to the contract. The long-term prepayment will be refunded when terms and conditions set forth in the contract have been satisfied.

35.Significant loss: None.

36.Subsequent events: None.

37.Capital risk management

The primary objective of the Company's capital management is to ensure that it maintains a strong credit rating and healthy capital ratios to support its business and maximize the stockholders' value.

The management reviews the capital structure of the Company quarterly. As part of this review, the management considers the cost of capital and the risks associated with each class of capital. According to the management's suggestion, the Company maintains a balanced capital structure through paying cash dividends, increasing its share capital, purchasing treasury stock, proceeds from new debt or repayment of debt.

38.Financial risks of financial instruments

a.Financial risk management objectives

The Company seeks to ensure sufficient cost-efficient funding readily available when needed. The Company manages its exposure to foreign currency risk, interest rate risk, equity price risk, credit risk and liquidity risk with the objective to reduce the potentially adverse effects the market uncertainties may have on its financial performance.

The plans for material treasury activities are reviewed by Audit Committees and/or Board of Directors in accordance with procedures required by relevant regulations or internal controls. During the implementation of such plans, Corporate Treasury function must comply with certain treasury procedures that provide guiding principles for overall financial risk management and segregation of duties.

b.Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of the changes in market prices. Market prices comprise foreign currency risk, interest rate risk and other price risk.

(a)Foreign currency risk

The Company's exposure to the risk of changes in foreign exchange rates relates primarily to the Company's operating activities and the Company's net investments in foreign subsidiaries. Some assets and liabilities of the Company denominated in the same foreign currency and were expected to mostly offset gains or losses of changes in foreign exchange rate. Furthermore, as net investments in foreign subsidiaries are for strategic purposes, they are not hedged by the Company.

The carrying amounts of significant foreign currency denominated monetary assets and monetary liabilities are as follows:

	June 30, 2026		December 31, 2025		June 30, 2025	
	Foreign Currency (thousand)	Exchange Rate	Foreign Currency (thousand)	Exchange Rate	Foreign Currency (thousand)	Exchange Rate
(Foreign currencies：functional currency)						
Financial Assets						
Monetary items						
USD：TWD	$ 9,252	31.8	$ 8,652	31.38	$ 9,870	29.25
JPY：TWD	18,244	0.1943	39,577	0.1988	40,974	0.2014
CNY：USD	161,955	0.1467	149,700	0.425	151,303	0.1390
HKD：TWD	5	4.031	5	4.008	5	3.702
EUR：TWD	2	36.09	2	36.70	2	34.15
Non-monetary items						
CNY：USD	$ 169,820	0.1518	$ 172,144	0.1516	$ 170,943	0.1515
USD：CNY	1,480	31.8	1,470	31.38	1,450	29.25
Investments accounted for under the equity method						
USD：TWD	$ 29,972	31.80	$ 28,856	31.38	$ 28,183	29.25
Financial Liabilities						
Monetary items						
USD：TWD	$ 5,028	31.9	$ 3,733	31.48	$ 3,948	29.35
JPY：TWD	404	0.1983	847	0.2028	787	0.2054
CNY：USD	49,900	0.1467	50,288	0.1425	45,858	0.1390

The Company's sensitivity analysis to foreign currency risk mainly focuses on the foreign currency monetary items at the end of the reporting period. Assuming depreciation / appreciation of 1% in the foreign exchanges against the New Taiwan dollar, the net loss for the six months ended June 30, 2026 and 2025 would have increased /decreased by NT$6,606 thousand and NT$6,100 thousand, respectively.

(b)Interest rate risk

The Company's exposure to the risk of changes in market interest rates relates primarily to the Company's loans at floating interest rates. Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates.

Sensitivity analysis of interest is calculated based on the financial liabilities exposed to cash flow interest rate risk at the end of each reporting period.

If interest rates had been 0.25% higher/lower, the Company's net cash flows for the six months ended June 30, 2026 and 2025 would increase/decrease by NT$265 thousand and NT$121 thousand.

(c)Other price risk

The Company were exposed to equity price risk through their investments in Financial assets at FVTPL.

A change of 5% in the price of the listed stocks classified under at fair value through profit or loss could cause the net loss for six months ended June 30, 2026 and 2025 to increase/decrease by NT$332 thousand and NT$2,365 thousand.

The sensitivity analysis information of other equity instruments or derivatives that are linked to such equity instruments whose fair value measurement is categorized under Level 3 of the fair value hierarchy. Please refer to Note 40.

c.Credit risk

Credit risk refers to the risk that counterparty will default on its contractual obligations resulting in financial loss to the Company. The Company is exposed to credit risk from operating activities, primarily trade receivables, and from financing activities, primarily deposits, fixed-income investments and other financial instruments with banks. Credit risk is managed separately for business related and financial related exposures.

(a)Business related credit risk

In order to maintain the credit quality of trade receivables, the Company has established procedures to monitor and limit exposure to credit risk on trade receivables.

Credit evaluation is performed in the consideration of the relevant factors which may affects the customer's paying ability such as financial condition, external and internal credit scoring, historical experience, and economic conditions. The Company holds some of the credit enhancements such as prepayments and collateral to mitigate its credit risks.

As of June 30, 2026, December 31, 2025 and June 30, 2025 the Company's ten largest customers accounted for 79%, 83% and 88% of total trade receivables, respectively.

(b)Financial credit risk

The Company's exposure to financial credit risk which pertained to bank deposits, fixed income investments and other financial instruments were evaluated and monitored by Corporate Treasury function. The Company only deals with creditworthy counterparties and banks so that no significant credit risk was identified.

d.Liquidity risk

The objective of liquidity risk management is to ensure the Company has sufficient liquidity to fund its business requirements of cash and cash equivalents and the unused of financing facilities associated with existing operations.

The table below summarizes the maturity profile of the Company's financial liabilities based on contractual undiscounted payments.

	June 30, 2026				
	Less Than 1 Year	2-3 Years	4 to 5 Years	5+ Years	Total
Non-derivative financial liabilities					
Short-term loans	$ 213,301	$ －	$ －	$ －	$ 213,301
Accounts payable (including related parties)	130,925	－	－	－	130,925
Other payables	127,802	－	－	－	127,802
	$ 472,028	$ －	$ －	$ －	$ 472,028

	December 31, 2025				
	Less Than 1 Year	2-3 Years	4 to 5 Years	5+ Years	Total
Non-derivative financial liabilities					
Short-term loans	$ 149,433	$ —	$ —	$ —	$ 149,433
Accounts payable (including related parties)	114,954	—	—	—	114,954
Other payables	142,205	—	—	—	142,205
	$ 406,592	$ —	$ —	$ —	$ 406,592

	June 30, 2025				
	Less Than 1 Year	2-3 Years	4 to 5 Years	5+ Years	Total
Non-derivative financial liabilities					
Short-term loans	$ 98,789	$ —	$ —	$ —	$ 98,789
Accounts payable (including related parties)	94,011	—	—	—	94,011
Other payables	154,275	—	—	—	154,275
	$ 347,075	$ —	$ —	$ —	$ 347,075

39.Disclosure of financial instruments

	June 30, 2026	December 31, 2025	June 30, 2025
Financial assets			
FVTPL			
Mandatorily classified financial assets as at FVTPL	$ 113,882	$ 188,933	$ 110,274
FVTOCI			
Equity instruments	51,047	50,158	46,254
Financial assets measured at amortized cost (Note 1)	799,565	722,703	738,396
	$ 964,494	$ 961,794	$ 894,924
Financial liabilities			
Financial liabilities measured at amortized cost (Note 2)	$ 497,781	$ 432,695	$ 371,437

Note 1:Including cash and cash equivalents, financial assets at amortized cost, notes & accounts receivable-net, other receivables, refundable deposit.

Note 2:Including short-term loans, notes & accounts payable, other payables, refundable deposits and other financial liabilities.

40. Fair value of financial instruments

(a)The Fair value measurements are grouped into Levels 1 to 3 based on the degree to which the fair value is observable:

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

(b)Fair value of financial instruments carried at amortized cost

The Company considers that the carrying amounts of financial assets and financial liabilities recognized in the consolidated financial statements approximate their fair values.

(c)Fair value of financial instruments

The follopwing table provides an analysis of financial instruments that are measured subsequent to initial recognition at fair value:

	June 30, 2026			
	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL				
Mutual funds	$ 6,645	$ —	$ —	$ 6,645
Limited partnerships	—	—	107,237	107,237
	$ 6,645	$ —	$ 107,237	$ 113,882
Financial assets at FVTOCI				
Unlisted equity investment	$ —	$ —	$ 51,047	$ 51,047

	December 31, 2025			
	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL				
Wealth management products	$ —	$ 71,583	$ —	$ 71,583
Mutual funds	49,618	—	—	49,618
Limited partnerships	—	—	67,732	67,732
	$ 49,618	$ 71,583	$ 67,732	$ 188,933
Financial assets at FVTOCI				
Unlisted equity investment	$ —	$ —	$ 50,158	$ 50,158

	June 30, 2025			
	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL				
Mutual funds	$ 47,308	$ —	$ —	$ 47,308
Limited partnerships	—	—	62,966	62,966
	$ 47,308	$ —	$ 62,966	$ 110,274
Financial assets at FVTOCI				
Unlisted equity investment	$ —	$ —	$ 46,254	$ 46,254

There were no transfers between Level 1 and 2 for the six months ended June 30, 2026 and 2025.

(d)Valuation techniques and assumptions applied for the purposes of measuring fair value

The fair values of financial assets and financial liabilities are determined as follows:

- The fair values of financial assets and financial liabilities with standard terms and conditions and traded on active liquid markets are determined with reference to quoted market prices (includes publicly traded stocks and money market funds).
- The fair values of other financial assets and financial liabilities are determined in accordance with generally accepted pricing models based on discounted cash flow analysis.
- The fair values of private funds are determined using the asset based approach. The Company assesses that the amount of its net assets attributable to its investment approaches the fair value of the equity investment. The Company assesses the total value of the individual assets and liabilities covered by the target to reflect the overall value of the business.

(e)Reconciliation of Level 3 recurring fair value measurements of financial instruments:

	Financial Assets at FVTPL	Financial Assets at FVTOCI	Subtotal
For the six months ended June 30, 2026			
Balance, beginning of Period	$ 67,732	$ 50,158	$ 117,890
Additional	16,440	—	16,440
Recognized in profit or loss	23,065	—	23,065
Recognized in other comprehensive income	—	269	269
Exchange effect	—	620	620
Balance, end of Period	$ 107,237	$ 51,047	$ 158,284
For the six months ended June 30, 2025			
Balance, beginning of Period	$ 45,495	$ 51,362	$ 96,857
Additional	17,500	—	17,500
Recognized in profit or loss	(29)	—	(29)
Disposals		(1,401)	(1,401)
Recognized in other comprehensive income	—	1,336	1,336
Exchange effect	—	(5,043)	(5,043)
Balance, end of Period	$ 62,966	$ 46,254	$ 109,220

(f)Quantified information on significant unobservable inputs (Level 3) used in fair value measurement:

	Fair value at June 30, 2026	Valuation technique	Significant unobservable inputs	Range (weighted average)	Interrelationship between inputs and fair value
Non-derivative financial assets					
Unlisted shares	$ 47,064	Discounted cash flow method	Discount for lack of marketability	20%	The higher the discount for lack of marketability, the lower the fair value
Venture capital and Private equity fund	111,220	Net asset value method	Net asset value	Not applicable	The higher net asset value, the higher the fair value

	Fair Value at December 31, 2025	Valuation technique	Significant unobservable inputs	Range (weighted average)	Interrelationship between inputs and fair value
Non-derivative financial assets					
Unlisted shares	$ 46,129	Discounted cash flow method	Discount for lack of marketability	20%	The higher the discount for lack of marketability, the lower the fair value
Venture capital and Private equity fund	71,761	Net asset value method	Net asset value	Not applicable	The higher net asset value, the higher the fair value

	Fair Value at June 30, 2025	Valuation technique	Significant unobservable inputs	Range (weighted average)	Interrelationship between inputs and fair value
Non-derivative financial assets					
Unlisted shares	$ 42,412	Discounted cash flow method	Discount for lack of marketability	20%	The higher the discount for lack of marketability, the lower the fair value
Venture capital and Private equity fund	66,808	Net asset value method	Net asset value	Not applicable	The higher net asset value, the higher the fair value

(g)Valuation procedures for fair value measurements being categorized within Level 3:

The Company's financial department is in charge of valuation procedures for fair value measurements being categorized within Level 3, which is to verify independent fair value of financial instruments. Such assessment is to ensure the valuation results are reasonable by applying independent information to make results close to current market conditions, confirming the resource of information is independent, reliable and in line with other resources and represented as the exercisable price, and frequently calibrating valuation

model, performing back-testing, updating inputs used to the valuation model and making any other necessary adjustments to the fair value. Investment property is valuated regularly by the Company's financial department based on the valuation methods and assumptions announced by the Financial Supervisory Commission, Securities and Futures Bureau or through outsourced appraisal performed by the external valuer.

(h)Fair value measurements in the Level 3 － sensitivity analysis of the reasonably possible alternative assumptions:

			June 30, 2026			
			Recognized in profit or loss		Recognized in other comprehensive income	
	Input	Change	Favorable changes	Unfavorable changes	Favorable changes	Unfavorable changes
Financial assets						
Equity instrument	Discount for lack of market liquidity	±1%	$ －	$ －	$ 471	$ (471)

			December 31, 2025			
			Recognized in profit or loss		Recognized in other comprehensive income	
	Input	Change	Favorable changes	Unfavorable changes	Favorable changes	Unfavorable changes
Financial assets						
Equity instrument	Discount for lack of market liquidity	±1%	$ －	$ －	$ 461	$ (461)

			June 30, 2025			
			Recognized in profit or loss		Recognized in other comprehensive income	
	Input	Change	Favorable changes	Unfavorable changes	Favorable changes	Unfavorable changes
Financial assets						
Equity instrument	Discount for lack of market liquidity	±1%	$ －	$ －	$ 424	$ (424)

41.Reclassifications

Certain 2025 accounts have been reclassified to conform to the 2026 financial statement presentation.

42.Additional disclosures

Following are the additional disclosures:

a.Financial provided : Table 1 (attached)

b.Endorsement/guarantee provided : Table 2 (attached)

c.Marketable securities held (excluding investments in subsidiaries and jointly controlled entities): Table 3 (attached)

d.Total purchase from or sale to related parties amounting to at least NT$100 million or 20% of the paid-in capital : Table 4 (attached)

e.Receivables from related parties amounting to at least NT$100 million or 20% of the paid-in capital : None

f.The business relationship between the parent and the subsidiaries and between each subsidiary, and significant transactions between them: Table 5 (attached)

g.Names, locations and related information of investees on which the Company exercises significant influence : Table 6 (attached)

h.Investment in Mainland China : Table 7 (attached)

43.Operating segments information

a.The Company and its subsidiaries are primarily engaged in the development, design, testing, and sale of high-quality, high value-added consumer integrated circuits (ICs), operating solely within the IC design industry. Since operating decisions are evaluated based on the consolidated operating results to assess performance and allocate resources, the Company and its subsidiaries constitute a single reportable segment.

b.Major product and service revenue:

	For the six months ended	
Product and Service	June 30, 2026	June 30, 2025
Integrated circuits (ICs) revenue	$ 710,865	$ 504,677
Design revenue	11,111	3,201
	$ 721,976	$ 507,878

c.Operations in different geographic areas：

	2026.01.01~2026.06.30		2025.01.01~2025.06.30	
Area	Revenue	Noncurrent assets	Revenue	Noncurrent assets
Japan	$ 179,588	$ —	$ 137,674	$ —
Mainland China(including HK)	479,117	497,555	318,971	473,927
Taiwan	43,966	298,065	35,222	297,497
Korea	12,436	—	8,351	—
Other	6,869	—	7,660	—
	$ 721,976	$ 795,620	$ 507,878	$ 771,424

d.Major customers with sales at least 10% of the Company's total sales were as follows:

	2026.01.01~2026.06.30		2025.01.01~2025.06.30	
	Amount	Percentage of net sales	Amount	Percentage of net sales
C16	$ 113,371	15.70	$ 89,490	17.62
C20	87,957	12.18	54,130	10.66
C22	81,848	11.34	53,888	10.61
	$ 283,176	39.22	$ 197,508	38.89

Table 1

Financial provided

For the six months ended June 30, 2026

(Amounts in Thousands of New Taiwan Dollars and RMB Dollars, unless otherwise specified)

No	Financing Company	Counter-party	Financial Statement Account	Related Party	Maximum Balance for the Period	Ending Balance (Note 1)	Amount Actually Drawn	Interest Rate	Nature for Financing	Transaction Amounts	Reason for Financing	Allowance for Bad Debt	Collateral		Financing Limits for Each Borrowing Company (Notes 3)	Financing Company's Total Financing Amount Limits (Notes 4)
													Item	Value		
1	Princeton Technology (Shenzhen) Ltd..	Princeton Technology (Chengdu) Corp.	Other receivables from related parties	Yes	RMB30,000	RMB30,000	—	—	Note 2	—	Operating capital	—	—	—	215,946	259,135

Note1 : The maximum balance for the period and ending balance represent the amounts approved by the Board of Directors.

Note2 : The need for short-term financing.

Note3 : The amount that can be financing limits for each borrowing company is 50% of the guarantor's net assets.

(NT$ 431,892× 50% ＝ NT$215,946)

Note4 : The amount that can be financing company's total financing is 60% of the guarantor's net assets.

(NT$ 431,892× 60% ＝ NT$259,135)

Table 2

Endorsement/guarantee provided

For the six months ended June 30, 2026

(Amounts in Thousands of New Taiwan Dollars, unless otherwise specified)

No	Endorser/ guarantor	Counter-party		Limits on endorsement/ guarantee amount provided to each guaranteed party	Maximum balance for the period	Ending balance	Amount actually drawn	Value of collaterals property, plant, or equipment	Ratio of accumulated amount of collateral to net equity as shown in the latest financial statement	Maximum collateral/ guarantee amounts allowable	The holding company to subsidiary	Subsidiary to holding company	Endorsement/ guarantee in Mainland China
		Name	Relation										
0	Princeton Technology Corp.	Princeton Technology (Chengdu) Corp.	2	740,803	15,973	—	—	—	—	806,653	Y	N	Y
1	Princeton Technology (Shenzhen)	Princeton Technology (Chengdu) Corp.	4	129,568	46,650	46,650	—	—	10.80%	172,757	N	N	Y

Note1 : Relationship between the endorser/guarantor and the party being endorsed/guaranteed is classified into the following seven categories:

(1) Having business relationship.

(2) The endorser/guarantor parent company owns directly or indirectly more than 50% voting shares of the endorsed/guaranteed subsidiary.

(3) The endorsed/guaranteed company owns directly and indirectly more than 50% voting shares of the endorser/guarantor parent company.

(4) The endorser/guarantor parent company owns directly and indirectly more than 90% voting shares of the endorsed/guaranteed company.

(5) Mutual guarantee of the trade made by the endorsed/guaranteed company or joint contractor as required under the construction contract.

(6) Due to joint venture, each shareholder provides endorsements/guarantees to the endorsed/guaranteed company in proportion to its ownership.

(7) Joint guarantee of the performance guarantee for pre-sold home sales contract as required under the Consumer Protection Act.

Note2 : The amount for guarantees and endorsements provided by the Company and its subsidiaries to any individual entity shall not exceed 45% and 30% of the Company's and its subsidiaries net worth, which was audited by Certified Public Accountant.

Note3 : The total amount for guarantees and endorsements provided by the Company and its subsidiaries to other entities shall not exceed 49% and 40% of the Company's and its subsidiaries net worth, which was audited by Certified Public Accountant.

Table 3

Marketable securities held
For the six months ended June 30, 2026
(Shares in thousands ,Amounts in Thousands of New Taiwan Dollars, unless specified)

Investor	Description of Stock		Relationship with the Investor	Financial statement account	June 30, 2026			
					Shares	Carrying value	Percentage of ownership	Fair Value
Princeton Technology Corp.	Common stock	Innorich Venture Capital Corp.	—	Financial assets at FVTOCI	939	3,983	—	3,983
Princeton Capital Corp.	Fund	Eastspring Investments Umbrella Fund - Global Bond Fund of Fund A TWD	—	Financial assets at FVTPL- current	471	6,645	—	6,645
Princeton Capital Corp.	Limited partnership	Foryou Private Equity Limited Partnership	—	Financial assets at FVTPL – non current	—	37,928	—	37,928
Princeton Capital Corp.	Limited partnership	Qingfeng Capital Venture Capital Limited Partnership	—	Financial assets at FVTPL – non current	—	33,408	—	33,408
Princeton Capital Corp.	Limited partnership	CDIB-TEN Capital Limited Partnership	—	Financial assets at FVTPL – non current	—	35,901	—	35,901
Princeton Capital Corp.	Common stock	Advanced Microelectronic Products Inc.	—	Financial assets at FVTOCI	288	—	—	—
Princeton Silicon LTD	Unlisted equity investment	ARK HDPS SEMICONDUCTOR PTE. (Shenzhen) Ltd.	—	Financial assets at FVTOCI	—	47,064	3.07%	47,064

Table 4

Total purchase from or sales to related parties amounting to at least NT$100 million or 20% of the paid-in capital
For six months ended June 30, 2026
(Amounts in Thousands of New Taiwan Dollars, unless specified)

Related Party	Nature of relationship	Transaction Details				Abnormal transaction		Notes/accounts payable or receivable		Note
		Purchase /sale	Amount	% to Total	Payment term	Unit price	Payment terms	Ending balance	% to Total	
Princeton Technology (Chengdu) Corp.	Equity-method investee of Princeton Silicon Inc.	Sales	186,610	25.85%	OA90days	—	—	Accounts receivable 96,999	29.47%	

Table 5

Significant intercompany transactions between consolidated entities
For the six months ended June 30, 2026
(Shares in thousands ,Amounts in Thousands of New Taiwan Dollars, unless specified)

Related Party	Counterparty	Relationship with the Company(Note1)	Transactions			
			Account	Amount	Terms	Percentage of consolidated operating revenues or consolidated total assets
Princeton Technology Corp.	Princeton Technology (Chengdu) Corp.	1	Sales	186,610	No significant difference	25.85%
Princeton Technology Corp.	Princeton Technology (Chengdu) Corp.	1	Purchase	13,526	No significant difference	1.87%
Princeton Technology Corp.	Princeton Technology (Chengdu) Corp.	1	Manufacturing expenses	1,270	No significant difference	0.18%
Princeton Technology Corp.	Princeton Technology (Chengdu) Corp.	1	Accounts receivable	96,999	No significant difference	4.43%
Princeton Technology Corp.	Princeton Technology (Chengdu) Corp.	1	Accounts payable	3,351	No significant difference	0.15%
Princeton Technology (Shenzhen) Ltd.	Princeton Technology (Chengdu) Corp.	2	Service incomes	9,672	No significant difference	1.34%
Princeton Technology (Shenzhen) Ltd.	Princeton Technology (Chengdu) Corp.	2	Accounts receivable	1,424	No significant difference	0.06%
Princeton Technology (Chengdu) Corp.	Chengdu Chip-Rail Microelectronics Ltd.	2	Sales	8,339	No significant difference	1.16%
Princeton Technology (Chengdu) Corp.	Chengdu Chip-Rail Microelectronics Ltd.	2	Rental incomes	937	No significant difference	0.13%
Princeton Technology (Chengdu) Corp.	Chengdu Chip-Rail Microelectronics Ltd.	2	Other incomes	268	No significant difference	0.04%
Princeton Technology (Chengdu) Corp.	Chengdu Chip-Rail Microelectronics Ltd.	2	Other advances	389	No significant difference	0.02%
Princeton Technology (Chengdu) Corp.	Chengdu Chip-Rail Microelectronics Ltd.	2	Refundable deposits	331	No significant difference	0.02%
Princeton Technology (Chengdu) Corp.	Princeton Technology (Shenzhen) Ltd.	2	Rental incomes	303	No significant difference	0.04%

Note 1: Transactions are categorized as follows:

1. The holding company to subsidiary.
2. The subsidiary company to subsidiary.

Table 6

Name, locations, and other information of investee on which the Company exercises significant influence

For the six months ended June 30, 2026

(Amounts in Thousands of New Taiwan Dollars and Chinese Yuan, unless otherwise specified)

Investor	Investee	Location	Main business and products	Original investment amount		Balance as of June 30, 2026			Net income (loss) of the investee	Equity in net income (net loss)
				June 30, 2026	Dec 31, 2025	Shares (in thousand)	Percentage of ownership	Carrying value		
Princeton Technology Corp.	Princeton Silicon LTD	Hong Kong	Holding company	1,056,197	1,056,197	33,500	100.00%	997,249	23,280	22,547
Princeton Technology Corp.	Princeton Capital Corp.	Taiwan	Investment holding	100,000	150,000	10,000	100.00%	162,003	22,582	22,582
Princeton Technology Corp.	Microlink Communications Inc.	Taiwan	Wireless communications products research , manufacture and sales & marketing	80,000	80,000	8,000	25.00%	—	(1,011)	—
Princeton Technology Corp	Morelink Technology Corporation	Taiwan	Wireless communications products and Electronic components maintenance & sales; Importer of Restricted RF/Telecom device	3,160	15,800	1,580	6.30%	—	(13,317)	(1,243)
Princeton Technology Corp	Foresight Energy Technology Co., LTD	Taiwan	Electronic components and battery manufacturing, Electric equipment wholesale, Electronic material wholesale and sales	13,442	13,442	1,344	2.59%	10,489	(63,234)	(1,635)
Princeton Capital Corp.	Foresight Energy Technology Co., LTD	Taiwan	Electronic components and battery manufacturing, Electric equipment wholesale, Electronic material wholesale and sales	40,905	40,905	3,229	6.21%	25,201	(63,234)	(3,927)
Princeton Technology (Shenzhen) Ltd.	Chengdu Chip-Rail Microelectronics Ltd.	China	Computer systems development, IC design, computer hardware and software design and technical services	209,491 (RMB 48,330)	180,101 (RMB 42,030)	11,750	94.00%	307,249 (RMB 66,089)	21,637 (RMB 4,715)	19,198 (RMB 4,183)

Table 7

Investment in Mainland China

For the six months ended June 30, 2026

Investee	Main business and products	Total amount of paid-in capital	Investment type	Accumulated outflow of investment from Taiwan as of December 31, 2025	Investment flows		Accumulated outflow of investment from Taiwan as of June 30, 2026	Net income of the investee	% Ownership director or indirect investment	Investment gain(loss)	Carrying value as of June 30, 2026	Accumulated inward remittance of earnings as of June 30, 2026
					Outflow	Inflow						
Princeton Technology (Shenzhen) Ltd.	IC sales, design & marketing and software research; the research and development of separators for lithium-ion batteries; communications equipment technical consulting and after-sale service	417,942 (USD13,000)	Indirect : Through Princeton Silicon Inc(a wholly owned subsidiary of Princeton Technology Corp.)	417,942 (USD13,000)	—	—	417,942 (USD13,000)	20,388 (USD 646)	100%	20,319	431,892	—
Princeton Technology (Chengdu) Corp.	IC design and software research, technology transfer, technical consulting, after-sales service; modular design of electronic systems, development and sale; IC sale, import and export, communications equipment research, sales, import and export, technical consulting, after-sale service; lithium-ion batteries research, sales, import and export; own house rental	591,690 (USD19,000)	Indirect : Through Princeton Silicon Inc(a wholly owned subsidiary of Princeton Technology Corp.)	591,690 (USD19,000)	—	—	591,690 (USD19,000)	3,120 (USD 99)	100%	2,638	521,233	—
ARK HDPS SEMICON DUCTOR PTE. (Shenzhen) Ltd.	R&D and sales of semiconductors, testing equipment, automation equipment, electromechanical equipment and related equipment, materials and consumables; related technical consulting, technology transfer and scientific and technological services; technology development, technology transfer and technical services in the field of new energy; import and export related matters	RMB10,905	Indirect : Through Princeton Silicon Inc(a wholly owned subsidiary of Princeton Technology Corp.)	43,343 (USD 1,396)	—	—	43,343 (USD1,396)	(32,338)	3.07%	Note2	47,064	—

Accumulated investment in Mainland China as of June 30, 2026	Investment amounts authorized by Investment Commission, MOEA	Upper limit on investment defined by Investment Commission, MOEA(Note1)
1,052,975(USD 33,396)	1,056,197(USD 33,500)	987,738

Note1: Recognition of the upper limit was based on reviewed financial statement as of June 30, 2026. The limit was NT$987,738 (NT$1,646,230× 60% ＝ NT$987,738)

Note2: Financial assets measured at FVTOCI – non- current.