

English Translation of Consolidated Financial Statements Originally Issued in Chinese
PRIME ELECTRONICS AND SATELLITICS INCORPORATION and Subsidiaries
Consolidated Balance Sheets
As of September 30, 2025, December 31, 2024 and September 30, 2024
(Amounts Expressed In Thousands of New Taiwan Dollars)

Assets			As of September 30, 2025		As of December 31, 2024		As of September 30, 2024	
Code	Accounts	Notes	Account	%	Account	%	Account	%
	Current assets							
1100	Cash and cash equivalents	6(1)	\$992,658	35	\$913,195	33	\$706,986	24
1110	Financial assets at fair value through profit or loss	6(2)	-	-	327	-	-	-
1136	Financial assets carried at amortized cost	6(4),8	52,956	2	67,991	3	71,324	3
1150	Notes receivable, net	6(5),6(20)	-	-	12	-	10	-
1170	Accounts receivable, net	6(6),6(20)	385,882	14	457,876	16	765,786	26
1180	Accounts receivable - related parties, net	6(6),6(20),7	41	-	236	-	292	-
1200	Other receivables	6(20)	1,622	-	483	-	5,469	-
1220	Current tax assets	4,6(25)	2,344	-	2,080	-	1,612	-
130X	Inventories, net	6(7)	733,182	26	605,530	22	633,808	22
1410	Prepayments		73,520	2	92,985	3	66,423	2
1470	Other current assets		2,223	-	1,827	-	974	-
11XX	Total current assets		<u>2,244,428</u>	<u>79</u>	<u>2,142,542</u>	<u>77</u>	<u>2,252,684</u>	<u>77</u>
	Non-current assets							
1517	Financial asset at fair value through OCI	6(3)	16,177	-	10,000	-	10,000	-
1550	Investment accounted for under equity method	6(8)	7,956	-	8,740	-	8,952	-
1600	Property, plant and equipment, net	6(9),8	357,646	13	390,181	14	401,334	14
1755	Right-of-use asset	6(21)	81,769	3	84,399	3	89,236	3
1760	Investment property, net	6(10)	143,228	5	164,655	6	175,455	6
1780	Intangible assets	6(11)	1,257	-	1,730	-	1,914	-
1840	Deferred income tax assets	4,5,6(23)	334	-	1,930	-	-	-
1900	Other non-current assets	6(12)	4,816	-	6,900	-	5,134	-
15XX	Total non-current assets		<u>613,183</u>	<u>21</u>	<u>668,535</u>	<u>23</u>	<u>692,025</u>	<u>23</u>
1XXX	Total Assets		<u>\$2,857,611</u>	<u>100</u>	<u>\$2,811,077</u>	<u>100</u>	<u>\$2,944,709</u>	<u>100</u>

(The accompanying notes are an integral part of the consolidated financial statements.)

English Translation of Consolidated Financial Statements Originally Issued in Chinese
PRIME ELECTRONICS AND SATELLITICS INCORPORATION and Subsidiaries
Consolidated Balance Sheets-(Continued)
As of September 30, 2025, December 31, 2024 and September 30, 2024
(Amounts Expressed In Thousands of New Taiwan Dollars)

Liabilities and Equity		As of September 30, 2025		As of December 31, 2024		As of September 30, 2024	
Code	Accounts	Account	%	Account	%	Account	%
	Current liabilities						
2100	Short-term loans	\$353,534	12	\$190,000	7	\$180,000	6
2130	Contract liability	305,768	11	329,155	12	238,234	8
2150	Notes payable	58,310	2	81,148	3	90,172	3
2170	Accounts payable	519,367	18	351,593	12	532,276	18
2200	Other payables	143,675	5	133,457	5	160,728	6
2280	Lease liability	12,441	-	9,841	-	11,579	-
2322	Current portion of long-term liabilities	57,570	2	55,976	2	53,059	2
2399	Other current liabilities	14,526	1	15,074	-	6,665	-
21XX	Total current liabilities	1,465,191	51	1,166,244	41	1,272,713	43
	Non-current liabilities						
2540	Long-term loans	68,829	2	77,371	3	93,552	3
2570	Deferred income tax liabilities	334	-	1,930	-	-	-
2580	Lease liability	19,035	1	19,808	1	21,590	1
2600	Other non-current liabilities	31,161	1	40,414	1	45,306	2
25XX	Total non-current liabilities	119,359	4	139,523	5	160,448	6
2xxx	Total liabilities	1,584,550	55	1,305,767	46	1,433,161	49
31XX	Total equity attributable to the parent company						
3100	Capital						
3110	Common stock	1,677,385	59	1,677,385	60	1,677,385	57
3200	Capital surplus	291,899	10	291,899	10	291,899	10
3300	Retained earnings						
3350	Unappropriated earnings(accumulated deficit)	(653,297)	(23)	(449,259)	(16)	(437,739)	(15)
3400	Other components of equity	(58,266)	(2)	(30,839)	(1)	(36,757)	(1)
31XX	Total equity attributable to the parent company	1,257,721	44	1,489,186	53	1,494,788	51
36XX	Non-controlling interests	15,340	1	16,124	1	16,760	-
3XXX	Total equity	1,273,061	45	1,505,310	54	1,511,548	51
3X2X	Total liabilities and equity	\$2,857,611	100	\$2,811,077	100	\$2,944,709	100

(The accompanying notes are an integral part of the consolidated financial statements.)

English Translation of Consolidated Financial Statements Originally Issued in Chinese
PRIME ELECTRONICS AND SATELLITICS INCORPORATION and Subsidiaries
Consolidated Statements of Comprehensive Income
For the three-month and nine-month periods ended September 30, 2025 and 2024
(Amounts Expressed in Thousands of New Taiwan Dollars, Except for Earnings per Share)

Code	Accounts	Notes	For the three-month period ended September 30, 2025		For the three-month period ended September 30, 2024		For the nine-month period ended September 30, 2025		For the nine-month period ended September 30, 2024	
			Account	%	Account	%	Account	%	Account	%
4000	Operating revenues	6(19),7	\$368,294	100	\$613,532	100	\$1,113,629	100	\$1,826,492	100
5000	Operating costs		(321,706)	(87)	(502,138)	(82)	(955,863)	(86)	(1,512,295)	(83)
5900	Gross profit		46,588	13	111,394	18	157,766	14	314,197	17
	Operating expenses									
6100	Sales and marketing		(27,111)	(8)	(31,475)	(5)	(75,727)	(8)	(99,625)	(6)
6200	General and administrative		(48,943)	(13)	(50,069)	(8)	(147,992)	(13)	(150,756)	(8)
6300	Research and development		(55,144)	(15)	(56,513)	(9)	(163,179)	(14)	(171,621)	(9)
6450	Expected credit gains (losses)	6(20)	7	-	1,448	-	(430)	-	3,754	-
	Total operating expenses		(131,191)	(36)	(136,609)	(22)	(387,328)	(35)	(418,248)	(23)
6900	Operating income(losses)		(84,603)	(23)	(25,215)	(4)	(229,562)	(21)	(104,051)	(6)
	Non-operating incomes and expenses									
7100	Interest income	6(23)	2,305	1	2,395	-	12,777	2	8,999	1
7010	Other incomes	6(23)	24,015	6	23,860	4	80,260	7	69,850	4
7020	Other gains or losses	6(23)	28,179	8	(29,443)	(5)	(66,316)	(6)	2,363	-
7050	Finance costs	6(23)	(3,659)	(1)	(2,964)	-	(8,544)	(1)	(7,307)	-
7055	Impairment gains (impairment losses) and reversal of impairment	6(20)	2,492	-	1,850	-	6,935	1	5,473	-
7060	Share of the profit or loss of associates and joint ventures	6(8)	(179)	-	-	-	(386)	-	(39)	-
	Total non-operating incomes and expenses		53,153	14	(4,302)	(1)	24,726	3	79,339	5
7900	Income before income tax (loss)		(31,450)	(9)	(29,517)	(5)	(204,836)	(18)	(24,712)	(1)
7950	Income tax expense	4,6(25)	-	-	-	-	14	-	-	-
8200	Net income (loss)		(31,450)	(9)	(29,517)	(5)	(204,822)	(18)	(24,712)	(1)
	Other comprehensive income (loss)	6(24)								
8360	Items that may be reclassified subsequently to profit or loss									
8361	Exchange differences on translation of foreign operations		24,600	7	(2,672)	-	(27,427)	(3)	27,717	1
	Total other comprehensive income (loss), net of tax		24,600	7	(2,672)	-	(27,427)	(3)	27,717	1
8500	Total comprehensive income		<u>\$ (6,850)</u>	<u>(2)</u>	<u>\$ (32,189)</u>	<u>(5)</u>	<u>\$ (232,249)</u>	<u>(21)</u>	<u>\$ 3,005</u>	<u>-</u>
8600	Net income (loss) attributable to :									
8610	Shareholders of the parent		\$ (31,870)	(9)	\$ (28,746)	(5)	\$ (204,038)	(18)	\$ (24,077)	(1)
8620	Non-controlling interests		420	-	(771)	-	(784)	-	(635)	-
			<u>\$ (31,450)</u>	<u>(9)</u>	<u>\$ (29,517)</u>	<u>(5)</u>	<u>\$ (204,822)</u>	<u>(18)</u>	<u>\$ (24,712)</u>	<u>(1)</u>
8700	Comprehensive income attributable to :									
8710	Shareholders of the parent		\$ (7,270)	(2)	\$ (31,418)	(5)	\$ (231,465)	(21)	\$ 3,640	-
8720	Non-controlling interests		420	-	(771)	-	(784)	-	(635)	-
			<u>\$ (6,850)</u>	<u>(2)</u>	<u>\$ (32,189)</u>	<u>(5)</u>	<u>\$ (232,249)</u>	<u>(21)</u>	<u>\$ 3,005</u>	<u>-</u>
9750	Earnings per share-basic (loss) (in NTD)	6(26)	<u>\$ (0.19)</u>		<u>\$ (0.17)</u>		<u>\$ (1.22)</u>		<u>\$ (0.14)</u>	

(The accompanying notes are an integral part of the consolidated financial statements.)

English Translation of Consolidated Financial Statements Originally Issued in Chinese
PRIME ELECTRONICS AND SATELLITICS INCORPORATION and Subsidiaries

Consolidated Statements of Changes in Equity

For the nine-month periods ended September 30, 2025 and 2024

(Amounts Expressed In Thousands of New Taiwan Dollars)

Items		Equity Attributable to Shareholders of the Parent						Non-controlling Interests	Total Equity
		Common Stock	Capital Surplus	Retained Earnings	Others		Total		
				Unappropriated Earnings	Exchange differences arising on translation of foreign operations	Unrealized Gains or Losses on Financial Assets Measured at Fair Value through Other Comprehensive Income			
Code		3100	3200	3350	3410	3420	31XX	36XX	3XXX
A1	Balance as of January 1, 2024	\$1,677,385	\$291,899	\$(413,662)	\$(54,474)	\$(10,000)	\$1,491,148	\$17,395	\$1,508,543
D1	Net income for the nine-month period ended September 30, 2024			(24,077)			(24,077)	(635)	(24,712)
D3	Other comprehensive income (loss), net of tax, for the nine-month period ended September 30, 2024				27,717		27,717	-	27,717
D5	Total comprehensive income (loss)	-	-	(24,077)	27,717	-	3,640	(635)	3,005
Z1	Balance as of September 30, 2024	<u>\$1,677,385</u>	<u>\$291,899</u>	<u>\$(437,739)</u>	<u>\$(26,757)</u>	<u>\$(10,000)</u>	<u>\$1,494,788</u>	<u>\$16,760</u>	<u>\$1,511,548</u>
A1	Balance as of January 1, 2025	\$1,677,385	\$291,899	\$(449,259)	\$(20,839)	\$(10,000)	\$1,489,186	\$16,124	\$1,505,310
D1	Net income for the nine-month period ended September 30, 2025			(204,038)			(204,038)	(784)	(204,822)
D3	Other comprehensive income (loss), net of tax, for the nine-month period ended September 30, 2025				(27,427)		(27,427)	-	(27,427)
D5	Total comprehensive income (loss)	-	-	(204,038)	(27,427)	-	(231,465)	(784)	(232,249)
Z1	Balance as of September 30, 2025	<u>\$1,677,385</u>	<u>\$291,899</u>	<u>\$(653,297)</u>	<u>\$(48,266)</u>	<u>\$(10,000)</u>	<u>\$1,257,721</u>	<u>\$15,340</u>	<u>\$1,273,061</u>

(The accompanying notes are an integral part of the consolidated financial statements.)

English Translation of Consolidated Financial Statements Originally Issued in Chinese
PRIME ELECTRONICS AND SATELLITICS INCORPORATION and Subsidiaries

Consolidated Statements of Cash Flows

For the nine-month periods ended September 30, 2025 and 2024

(Amounts Expressed in Thousands of New Taiwan Dollars)

Code	Items	For the nine-month periods ended September 30, 2025	For the nine-month periods ended September 30, 2024	Code	Items	For the nine-month periods ended September 30, 2025	For the nine-month periods ended September 30, 2024
		Account	Account			Account	Account
AAAA	Cash flows from operating activities :			BBBB	Cash flows from investing activities :		
A10000	Income before income tax	\$(204,836)	\$(24,712)	B00010	Acquisition of financial assets at fair value through other comprehensive income	(6,177)	-
A20000	Adjustments :			B00050	Proceeds from disposal of financial assets at amortised cost	15,035	12,536
A20010	Income and expense adjustments:			B00200	Proceeds from disposal of financial assets at fair value through profit or loss	327	310
A20100	Depreciation (including right-of-use assets)	58,871	64,962	B02700	Acquisition of property, plant and equipment	(9,653)	(68,600)
A20200	Amortization	512	514	B02800	Proceeds from disposal of property, plant and equipment	3,095	-
A20300	Expected credit losses	(6,505)	(9,227)	B03800	Decrease (increase) in refundable deposits	298	87
A20900	Interest expense	8,544	7,307	B04500	Acquisition of intangible assets	(76)	(894)
A21200	Interest income	(12,777)	(8,999)	BBBB	Net cash provided by (used in) investing activities	2,849	(56,561)
A22300	Share of profit or loss of associates and joint ventures	386	39				
A22500	Gain on disposal of property, plant and equipment	(3,028)	708	CCCC	Cash flows from financing activities :		
A29900	Other adjustments to reconcile profit (loss)	(13)	-	C00200	Repayment of short-term loans	163,534	(18,750)
A30000	Changes in operating assets and liabilities :			C01600	Increase in long-term loans	35,000	70,200
A31130	Notes receivable	12	510	C01700	Repayments of long-term loans	(41,948)	(47,043)
A31150	Accounts receivable	71,594	(371,336)	C03100	Decrease in deposits received	(6,841)	(1,071)
A31160	Accounts receivable - related parties	195	(292)	C04020	Cash payments for the principal portion of the lease liability	(10,507)	(11,652)
A31180	Other receivables	8,440	8,557	CCCC	Net cash provided by (used in) financing activities	139,238	(8,316)
A31200	Inventories	(127,652)	354				
A31230	Prepayments	19,465	(9,372)	DDDD	Effect of exchange rate changes	(6,952)	7,965
A31240	Other current assets	(396)	2,239				
A32125	Contract liabilities	(23,387)	(16,220)	EEEE	Increase (decrease) in cash and cash equivalents	79,463	(224,738)
A32130	Notes payable	(22,838)	18,181	E00100	Cash and cash equivalents at beginning of period	913,195	931,724
A32150	Accounts payable	167,774	145,371	E00200	Cash and cash equivalents at end of period	\$992,658	\$706,986
A32180	Other payables	8,606	32,645				
A32230	Other current liabilities	(548)	(10,569)				
A32240	Net defined benefit liability	(2,412)	(25)				
A33000	Cash generated from (used in) operations	(59,993)	(169,365)				
A33100	Interest received	11,719	8,999				
A33300	Interest paid	(7,148)	(6,742)				
A33500	Income tax paid	(250)	(718)				
AAAA	Net cash provided by (used in) operating activities	(55,672)	(167,826)				

(The accompanying notes are an integral part of the consolidated financial statements.)