

**APEX INTERNATIONAL CO., LTD. AND  
SUBSIDIARIES**

**Consolidated Financial Statements**

**With Independent Auditors' Review Report  
For the Three Months Ended March 31, 2026 and 2025**

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The independent auditors' review report and the accompanying consolidated financial statements are the English translation of the Chinese version prepared and used in the Republic of China. If there is any conflict between, or any difference in the interpretation of the English and Chinese language independent auditors' review report and consolidated financial statements, the Chinese version shall prevail.

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## Independent Auditors' Review Report

To the Board of Directors of Apex International Co., Ltd.:

### Introduction

We have reviewed the accompanying consolidated balance sheets of Apex International Co., Ltd. and its subsidiaries ("the Group") as of March 31, 2026 and 2025, and the related consolidated statements of comprehensive income, changes in equity and cash flows for the three months ended March 31, 2026 and 2025, and notes of the consolidated financial statements, including a summary of material accounting policies. 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 Standard 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 the Standard on Review Engagements 2410, "Review of Financial Information Performed by the Independent Auditor of the Entity" of the Republic of China. A review of the 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 conducted in accordance with the Standards on Auditing of the Republic of China and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

### Conclusion

Based on our reviews, nothing has come to our attention that causes us to believe that the accompanying consolidated financial statements do not present fairly, in all material respects, the consolidated financial position of the Group as of March 31, 2026 and 2025, and of its consolidated financial performance and its consolidated cash flows for the three months ended March 31, 2026 and 2025 in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34, "Interim Financial Reporting" endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China.



The engagement partners on the reviews resulting in this independent auditors' review report are Chao, Min-Ju and Chang, Chun-I.

KPMG

Taipei, Taiwan (Republic of China)

May 13, 2026

#### **Notes to Readers**

The accompanying consolidated financial statements are intended only to present the consolidated financial position, financial performance and cash flows in accordance with the 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 accepted and applied in the Republic of China.

The independent auditors' review report and the accompanying consolidated financial statements are the English translation of the Chinese version prepared and used in the Republic of China. If there is any conflict between, or any difference in the interpretation of the English and Chinese language independent auditors' review report and consolidated financial statements, the Chinese version shall prevail.

(English Translation of Consolidated Financial Statements Originally Issued in Chinese)

## APEX INTERNATIONAL CO., LTD. AND SUBSIDIARIES

## Consolidated Balance Sheets

March 31, 2026, December 31, 2025, and March 31, 2025

(Expressed in Thousands of New Taiwan Dollar)

		March 31, 2026		December 31, 2025		March 31, 2025				March 31, 2026		December 31, 2025		March 31, 2025	
		Amount	%	Amount	%	Amount	%			Amount	%	Amount	%	Amount	%
11xx	<b>Assets</b>							21xx	<b>Liabilities and Equity</b>						
11xx	<b>Current assets:</b>							21xx	<b>Current liabilities:</b>						
1100	Cash and cash equivalents (notes 6(a) and 8)	\$ 589,683	3	705,108	3	760,466	4	2100	Short-term loans (notes 6(h), (k), 7, 8 and 9)	\$ 3,386,871	18	2,673,223	14	2,059,306	10
1110	Financial assets at fair value through profit or loss							2120	Financial liabilities at fair value through profit or						
	— current (notes 6(a), (b) and 8)	38,481	-	497	-	3,576	-		loss— current (notes 6(a), (b) and 8)	111	-	22,317	-	4,583	-
1136	Financial assets measured at amortized cost—							2170	Accounts payable	3,021,686	16	2,684,796	14	3,207,070	16
	current (notes 6(d), (l) and 8)	9,594	-	9,431	-	15,927	-	2200	Other payables (note 7)	929,792	5	400,834	2	541,791	3
1150	Notes receivable, net (notes 6(e) and (r))	1,449	-	-	-	-	-	2213	Payable for machinery and equipment	419,579	2	343,913	2	375,436	2
1170	Accounts receivable, net (notes 6(e) and (r))	2,882,134	16	3,250,581	17	3,169,146	16	2280	Current lease liabilities (notes 6(i) and (m))	42,402	-	45,971	-	57,507	-
1200	Other receivables (note 6(f))	184,298	1	180,207	1	204,456	1	2322	Long-term loans, current portion (notes 6(a), (d),						
1220	Current income tax assets	61	-	61	-	61	-		(h), (l), 7 and 8)	2,265,387	12	5,340,092	27	2,420,783	12
130x	Inventories (note 6(g))	2,822,617	15	2,665,485	14	2,640,702	13	2399	Other current liabilities	10,689	-	14,766	-	48,296	-
1470	Other current assets	61,036	-	46,051	-	77,532	-		<b>Total current liabilities</b>	10,076,517	53	11,525,912	59	8,714,772	43
	<b>Total current assets</b>	6,589,353	35	6,857,421	35	6,871,866	34	25xx	<b>Non-Current liabilities:</b>						
15xx	<b>Non-current assets:</b>							2540	Long-term loans (notes 6(a), (d), (h), (l), 7 and 8)	3,676,915	20	1,916,239	10	4,581,755	23
1517	Financial assets at fair value through other							2570	Deferred tax liabilities	35,679	-	36,576	-	42,914	-
	comprehensive income— non-current (note							2580	Non-current lease liabilities (notes 6(i) and (m))	43,919	-	51,660	-	83,174	1
	6(c))	14,888	-	15,265	-	14,971	-	2612	Long-term payable	10,402	-	10,731	-	4,505	-
1600	Property, plant and equipment (notes 6(h), (j), (k),							2670	Other non-current liabilities (note 6(n))	110,800	1	107,284	1	58,878	-
	(l), 8 and 9)	11,957,494	64	12,293,554	63	12,754,958	64		<b>Total non-current liabilities</b>	3,877,715	21	2,122,490	11	4,771,226	24
1755	Right-of-use assets (notes 6(i) and (m))	82,609	1	93,651	1	135,938	1	2xxx	<b>Total liabilities</b>	13,954,232	74	13,648,402	70	13,485,998	67
1780	Intangible assets (notes 6(h) and (j))	50,391	-	56,021	-	196,155	1	31xx	<b>Equity attributable to owners of the Company</b>						
1840	Deferred tax assets	64,542	-	66,173	-	48,768	-		<b>(note 6(p)):</b>						
1915	Prepayments for equipment (note 6(h))	77,576	-	102,071	1	83,015	-	3110	Common stock	2,649,380	14	2,649,380	14	2,199,380	11
1920	Refundable deposits	7,547	-	7,348	-	8,212	-	3200	Capital surplus	3,746,477	20	3,746,477	19	3,299,784	16
1980	Other financial assests— non-current (notes 6(a),							3300	Retained earnings	(1,545,336)	(8)	(722,744)	(4)	1,035,627	5
	(b), (l) and 8)	35,532	-	48,446	-	33,648	-	3410	Exchange differences on translation of foreign						
	<b>Total non-current assets</b>	12,290,579	65	12,682,529	65	13,275,665	66		financial statements	57,483	-	197,821	1	100,420	1
									<b>Total equity attributable to owners of the Company</b>	4,908,004	26	5,870,934	30	6,635,211	33
								36xx	<b>Non-controlling interests</b>	17,696	-	20,614	-	26,322	-
								3xxx	<b>Total equity</b>	4,925,700	26	5,891,548	30	6,661,533	33
1xxx	<b>Total assets</b>	\$ 18,879,932	100	19,539,950	100	20,147,531	100	2-3xxx	<b>Total liabilities and equity</b>	\$ 18,879,932	100	19,539,950	100	20,147,531	100

See accompanying notes to consolidated financial statements.

(English Translation of Consolidated Financial Statements Originally Issued in Chinese)

## APEX INTERNATIONAL CO., LTD. AND SUBSIDIARIES

## Consolidated Statements of Comprehensive Income

For the three months ended March 31, 2026 and 2025

(Expressed in Thousands of New Taiwan Dollar, except for Earnings per Common Share)

		For the three months ended March 31			
		2026		2025	
		Amount	%	Amount	%
4000	<b>Operating revenue (note 6(r))</b>	\$ 2,758,842	100	3,136,725	100
5000	<b>Operating costs (notes 6(g), (h), (i), (j), (m), (n) and 12)</b>	<u>3,103,317</u>	<u>113</u>	<u>2,985,755</u>	<u>95</u>
5900	<b>Gross profit (loss) from operations</b>	<u>(344,475)</u>	<u>(13)</u>	<u>150,970</u>	<u>5</u>
6000	<b>Operating expenses (notes 6(e), (h), (i), (j), (m), (n), 7 and 12):</b>				
6188	Selling expenses	173,364	6	181,447	6
6200	Administrative expenses	194,448	7	194,770	6
6300	Research and development expenses	7,613	-	9,178	-
6450	Expected credit loss (reversal of expected credit loss)	<u>14,807</u>	<u>1</u>	<u>(1,735)</u>	<u>-</u>
	<b>Total operating expenses</b>	<u>390,232</u>	<u>14</u>	<u>383,660</u>	<u>12</u>
6900	<b>Operating loss</b>	<u>(734,707)</u>	<u>(27)</u>	<u>(232,690)</u>	<u>(7)</u>
7000	<b>Non-operating income and expenses (notes 6(b), (h), (j), (m) and (t)):</b>				
7100	Interest income	110	-	290	-
7010	Other income	4,469	-	12,663	-
7020	Other gains and losses	(1,799)	-	14,946	1
7050	Finance costs	<u>(93,147)</u>	<u>(3)</u>	<u>(89,984)</u>	<u>(3)</u>
	<b>Total non-operating income and expenses</b>	<u>(90,367)</u>	<u>(3)</u>	<u>(62,085)</u>	<u>(2)</u>
7900	<b>Loss from continuing operations before tax</b>	(825,074)	(30)	(294,775)	(9)
7951	<b>Less: Income tax income (note 6(o))</b>	-	-	-	-
8200	<b>Net loss</b>	<u>(825,074)</u>	<u>(30)</u>	<u>(294,775)</u>	<u>(9)</u>
8300	<b>Other comprehensive income (loss):</b>				
8360	<b>Components of other comprehensive income that will be reclassified to profit or loss</b>				
8361	Exchange differences on translation of foreign financial statements	(140,774)	(5)	170,196	5
8399	Less: Income tax related to components of other comprehensive income that will be reclassified to profit or loss	-	-	-	-
8300	<b>Other comprehensive income</b>	<u>(140,774)</u>	<u>(5)</u>	<u>170,196</u>	<u>5</u>
8500	<b>Total comprehensive loss</b>	<u>\$ (965,848)</u>	<u>(35)</u>	<u>(124,579)</u>	<u>(4)</u>
	<b>Loss attributable to:</b>				
8610	Owners of the Company	\$ (822,592)	(30)	(293,808)	(9)
8620	Non-controlling interests	<u>(2,482)</u>	<u>-</u>	<u>(967)</u>	<u>-</u>
		<u>\$ (825,074)</u>	<u>(30)</u>	<u>(294,775)</u>	<u>(9)</u>
	<b>Comprehensive loss attributable to:</b>				
8710	Owners of the Company	\$ (962,930)	(35)	(124,208)	(4)
8720	Non-controlling interests	<u>(2,918)</u>	<u>-</u>	<u>(371)</u>	<u>-</u>
		<u>\$ (965,848)</u>	<u>(35)</u>	<u>(124,579)</u>	<u>(4)</u>
	<b>Deficits per share (expressed in New Taiwan dollars) (note 6(q))</b>				
9750	Basic deficits per share	<u>\$ (3.10)</u>		<u>(1.34)</u>	
9850	Diluted deficits per share	<u>\$ (3.10)</u>		<u>(1.34)</u>	

See accompanying notes to consolidated financial statements.

(English Translation of Consolidated Financial Statements Originally Issued in Chinese)

**APEX INTERNATIONAL CO., LTD. AND SUBSIDIARIES****Consolidated Statements of Changes in Equity****For the three months ended March 31, 2026 and 2025****(Expressed in Thousands of New Taiwan Dollar)**

	Equity attributable to owners of parent					Exchange differences on translation of foreign financial statements	Total equity attributable to owners of parent	Non-controlling interests	Total equity
	Common stock	Capital surplus	Special reserve	Retained earnings Unappropriated retained earnings (deficit yet to be compensated)	Total				
<b>Balance at January 1, 2025</b>	\$ 2,199,380	3,299,784	1,048,969	280,466	1,329,435	(69,180)	6,759,419	26,693	6,786,112
Net loss	-	-	-	(293,808)	(293,808)	-	(293,808)	(967)	(294,775)
Other comprehensive loss	-	-	-	-	-	169,600	169,600	596	170,196
Total comprehensive loss	-	-	-	(293,808)	(293,808)	169,600	(124,208)	(371)	(124,579)
<b>Balance at March 31, 2025</b>	<b>\$ 2,199,380</b>	<b>3,299,784</b>	<b>1,048,969</b>	<b>(13,342)</b>	<b>1,035,627</b>	<b>100,420</b>	<b>6,635,211</b>	<b>26,322</b>	<b>6,661,533</b>
<b>Balance at January 1, 2026</b>	\$ 2,649,380	3,746,477	1,048,969	(1,771,713)	(722,744)	197,821	5,870,934	20,614	5,891,548
Net loss	-	-	-	(822,592)	(822,592)	-	(822,592)	(2,482)	(825,074)
Other comprehensive loss	-	-	-	-	-	(140,338)	(140,338)	(436)	(140,774)
Total comprehensive loss	-	-	-	(822,592)	(822,592)	(140,338)	(962,930)	(2,918)	(965,848)
<b>Balance at March 31, 2026</b>	<b>\$ 2,649,380</b>	<b>3,746,477</b>	<b>1,048,969</b>	<b>(2,594,305)</b>	<b>(1,545,336)</b>	<b>57,483</b>	<b>4,908,004</b>	<b>17,696</b>	<b>4,925,700</b>

See accompanying notes to consolidated financial statements.

(English Translation of Consolidated Financial Statements Originally Issued in Chinese)

**APEX INTERNATIONAL CO., LTD. AND SUBSIDIARIES****Consolidated Statements of Cash Flows****For the three months ended March 31, 2026 and 2025****(Expressed in Thousands of New Taiwan Dollar)**

	<b>For the three months ended March 31</b>	
	<b>2026</b>	<b>2025</b>
<b>Cash flows from (used in) operating activities:</b>		
Loss before tax	\$ (825,074)	(294,775)
<b>Adjustments:</b>		
<b>Adjustments to reconcile loss:</b>		
Depreciation expense	366,687	344,649
Amortization expense	5,391	5,860
Expected credit loss (reversal of expected credit loss)	14,807	(1,735)
Interest expense	93,147	89,984
Interest income	(110)	(290)
Loss (gain) on disposal of property, plant and equipment	(44)	(7,104)
Valuation losses (gains) on financial assets or liabilities, net	(39,919)	1,865
Loss of impairment on non-financial assets	4,499	4,356
<b>Total adjustments to reconcile profit or loss</b>	<u>444,458</u>	<u>437,585</u>
<b>Changes in operating assets and liabilities:</b>		
<b>Changes in operating assets:</b>		
Financial assets at fair value through profit or loss	3,296	664
Notes receivable	(1,449)	3,559
Accounts receivable	355,965	230,433
Other receivables	(4,091)	(79,324)
Inventories	(157,132)	(502,107)
Other current assets	(14,985)	(13,952)
<b>Total changes in operating assets</b>	<u>181,604</u>	<u>(360,727)</u>
<b>Changes in operating liabilities:</b>		
Financial liabilities at fair value through profit or loss	(24,665)	(377)
Accounts payable	336,890	1,066,834
Other payables	16,906	80,215
Other current liabilities	(4,077)	2,507
Other non-current liabilities	3,516	5,720
<b>Total changes in operating liabilities</b>	<u>328,570</u>	<u>1,154,899</u>
<b>Total changes in operating assets and liabilities</b>	<u>510,174</u>	<u>794,172</u>
<b>Total adjustments</b>	<u>954,632</u>	<u>1,231,757</u>
Cash inflow generated from operations	129,558	936,982
Interest received	110	290
Interest paid	(92,880)	(87,316)
<b>Net cash flows from operating activities</b>	<u>36,788</u>	<u>849,956</u>
<b>Cash flows from (used in) investing activities:</b>		
Acquisition of financial assets at fair value through other comprehensive income	-	(14,971)
Proceeds from disposal of financial assets at amortised cost	-	14,522
Acquisition of property, plant and equipment	(206,409)	(335,656)
Proceeds from disposal of property, plant and equipment	985	7,844
Increase in refundable deposits	(199)	(397)
Acquisition of intangible assets	(879)	(60)
Increase in other financial assets – non-current	12,914	(1,665)
Increase in prepayments for equipment	(21,595)	(35,524)
<b>Net cash flows used in investing activities</b>	<u>(215,183)</u>	<u>(365,907)</u>
<b>Cash flows from (used in) financing activities:</b>		
Increase in short-term loans	799,431	76,303
Proceeds from long-term loans	560,034	370,846
Repayments of long-term loans	(1,747,925)	(750,130)
Increase in other payables to related parties	511,785	-
Payment of lease liabilities	(12,462)	(15,154)
<b>Net cash flows from (used in) financing activities</b>	<u>110,863</u>	<u>(318,135)</u>
<b>Effect of exchange rate changes on cash and cash equivalents</b>	<u>(47,893)</u>	<u>63,789</u>
<b>Net increase (decrease) in cash and cash equivalents for the period</b>	<u>(115,425)</u>	<u>229,703</u>
<b>Cash and cash equivalents at beginning of period</b>	<u>705,108</u>	<u>530,763</u>
<b>Cash and cash equivalents at end of period</b>	<u>\$ 589,683</u>	<u>760,466</u>

See accompanying notes to consolidated financial statements.

(English Translation of Consolidated Financial Statements Originally Issued in Chinese)

## APEX INTERNATIONAL CO., LTD. AND SUBSIDIARIES

### Notes to the Consolidated Financial Statements

March 31, 2026 and 2025

(Expressed in Thousands of New Taiwan Dollar, Unless Otherwise Specified)

#### (1) Company history

Apex International Co., Ltd. (the "Company") was established in the Cayman Islands on October 28, 2009. The main purpose of the establishment, which resulted from organizational restructuring, was to apply for emerging stock registration on the Taipei Exchange ("TPEX") in the Republic of China. After restructuring, the Company became the holding company of Apex Circuit (Thailand) Co., Ltd. ("APT"), which is located in Thailand, and became a listed company on the TPEX in the Republic of China ("R.O.C.") on October 18, 2011. The Company then changed its listing from the TPEX to the Taiwan Stock Exchange ("TWSE") in the R.O.C. on September 8, 2015. APT mainly manufactures and sells electronic printed circuit boards. For the related information, please refer to note 14 of the consolidated financial statements. The Company and its subsidiaries are hereinafter referred to as the Group.

#### (2) Approval date and procedures of the consolidated financial statements:

The consolidated financial statements were authorized for issuance by the Board of Directors on May 13, 2026.

#### (3) New standards, amendments and interpretations adopted:

- (a) The impact of the IFRS Accounting Standards endorsed by the Financial Supervisory Commission, R.O.C. which have already been adopted.

The Group has initially adopted the following new amendments, which do not have a significant impact on its consolidated financial statements, from January 1, 2026:

- IFRS 17 "Insurance Contracts" and amendments to IFRS 17 "Insurance Contracts"
- Amendments to IFRS 9 and IFRS 7 "Amendments to the Classification and Measurement of Financial Instruments"
- Annual Improvements to IFRS Accounting Standards—Volume 11
- Amendments to IFRS 9 and IFRS 7 "Contracts Referencing Nature-dependent Electricity"

(Continued)

**APEX INTERNATIONAL CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

- (b) The impact of IFRS Accounting Standards issued by IASB but not yet endorsed by the FSC

The following new and amended standards, which may be relevant to the Group, have been issued by the International Accounting Standards Board (IASB), but have yet to be endorsed by the FSC:

<b>Standards or Interpretations</b>	<b>Content of amendment</b>	<b>Effective date per IASB</b>
IFRS 18 “Presentation and Disclosure in Financial Statements”	<p>The new standard introduces three categories of income and expenses, two income statement subtotals and one single note on management performance measures. The three amendments, combined with enhanced guidance on how to disaggregate information, set the stage for better and more consistent information for users, and will affect all the entities.</p> <ul style="list-style-type: none"> <li>● A more structured income statement: under current standards, companies use different formats to present their results, making it difficult for investors to compare financial performance across companies. The new standard promotes a more structured income statement, introducing a newly defined ‘operating profit’ subtotal and a requirement for all income and expenses to be allocated between three new distinct categories based on a company’s main business activities.</li> <li>● Management performance measures (MPMs): the new standard introduces a definition for management performance measures, and requires companies to explain in a single note to the financial statements why the measure provides useful information, how it is calculated and reconcile it to an amount determined under IFRS Accounting Standards.</li> <li>● Greater disaggregation of information: the new standard includes enhanced guidance on how companies group information in the financial statements. This includes guidance on whether information is included in the primary financial statements or is further disaggregated in the notes.</li> </ul>	January 1, 2027

(Continued)

**APEX INTERNATIONAL CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

Note: On September 25, 2025, the FSC issued a press release announcing that Taiwan will adopt IFRS 18 beginning in 2028. Entities that need to adopt the new standard earlier may do with the endorsement of the FSC.

The Group is evaluating the impact on its consolidated financial position and consolidated financial performance upon the initial adoption of the abovementioned standards or interpretations. The results thereof will be disclosed when the Group completes its evaluation.

The Group does not expect the following other new and amended standards, which have yet to be endorsed by the FSC, to have a significant impact on its consolidated financial statements:

- Amendments to IFRS 10 and IAS 28 “Sale or Contribution of Assets Between an Investor and Its Associate or Joint Venture”
- IFRS 19 “Subsidiaries without Public Accountability: Disclosures” and amendments to IFRS 19 “Subsidiaries without Public Accountability: Disclosures”
- Amendments to IAS 21 “Translation to a Hyperinflationary Presentation Currency”

**(4) Summary of material accounting policies:**

Except the accounting policies mentioned below, the material accounting policies adopted in the financial statements are the same as those in the financial statements for the year ended December 31, 2025. For related information, please refer to note 4 of the financial statements for the year ended December 31, 2025.

(a) Statement of compliance

These consolidated financial statements have been prepared in accordance with the preparation and guidelines of IAS 34 "Interim Financial Reporting" which are endorsed and issued into effect by FSC, and do not include all of the information required by the Regulations and International Financial Reporting Standards, International Accounting Standards, International Financial Reporting Interpretations Committee ("IFRIC") and Standing Interpretations Committee ("SIC") Interpretations endorsed and issued into effect by the FSC (hereinafter referred to IFRS Accounting Standards endorsed by the FSC) for a complete set of the annual consolidated financial statements.

(b) Basis of consolidation

Principles of preparation of the consolidated financial statements are the same as those of the consolidated financial statements for the year ended December 31, 2025. For the related information, please refer to note 4(c) of the consolidated financial statements for the year ended December 31, 2025.

List of subsidiaries in the consolidated financial statements is as follows:

Name of investor	Name of subsidiary	Business activities	Percentage of ownership (%)			Note
			March 31, 2026	December 31, 2025	March 31, 2025	
The Company	Apex Circuit (Thailand) Co., Ltd. (APT)	PCB manufacturing and sales	99.69 %	99.69 %	99.65 %	(Note)

(Continued)

**APEX INTERNATIONAL CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

Name of investor	Name of subsidiary	Business activities	Percentage of ownership (%)			Note
			March 31, 2026	December 31, 2025	March 31, 2025	
The Company	Approach Excellence Trading Ltd. (incorporated in British Virgin Islands) (AET)	Supply chain integration	100.00 %	100.00 %	100.00 %	
APT	Shye Feng Enterprise (Thailand) Co., Ltd. (APS)	PCB manufacturing and sales	99.99 %	99.99 %	99.99 %	
APT	Apex IPO (Dong Guan) Ltd. (APC)	Supply chain integration	100.00 %	100.00 %	100.00 %	
APS	Shye Feng (Singapore) Pte. Ltd. (APSS)	PCB sales development	100.00 %	100.00 %	100.00 %	

Note: APT conducted a cash capital increase by issuing 20,000 thousand shares, at a par value of THB 10 per share and an issuance price of THB 40 per share, wherein the Company participated accordingly, with the approval of its board on August 15, 2025. As the minority shareholders waived their subscription rights, the Company subscribed all the newly issued shares and completed its full payment on September 18, 2025. Moreover, APT completed all the relevant registration procedures above on September 22, 2025.

Subsidiaries which are not included in the consolidated financial statements: None.

(c) Employee benefits

The pension cost in the interim period was calculated and disclosed on a year-to-date basis by using the actuarially determined pension cost rate at the end of the prior fiscal year and adjusted for significant market fluctuations since that time and for significant curtailments, settlements, or other significant one-time events.

(d) Income taxes

The income tax expenses have been prepared and disclosed in accordance with paragraph B12 of International Accounting Standards 34, Interim Reporting.

Income tax expenses for the period are measured by multiplying together the pre-tax income for the interim reporting period and the management's best estimate of effective annual tax rate. This should be recognized fully as tax expense for the current period.

Temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and their respective tax bases shall be measured based on the tax rates that have been enacted or substantively enacted at the time of the asset or liability is recovered or settled and be recognized directly in equity or other comprehensive income as tax expense.

**(5) Significant accounting assumptions and judgments, and major sources of estimation uncertainty:**

The preparation of the consolidated financial statements in conformity with the Regulations and IAS 34 "Interim Financial Reporting" endorsed by the FSC requires management to make judgments, and estimates about the future, including climate-related risks and opportunities, that affect the application of the accounting policies and the reported amount of assets, liabilities, income and expenses. Actual results may differ from these estimates.

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**APEX INTERNATIONAL CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

The preparation of the consolidated financial statements, estimates and underlying assumptions are reviewed on an ongoing basis which are in conformity with the consolidated financial statements for the year ended December 31, 2025. For related information, please refer to note 5 of the consolidated financial statements for the year ended December 31, 2025.

**(6) Explanation of significant accounts:**

Except for the following, the preparation of the consolidated financial statements are in conformity with the consolidated financial statements for the year ended December 31, 2025. For the related information, please refer to note 6 of the consolidated financial statements for the year ended December 31, 2025.

(a) Cash and cash equivalents

	<u>March 31, 2026</u>	<u>December 31, 2025</u>	<u>March 31, 2025</u>
Cash	\$ 1,928	2,035	1,734
Demand deposits	586,410	692,640	751,842
Checking deposits	1,345	433	6,890
Time deposits	<u>-</u>	<u>10,000</u>	<u>-</u>
	<u>\$ 589,683</u>	<u>705,108</u>	<u>760,466</u>

Reserve account deposits that are not highly liquid and cannot be readily converted to a known amount of cash, or the values of which are subject to fluctuation, are listed under other financial assets – non-current as follows:

	<u>March 31, 2026</u>	<u>December 31, 2025</u>	<u>March 31, 2025</u>
Restricted bank deposit	\$ <u>35,532</u>	<u>48,446</u>	<u>33,648</u>

Please refer to note 8 for more information on the collateral for derivative instruments not used for hedging and long-term loans.

Please refer to note 6(u) for the disclosure of interest rate risks and sensitivity analysis of the Groups' financial assets and liabilities.

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

(i) Financial assets at fair value through profit or loss – current

	<u>March 31, 2026</u>	<u>December 31, 2025</u>	<u>March 31, 2025</u>
Financial assets held-for-trading:			
Derivative instruments not used for hedging			
Forward exchange contracts	\$ <u>38,481</u>	<u>497</u>	<u>3,576</u>

(Continued)

**APEX INTERNATIONAL CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(ii) Financial liabilities at fair value through profit or loss — current

	<b>March 31, 2026</b>	<b>December 31, 2025</b>	<b>March 31, 2025</b>
Financial liabilities held-for-trading:			
Derivative instruments not used for hedging			
Forward exchange contracts	\$ <u>111</u>	<u>22,317</u>	<u>4,583</u>

Please refer to note 6(t) for the amounts recognized in the consolidated statements of comprehensive income that resulted from remeasurement at fair value.

The Group uses derivative financial instruments to hedge certain foreign exchange risk the Group is exposed to arising from its operating, financing, and investing activities. As these derivative financial instruments did not qualify for hedge accounting, the Group held the following derivative financial instruments as held-for-trading financial assets (liabilities) as of March 31, 2026, December 31, 2025, and March 31, 2025.

Forward exchange contracts:

<b>March 31, 2026</b>					
	<b>Amount</b>		<b>Currency</b>	<b>Maturity</b>	<b>Fair value of</b>
	<b>(in thousands)</b>			<b>dates</b>	<b>assets</b>
					<b>(liabilities)</b>
Forward exchange purchased	USD 35,000		USD to THB	2026.5.6 ~2026.9.24	\$ 38,314
Forward exchange purchased	CNY 1,000		CNY to THB	2026.9.28	167
Total					<u>\$ 38,481</u>
Forward exchange purchased	USD 1,000		USD to THB	2026.9.23	\$ (29)
Forward exchange purchased	CNY 1,000		CNY to THB	2026.5.6	(82)
Total					<u>\$ (111)</u>
<b>December 31, 2025</b>					
	<b>Amount</b>		<b>Currency</b>	<b>Maturity</b>	<b>Fair value of</b>
	<b>(in thousands)</b>			<b>dates</b>	<b>assets</b>
					<b>(liabilities)</b>
Forward exchange purchased	USD 3,000		USD to THB	2026.6.7 ~2026.6.30	<u>\$ 497</u>
Forward exchange purchased	USD 41,000		USD to THB	2026.3.25 ~2026.6.15	\$ (21,798)
Forward exchange purchased	CNY 2,000		CNY to THB	2026.3.31 ~2026.5.6	(519)
Total					<u>\$ (22,317)</u>

(Continued)

**APEX INTERNATIONAL CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

<b>March 31, 2025</b>					
	<b>Amount</b>		<b>Currency</b>	<b>Maturity</b>	<b>Fair value of</b>
	<b>(in thousands)</b>			<b>dates</b>	<b>assets</b>
					<b>(liabilities)</b>
Forward exchange purchased	USD 12,000		USD to THB	2025.4.30 ~2025.9.26	\$ 3,574
Forward exchange purchased	CNY 1,000		CNY to THB	2025.6.12	<u>2</u>
Total					<u>\$ 3,576</u>
Forward exchange purchased	USD 12,000		USD to THB	2025.6.26 ~2025.9.5	\$ (4,429)
Forward exchange purchased	CNY 3,000		CNY to THB	2025.6.23 ~2025.9.29	<u>(154)</u>
Total					<u>\$ (4,583)</u>

Please refer to note 8 for more information on the collateral for derivative instruments not used for hedging.

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

	<b>March 31, 2026</b>	<b>December 31, 2025</b>	<b>March 31, 2025</b>
Financial assets at fair value through other comprehensive income :			
Unlisted common shares	\$ <u>14,888</u>	<u>15,265</u>	<u>14,971</u>

(i) Equity instrument investments at fair value through other comprehensive income

The Group designated the investments shown above as equity instruments at fair value through other comprehensive income because these equity instruments represent long-term strategic investments and are not held for trading purposes.

There were no disposals of strategic investments and transfers of any cumulative gain or loss within equity relating to these investment in the three months ended March 31, 2026.

(ii) For more information on market risk, please refer to note 6(u) .

(d) Financial assets measured at amortized cost

	<b>March 31, 2026</b>	<b>December 31, 2025</b>	<b>March 31, 2025</b>
Pledged time deposits	\$ <u>9,594</u>	<u>9,431</u>	<u>15,927</u>
Interest rate range (%)	<u>2.55~3.50</u>	<u>3.50</u>	<u>4.35</u>
Maturity date	<u>2026.5.8</u>	<u>2026.2.11</u>	<u>2025.4.23</u>

(Continued)

**APEX INTERNATIONAL CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

The Group has assessed that these financial assets are held to maturity to collect contrcash flows, which consist solely of payments of principal and interest on principal amount outstanding. Therefore, these investments were classified as financial assets measured at amortized cost.

Please refer to note 8 for more information on collateral for long-term loans.

For more information on credit risk, please refer to note 6(u).

(e) Notes receivable and accounts receivable

	<u>March 31, 2026</u>	<u>December 31, 2025</u>	<u>March 31, 2025</u>
Notes receivable	\$ 1,449	-	-
Accounts receivable	2,972,877	3,328,842	3,243,478
Less: allowance for bad debt	<u>(90,743)</u>	<u>(78,261)</u>	<u>(74,332)</u>
	<u>\$ 2,883,583</u>	<u>3,250,581</u>	<u>3,169,146</u>

The Group applies the simplified approach to provide for its expected credit losses, i.e. the use of lifetime expected loss provision for all receivables. To measure the expected credit losses, trade receivables have been grouped based on the regions that customers stand for, shared credit risk characteristics and the days past due, as well as incorporated forward looking information, including macroeconomics and relevant industry information.

The Group's analyses of the expected credit loss on its accounts receivable in the regions of Taiwan and Mainland China were as follows:

	<u>March 31, 2026</u>		
	<u>Gross carrying amount</u>	<u>Weighted average loss rate (%)</u>	<u>Loss allowance provision</u>
Not yet due	\$ 165,541	-	3
Past due 1~30 days	45,039	0.01	4
Past due 31~60 days	8,656	0.03	3
Past due 61~90 days	7,363	19.31	1,422
Past due 91~120 days	8,622	51.86	4,471
Past due 121~180 days	<u>8,711</u>	<u>76.79</u>	<u>6,689</u>
	<u>\$ 243,932</u>		<u>12,592</u>

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**APEX INTERNATIONAL CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

	<b>December 31, 2025</b>		
	<b>Gross carrying amount</b>	<b>Weighted average loss rate (%)</b>	<b>Loss allowance provision</b>
Not yet due	\$ 295,937	-	-
Past due 1~30 days	62,760	-	-
Past due 31~60 days	9,087	-	-
Past due 61~90 days	6,844	-	-
Past due 91~120 days	6,090	-	-
Past due 121~180 days	1,623	-	-
	<b>\$ 382,341</b>		<b>-</b>

The accounts receivable above did not contain all the amounts that the Group has for partial specific clients. As the uncertainty of receiving such accounts receivable, the Group has fully recognized loss allowance of the total amount. Therefore, it is not included into expected credit loss calculation, and the total amount was \$10 thousand.

	<b>March 31, 2025</b>		
	<b>Gross carrying amount</b>	<b>Weighted average loss rate (%)</b>	<b>Loss allowance provision</b>
Not yet due	\$ 312,391	-	-
Past due 1~30 days	27,451	-	-
Past due 31~60 days	25,034	-	-
Past due 61~90 days	1,261	-	-
Past due 91~120 days	5	-	-
	<b>\$ 366,142</b>		<b>-</b>

The accounts receivable above did not contain all the amounts that the Group has for partial specific clients. As the uncertainty of receiving such accounts receivable, the Group has fully recognized loss allowance of the total amount. Therefore, it is not included into expected credit loss calculation, and the total amount was \$11 thousand.

(Continued)

**APEX INTERNATIONAL CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

The Group's analyses of the expected credit loss on its accounts receivable in the region of India were as follows:

	<b>March 31, 2026</b>		
	<b>Gross carrying amount</b>	<b>Weighted average loss rate (%)</b>	<b>Loss allowance provision</b>
Past due over 180 days	\$ <u>2,040</u>	100.00	<u>2,040</u>
	<b>December 31, 2025</b>		
	<b>Gross carrying amount</b>	<b>Weighted average loss rate (%)</b>	<b>Loss allowance provision</b>
Past due over 180 days	\$ <u>2,010</u>	100.00	<u>2,010</u>
	<b>March 31, 2025</b>		
	<b>Gross carrying amount</b>	<b>Weighted average loss rate (%)</b>	<b>Loss allowance provision</b>
Past due over 180 days	\$ <u>2,119</u>	100.00	<u>2,119</u>

The Group's analyses of the expected credit loss on its notes receivable and accounts receivable in other Asian region were as follows:

	<b>March 31, 2026</b>		
	<b>Gross carrying amount</b>	<b>Weighted average loss rate (%)</b>	<b>Loss allowance provision</b>
Not yet due	\$ 1,636,686	0.05	841
Past due 1~30 days	260,637	0.39	1,012
Past due 31~60 days	29,110	1.34	390
Past due 61~90 days	10,150	6.27	636
Past due 91~120 days	94	-	-
Past due 121~180 days	4,356	49.52	2,157
Past due over 180 days	<u>12</u>	100.00	<u>12</u>
	<u>\$ 1,941,045</u>		<u>5,048</u>

The accounts receivable above did not contain all the amounts that the Group has for partial specific clients. As the uncertainty of receiving such accounts receivable, the Group has fully recognized loss allowance of the total amount. Therefore, it is not included into expected credit loss calculation, and the total amount was \$59,038 thousand.

(Continued)

**APEX INTERNATIONAL CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

	<b>December 31, 2025</b>		
	<b>Gross carrying amount</b>	<b>Weighted average loss rate (%)</b>	<b>Loss allowance provision</b>
Not yet due	\$ 1,822,534	0.05	915
Past due 1~30 days	371,640	0.24	887
Past due 31~60 days	14,071	11.23	1,580
Past due 61~90 days	6,079	1.43	87
Past due 91~120 days	30	-	-
Past due 121~180 days	1,670	35.33	590
Past due over 180 days	13	100.00	13
	<b>\$ 2,216,037</b>		<b>4,072</b>

The accounts receivable above did not contain all the amounts that the Group has for partial specific clients. As the uncertainty of receiving such accounts receivable, the Group has fully recognized loss allowance of the total amount. Therefore, it is not included into expected credit loss calculation, and the total amount was \$58,197 thousand.

	<b>March 31, 2025</b>		
	<b>Gross carrying amount</b>	<b>Weighted average loss rate (%)</b>	<b>Loss allowance provision</b>
Not yet due	\$ 1,706,919	-	-
Past due 1~30 days	219,635	-	-
Past due 31~60 days	14,234	-	-
Past due 61~90 days	2,720	14.45	393
Past due 91~120 days	1,356	25.00	339
Past due 121~180 days	1,691	49.79	842
Past due over 180 days	1,716	100.00	1,716
	<b>\$ 1,948,271</b>		<b>3,290</b>

The accounts receivable above did not contain all the amounts that the Group has for partial specific clients. As the uncertainty of receiving such accounts receivable, the Group has fully recognized loss allowance of the total amount. Therefore, it is not included into expected credit loss calculation, and the total amount was \$61,337 thousand.

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**APEX INTERNATIONAL CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

The Group's analyses of the expected credit loss on its accounts receivable in the Western region (Europe and America) were as follows:

	<b>March 31, 2026</b>		
	<b>Gross carrying amount</b>	<b>Weighted average loss rate (%)</b>	<b>Loss allowance provision</b>
Not yet due	\$ 286,196	0.50	1,445
Past due 1~30 days	64,419	2.37	1,529
Past due 31~60 days	9,376	20.95	1,964
Past due 61~90 days	7,808	35.73	2,790
Past due 91~120 days	8,930	46.70	4,170
Past due over 180 days	117	100.00	117
	<b>\$ 376,846</b>		<b>12,015</b>
	<b>December 31, 2025</b>		
	<b>Gross carrying amount</b>	<b>Weighted average loss rate (%)</b>	<b>Loss allowance provision</b>
Not yet due	\$ 283,261	0.49	1,393
Past due 1~30 days	90,320	2.34	2,118
Past due 31~60 days	13,400	20.87	2,797
Past due 61~90 days	1,563	35.64	557
Past due 91~120 days	1,488	46.71	695
Past due 121~180 days	161	59.01	95
Past due over 180 days	42	100.00	42
	<b>\$ 390,235</b>		<b>7,697</b>
	<b>March 31, 2025</b>		
	<b>Gross carrying amount</b>	<b>Weighted average loss rate (%)</b>	<b>Loss allowance provision</b>
Not yet due	\$ 417,661	0.21	880
Past due 1~30 days	121,984	1.00	1,219
Past due 31~60 days	5,943	5.55	330
Past due 61~90 days	43	16.28	7
Past due 91~120 days	915	31.15	285
Past due 121~180 days	2,172	40.33	876
Past due over 180 days	741	100.00	741
	<b>\$ 549,459</b>		<b>4,338</b>

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**APEX INTERNATIONAL CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

The movements in the allowance for losses of accounts receivable were as follows:

	<b>For the three months ended March 31</b>	
	<b>2026</b>	<b>2025</b>
Balance at the beginning	\$ 78,261	74,398
Loss(reversal) of impairment	14,807	(1,735)
Foreign exchange gains	(2,325)	1,669
Balance at the ending	<b>\$ 90,743</b>	<b>74,332</b>

(f) Other receivables

	<b>March 31, 2026</b>	<b>December 31, 2025</b>	<b>March 31, 2025</b>
Other receivables	<b>\$ 184,298</b>	<b>180,207</b>	<b>204,456</b>

The Group did not have any past due other receivables as of March 31, 2026, December 31, 2025, and March 31, 2025.

For more information on credit risk, please refer to note 6(u).

(g) Inventories

	<b>March 31, 2026</b>		
	<b>Cost</b>	<b>Allowance for loss</b>	<b>Net realizable value</b>
Raw materials	\$ 1,134,380	(136,781)	997,599
Work in process	607,159	(89,515)	517,644
Finished goods	825,795	(214,750)	611,045
Supplies and spare parts	644,621	(77,132)	567,489
Goods in transit	127,461	-	127,461
Merchandise inventory	1,379	-	1,379
Total	<b>\$ 3,340,795</b>	<b>(518,178)</b>	<b>2,822,617</b>

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**APEX INTERNATIONAL CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

	<b>December 31, 2025</b>		
	<b>Cost</b>	<b>Allowance for loss</b>	<b>Net realizable value</b>
Raw materials	\$ 1,088,538	(142,079)	946,459
Work in process	509,921	(74,571)	435,350
Finished goods	836,790	(197,316)	639,474
Supplies and spare parts	643,968	(85,825)	558,143
Goods in transit	85,775	-	85,775
Merchandise inventory	284	-	284
<b>Total</b>	<b>\$ 3,165,276</b>	<b>(499,791)</b>	<b>2,665,485</b>

  

	<b>March 31, 2025</b>		
	<b>Cost</b>	<b>Allowance for loss</b>	<b>Net realizable value</b>
Raw materials	\$ 974,659	(121,579)	853,080
Work in process	539,052	(32,961)	506,091
Finished goods	788,110	(155,841)	632,269
Supplies and spare parts	602,323	(68,127)	534,196
Goods in transit	112,472	-	112,472
Merchandise inventory	2,594	-	2,594
<b>Total</b>	<b>\$ 3,019,210</b>	<b>(378,508)</b>	<b>2,640,702</b>

For the three months ended March 31, 2026 and 2025, in addition to the costs of inventories recognized when inventories were sold, the following loss and revenue were included in the Group's operating costs:

	<b>For the three months ended March 31</b>	
	<b>2026</b>	<b>2025</b>
Allowance for inventory valuation and obsolescence losses	\$ 31,553	22,056
Loss on inventory write-off	1,585	-
Revenue from sale of scrap	(132,623)	(126,152)
Testing cost	14	774
Idle cost	-	73,765
Unallocated manufacturing expense	235,895	159,088
	<b>\$ 136,424</b>	<b>129,531</b>

As of March 31, 2026, December 31, 2025, and March 31, 2025, the Group did not pledge its inventory as collateral.

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**APEX INTERNATIONAL CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(h) Property, plant and equipment

The cost, depreciation, and impairment losses of the property, plant and equipment of the Group in the three months ended March 31, 2026 and 2025, were as follows:

	Land	Land improvement	Buildings	Machinery and equipment	Transportation equipment	Office equipment	Leasehold improvement	Construction in progress and equipment undergoing acceptance testing	Total
Cost:									
Balance at January 1, 2026	\$ 1,055,703	15,008	5,772,565	15,180,914	22,412	1,017,889	24,951	397,490	23,486,932
Additions	-	-	46,273	48,840	-	6,473	-	180,160	281,746
Disposals	-	-	-	(28,731)	-	(873)	-	-	(29,604)
Reclassification (note1)	-	-	20,020	67,778	-	174	-	(43,796)	44,176
Translation effect	(26,030)	(370)	(144,103)	(376,659)	(551)	(25,078)	(546)	(13,442)	(586,779)
Balance at March 31, 2026	<u>\$ 1,029,673</u>	<u>14,638</u>	<u>5,694,755</u>	<u>14,892,142</u>	<u>21,861</u>	<u>998,585</u>	<u>24,405</u>	<u>520,412</u>	<u>23,196,471</u>
Balance at January 1, 2025	\$ 1,012,425	14,393	5,174,284	13,410,870	21,132	903,939	24,016	1,590,261	22,151,320
Additions	-	-	51,960	21,691	-	4,915	-	50,693	129,259
Disposals	-	-	-	(140,212)	-	(2,274)	-	-	(142,486)
Reclassification (notes 1 and 2)	-	-	219,461	428,289	-	56,805	-	(645,917)	58,638
Translation effect	22,962	326	120,267	307,483	479	21,100	507	29,672	502,796
Balance at March 31, 2025	<u>\$ 1,035,387</u>	<u>14,719</u>	<u>5,565,972</u>	<u>14,028,121</u>	<u>21,611</u>	<u>984,485</u>	<u>24,523</u>	<u>1,024,709</u>	<u>22,699,527</u>
Accumulated depreciation and impairment losses:									
Balance at January 1, 2026	\$ -	13,040	2,252,747	8,118,927	21,513	762,558	24,593	-	11,193,378
Depreciation	-	374	73,826	251,098	178	28,633	295	-	354,404
Impairment loss	-	-	-	4,499	-	-	-	-	4,499
Disposals	-	-	-	(27,846)	-	(817)	-	-	(28,663)
Translation effect	-	(332)	(57,516)	(206,269)	(533)	(19,445)	(546)	-	(284,641)
Balance at March 31, 2026	<u>\$ -</u>	<u>13,082</u>	<u>2,269,057</u>	<u>8,140,409</u>	<u>21,158</u>	<u>770,929</u>	<u>24,342</u>	<u>-</u>	<u>11,238,977</u>
Balance at January 1, 2025	\$ -	11,039	1,875,337	6,976,758	19,778	630,228	21,259	-	9,534,399
Depreciation	-	372	69,626	231,305	246	27,073	719	-	329,341
Impairment loss	-	-	-	4,356	-	-	-	-	4,356
Disposals	-	-	-	(139,634)	-	(2,112)	-	-	(141,746)
Translation effect	-	255	44,792	157,751	451	14,518	452	-	218,219
Balance at March 31, 2025	<u>\$ -</u>	<u>11,666</u>	<u>1,989,755</u>	<u>7,230,536</u>	<u>20,475</u>	<u>669,707</u>	<u>22,430</u>	<u>-</u>	<u>9,944,569</u>
Carrying amount:									
Balance at January 1, 2026	<u>\$ 1,055,703</u>	<u>1,968</u>	<u>3,519,818</u>	<u>7,061,987</u>	<u>899</u>	<u>255,331</u>	<u>358</u>	<u>397,490</u>	<u>12,293,554</u>
Balance at March 31, 2026	<u>\$ 1,029,673</u>	<u>1,556</u>	<u>3,425,698</u>	<u>6,751,733</u>	<u>703</u>	<u>227,656</u>	<u>63</u>	<u>520,412</u>	<u>11,957,494</u>
Balance at March 31, 2025	<u>\$ 1,035,387</u>	<u>3,053</u>	<u>3,576,217</u>	<u>6,797,585</u>	<u>1,136</u>	<u>314,778</u>	<u>2,093</u>	<u>1,024,709</u>	<u>12,754,958</u>

Note 1: The cost of \$44,176 thousand and \$68,505 thousand, respectively, were reclassified from prepayment for equipment for the three months ended March 31, 2026 and 2025.

Note 2: The cost of \$0 thousand and \$9,867 thousand, respectively, were reclassified from equipment undergoing acceptance testing of property, plant and equipment to intangible assets for the three months ended March 31, 2026 and 2025.

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**APEX INTERNATIONAL CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

Impairment Test:

- (i) As of March 31, 2026, December 31, 2025, and March 31, 2025, the Group performed impairment test of a specific cash-generating unit due to the continuous losses generated from it.
- (ii) As of March 31, 2026, the recoverable amount of the cash-generating unit was determined based on fair value, less costs of disposal. The fair value represents the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Based on the inputs used in the valuation techniques, the fair value measurement is classified within Level 3 of the fair value hierarchy.
- (iii) As of March 31, 2025, the recoverable amount of a cash-generating unit is based on its value in use. Value in use is determined by discounting the future cash flows arising from the continued use of the unit. The value in use calculation is based on the following key assumptions:
- 1) The estimated cash flows of the unit are based on past experience, actual operating results, the remaining useful life of the equipment, and corporate strategic plans for the following ten years, and cash flows beyond the five year period are extrapolated using a growth rate of 3%.
  - 2) The Group estimated the pre-tax discount rate based on the weighted-average cost of capital. The discount rate as of March 31, 2025 was 12.90%.
- (iv) As of March 31, 2026 and 2025, the Group estimated that the recoverable amount of the cash-generating unit was higher than the carrying amount, and therefore the Group did not recognize impairment losses.
- (v) The Group evaluated the majority of the idle machinery for impairment and estimated the differences between the book value and the recoverable amount. The impairment loss recognized was as follows:

	<b>For the three months ended</b>	
	<b>March 31</b>	
	<b>2026</b>	<b>2025</b>
Loss of impairment	<b>\$ 4,499</b>	<b>4,356</b>

The Group used the fair value, less selling cost, to calculate the recoverable amount as the basis to assess the impairment of the idle property, plant and equipment.

(Continued)

**APEX INTERNATIONAL CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(vi) Impairment Loss

The movements in the accumulated impairment of the Group's property, plant and equipment were as follows:

	<b>For the three months ended March 31</b>	
	<b>2026</b>	<b>2025</b>
Beginning balance	\$ 157,665	168,604
Additions for the period	4,499	4,356
Disposals for the period	-	(35,038)
Effect of foreign exchange	(4,008)	3,495
Ending balance	<b>\$ 158,156</b>	<b>141,417</b>

(vii) As of March 31, 2026, December 31, 2025, and March 31, 2025, the amounts of both machinery and equipment pledged as collateral for the Company's long-term and short-term borrowings were \$2,573,558 thousand, \$2,848,745 thousand and \$0 thousand, respectively.

(viii) Please refer to note 6(t) for the amount of interest expenses capitalized.

(ix) Please refer to note 8 for more information on the collateral for loans.

(i) Right-of-use assets

The Group leases many assets including buildings, machinery and equipment, and transportation equipment. Information about leases for which the Group as a lessee is presented below:

	<b>Buildings</b>	<b>Machinery and equipment</b>	<b>Transportation equipment</b>	<b>Office equipment</b>	<b>Total</b>
Cost:					
Balance at January 1, 2026	\$ 178,656	141,052	96,623	1,433	417,764
Additions	-	3,210	-	-	3,210
Disposals	(6,753)	-	(281)	(1,436)	(8,470)
Translation effect	(3,770)	(3,563)	(2,375)	3	(9,705)
Balance at March 31, 2026	<b>\$ 168,133</b>	<b>140,699</b>	<b>93,967</b>	<b>-</b>	<b>402,799</b>
Balance at January 1, 2025	\$ 214,352	128,765	83,190	1,425	427,732
Additions	-	755	4,044	-	4,799
Translation effect	4,357	2,929	1,930	32	9,248
Balance at March 31, 2025	<b>\$ 218,709</b>	<b>132,449</b>	<b>89,164</b>	<b>1,457</b>	<b>441,779</b>

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**APEX INTERNATIONAL CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

	<u>Buildings</u>	<u>Machinery and equipment</u>	<u>Transportation equipment</u>	<u>Office equipment</u>	<u>Total</u>
Accumulated depreciation and impairment losses:					
Balance at January 1, 2026	\$ 135,986	110,256	76,438	1,433	324,113
Depreciation	5,398	4,201	2,684	-	12,283
Disposals	(6,753)	-	(281)	(1,436)	(8,470)
Translation effect	(2,959)	(2,831)	(1,949)	3	(7,736)
Balance at March 31, 2026	<u>\$ 131,672</u>	<u>111,626</u>	<u>76,892</u>	<u>-</u>	<u>320,190</u>
Balance at January 1, 2025	\$ 131,018	89,075	62,815	1,374	284,282
Depreciation	8,231	4,362	2,715	-	15,308
Translation effect	2,699	2,067	1,454	31	6,251
Balance at March 31, 2025	<u>\$ 141,948</u>	<u>95,504</u>	<u>66,984</u>	<u>1,405</u>	<u>305,841</u>
Carrying amount:					
Balance at January 1, 2026	<u>\$ 42,670</u>	<u>30,796</u>	<u>20,185</u>	<u>-</u>	<u>93,651</u>
Balance at March 31, 2026	<u>\$ 36,461</u>	<u>29,073</u>	<u>17,075</u>	<u>-</u>	<u>82,609</u>
Balance at March 31, 2025	<u>\$ 76,761</u>	<u>36,945</u>	<u>22,180</u>	<u>52</u>	<u>135,938</u>

(j) Intangible assets

The cost, amortization, and impairment losses for the intangible assets of the Group for the three months ended March 31, 2026 and 2025, were as follows:

	<u>Goodwill</u>	<u>Operating procedure</u>	<u>Customer relationship</u>	<u>Software</u>	<u>Total</u>
Costs:					
Balance at January 1, 2026	\$ 124,888	3,260	42,751	221,075	391,974
Addition	-	-	-	879	879
Translation effect	(3,080)	(80)	(1,054)	(5,277)	(9,491)
Balance at March 31, 2026	<u>\$ 121,808</u>	<u>3,180</u>	<u>41,697</u>	<u>216,677</u>	<u>383,362</u>
Balance at January 1, 2025	\$ 119,768	3,127	40,999	201,602	365,496
Addition	-	-	-	60	60
Reclassification from property, plant and equipment	-	-	-	9,867	9,867
Translation effect	2,716	71	930	4,668	8,385
Balance at March 31, 2025	<u>\$ 122,484</u>	<u>3,198</u>	<u>41,929</u>	<u>216,197</u>	<u>383,808</u>
Amortization and impairment losses:					
Balance at January 1, 2026	\$ 124,888	3,260	42,751	165,054	335,953
Amortization	-	-	-	5,391	5,391
Translation effect	(3,080)	(80)	(1,054)	(4,159)	(8,373)
Balance at March 31, 2026	<u>\$ 121,808</u>	<u>3,180</u>	<u>41,697</u>	<u>166,286</u>	<u>332,971</u>

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**APEX INTERNATIONAL CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

	<u>Goodwill</u>	<u>Operating procedure</u>	<u>Customer relationship</u>	<u>Software</u>	<u>Total</u>
Balance at January 1, 2025	\$ -	3,127	20,500	154,088	177,715
Amortization	-	-	1,037	4,823	5,860
Translation effect	-	71	476	3,531	4,078
Balance at March 31, 2025	<u>\$ -</u>	<u>3,198</u>	<u>22,013</u>	<u>162,442</u>	<u>187,653</u>
Carrying amount:					
Balance at January 1, 2026	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>56,021</u>	<u>56,021</u>
Balance at March 31, 2026	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>50,391</u>	<u>50,391</u>
Balance at March 31, 2025	<u>\$ 122,484</u>	<u>-</u>	<u>19,916</u>	<u>53,755</u>	<u>196,155</u>

## (k) Short-term loans

	<u>March 31, 2026</u>	<u>December 31, 2025</u>	<u>March 31, 2025</u>
Secured loans	\$ 1,056,582	1,019,615	88,065
Unsecured loans	2,330,289	1,653,608	1,971,241
Total	<u>\$ 3,386,871</u>	<u>2,673,223</u>	<u>2,059,306</u>
Unused credit line	<u>\$ 185,832</u>	<u>1,210,298</u>	<u>3,052,543</u>
Interest rate (%)	<u>1.53~5.88</u>	<u>1.79~5.71</u>	<u>2.51~5.69</u>

Please refer to note 8 for more information on the collateral for loans from bank.

## (l) Long-term loans

The long-term loans of the Group were stated as follows:

	<u>March 31, 2026</u>	<u>December 31, 2025</u>	<u>March 31, 2025</u>
Secured loans	\$ 2,250,583	2,161,751	325,302
Unsecured loans	3,693,399	5,096,567	6,680,417
Less: deferred financing fee	(1,680)	(1,987)	(3,181)
Subtotal	5,942,302	7,256,331	7,002,538
Less: current portion	(2,265,387)	(5,340,092)	(2,420,783)
Total	<u>\$ 3,676,915</u>	<u>1,916,239</u>	<u>4,581,755</u>
Unused credit line	<u>\$ 20,347</u>	<u>1,070,424</u>	<u>5,045,794</u>
Interest rate (%)	<u>2.24~5.25</u>	<u>2.24~5.76</u>	<u>2.24~5.58</u>
Maturity date	<u>2026.4~2031.2</u>	<u>2026.1~2030.6</u>	<u>2025.6~2029.6</u>

## (i) Collateral for loans

Please refer to note 8 for more information on the collateral for loans.

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**APEX INTERNATIONAL CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(ii) Loan contracts

The increase in long-term loans for the three months ended March 31, 2026 and 2025 were \$560,034 thousand and \$370,846 thousand, with the interest rates ranging from 4.02% to 4.74% and 4.58% to 5.28%, as well as repayments amounting to \$1,747,925 thousand and \$750,130 thousand, respectively.

The Company and its subsidiary, APT, failed to comply with certain financial covenants stated in the loan agreements as of December 31, 2025, however, waivers were obtained in February and March 2026. As of December 31, 2024, the Company and APT had also failed to comply with certain financial covenants, however, waivers were obtained in January and February 2025.

For the related information, please refer to note 6(k) of the consolidated financial statements for the year ended December 31, 2025.

(m) Lease liabilities

The amounts of leased liability were as follows:

	<b>March 31, 2026</b>	<b>December 31, 2025</b>	<b>March 31, 2025</b>
Current	\$ 42,402	45,971	57,507
Non-current	43,919	51,660	83,174
	<b><u>\$ 86,321</u></b>	<b><u>97,631</u></b>	<b><u>140,681</u></b>

Please refer to note 6(u) for more information on maturity analysis.

The amounts recognized in profit or loss were as follows:

	<b>For the three months ended March 31</b>	
	<b>2026</b>	<b>2025</b>
Interest on lease liabilities	\$ 914	1,333
Expenses relating to short-term leases	\$ 2,188	7,915
Expenses relating to leases of low-value assets, excluding short-term leases of low-value assets	\$ 106	684

The amounts recognized in the statement of cash flows for the Group were as follows:

	<b>For the three months ended March 31</b>	
	<b>2026</b>	<b>2025</b>
Total cash outflow from operating activities	\$ 3,208	9,932
Total cash outflow from financing activities	12,462	15,154
Total cash outflow for leases	<b><u>\$ 15,670</u></b>	<b><u>25,086</u></b>

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**APEX INTERNATIONAL CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(i) Real estate leases

The Group leases buildings for its office space and warehouse. The leases of warehouse typically run for a period of 2 to 6 years, and of office for 1 to 5 years. Some leases include an option to renew the lease for an additional period of the same duration after the end of the contract term.

Some leases of buildings contain extension options exercisable by the Group, the extension options held are exercisable only by the Group and not by the lessors. In which lessee is not reasonably certain to use an optional extended lease term, payments associated with the optional period are not included within lease liabilities.

(ii) Other leases

The Group leases office equipment and transportation equipment with lease terms of 1 to 7 years. Some of these leases are considered as short-term leases or leases of low-value items. The Group has elected not to recognize right-of-use assets and lease liabilities for these leases.

(n) Employee benefits

(i) Defined benefit plans

Given there was no significant volatility of the market or any significant curtailments, settlements, or other one-time events in the prior fiscal year, pension cost in the interim financial statements is measured and disclosed in accordance with the pension cost determined by the actuarial report issued for the years ended December 31, 2025 and 2024.

The Group's expenses recognized in profit or loss, were as follows:

	<b>For the three months ended March 31</b>	
	<b>2026</b>	<b>2025</b>
Operating costs	3,229	1,508
Administration expenses	1,704	1,233
	<b>4,933</b>	<b>2,741</b>

(ii) Defined contribution plans

Pension costs paid by the Group to the Bureau of Labor Insurance based on the defined contribution plans were as follows:

	<b>For the three months ended March 31</b>	
	<b>2026</b>	<b>2025</b>
Administration expenses	283	208

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**APEX INTERNATIONAL CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(iii) Long-term employee benefit plan

The balance of the Group's long-term employee benefit plan amounted to \$8,853 thousand, \$7,683 thousand and \$9,373 thousand as of March 31, 2026, December 31, 2025, and March 31, 2025, respectively.

(o) Income taxes

The amounts of income tax for the three months ended March 31, 2026 and 2025, were as follows:

	<b>For the three months ended</b>	
	<b>March 31</b>	
	<b>2026</b>	<b>2025</b>
Current tax expense		
Income tax expenses	-	-

The Company and AET are not required to pay income tax and file an income tax return in the country in which they are incorporated.

In Thailand and Singapore, where APT, APS and APSS operate, income taxes do not require approval by the tax authority. Income taxes paid in prior years have received income tax receipts up to 2024. The income tax return of AET's Taiwan Branch and the Company's Taiwan Branch had been approved by the Revenue department through 2024. The income tax of APC had been submitted to the Revenue department through 2024.

(p) Share capital and other equity

Except for the following, there were no significant changes in the Group's share capital and other equity for the three months ended March 31, 2026 and 2025. Please refer to note 6(p) of the 2025 consolidated financial statements for related information.

According to the Company's Articles of Association, when allocating the net profit for each fiscal year, the Company should first offset its losses incurred in previous years, and appropriate a special surplus reserve as required by the regulators under the applicable public company rules. After the distribution, the remainder is to be combined with unappropriated earnings at the beginning of the period to form accumulated distributable profits. The Board of Directors shall prepare a resolution for the distribution of earnings in accordance with the dividend policy. If all or parts of the distribution were made in cash, it shall be approved by a majority vote cast at a meeting of the Board with two-thirds or more of the Directors present at the Board meeting; and in addition thereto a report of such distribution shall be submitted to the annual shareholders' meeting.

The Company resolved at the shareholders' meeting on April 29, 2026 not to distribute earnings for 2025. In addition, the Company's Board of Directors resolved on February 28, 2025 not to distribute earnings for 2024.

The related information about the earnings distribution that was approved by the Company's Board of Directors and the general meeting of shareholders is available on the Market Observation Post System website.

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**APEX INTERNATIONAL CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

## (q) Deficits per share

The calculation of basic and diluted deficits per share was as follows:

	<b>For the three months ended</b>	
	<b>March 31</b>	
	<u>2026</u>	<u>2025</u>
Basic deficits per share (diluted deficits per share):		
Net loss	\$ <u>(822,592)</u>	<u>(293,808)</u>
Weighted-average number of common shares outstanding (thousand shares)	<u>264,938</u>	<u>219,938</u>
Basic deficits per share / diluted deficits per share (New Taiwan Dollars)	\$ <u>(3.10)</u>	<u>(1.34)</u>

## (r) Revenues from contracts with customers

## (i) Disaggregation of revenue

	<b>For the three months ended</b>	
	<b>March 31</b>	
	<u>2026</u>	<u>2025</u>
Primary geographical markets:		
Thailand	\$ 734,017	552,803
Korea	400,979	552,803
Vietnam	346,662	501,590
Singapore	310,876	478,913
Hong Kong	289,631	315,350
Others	<u>676,677</u>	<u>735,266</u>
	\$ <u>2,758,842</u>	<u>3,136,725</u>
Main product/service line		
Single-layer PCB sales	\$ 86,460	104,371
Double-layer PCB sales	628,217	679,609
Multi-layer PCB sales	2,040,344	2,361,066
Others	9,402	8,264
Less: sales return and allowance	<u>(5,581)</u>	<u>(16,585)</u>
	\$ <u>2,758,842</u>	<u>3,136,725</u>

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**APEX INTERNATIONAL CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(ii) Balances of contract

	<u>March 31, 2026</u>	<u>December 31, 2025</u>	<u>March 31, 2025</u>
Notes receivable	\$ 1,449	-	-
Accounts receivable	2,972,877	3,328,842	3,243,478
Less: loss allowance	<u>(90,743)</u>	<u>(78,261)</u>	<u>(74,332)</u>
Total	<u>\$ 2,883,583</u>	<u>3,250,581</u>	<u>3,169,146</u>

(s) Remunerations to employees and directors

According to the Company's Articles of Association, where there are profits in a given year, after reserving the amount for covering the accumulated losses, a maximum of 2% of the profit shall be distributed as remunerations to employees and directors. Employee remuneration may be distributed in the form of shares or cash, and may be allocated to qualified employees of the Company's subsidiaries.

No remunerations to employees and directors were accrued for the three months ended March 31, 2026 and 2025 due to the losses incurred by the Company during the periods. If there are differences between the actual distribution and the estimated amounts in the subsequent year, such differences will be treated as changes in accounting estimates and recognized in profit or loss in the subsequent year.

For the years ended December 31, 2025 and 2024, no remunerations to employees and directors were accrued due to the deficits incurred by the Company in both years. There were no differences between the estimated and the actual amounts of remunerations to employees and directors during the periods.

The related information is available on the Market Observation Post System website.

(t) Non-operating income and expenses

(i) Interest income

The details of interest income of the Group were as follows:

	<b>For the three months ended March 31</b>	
	<u>2026</u>	<u>2025</u>
Interest income on bank deposits	<u>\$ 110</u>	<u>290</u>

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**APEX INTERNATIONAL CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(ii) Other income

The details of other income of the Group were as follows:

	<b>For the three months ended March 31</b>	
	<b>2026</b>	<b>2025</b>
Income from cancellation of orders	\$ -	5,095
Others	4,469	7,568
	<b>\$ 4,469</b>	<b>12,663</b>

(iii) Other gains and losses

The details of other gains and losses of the Group were as follows:

	<b>For the three months ended March 31</b>	
	<b>2026</b>	<b>2025</b>
Gains on disposal of property, plant and equipment	\$ 44	7,104
Net foreign exchange gains (losses)	(37,263)	21,076
Valuation gains (losses) on financial assets or liabilities, net	39,919	(1,865)
Impairment of property, plant and equipment	(4,499)	(4,356)
Other	-	(7,013)
	<b>\$ (1,799)</b>	<b>14,946</b>

(iv) Finance cost

The details of finance cost of the Group were as follows:

	<b>For the three months ended March 31</b>	
	<b>2026</b>	<b>2025</b>
Interest expense on loans from banks	\$ 93,869	96,877
Other financial expenses (note 7)	2,077	-
Interest expense on lease liabilities	914	1,333
Less: interest expense capitalized	(3,713)	(8,226)
	<b>\$ 93,147</b>	<b>89,984</b>

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**APEX INTERNATIONAL CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(u) Financial instruments

Except for the following, there were no significant changes in the credit risk and interest rate risk the Group was exposed to. Please refer to note 6(u) of the 2025 consolidated financial statements for related information.

(i) Credit risk

1) Risk exposure

The book value of financial assets represents the maximum risk exposure.

2) Concentration of credit risk

The Group's exposure to credit risk is influenced mainly by the individual characteristics of each customer. However, the management also considers the statistical information on the Group's customer base, including the default risk of the industry and country in which customers operate. The Group's accounts receivable are obviously concentrated on three main customers, which accounted for 31%, 29% and 34% of the total amount of notes and accounts receivable as of March 31, 2026, December 31, 2025, and March 31, 2025, respectively. As of March 31, 2026, December 31, 2025, and March 31, 2025, the Group's accounts receivable concentrated on three main customers were \$882,352 thousand, \$937,172 thousand and \$1,083,951 thousand, respectively.

3) Credit risk of accounts receivable

Please refer to note 6(e) for information on credit risk of accounts receivable; note 6(d) for details of financial assets measured at amortized cost and note 6(f) for details of other receivables. Financial assets measured at amortized cost, other receivables and refundable deposits are considered to have low risk, and thus, the allowance for bad debts are measured by the expected losses of 12 months during the period.

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**APEX INTERNATIONAL CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(ii) Liquidity risk

The following table shows the maturity of the financial liabilities including estimated interest:

	<u>Carrying amount</u>	<u>Contractual cash flows</u>	<u>Less than 1 year</u>	<u>1-2 years</u>	<u>More than 2 years</u>
<b>March 31, 2026</b>					
Short-term loans	\$ 3,386,871	4,002,781	4,002,781	-	-
Long-term loans	5,942,302	6,345,210	2,482,637	1,401,095	2,461,478
Lease liabilities	86,321	90,767	44,928	25,542	20,297
Accounts payable	3,021,686	3,021,686	3,021,686	-	-
Other payables (including payables for machinery and equipment)	1,349,371	1,349,371	1,349,371	-	-
Long-term payable	10,402	10,402	-	10,402	-
Derivative financial liabilities					
Other forward contract—					
Inflow	-	(36,098)	(36,098)	-	-
Outflow	111	36,209	36,209	-	-
	<u>\$ 13,797,064</u>	<u>14,820,328</u>	<u>10,901,514</u>	<u>1,437,039</u>	<u>2,481,775</u>
<b>December 31, 2025</b>					
Non-derivative financial liabilities					
Short-term loans	\$ 2,673,223	2,692,355	2,692,355	-	-
Long-term loans	7,256,331	7,577,261	5,568,431	1,098,130	910,700
Lease liabilities	97,631	102,925	48,873	29,324	24,728
Accounts payable	2,684,796	2,684,796	2,684,796	-	-
Other payables (including payables for machinery and equipment)	744,747	744,747	744,747	-	-
Long-term payable	10,731	10,731	-	10,731	-
Derivative financial liabilities					
Other forward contract—					
Inflow	-	(1,313,349)	(1,313,349)	-	-
Outflow	22,317	1,335,666	1,335,666	-	-
	<u>\$ 13,489,776</u>	<u>13,835,132</u>	<u>11,761,519</u>	<u>1,138,185</u>	<u>935,428</u>

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**APEX INTERNATIONAL CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

	<u>Carrying amount</u>	<u>Contractual cash flows</u>	<u>Less than 1 year</u>	<u>1-2 years</u>	<u>More than 2 years</u>
<b>March 31, 2025</b>					
Non-derivative financial liabilities					
Short-term loans	\$ 2,059,306	2,073,895	2,073,895	-	-
Long-term loans	7,002,538	7,516,366	3,134,956	2,112,801	2,268,609
Lease liabilities	140,681	148,685	61,645	47,570	39,470
Accounts payable	3,207,070	3,207,070	3,207,070	-	-
Other payables (including payables for machinery and equipment)	917,227	917,227	917,227	-	-
Long-term payable	4,505	4,505	-	4,505	-
Derivative financial liabilities					
Other forward contract –					
Inflow	-	(413,204)	(413,204)	-	-
Outflow	4,583	417,787	417,787	-	-
	<u>\$ 13,335,910</u>	<u>13,872,331</u>	<u>9,399,376</u>	<u>2,164,876</u>	<u>2,308,079</u>

The Group does not expect the cash flows included in the maturity analysis to occur significantly earlier or at significantly different amounts.

(iii) Currency risk

1) Currency risk exposure

The Group's significant exposure to foreign currency risk was as follows:

	<u>March 31, 2026</u>			<u>December 31, 2025</u>			<u>March 31, 2025</u>		
	<u>Foreign currency</u>	<u>Exchange rate</u>	<u>Amount</u>	<u>Foreign currency</u>	<u>Exchange rate</u>	<u>Amount</u>	<u>Foreign currency</u>	<u>Exchange rate</u>	<u>Amount</u>
Financial assets									
Monetary items									
USD	\$ 91,929	31.81	2,923,860	107,943	31.35	3,384,131	93,962	33.05	3,105,049
Financial liabilities									
Monetary items									
USD	132,187	32.09	4,242,083	160,438	31.66	5,079,715	66,037	33.35	2,202,469

2) Sensitivity analysis

The Group's exposure to foreign currency risk arises from the translation of the foreign currency exchange gains and losses on cash and cash equivalents, financial assets measured at amortized cost, accounts receivable and other receivables, loans and borrowings, and accounts payable, other payables, payable for machinery and equipment and long-term payable that are denominated in foreign currency.

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**APEX INTERNATIONAL CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

A 5% strengthening of the NTD and THB against the USD as at March 31, 2026 and 2025, would have decreased and increased net loss before tax for the three months ended March 31, 2026 and 2025, by \$65,911 thousand and \$45,000 thousand, respectively. The analysis assumes that all other variables remain constant, and is performed on the same basis for both periods.

3) Exchange gains and losses on monetary items

Due to the numerous types of functional currency of the Group, the Group discloses its exchange gains and losses of monetary items aggregately. The Group's exchange gains, including realized and unrealized, were \$(37,263) thousand and \$21,076 thousand, respectively, for the three months ended March 31, 2026 and 2025.

(iv) Interest rate risk

Please refer to the notes on liquidity risk management and interest rate exposure of the Group's financial assets and liabilities.

The following sensitivity analysis is based on the exposure to interest rate risk for derivative and non-derivative financial instruments on the reporting date.

For variable-rate instruments, the sensitivity analysis assumes the variable-rate liabilities are outstanding for the whole year ended at the reporting date. The Group internally reported the increases / decreases in interest rates and the exposure to changes in interest rates of 0.25% to the Group's key management so as to allow key management to assess the reasonableness of the changes in interest rates.

If the interest rate had increased / decreased by 0.25%, the Group's net loss would have increased / decreased by \$5,831 thousand and \$5,664 thousand, respectively, for the three months ended March 31, 2026 and 2025, with all other variable factors remaining constant. This was mainly due to the Group's interest rate of borrowing at variable rates.

(v) Other market price risk

For the three months ended March 31, 2026 and 2025, the sensitivity analyses for the changes in the securities price at the reporting date were performed using the same basis for other comprehensive income before tax as illustrated below:

<u>Prices of securities at the reporting date</u>	<b>For the three months ended</b>	
	<b>March 31</b>	
	<u>2026</u>	<u>2025</u>
5% increase	<u>\$ 744</u>	<u>749</u>
5% decrease	<u>\$ (744)</u>	<u>(749)</u>

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**APEX INTERNATIONAL CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(vi) Fair value information

1) Categories and fair value of financial instruments

The Group's financial assets at fair value through profit or loss are measured at fair value on a recurring basis. The carrying amount and fair value of the Group's financial assets and liabilities, including the information on fair value hierarchy were as follows; however, for financial instruments not measured at fair value whose carrying amount is reasonably close to the fair value, and lease liabilities, disclosure of fair value information is not required:

	March 31, 2026				Total
	Amount	Fair value			
		Level 1	Level 2	Level 3	
Financial assets at fair value through profit or loss					
Derivative financial assets – current	\$ 38,481	-	38,481	-	38,481
Financial assets at fair value through other comprehensive income	14,888	-	-	14,888	14,888
Financial assets measured at amortized cost					
Cash and cash equivalents	589,683	-	-	-	-
Financial assets at amortized cost	9,594	-	-	-	-
Notes receivables	1,449	-	-	-	-
Accounts receivables	2,882,134	-	-	-	-
Other receivables	184,298	-	-	-	-
Refundable deposits	7,547	-	-	-	-
Other financial assets	35,532	-	-	-	-
Subtotal	3,710,237	-	-	-	-
Total	<u>\$ 3,763,606</u>	<u>-</u>	<u>38,481</u>	<u>14,888</u>	<u>53,369</u>

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**APEX INTERNATIONAL CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

	December 31, 2025				
	Amount	Fair value			Total
		Level 1	Level 2	Level 3	
Financial assets measured at amortized cost					
Cash and cash equivalents	705,108	-	-	-	-
Financial assets at amortized cost	9,431	-	-	-	-
Accounts receivables	3,250,581	-	-	-	-
Other receivables	180,207	-	-	-	-
Refundable deposits	7,348	-	-	-	-
Other financial assets	48,446	-	-	-	-
Subtotal	<u>4,201,121</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total	<u><b>\$ 4,216,883</b></u>	<u><b>-</b></u>	<u><b>497</b></u>	<u><b>15,265</b></u>	<u><b>15,762</b></u>
Financial liabilities at fair value through profit or loss					
Derivative financial liabilities – current	\$ 22,317	-	22,317	-	22,317
Financial liabilities measured at amortized cost					
Short-term loans	2,673,223	-	-	-	-
Long-term loans	7,256,331	-	-	-	-
Lease liabilities	97,631	-	-	-	-
Accounts payable	2,684,796	-	-	-	-
Other payables (including payables for machinery and equipment)	744,747	-	-	-	-
Long-term payable	10,731	-	-	-	-
Subtotal	<u>13,467,459</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total	<u><b>\$ 13,489,776</b></u>	<u><b>-</b></u>	<u><b>22,317</b></u>	<u><b>-</b></u>	<u><b>22,317</b></u>

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**APEX INTERNATIONAL CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

	<b>March 31, 2025</b>				<b>Total</b>
	<b>Amount</b>	<b>Fair value</b>			
	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>		
Financial assets at fair value through profit or loss					
Derivative financial assets—current	\$ 3,576	-	3,576	-	3,576
Financial assets at fair value through other comprehensive income					
Unlisted equity securities	14,971	-	-	14,971	14,971
Financial assets measured at amortized cost					
Cash and cash equivalents	760,466	-	-	-	-
Financial assets measured at amortized cost	15,927	-	-	-	-
Accounts receivables	3,169,146	-	-	-	-
Other receivables	204,456	-	-	-	-
Refundable deposits	8,212	-	-	-	-
Other financial assets	33,648	-	-	-	-
Subtotal	4,191,855	-	-	-	-
<b>Total</b>	<b>\$ 4,210,402</b>	<b>-</b>	<b>3,576</b>	<b>14,971</b>	<b>18,547</b>

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**APEX INTERNATIONAL CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

	<b>March 31, 2025</b>				
	<b>Amount</b>	<b>Fair value</b>			<b>Total</b>
		<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	
Financial liabilities at fair value through profit or loss					
Derivative financial liabilities – current	\$ 4,583	-	4,583	-	4,583
Financial liabilities measured at amortized cost					
Short-term loans	2,059,306	-	-	-	-
Long-term loans	7,002,538	-	-	-	-
Lease liabilities	140,681	-	-	-	-
Accounts payable	3,207,070	-	-	-	-
Other payables (including payables for machinery and equipment)	917,227	-	-	-	-
Long-term payable	4,505	-	-	-	-
Subtotal	<u>13,331,327</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total	<u><b>\$ 13,335,910</b></u>	<u><b>-</b></u>	<u><b>4,583</b></u>	<u><b>-</b></u>	<u><b>4,583</b></u>

2) Valuation techniques and assumptions used in fair value determination

a) Non-derivative financial instruments

- i) The carrying amounts of the following short-term financial instruments approximate their fair values because of their short maturities and payment request or payment amount of future cash flow will not be changed due to timing difference, and the book value is a reasonable approximation of fair value. This method applies to cash and cash equivalents, financial assets measured at amortized cost, notes and accounts receivable and payable, other receivables and payables, refundable deposits, other financial assets, short-term loans, payables for machinery and equipment.
- ii) Fair value of long-term loans, lease liabilities, and long-term payable are estimated using the present value of future cash flows discounted by the interest rates the Group may obtain for similar loans and lease payable. However, long-term loans are recognized at its book value because most of it has floating rates. Lease liabilities are calculated based on the fixed rate agreed in the lease contract or incremental borrowing rate. The present value of long-term payable is calculated based on the weighted-average cost of capital (WACC). There were no significant differences between book value and discounted present value. Thus, long-term payable is recognized at book value.

(Continued)

**APEX INTERNATIONAL CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

iii) The fair values of financial instruments, except for those with active markets, are obtained using valuation techniques or by reference to quoted prices from counterparties. Fair values obtained through valuation techniques may be calculated by reference to the current fair value of other financial instruments with substantially similar terms and characteristics, discounted cash flow techniques, or other valuation techniques, including the use of models with market information available at the consolidated balance sheet date.

b) Derivative financial instruments

Forward exchange contracts were usually estimated by the current forward exchange rates of the transaction banks.

3) Quantitative information of significant unobservable inputs (Level 3) relating to fair value measurement

The Level 3 of fair value measurements mainly includes financial assets measured at fair value through other comprehensive income. However, the Level 3 fair value measurement of the Group is based solely on a single significant unobservable input.

Table of quantitative information of significant unobservable inputs is provided below:

<u>Item</u>	<u>Valuation technique</u>	<u>Significant unobservable inputs</u>	<u>Relationship between significant unobservable inputs and fair value</u>
Financial assets measured at fair value through other comprehensive income	Net assets value method	Net asset value	The higher the net assets value, the higher the fair value

As the amount of equity investments measured at fair value using the net asset approach for the Group is not material, the sensitivity analysis of Level 3 financial instruments to reasonably possible alternative assumptions is not disclosed.

(v) Financial risk management

There were no significant changes in the objectives and policies concerning the financial risks the Group was exposed to. Please refer to note 6(v) of the 2025 consolidated financial statements for related information.

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**APEX INTERNATIONAL CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(w) Capital management

The purpose, policy, procedures, and summarized quantitative data of the Group's capital management were the same as those disclosed in the 2025 consolidated financial statements. Please refer to note 6(w) of the 2025 consolidated financial statements for related information.

(x) Non-cash investing and financing activities

For the three months ended March 31, 2026 and 2025, the Group's non-cash investing and financing activities were derived from the acquisition of right-of-use asset through leasing. Please refer to note 6(i) for related information.

Reconciliation of liabilities from financing activities were as follows:

	<b>January 1, 2026</b>	<b>Cash flows</b>	<b>Non-cash changes</b>		<b>March 31, 2026</b>
			<b>Acquisition or termination of contracts</b>	<b>Translation effect</b>	
Long-term loans	\$ 7,256,331	(1,187,891)	-	(126,138)	5,942,302
Short-term loans	2,673,223	799,431	-	(85,783)	3,386,871
Lease liabilities	97,631	(12,462)	3,210	(2,058)	86,321
Total liabilities from financing activities	<b>\$ 10,027,185</b>	<b>(400,922)</b>	<b>3,210</b>	<b>(213,979)</b>	<b>9,415,494</b>

	<b>January 1, 2025</b>	<b>Cash flows</b>	<b>Non-cash changes</b>		<b>March 31, 2025</b>
			<b>Acquisition or termination of contracts</b>	<b>Translation effect</b>	
Long-term loans	\$ 7,242,440	(379,284)	-	139,382	7,002,538
Short-term loans	1,938,954	76,303	-	44,049	2,059,306
Lease liabilities	147,940	(15,154)	4,799	3,096	140,681
Total liabilities from financing activities	<b>\$ 9,329,334</b>	<b>(318,135)</b>	<b>4,799</b>	<b>186,527</b>	<b>9,202,525</b>

(Continued)

**APEX INTERNATIONAL CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

**(7) Related-party transactions**

(a) Parent Company and ultimate controlling party

Apex International Co., Ltd. is the ultimate controlling party of the Group.

(b) Names and relationship with related parties

The followings are entities that have had transactions with related party during the periods covered in the consolidated financial statements.

<u>Name of related party</u>	<u>Relationship with the Group</u>
Wang Shu Mu	Chairman of the Company
Shangju Co., Ltd.	The second immediate family of the chairman of the Company
Object Map Limited	Individuals with significant influence over the company

(c) Significant transactions with related parties

(i) Borrowings from Related Parties

	<u>March 31, 2026</u>			<u>Net interest expense for the period</u>
	<u>Maximum balance</u>	<u>Ending balance</u>	<u>Interest rate (%)</u>	
Chairman of the Company	\$ 13,485	13,485	2.50	13
Shanju Co., Ltd.	417,650	417,650	2.50	1,632
Other related parties	80,650	80,650	2.50	432
Total		<u>\$ 511,785</u>		<u>2,077</u>

The interest charged to the Group is calculated based on the average interest rate applied to short-term borrowings from financial institutions by the respective related parties in the year of funding. The interest-bearing borrowings provided by related parties are unsecured and, as of March 31, 2026, are classified under other payables.

(ii) Guarantee

For the three months ended March 31, 2026 and 2025, chairman of the Company provided credit guarantees to the Group for short-term and long-term loans.

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**APEX INTERNATIONAL CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(d) Management personnel compensation

Key management personnel compensation comprised:

	<b>For the three months ended</b>	
	<b>March 31</b>	
	<u>2026</u>	<u>2025</u>
Short-term employee benefits	\$ 11,553	11,857
Post-employment benefits	329	(51)
Other long-term benefits	<u>5</u>	<u>3</u>
	<u><b>\$ 11,887</b></u>	<u><b>11,809</b></u>

(8) Pledged assets:

<u>Pledged assets</u>	<u>Object</u>	<u>March 31,</u> <u>2026</u>	<u>December</u> <u>31, 2025</u>	<u>March 31,</u> <u>2025</u>
Financial assets measured at amortized cost — current:				
Pledged time deposits	Long-term loans	\$ 9,594	9,431	15,927
Other financial assets — non-current:				
Restricted bank deposits	Long-term loans and derivative instruments not used for hedging	35,532	48,446	33,648
Property, plant, and equipment:				
Land	Long-term and short-term loans	425	436	428
Buildings	Long-term and short-term loans	16,520	17,566	21,180
Machinery and equipment	Long-term, short-term loans and electricity guarantee	-	535	1,019,336
		<u><b>\$ 62,071</b></u>	<u><b>76,414</b></u>	<u><b>1,090,519</b></u>

For other guarantee information, please refer to note 6(h).

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**APEX INTERNATIONAL CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

**(9) Significant commitments and contingencies:**

(a) The Group did not recognize the following contract commitments in the financial statements:

	<u>March 31, 2026</u>	<u>December 31, 2025</u>	<u>March 31, 2025</u>
Acquisition of property, plant and equipment	\$ 277,494	318,429	276,038
Other long-term commitments	9,158	9,635	12,442
Total	<u>\$ 286,652</u>	<u>328,064</u>	<u>288,480</u>

(b) The Group had outstanding letters of credit as follows:

	<u>March 31, 2026</u>	<u>December 31, 2025</u>	<u>March 31, 2025</u>
Letters of credit	\$ 27,659	16,252	64,789

(c) Guarantees provided by banks were as follows:

	<u>March 31, 2026</u>	<u>December 31, 2025</u>	<u>March 31, 2025</u>
Electricity guarantee	\$ 142,436	146,037	135,398

**(10) Losses due to major disasters:None**

**(11) Subsequent events:None**

**(12) Other:**

(a) A summary of personnel benefit costs, depreciation, depletion and amortization is as follows:

Function	For the three months ended March 31					
	2026			2025		
	Operating cost	Operating expenses	Total	Operating cost	Operating expenses	Total
Personnel benefit costs						
Salaries	455,014	93,860	548,874	459,430	87,989	547,419
Health insurance	-	538	538	-	417	417
Pension	3,229	1,987	5,216	1,508	1,441	2,949
Other personnel expense	44,684	13,453	58,137	41,683	13,552	55,235
Depreciation	333,195	33,492	366,687	309,852	34,797	344,649
Amortization	2,031	3,360	5,391	1,280	4,580	5,860

(b) The Group's operations were not affected by seasonality factors.

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**APEX INTERNATIONAL CO., LTD.**  
**Notes to Consolidated Interim Financial Statements**

**(13) Other disclosures:**

(a) Information on significant transactions:

The following were the information on significant transactions required by the "Regulations Governing the Preparation of Financial Reports by Securities Issuers" for the Group for the three months ended March 31, 2026:

(i) Loans to other parties:

Number	Name of lender	Name of borrower	Account name	Related party	Highest balance of financing to other parties during the period	Ending balance	Actual usage amount during the period	Range of interest rates during the period	Purposes of fund financing for the borrower (Note 1)	Transaction amount for business between two parties	Reasons for short-term financing	Allowance for bad debt	Collateral		Individual funding loan limits	Maximum limit of fund financing
													Item	Value		
0	The Company	APT	Other receivable —related parties	Yes	479,700	479,700	75,793		2	-	Operating turnover	-		-	490,800 (Note 2)	981,601 (Note 2)
1	APT	The Company	Other receivable —related parties	Yes	543,660	543,660	-		2	-	Operating turnover	-		-	490,800 (Note 3)	981,601 (Note 3)

Note 1: Financing purposes

1 For entities the Company has business relationship with.

2 For entities with short-term financing needs.

Note 2: The Company's aggregate and maximum amount of financing to any entity shall not exceed 20% and 10%, respectively, of its net worth.

Note 3: When a subsidiary engages in lending of funds, the total amount shall not exceed 20% of the subsidiary's net worth or 20% of the parent company's net worth, whichever is lower. The limit for each individual counterparty shall not exceed 10% of the subsidiary's net worth or 10% of the parent company's net worth, whichever is lower.

(ii) Guarantees and endorsements for other parties:

No.	Name of guarantor	Counter-party of guarantee and endorsement		Limitation on amount of guarantees and endorsements for a specific enterprise	Highest balance for guarantees and endorsements during the period	Balance of guarantees and endorsements as of reporting date	Actual usage amount during the period	Property pledged for guarantees and endorsements (Amount)	Ratio of accumulated amounts of guarantees and endorsements to net worth of the latest financial statements	Maximum amount for guarantees and endorsements	Parent company endorsements/ guarantees to third parties on behalf of subsidiary	Subsidiary endorsements/ guarantees to third parties on behalf of parent company	Endorsements/ guarantees to third parties on behalf of companies in Mainland China
		Name	Relationship with the Company (note 1)										
0	The Company	APT	2	14,724,012 (Note 2)	14,000,733	12,784,358	9,774,995	-	260.48 %	14,724,012 (Note 3)	Y	N	N
1	APT	APS	4	490,800 (Note 4)	666,574	574,129 (Note 5)	213,042	-	11.70 %	490,800 (Note 4)	N	N	N

Note 1: Relationships with Guarantors and Obligees

- Companies with business relations.
- Companies in which more than 50% of shares with voting rights are directly or indirectly owned by the Company.
- Companies directly or in directly owning more than 50% of shares with voting rights of the Company.
- Companies in which 90% of shares with voting rights are directly or indirectly owned the Company.
- Companies under reciprocal inter-insurance for constructional contractual purpose.
- Companies guaranteed by all contributed shareholders due to co-investing relationships.
- Companies established to practice escrow and joint, as well as several guarantees for presale homes under the Consumer Protection Act.

Note 2: If it was approved by Board of Directors, the guarantee limit for the guarantee provided to a specific enterprise shall not be applied when the Company directly or indirectly owns more than 90% of the investee's equity. However, the guarantee amount is still limited to 300% of the net worth of the Company's latest financial statements.

Note 3: The overall guarantee amount provided to others shall not exceed 300% of the net worth of the Company's latest financial statements.

Note 4: The total amount of the guarantee provided by APT shall not exceed 50% of its net worth. The amount of the guarantee permitted to any single entity shall not exceed 10% of APT's net worth and 30% of APS's net worth, subject to the limitation of APS's net worth, provided that the total guaranteed amount shall not exceed APS's net worth. However, upon approval by the Board of Directors, if the guaranteed entity is a subsidiary in which APT directly or indirectly holds at least 90% of the voting shares, the guaranteed amount shall not be subject to the aforementioned limitations regarding the net worth of APS or the single entity limit. Nevertheless, the total guaranteed amount shall still be limited to 50% of APT's net worth based on its most recent financial statements. For intercompany guarantees between entities in which the company does not hold 100% of the voting shares directly or indirectly, the total amount of the guarantee shall be limited to 10% of the company's net worth.

Note 5: Due to a decrease in the Company's net worth, the endorsement and guarantee amounts between its subsidiaries, APT and APS, have exceeded the approved limits. The Company has formulated a remediation plan, which includes continuous improvement of its operational performance and profitability, capital raising, reduction of endorsement limits, and enhancement of its financial structure. These measures are intended to gradually restore its net worth and resolve the excess endorsement and guarantee situation as soon as possible.

(Continued)

**APEX INTERNATIONAL CO., LTD.**  
**Notes to Consolidated Interim Financial Statements**

(iii) Material securities held as of March 31, 2026 (excluding investment in subsidiaries, associates and joint ventures):

Unit: in thousands of dollars

Name of holder	Category and name of security	Relationship with company	Account title	Ending balance				Note
				Shares (thousands)	Carrying amount	Percentage of ownership (%)	Fair value	
The Company	Stock: ISU-APEX COMPANY LIMITED	-	Financial assets at fair value through other comprehensive income – non-current	1,530	14,888	15.00 %	14,888	

(iv) Related-party transactions for purchases and sales with amounts exceeding the lower of NTD100 million or 20% of the capital stock: None.

(v) Receivables from related parties with amounts exceeding the lower of NTD100 million or 20% of the capital stock: None.

(vi) Business relationships and significant intercompany transactions: There were no significant transactions.

(b) Information on investees:

The following is the information on investees for the three months ended March 31, 2026:

Name of investor	Name of investee	Location	Main businesses and products	Original investment amount		Balance as of March 31, 2026			Net income (losses) of investee (Note 1)	Share of profits/losses of investee (Notes 1 and 2)	Note
				March 31, 2026	December 31, 2025	Shares (thousands)	Percentage of ownership	Carrying value (Notes 1 and 2)			
The Company	APT	Thailand	PCB (printed circuit board) manufacturing and sales	5,694,882	5,694,882	194,994	99.69 %	5,689,255	(800,641)	(798,160)	
The Company	AET	British Virgin Islands	Supply chain integration	10,000	10,000	1,000	100.00 %	4,731	(1,241)	(872)	(Note 4)
APT	APS	Thailand	PCB (printed circuit board) manufacturing and sales	227,485	277,485	32	99.99 %	20,050	(5,594)	(5,593)	(Note 3)
APS	APSS	Singapore	PCB sales development	8,195	8,195	402	100.00 %	12,205	33	188	(Note 4)

Note 1: Long-term investment and investment gains and losses have been recognized by the equity method based on the financial statements of the investee companies reviewed by the Group's auditors.

Note 2: The long-term investment and investment gains or losses have been eliminated in the preparation of the consolidated financial statements.

Note 3: The amount of amortization of premium on investment recognized in this period has been included in share of profits/ losses of investee.

Note 4: It takes into account unrealized and realized gains and losses on intercompany transactions.

(c) Information on investment in China:

(i) The names of investees in China, the main businesses and products, and other information:

Unit: in thousands of dollars

Name of investee	Main businesses and products	Total amount of paid-in capital	Method of investment (Note 1)	Accumulated outflow of investment from Taiwan as of January 1, 2026 (Note 4)	Investment flows		Accumulated outflow of investment from Taiwan as of March 31, 2026 (Note 4)	Net income (losses) of the investee (Note 2)	Percentage of ownership	Investment income (losses) (Notes 2 and 3)	Book value (Notes 2 and 3)	Accumulated remittance of earnings in current period
					Outflow (Note 4)	Inflow (Note 4)						
Apex IPO (Dong Guan) Ltd.	Supply Chain integration	39,848 (RMB9,000)	2	-	-	-	-	(4,599) (RMB1,007)	99.69 %	(4,558) (RMB998)	27,065 (RMB5,799)	-

Note 1: Investment methods are divided into the following three categories

- (1) Direct investment in China.
- (2) Indirect investment in China through investment in Thailand (APT).
- (3) Other methods.

Note 2: Long-term investment and investment gains and losses have been recognized by using the equity method based on the financial statements of the investee companies reviewed by the Group's auditors.

Note 3: Long-term investment and investment gains or losses have been eliminated in the preparation of the consolidated financial statements.

Note 4: The Company is not a Taiwan local company, so no investment amount is shown.

Note 5: The book value at end of period were calculated by using the exchange rate on March 31, 2026 (BS exchange rate RMB:TWD=1:4.6671). The net income (loss) of the investee company and investment gains (losses) recognized by the parent company were calculated by the average exchange rate (IS exchange rate RMB:TWD=1:4.5672).

(ii) Limitation on investment in China: None.

(iii) Significant transactions in China: None.

(Continued)

**APEX INTERNATIONAL CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

**(14) Segment information:**

The Group's operating segment information and reconciliation are as follows:

	<b>For the three months ended March 31</b>			
	<b>2026</b>			
	<b>Thailand</b>	<b>Other</b>	<b>Adjustments and eliminations</b>	<b>Total</b>
Revenue				
Revenue from external customers	\$ 2,758,207	635	-	2,758,842
Intersegment revenues	<u>3,750</u>	<u>10,911</u>	<u>(14,661)</u>	<u>-</u>
Total revenue	<u>\$ 2,761,957</u>	<u>11,546</u>	<u>(14,661)</u>	<u>2,758,842</u>
Reportable segment profit or loss	<u>\$ (795,281)</u>	<u>(29,367)</u>	<u>(426)</u>	<u>(825,074)</u>
	<b>For the three months ended March 31</b>			
	<b>2025</b>			
	<b>Thailand</b>	<b>Other</b>	<b>Adjustments and eliminations</b>	<b>Total</b>
Revenue				
Revenue from external customers	\$ 3,134,276	2,449	-	3,136,725
Intersegment revenues	<u>3,892</u>	<u>21,900</u>	<u>(25,792)</u>	<u>-</u>
Total revenue	<u>\$ 3,138,168</u>	<u>24,349</u>	<u>(25,792)</u>	<u>3,136,725</u>
Reportable segment profit or loss	<u>\$ (275,650)</u>	<u>(20,401)</u>	<u>1,276</u>	<u>(294,775)</u>

For the three months ended March 31, 2026 and 2025, the adjustments and eliminations of the intersegment net profit (loss) to the reportable segment profit (loss) were \$(426) thousand and \$1,276 thousand, respectively.

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