Stock code:3605

ACES ELECTRONICS CO., LTD.
AND SUBSIDIARIES
Consolidated Financial Statements

With Independent Auditors' Review Report

For the Three Months Ended March 31, 2026 and 2025

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.

Independent Auditors' Review Report

To the Board of Directors of ACES Electronics Co., Ltd.:

Introduction

We have reviewed the consolidated financial statements of ACES Electronics Co., Ltd. and its subsidiaries, which comprise the consolidated balance sheets as of March 31, 2026 and 2025, the consolidated statements of comprehensive income, consolidated statements of changes in equity, and consolidated statements of cash flows for the three months ended March 31, 2026 and 2025, and notes to the consolidated financial statements including a summary of significant accounting policies. The preparation of consolidated financial statements that present fairly in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and IAS 34 "Interim Financial Reporting" endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China is the responsibility of the management. Our responsibility is to express a conclusion on the consolidated financial statements based on our reviews.

Scope

Except as described in the Basis for Qualified Conclusion paragraph, we conducted our reviews in accordance with Review Standard No. 2410, "Review of Financial Statements." A review of consolidated financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with the Standards on Auditing 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.

Basis for Qualified Conclusion

As described in Note 4(2) to the consolidated financial statements, certain non-significant subsidiaries included in the consolidated financial statements were accounted for based on their unreviewed financial statements for the same periods. As of March 31, 2026 and 2025, the total assets of these subsidiaries amounted to NT$1,800,798 thousand and NT$1,031,340 thousand, representing 12% and 8% of consolidated total assets, respectively; total liabilities amounted to NT$839,308 thousand and NT$322,970 thousand, representing 12% and 5% of consolidated total liabilities, respectively; and comprehensive income (loss) for the three months ended March 31, 2026 and 2025 amounted to NT$(1,917) thousand and NT$11,173 thousand, representing (1)% and 3% of consolidated comprehensive income, respectively.

In addition to the above, as described in Note 6(5) to the consolidated financial statements, the investments accounted for using the equity method of ACES Electronics Co., Ltd. and its subsidiaries as of March 31, 2026 and 2025 amounted to NT$340,780 thousand and NT$378,364 thousand, respectively, and the share of profit or loss of associates and joint ventures accounted for using the equity method for the three months ended March 31, 2026 and 2025 amounted to NT$3,075 thousand and NT$(29,388) thousand, respectively, which were also based on the unreviewed financial statements of the investees for the same periods.

Qualified Conclusion

Based on our reviews, except for the possible effects of the adjustments, if any, that might have been found necessary had the financial statements of the investees described in the Basis for Qualified Conclusion paragraph been reviewed by auditors, nothing has come to our attention that causes us to believe that the accompanying consolidated financial statements fail to present fairly, in all material respects, the consolidated financial position of ACES Electronics Co., Ltd. and its subsidiaries as of March 31, 2026 and 2025, and their consolidated financial performance and 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 IAS 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 Chi, Meng-Chun and Yang, Shu-Chih.

KPMG
Financial Supervisory Commission
Approved-certified No.: Jin-Guan-Certificate -6 No.1140131922
Approved-certified No.: Jin-Guan-Certificate No.1040003949
Taipei, Taiwan (Republic of China)
May 8, 2026

ACES Electronics Co., Ltd. and Subsidiaries
Consolidated Financial Statements
March 31, 2026 and 2025
(Expressed in thousands of New Taiwan dollars)

		115.3.31		114.12.31		114.3.31	
	Assets	**Amount**	**%**	**Amount**	**%**	**Amount**	**%**
	Current assets：						
1100	Cash and cash equivalents (Note 6(1))	$ 2,596,697	17	2,483,422	17	2,168,856	16
1110	Financial assets at fair value through profit or loss - current (Note 6(2))	70,515	1	70,206	-	39,290	-
1150	Notes receivable, net (Note 6(3))	42,691	-	37,919	-	76,730	1
1160	Notes receivable – related parties, net (Note 6(3), and 7)	10,642	-	4,337	-	9,198	-
1170	Accounts receivable, net (Note 6(3))	2,920,736	19	2,917,513	20	2,722,908	20
1180	Net trade receivable from related parties (Note 6(3), and 7)	17,765	-	35,255	-	15,420	-
1200	Other receivables (Note 6(3))	324,004	2	335,513	2	267,977	2
1310	Inventories (Note 6(4))	1,544,426	10	1,435,800	10	1,402,436	10
1410	Prepayments	105,084	1	94,949	1	93,751	1
1470	Other current assets	101,364	1	90,792	1	133,668	1
	Total current assets	7,733,924	51	7,505,706	51	6,930,234	51
	Non-current assets：						
1510	Financial assets at fair value through profit or loss - non-current (Note 6(2))	176,792	1	167,308	1	164,925	1
1517	Financial assets at fair value through other comprehensive income-non-current (Note 6(2))	33,883	-	33,284	-	33,172	-
1550	Investments in equity-accounted investees (Note 6(5))	340,780	2	328,254	2	378,364	3
1600	Property, plant and equipment (Note 6(7), and 8)	4,966,946	33	4,870,772	33	4,515,378	33
1755	Right-of-use assets (Note 6(8) and 7)	535,242	4	542,765	5	570,857	4
1760	Investment properties, net (Note 8)	667,384	4	667,384	4	312,386	2
1780	Intangible assets (Note 6(9))	132,663	1	140,026	-	160,514	1
1915	Prepayment for equipment	388,406	3	387,324	3	451,777	3
1840	Deferred tax assets	70,104	-	70,314	-	71,266	1
1990	Other non-current assets - others(Note 6(7))	156,856	1	136,280	1	140,384	1
	Total non-current assets	7,469,056	49	7,343,711	49	6,799,023	49
	Total assets	$ 15,202,980	100	14,849,417	100	13,729,257	100

		115.3.31		114.12.31		114.3.31	
	Liabilities and Equity	**Amount**	**%**	**Amount**	**%**	**Amount**	**%**
	Current liabilities：						
2100	Short-term borrowings (Note 6(10) and 8)	$ 794,000	5	794,000	5	173,000	1
2120	Financial liabilities at fair value through profit or loss - current (Note 6(2))	1,534	-	42	-	-	-
2150	Notes payable	3,738	-	3,001	-	5,365	-
2170	Accounts payable	2,139,919	14	2,012,544	14	1,844,921	13
2180	Accounts payable to related parties (Note 7)	128	-	220	-	138	-
2200	Other payables (Note 6(6))	781,270	5	875,679	6	830,641	6
2220	Other payables to related parties (Note 7)	625	-	1,166	-	1,000	-
2216	Dividends payable (Note 6(16))	276,000	2	-	-	111,534	1
2280	Lease liabilities - current (Note 6(13) and 7)	60,635	-	76,359	1	48,563	-
2230	Current tax liabilities	81,789	1	46,541	-	111,862	1
2322	Current installments of long-term borrowings (Note 6(11) and 8)	80,872	1	119,377	1	195,709	1
2399	Other current liabilities - others	62,910	-	86,617	1	110,391	1
	Total current liabilities	4,283,420	28	4,015,546	28	3,433,124	24
	Non-current liabilities：						
2530	Bonds payable (Note 6(12))	130,740	1	131,678	1	732,292	5
2540	Long-term borrowings (Note 6(11) and 8)	2,115,835	14	2,062,140	14	1,999,199	15
2570	Deferred tax liabilities	419,829	3	418,698	3	356,217	3
2580	Lease liabilities - non-current (Note 6(13) and 7)	50,016	-	48,969	-	85,382	1
2600	Other non-current liabilities (Note 6(14))	237,575	2	238,160	1	208,587	2
	Total non-current liabilities	2,953,995	20	2,899,645	19	3,381,677	26
	Total liabilities	7,237,415	48	6,915,191	47	6,814,801	50
	Equity attributable to shareholders of the parent (Note 6(16)):						
3110	Common stock	1,638,164	11	1,623,531	11	1,487,117	11
3140	Capital collected in advance	-	-	14,317	-	46,000	-
3170	Share capital awaiting retirement	-	-	-	-	(320)	-
	Total share capital	1,638,164	11	1,637,848	11	1,532,797	11
3200	Capital surplus	2,201,716	14	2,200,744	15	1,763,505	13
	Retained earnings：						
3310	Legal Reserve	760,756	5	760,756	5	726,030	5
3320	Special Reserve	16,810	-	16,810	-	116,887	1
3350	Unappropriated earnings	2,972,380	20	3,140,721	21	2,619,560	19
		3,749,946	25	3,918,287	26	3,462,477	25
	Other equity:						
3410	Exchange differences on translation of the Financial Statements foreign operations	210,523	1	35,894	-	154,463	1
3460	Gain on property revaluation	243,632	2	243,632	2	33,219	-
3491	Unearned employees’ remunerations	(79,267)	(1)	(103,012)	(1)	(32,836)	-
		374,888	2	176,514	1	154,846	1
	Total equity attributable to shareholders of the parent	7,964,714	52	7,933,393	53	6,913,625	50
36XX	**Non-controlling interests**	851	-	833	-	831	-
	Total equity	7,965,565	52	7,934,226	53	6,914,456	50
	Total liabilities and equity	$ 15,202,980	100	14,849,417	100	13,729,257	100

ACES ELECTRONICS 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 dollars, except for Earnings per share)

		Three Months Ended March 31			
		2026		2025	
		Amount	%	Amount	%
	Operating Revenue (Note 6(19) and 7):				
4100	Net sales revenue	$ 2,699,029	96	2,478,668	96
4800	Other operating revenue	122,513	4	98,612	4
	Net revenue from operations	2,821,542	100	2,577,280	100
5000	**Operating costs** (Note 6(4), (13), (14), and 7)	2,127,665	75	1,940,827	75
	Gross profit	693,877	25	636,453	25
	Operating expenses (Note 6(13), (14), (17), (20), and 7):				
6100	Selling expenses	147,036	5	141,539	5
6200	General and administrative expenses	243,141	9	234,050	9
6300	Research and development expenses	157,298	6	145,032	6
6450	Expected credit loss (reversal gain) (Note 6(3))	(1,061)	-	(1,778)	-
	Total operating expenses	546,414	20	518,843	20
	Profit from operations	147,463	5	117,610	5
	Non-operating income and expenses:				
7100	Interest income	6,528	-	5,690	-
7010	Other income	35,616	1	29,361	1
7020	Other gains and losses (Note 6(5) and (21))	(32,045)	(1)	161,083	6
7050	Finance costs (Note 6(13) and (21))	(17,616)	-	(19,621)	(1)
7060	Share of profit of equity-accounted investees(Note 6(5))	3,075	-	(29,388)	(1)
	Total non-operating income and expenses	(4,442)	-	147,125	5
7900	**Profit before income tax**	143,021	5	264,735	10
7950	**Less: income tax expenses (gains)** (Note 6(15))	35,356	1	62,860	2
	Profit	107,665	4	201,875	8
8300	**Other comprehensive income:**				
8360	**Items that are or may be reclassified subsequently to profit or loss**				
8361	Exchange differences on translation to the presentation currency	174,641	6	128,147	5
8399	Less: Income tax related to items that may be reclassified	-	-	-	-
	Total items that are or may be reclassified subsequently to profit or loss	174,641	6	128,147	5
8300	**Total other comprehensive income(net of tax)**	174,641	6	128,147	5
	Total comprehensive income	$ 282,306	10	330,022	13
	Net profit attributable to:				
8610	Shareholders of the parent	$ 107,659	4	201,861	8
8620	Non-controlling interests	6	-	14	-
		$ 107,665	4	201,875	8
	Total comprehensive income attributable to:				
8710	Shareholders of the parent	$ 282,288	10	330,001	13
8720	Non-controlling interests	18	-	21	-
		$ 282,306	10	330,022	13
	Earnings per share (NT$, Note 6(18))				
9750	**Basic earnings per share**	$ 0.67		1.37	
9850	**Diluted earnings per share**	$ 0.66		1.22	

ACES ELECTRONICS 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 dollars)

	Equity Attributable to Shareholders of the parent												
	Share Capital				Retained earnings			Other equity interests					
	Common stock	Capital collected in advance	Share capital awaiting retirement	Capital surplus	Legal reserve	Special reserve	Undistributed surplus earnings	Difference on translation of financial statements of foreign operations	Gains on property revaluation	Unearned employees' remuneration	Equity Attributable to Shareholders of the parent	Non-controlling interests	Total equity
Balance at January 1, 2025	$ 1,418,757	68,570	(210)	1,586,415	726,030	116,887	2,529,233	26,323	33,219	(44,064)	6,461,160	810	6,461,970
Appropriation of earnings：													
Cash dividend distributed to shareholders	-	-	-	-	-	-	(111,534)	-	-	-	(111,534)	-	(111,534)
Profit	-	-	-	-	-	-	201,861	-	-	-	201,861	14	201,875
Other comprehensive income	-	-	-	-	-	-	-	128,140	-	-	128,140	7	128,147
Total comprehensive income	-	-	-	-	-	-	201,861	128,140	-	-	330,001	21	330,022
Conversion of convertible bonds	68,570	(22,570)	-	178,300	-	-	-	-	-	-	224,300	-	224,300
Forfeiture of restricted shares	(210)	-	(110)	(1,210)	-	-	-	-	-	1,210	(320)	-	(320)
Compensation cost of share-based payments	-	-	-	-	-	-	-	-	-	10,018	10,018	-	10,018
Balance at March 31, 2025	**$ 1,487,117**	**46,000**	**(320)**	**1,763,505**	**726,030**	**116,887**	**2,619,560**	**154,463**	**33,219**	**(32,836)**	**6,913,625**	**831**	**6,914,456**
Balance at January 1, 2026	$ 1,623,531	14,317	-	2,200,744	760,756	16,810	3,140,721	35,894	243,632	(103,012)	7,933,393	833	7,934,226
Appropriation of earnings：													
Cash dividend distributed to shareholders	-	-	-	-	-	-	(276,000)	-	-	-	(276,000)	-	(276,000)
Profit	-	-	-	-	-	-	107,659	-	-	-	107,659	6	107,665
Other comprehensive income	-	-	-	-	-	-	-	174,629	-	-	174,629	12	174,641
Total comprehensive income	-	-	-	-	-	-	107,659	174,629	-	-	282,288	18	282,306
Conversion of convertible bonds	14,633	(14,317)	-	1,239	-	-	-	-	-	-	1,555	-	1,555
Changes in associates accounted for using the equity method	-	-	-	(267)	-	-	-	-	-	-	(267)	-	(267)
Compensation cost of share-based payments	-	-	-	-	-	-	-	-	-	23,745	23,745	-	23,745
Balance at March 31, 2026	**$ 1,638,164**	**-**	**-**	**2,201,716**	**760,756**	**16,810**	**2,972,380**	**210,523**	**243,632**	**(79,267)**	**7,964,714**	**851**	**7,965,565**

ACES ELECTRONICS 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 dollars)

	Three Months Ended March 31	
	2026	2025
Cash flows from operating activities:		
Profit before income tax	$ 143,021	264,735
Adjustments：		
Adjustments to reconcile profit		
Depreciation expense	177,548	158,344
Amortization expense	12,963	12,974
Expected credit loss (reversal gain)	(1,061)	(1,778)
Net gain on financial assets at fair value through profit or loss	(10,589)	(248)
Interest expense	17,616	19,621
Interest income	(6,528)	(5,690)
Compensation costs of share-based payments	23,745	10,018
Share of (gain) loss of equity-account investees	(3,075)	29,388
Loss on disposals of property, plant and equipment	1,552	2,573
Gain on disposals of equity-account investees	-	(194,411)
Other adjustments	-	30,667
Total adjustments to reconcile profit	212,171	61,458
Changes in operating assets and liabilities：		
Net changes in operating assets：		
Notes receivable	(4,772)	(3,534)
Notes receivable from related parties	(6,305)	(4,377)
Accounts receivable	(2,349)	251,881
Accounts receivable from related parties	17,490	13,515
Other receivables	11,509	3,596
Other receivables from related parties	-	29
Inventories	(108,626)	(7,592)
Prepaid expenses	(10,135)	(14,410)
Other current assets	(10,572)	6,909
Total net changes in operating assets	(113,760)	246,017
Net changes in operating liabilities：		
Notes payable	737	5,198
Accounts payable	127,375	(114,860)
Accounts payable to related parties	(92)	(586)
Other payables	(94,409)	(125,035)
Other payables to related parties	(541)	192
Other current liabilities	(23,707)	(18,662)
Net defined benefit liabilities	1,961	1,602
Other non-current liabilities	(2,422)	50,618
Total net changes in operating liabilities	8,902	(201,533)
Total adjustments	107,313	105,942
Cash generated from operations	250,334	370,677
Interest received	6,528	5,690
Interest paid	(16,998)	(15,277)
Income tax refunded	776	3,418
Net cash provided by operating activities	240,640	364,508
Cash flows from investing activities：		
Acquisitions of financial assets at fair value through other comprehensive income	(599)	(9,075)
Acquisitions of financial assets at fair value through profit or loss	-	(36,498)
Disposals of financial assets at fair value through profit or loss	4,928	14,273
Disposals of equity-account investees	-	234,672
Disposals of subsidiaries	-	42
Acquisitions of property, plant, and equipment	(170,435)	(164,193)
Disposals of property, plant, and equipment	9,238	28,774
Acquisitions of intangible assets	(4,278)	(9,626)
Decrease (increase) in other non-current assets	(20,576)	(17,816)
Increase in prepaid equipment payments	(35,155)	(241,129)
Net cash used in investing activities	(216,877)	(200,576)
Cash flows from financing activities：		
Increase in short-term borrowings	729,000	700,000
Decrease in short-term borrowings	(729,000)	(722,000)
Proceeds from long-term borrowings	645,984	750,000
Repayment of long-term borrowings	(639,560)	(827,060)
Repayment of principal of lease liabilities	(16,580)	(15,027)
Repurchase of restricted stock awards	-	(320)
Net cash used in financing activities	(10,156)	(114,407)
Effect of exchange rate change on cash and cash equivalents	99,668	118,442
Increase in cash and cash equivalents	113,275	167,967
Cash and cash equivalents at January 1	2,483,422	2,000,889
Cash and cash equivalents at March 31	$ 2,596,697	2,168,856

ACES Electronics Co., Ltd. and Subsidiaries
Notes to Consolidated Financial Statements
For the Three Months Ended March 31, 2026 and 2025
(Expressed in thousands of New Taiwan dollars, unless otherwise indicated)

1. Organization

ACES Electronics Co., Ltd. ("The Company") was established on November 7, 1996 with the approval of the Ministry of Economic Affairs. Its registered office is located at No. 530-6, Section 2, Guoling Road, Chung-Li District, Taoyuan City, the Republic of China ("ROC"). The Group and its subsidiaries (hereinafter refer to as "the Group") is mainly engaging in processing, manufacturing and selling of connectors, connector cable sets, metal stamping parts and other electronic components.

2. The Authorization of Financial Statements

These consolidated financial statements were approved and authorized for issue by the Board of Directors on May 8, 2026.

3. Application of New and Revised Standards, Amendments and Interpretations

(1) Impact of adoption of new, revised or amended standards and interpretations endorsed by the Financial Supervisory Commission, ROC.

The Group has adopted the amendments to the International Financial Reporting Standards, International Accounting Standards, IFRIC Interpretations, and SIC Interpretations with effective date from January 1, 2026. The adoption does not have a material impact on the Company's parent company only financial statements.

·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 Standards

·Amendments to IFRS 9 and IFRS 7 "Contracts Referencing Nature-dependent Electricity"

(2) The IFRSs issued by International Accounting Standards Board ("IASB") but not yet endorsed by the FSC

The Group assesses that the adoption of the following new or amended standards, not yet endorsed by the FSC, would not have a significant impact on its financial statements.

New or amended standards	Major amendments	Effective date by IASB
IFRS 18 "Presentation and Disclosure in Financial Statements"	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. • 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,	January 1, 2027 Note: The FSC announced in a press release on September 25, 2025 that Taiwan will adopt IFRS 18 in the fiscal year 2028. Companies that wish to adopt the standard early may do so upon approval by the FSC.

New or amended standards	Major amendments	Effective date by IASB
	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. • 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. • 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.	

The Group continues to evaluate the impact of the aforementioned standards and interpretations on the financial position and financial performance; the relevant impact will be disclosed upon completion of the assessment.

The Group assesses that the adoption of the following other new or amended standards, not yet endorsed by the FSC, would not have a significant impact on its 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

·Amendments to IAS 21 "Translation to a Hyperinflationary Presentation Currency"

4. Summary of Significant Accounting Policies

(1) Statement of compliance

The consolidated financial statements are prepared in accordance with Regulations Governing the Preparation of Financial Reports by Securities Issuers (hereinafter referred to as the "Regulations") and IAS 34 "Interim Financial Reporting" approved by the Financial Supervisory Commission of the Republic of China (hereinafter referred to as the "FSC"). The consolidated financial statements do not include all of the information required for a complete set of annual consolidated financial statements prepared in accordance with the International Financial Reporting Standards, International Accounting Standards, and Interpretations approved by the FSC (hereinafter referred to as the "IFRSs approved by FSC").

Except as described below, the significant accounting policies adopted in the preparation of these consolidated financial statements are consistent with those adopted in the consolidated financial statements for the year ended December 31, 2025. Please refer to Note 4 to the 2025 annual consolidated financial statements for related information.

(2) Basis of consolidation

a. Subsidiaries included in the consolidated financial statements

Subsidiaries included in the consolidated financial statements:

		Business	Shareholding Percentage			
Name of investee	Subsidiary	Nature	March 31, 2026	December 31, 2025	March 31, 2025	Note
The Company	ACECONN ELECTRONIC CO., LTD.	Investment holding	100%	100%	100%	
"	ACES PRECISION INDUSTRY PTE LTD.	Connectors sales business	100%	100%	100%	(Note 3 and 4)
	ACES ELECTRICS (HONG KONG) CO. LIMITED	Sales of electronic components business	100%	100%	100%	(Note 3 and 4)
"	ACESCONN HOLDINGS CO., LTD.	Investment holding	100%	100%	100%	(Note 3 and 4)
"	WEI HONG INTERNATIONAL INVESTMENT CO., LTD.	Investment business	100%	100%	100%	(Note 3 and 4)
"	MEC IMEX INC.	Connector cable set sales business	99.86%	99.86%	99.86%	
"	ACES JAPAN CO., LTD.	Connector development business	100%	100%	100%	(Note 3 and 4)
"	ACES INTERCONNECT (USA), INC.	Connectors sales business	100%	100%	100%	(Note 3 and 4)
"	COMPUPACK TECHNOLOGY CO., LTD.	Electronic component sales business	100%	100%	100%	
"	ACES Precision Machinery Co., Ltd.	Mold part manufacturing and sales business	100%	100%	100%	(Note 3 and 4)

Name of investee	Subsidiary	Business Nature	Shareholding Percentage March 31, 2026	December 31, 2025	March 31, 2025	Note
"	KUANG YING COMPUTER EQUIPMENT CO., LTD.	Electronic component manufacturing and sales business	100%	100%	100%	
"	GENESIS HOLDING COMPANY	Investment holding	100%	100%	100%	
"	GENESIS TECHNOLOGY USA, INC.	Electronic component sales business	100%	100%	100%	
ACES Precision Machinery Co., Ltd.	ACES Surface Treatment Co., Ltd.	Surface treatment of metals	100%	100%	100%	(Note 3 and 4)
ACECONN ELECTRONIC CO., LTD.	KUNSHAN ACES TRADING CO., LTD.	Connectors sales business	100%	100%	100%	(Note 3 and 4)
"	DONGGUAN ACES ELECTRONIC CO., LTD.	Connector manufacturing and sales business	100%	100%	100%	
"	KUNSHAN ACES ELECTRONIC CO., LTD.	Connector manufacturing and sales business	100%	100%	100%	
"	KUNSHAN CHENGGANG ELECTRONIC TECHNOLOGY CO., LTD.	Connector manufacturing and sales business	100%	100%	100%	
	ACES ZHUHAI TECHNOLOGY LTD	Connector manufacturing and sales business	100%	100%	100%	
	HONGTAI ZHUHAI TRADING LTD	Electronic component sales business	100%	100%	100%	(Note 3 and 4)
ACES PRECISION INDUSTRY PTE LTD.	CHONGQING HONG GAO ELECTRONIC CO., LTD.	Connectors sales business	100%	100%	100%	(Note 3 and 4)
ACESCONN HOLDINGS CO., LTD.	ASIA CENTURY INVESTMENT LTD.	Investment holding	100%	100%	100%	
ASIA CENTURY INVESTMENT LTD.	GALIS ACCURATE SMITHCRAFT PRODUCTS CO., LTD. OF SUZHOU	Surface treatment and sales business	100%	100%	100%	
MEC IMEX INC.	MEC INTERNATIONAL COMPANY LTD.	Investment holding	100%	100 %	100%	
"	MEC ELECTRIC SOLUTIONS GMBH	Connector cable set sales business	- %	- %	100%	(Note 1 and 4)
MEC INTERNATIONAL COMPANY LTD.	MEC ULTRAMAX (H.K.) COMPANY LIMITED	Investment holding	- %	- %	100%	(Note 2 and 4)
"	MEC BEST KNOWN COMPANY LIMITED	Investment holding	100%	100%	100%	(Note 3 and 4)

Name of investee	Subsidiary	Business Nature	Shareholding Percentage March 31, 2026	December 31, 2025	March 31, 2025	Note
"	MEC ELECTRONICS (HK) COMPANY LIMITED	Connector cable set sales business	100%	100%	100%	(Note 3 and 4)
"	MEC ELECTRONICS PHILIPPINES CORPORATION	Connector cable set manufacturing and sales business	100%	100%	100%	
"	MEC SUZHOU ELECTRONICS CO., LTD.	Connector cable set manufacturing and sales business	100%	100%	100%	
MEC BEST KNOWN COMPANY LIMITED	SUZHOU HANTENG ELECTRONICS TECHNOLOGY CO., LTD.	Connector cable set manufacturing and sales business	100%	100%	100%	(Note 3 and 4)
MEC ELECTRONICS (HK) COMPANY LTD.	HOMEPRIDE TECHNOLOGY LIMITED	Investment holding	100 %	100 %	100%	(Note 3 and 4)
HOMEPRIDE TECHNOLOGY LIMITED	HOMEPRIDE ELECTRONICS (DONGGUAN) COMPANY LIMITED.	Connector cable set manufacturing and sales business	100 %	100%	100%	(Note 3 and 4)
MEC ELECTRONICS PHILIPPINES CORPORATION	MEC IMEX (USA), INC.	Connector cable set sales business	100%	100%	100%	(Note 3 and 4)
COMPUPACK TECHNOLOGY CO., LTD.	MICON PRECISE CORP.	Electronic component sales business	100%	100%	100%	
"	DONGGUAN COMPUPACK TECHNOLOGY CO., LTD.	Electronic component sales business	100%	100%	100%	(Note 3 and 4)
KUANG YING COMPUTER EQUIPMENT CO., LTD.	INFOMIGHT INVESTMENTS LIMITED	Investment holding	100%	100%	100%	(Note 3 and 4)
INFOMIGHT INVESTMENTS LIMITED	BELTA INTERNATIONAL LIMITED	Investment holding	100%	100%	100%	(Note 3 and 4)
"	CERTILINK INTERNATIONAL LIMITED	Electronic component sales	100%	100%	100%	(Note 3 and 4)
"	ACCURATE GROUP LIMITED	Investment holding	100%	100%	100%	(Note 3 and 4)
BELTA INTERNATIONAL LIMITED	DONGGUAN KUANGYING HARDWARE PLASTIC PRODUCT CO., LTD.	Electronic component manufacturing and sales	100%	100%	100%	

Name of investee	Subsidiary	Business Nature	Shareholding Percentage March 31, 2026	December 31, 2025	March 31, 2025	Note
ACCURATE GROUP LIMITED	SUZHOU KUANG YING ELECTRIC CO., LTD.	Electronic component manufacturing and sales	100%	100%	100%	(Note 3 and 4)
GENESIS HOLDING COMPANY	GENESIS ELECTRO-MECHANICAL LIMITED	Investment holding	100%	100%	100%	(Note 3 and 4)
"	GENESIS INNOVATION GROUP LIMITED	Investment holding	100%	100%	100%	
GENESIS ELECTRO-MECHANICAL LIMITED	GENESIS TECHNOLOGY(NINGBO) INC.	Electronic component manufacturing and sales business	100%	100%	100%	(Note 3 and 4)
GENESIS INNOVATION GROUP LIMITED	DONGGUAN POLIXIN ELECTRIC CO., LTD.	Electronic component manufacturing and sales business	100%	100%	100%	(Note 3 and 4)

Note 1: In August 2025, the Company's subsidiary, MEC ELECTRIC SOLUTIONS GMBH, completed the dissolution and liquidation procedures, and remitted the residual payments to MEC IMEX INC.

Note 2: In June 2025, the Company's subsidiary, MEC ULTRAMAX (H.K.) COMPANY LIMITED, completed the dissolution and liquidation procedures that were initiated in June 2024, during which the residual payments were remitted to the third-region investment company, MEC INTERNATIONAL COMPANY LTD.

Note 3: Represents insignificant subsidiaries as of March 31, 2026, whose financial statements were not reviewed by auditors.

Note 4: Represents insignificant subsidiaries as of March 31, 2025, whose financial statements were not reviewed by auditors.

c. Subsidiaries not included in the consolidated financial statements: None.

(3) Income taxes

The Company’s income tax expense for interim periods is measured and disclosed in accordance with paragraph B12 of IAS 34, Interim Financial Reporting. Income tax expense is measured by multiplying profit before tax for the interim reporting period by management’s best estimate of the annual effective tax rate expected for the full financial year, and is fully recognized as current income tax expense for the period.

Income tax expense recognized directly in equity or other comprehensive income is measured based on the temporary differences between the carrying amounts of the related assets and liabilities at the financial reporting date and their tax bases, using the tax rates expected to apply when the assets are realized or the liabilities are settled.

(4) Employee benefits

The pension cost of defined benefit plans for an interim period is calculated using the actuarially determined pension cost rate as of the end of the preceding financial year on a year-to-date basis, and adjusted for significant market fluctuations, significant curtailments, settlements, or other significant one-time events occurring after that reporting date.

5. Critical Accounting Judgments and Key Sources of Estimations and Assumptions Uncertainty

In preparing the consolidated financial reports in accordance with the Regulations and IAS 34 ("Interim Financial Reporting") as endorsed by the Financial Supervisory Commission, management is required 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. In preparing the consolidated financial reports, the significant judgments made by management in applying the Company's accounting policies and the key sources of estimation uncertainty are consistent with those disclosed in Note 5 to the consolidated financial statements for the year ended December 31, 2025.There is no information involving critical judgments in applying the accounting policies that has a significant effect on the amounts recognized in these consolidated financial reports.

6. Description of Significant Accounts

Except as described below, there were no significant differences between the descriptions of significant accounting items in these consolidated financial reports and those in the consolidated financial statements for the year ended December 31, 2025. Please refer to Note 6 to the consolidated financial statements for the year ended December 31, 2025 for the related information.

(1) Cash and Cash Equivalents

	March 31, 2026	December 31, 2025	March 31, 2025
Cash on hand	$ 1,377	1,319	1,665
Cash in banks	2,595,320	2,482,103	2,167,191
	$ 2,596,697	2,483,422	2,168,856

Please refer to Note 6(22) for interest rate risk and sensitivity analysis of the financial assets and liabilities.

(2) Financial assets and liabilities

a. Financial Assets at Fair Value through Profit or Loss ("FVTPL") – current and non-current

	March 31, 2026	December 31, 2025	March 31, 2025
Financial assets mandatorily measured at FVTPL:			
Funds	$ 247,096	$ 235,764	202,068
Forward exchange contracts	89	1,476	-
Convertible bonds of embedded derivatives	122	274	2,147
Total	$ 247,307	$ 237,514	204,215

b. Financial Liabilities at Fair Value through Profit or Loss ("FVTPL") – current

	March 31, 2026	December 31, 2026	March 31, 2025
Forward exchange contracts	$ 1,534	42	-

The Group enters into derivative financial instrument transactions to hedge foreign exchange risks arising from operating activities. As hedge accounting is not applied, the details of financial assets and liabilities mandatorily measured at fair value through profit or loss are as follows:

Forward exchange contracts

	2026.3.31		
	Contract Amount (thousands)	Currency	Maturity Period
Sell forward exchange contracts	USD 28,600/ RMB 196,772	USD/RMB	2026.04.07~2026.06.25
Sell forward exchange contracts	USD 500/ TWD 16,079	USD/TWD	2026.04.02~2026.04.02

	2025.12.31		
	Contract Amount (thousands)	Currency	Maturity Period
Sell forward exchange contracts	USD 4,000 / RMB 28,274	USD/RMB	2025.11.05~2026.02.25
Sell forward exchange contracts	USD 2,050 / TWD 63,334	USD/TWD	2025.12.31~2026.01.26

c. Financial Assets at Fair Value through Other Comprehensive Income ("FVOCI") – non-current

	March 31, 2026	December 31, 2025	March 31, 2025
Equity investment instruments designated to be measured at FVOCI			
Stocks of foreign non-listed companies	$ 33,883	33,284	33,172

As the Group hold the equity instruments for long-term strategic investment purposes instead of for trading purpose, they are designated to be measured at fair value through other comprehensive income. Please refer to Note 6(22) for fair value information.

d. The financial assets referred to above had not been provided as collateral.

(3) Notes, trade and other receivables

a. Details as follows:

	March 31, 2026	December 31, 2025	March 31, 2025
Notes receivable	$ 42,691	37,919	76,730
Notes receivable – related parties	10,642	4,337	9,198
Accounts receivable	2,958,521	2,956,172	2,741,741
Account receivable – related parties	17,765	35,255	15,420
Other receivables	324,004	335,513	267,977
Less: Loss allowance	(37,785)	(38,659)	(18,833)
	$ 3,315,838	3,330,537	3,092,233

b. The Company 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, notes, accounts and other receivables have been grouped based on shared credit risk characteristics and the days past due, as well as incorporated forward looking information. The loss allowance provision for notes receivable, accounts receivable and other receivables as of March 31, 2026, December 31, 2025 and March 31, 2025 was analyzed as follows:

	March 31, 2026		
	Carrying amount of notes, accounts and other receivables	**Weighted-average loss rate**	**Loss allowance for lifetime expected credit losses**
Not past due	$ 3,133,074	0%	-
Past due less than 60 days	177,730	0%	-
Past due 61~120 days	9,676	50%	4,838
Past due 121~180 days	653	70%	457
Past due over 181 days	32,490	100%	32,490
	$ 3,353,623		37,785

	December 31, 2025		
	Carrying amount of notes, accounts and other receivables	**Weighted-average loss rate**	**Loss allowance for lifetime expected credit losses**
Not past due	$ 3,145,487	0%	-
Past due less than 60 days	179,724	0%	-
Past due 61~120 days	9,761	50%	5,540
Past due 121~180 days	1,485	70%	1,040
Past due over 181 days	32,739	100%	32,079
	$ 3,369,196		38,659

	March 31, 2025		
	Carrying amount of notes, accounts and other receivables	**Weighted-average loss rate**	**Loss allowance for lifetime expected credit losses**
Not past due	$ 2,931,799	0%	-
Past due less than 60 days	146,674	0%	-
Past due 61~120 days	26,824	50%	13,412
Past due 121~180 days	1,159	70%	811
Past due over 181 days	4,610	100%	4,610
	$ 3,111,066		18,833

c. The movement of the loss allowance for notes, accounts and other receivables was as follows:

	Three Months Ended March 31	
	2026	2025
Balance at beginning of the year	$ 38,659	20,517
Bad debt expenses (reversal) for the period	(1,061)	(1,778)
Effects from foreign currency exchange changes	187	94
Balance at end of the year	**$ 37,785**	**18,833**

d. The Company has signed accounts receivable factoring contracts without recourse with financial institutions. As stated in the contract, the Company does not have to bear the risks of uncollectable accounts receivables but the loss incurred due to commercial arguments. Due to the fact that the Company has already transferred almost all the risk and revenues of the above mentioned account receivables without further participation, hence meets the criteria of derecognition of financial assets. After derecognition of accounts receivable, the claim to financial institutes were recorded under other receivables. Factored accounts receivables which were not due as of the report date were as follows:

	March 31, 2026					
Underwriting bank	Factoring amount	Acceptable advances	Amount collected in advance	Transfer to other receivable amount	Interest rate	Amount pledged (in thousands)
Financial institutes	$ 182,333	526,992	164,100	18,233	4.386%~4.704%	-
Financial institutes	51,297	129,580	-	51,297	4.77%	Promissory Note USD 4,500
Financial institutes	74,676	115,182	-	74,676	0%	Promissory Note USD 4,000
	$ 308,306	771,754	164,100	144,206		

	December 31, 2025					
Underwriting bank	Factoring amount	Acceptable advances	Amount collected in advance	Transfer to other receivable amount	Interest rate	Amount pledged (in thousands)
Financial institutes	$ 161,917	533,163	145,725	16,192	4.4587%~5.5074%	-
Financial institutes	68,749	124,149	3,143	65,606	4.77%~5.98%	Promissory Note USD 4,500
Financial institutes	89,686	113,148	-	89,686	5.4738%~5.73849%	Promissory Note USD 4,000
	$ 320,352	770,460	148,868	171,484		

	March 31, 2025					
Underwriting bank	Factoring amount	Acceptable advances	Amount collected in advance	Transfer to other receivable amount	Interest rate	Amount pledged (in thousands)
Financial institutes	$ 168,906	565,212	152,016	16,890	5.0619%~5.5074%	-
Financial institutes	69,891	117,877	16,603	53,288	5.5500%	Promissory Note USD 4,500
Financial institutes	52,824	99,980	19,558	33,266	5.7400%	Promissory Note USD 4,000
	$ 291,621	783,069	188,177	103,444		

(4) Inventories

a. Details as follows:

	March 31, 2026	December 31, 2025	December 31, 2025
Raw materials	$ 402,410	$ 312,386	308,996
Work-in-progress	140,278	71,573	139,200
Semi-finished goods	261,409	226,539	242,224
Finished goods	474,695	508,699	411,367
Merchandise	265,634	316,603	300,649
	$ 1,544,426	$ 1,435,800	1,402,436

b. Details of cost of goods sold as follows:

	Three Months Ended March 31 2026	Three Months Ended March 31 2025
Cost of goods sold	$ 2,055,063	1,884,262
Loss on obsolescence write-off	27,669	23,838
Reversal gain on inventory write-down	(3,804)	(4,432)
Unamortized manufacturing expenses	42,049	34,415
Others	6,688	2,744
	$ 2,127,665	1,940,827

c. As of March 31, 2026, December 31, 2025 and March 31, 2025, none of the Company's inventories was pledged as collateral.

(5) Investments accounted for using equity method

a. Investments accounted for using equity method on the date or reporting as follows:

	March 31, 2026	December 31, 2025	March 31, 2025
Affiliated company	$ 340,780	328,254	378,364

b. Details of the affiliated companies that are significant to the company as follows:

Affiliated company Name	Main business venue with the Company by relationship	Main business venue/ Countries which parent company registered	Percentage of equity ownership interests and voting rights March 31, 2026	December 31, 2026	December 31, 2025
Nantong Dadi Electric Co., Ltd.	It's main business is manufacturing and sales of automobile cable bundles. It's part of the strategic alliance for the Company to expand market.	China	15.31%	15.31%	17.31%
Kung Shan Ching Zhi Electric Co., Ltd.	Main business is sales and development of electronic connectors	China	30.00%	30.00%	30.00%

During 2025, the Group disposed of equity interests in Nantong Dadi, reducing its shareholding ratio. The total proceeds for the three months ended March 31, 2025 amounted to RMB 51,637 thousand (NTD 234,672 thousand). The Group recognized a total gain on disposal of investments of RMB 42,709 thousand (NTD 194,093 thousand), which is presented under "Other gains and losses."

c. The share of profit (loss) of associates recognized by the consolidated company was as follows:

	Three Months Ended March 31	
	2026	**2025**
Share of profit (loss) of associates	$ 3,075	(29,388)

d. The investments accounted for using equity method were not pledged as collaterals as of March 31, 2026, December 31, 2025 and March 31, 2025..

e. Unreviewed investments accounted for using the equity method

The investments accounted for using the equity method and the consolidated company's share of profit or loss and other comprehensive income therefrom were calculated based on the investees' unreviewed financial statements for the same periods.

(6) Subsidiaries (including acquisitions, loss of control, and changes in ownership interests in subsidiaries)

Except as described below, there were no significant changes in the consolidated company during the first quarter of 2026 and the first quarter of 2025. Please refer to Note 6(6) to the 2024 annual consolidated financial statements for related information.

a. Loss of control over subsidiaries

(a) In January 2025, the Group disposed of 100% equity interest in its subsidiary, JASON TECHNOLOGY LIMITED, to a third party, and lost control over it. The disposal proceeds amounted to NTD 42 thousand, and a gain on disposal of investments of NTD 42 thousand was recognized, which is presented under "other gains and losses."

(b) The Group's subsidiary, MEC ELECTRIC SOLUTIONS GMBH, resolved to dissolve and liquidate during 2025. The liquidation procedures were completed. The Group has recovered residual assets distribution of NTD 3,027 thousand, and recognized a gain on disposal of investments of NTD 276 thousand, which is presented under "other gains and losses."

(7) Property, plant and equipment

a. Changes in the cost, depreciation and impairment loss of the Company's real estate property, plant and equipment are as follows:

		Land	Property and plants	Machinery and equipment	Mold equipment	Other equipment	Constructions in process	Total
Cost or deemed cost:								
Balance at January 1, 2026	$	855,112	2,063,096	2,087,523	1,995,265	1,690,853	1,575,191	10,267,040
Additions		-	2,398	23,086	21,783	23,511	99,657	170,435
Reclassification		-	1,114,565	10,061	15,151	20,415	(1,114,403)	45,789
Disposals		-	-	(2,285)	(1,978)	(24,061)	-	(28,324)
Foreign Exchange Rates		29	43,016	37,395	36,846	40,535	13,543	171,364
Balance at March 31, 2026	$	855,141	3,223,075	2,155,780	2,067,067	1,751,253	573,988	10,626,304
Balance at January 1, 2025	$	864,035	2,028,288	1,865,665	1,698,711	1,459,787	1,142,038	9,058,524
Additions		11,669	847	32,473	11,230	7,256	100,718	164,193
Reclassification		-	3,354	63,823	43,795	24,013	(3,705)	131,280
Disposals		-	-	(72,460)	(4,478)	(18,597)	-	(95,535)
Foreign Exchange Rates		21	31,308	(38,098)	25,048	32,271	2,890	53,440
Balance at March 31, 2025	$	875,725	2,063,797	1,851,403	1,774,306	1,504,730	1,241,941	9,311,902
Accumulated depreciation and impairment:								
Balance at January 1, 2026	$	-	867,028	1,436,023	1,829,228	1,263,989	-	5,396,268
Depreciation of the year		-	33,438	46,013	37,240	40,099	-	156,790
Disposals		-	(384)	(2,104)	(508)	(14,538)	-	(17,534)
Foreign Exchange Rates		-	19,113	38,842	34,088	31,791	-	123,834
Balance at March 31, 2026	$	-	919,195	1,518,774	1,900,048	1,321,341	-	5,659,358
Balance at January 1, 2025	$	-	777,915	1,276,561	1,561,843	1,027,360	-	4,643,679
Depreciation of the year		-	23,550	39,026	37,130	39,833	-	139,539
Reclassification		-	-	8,156	-	-	-	8,156
Disposals		-	-	(49,626)	(2,733)	(11,829)	-	(64,188)
Foreign Exchange Rates		-	12,924	7,482	23,436	25,496	-	69,338
Balance at March 31, 2025	$	-	814,389	1,281,599	1,619,676	1,080,860	-	4,796,524
Carrying value:								
January 1,, 2026	$	855,112	1,196,068	651,500	166,037	426,864	1,575,191	4,870,772
March 31, 2026	$	855,141	2,303,880	637,006	167,019	429,912	573,988	4,966,946
January 1, 2025	$	864,035	1,250,373	589,104	136,868	432,427	1,142,038	4,414,845
March 31, 2025	$	875,725	1,249,408	569,804	154,630	423,870	1,241,941	4,515,378

b. As of March 31, 2026, December 31, 2025 and March 31, 2025, some part of properties and plants were pledged as guaranteed for long-term borrowings and credit limit amount. For details, please refer to Note 8.

(8) Right-of-use asset

Changes in equity assets recognized for property, plant and equipment leased by the Company are as follows:

	Land	Buildings and structures	Other equipment	Total
Cost:				
Balance at January 1, 2026	$ 586,577	153,607	24,270	764,454
Reductions	-	-	(588)	(588)
Foreign Exchange Rates	14,090	4,963	477	19,530
Balance at March 31, 2026	$ 600,667	158,570	24,159	783,396
Balance at January 1, 2025	$ 586,930	189,821	23,599	800,350
Additions	-	8,149	1,789	9,938
Reductions	-	-	(3,381)	(3,381)
Foreign Exchange Rates	10,080	4,058	305	14,443
Balance at March 31, 2025	$ 597,010	202,028	22,312	821,350
Accumulated depreciation:				
Balance at January 1, 2026	$ 128,630	76,381	16,678	221,689
Provision for depreciation	7,010	12,674	1,074	20,758
Reductions	-	-	(588)	(588)
Foreign Exchange Rates	3,123	3,419	(247)	6,295
Balance at March 31, 2026	$ 138,763	92,474	16,917	248,154
Balance at January 1, 2025	$ 101,954	111,003	17,707	230,664
Provision for depreciation	6,495	11,351	959	18,805
Reductions	-	-	(3,381)	(3,381)
Foreign Exchange Rates	1,676	2,443	286	4,405
Balance at March 31, 2025	$ 110,125	124,797	15,571	250,493
Carrying value:				
January 1, 2026	$ 457,947	77,226	7,592	542,765
March 31, 2026	$ 461,904	66,096	7,242	535,242
January 1, 2025	$ 484,976	78,818	5,892	569,686
March 31, 2025	$ 486,885	77,231	6,741	570,857

(9) Intangible assets

The costs and amortization of the Company's intangible assets for 2026 and 2025 are detailed as follows:

	Goodwill	Computer software	Customer relationship	Others	Total
Cost:					
Balance at January 1, 2026	$ 31,933	240,475	72,287	116,924	461,619
Additions	-	2,072	-	2,206	4,278
Foreign Exchange Rates	574	2,101	1,298	439	4,412
Balance at March 31, 2026	$ 32,507	244,648	73,585	119,569	470,309
Balance at January 1, 2025	$ 33,310	212,012	75,403	110,757	431,482
Additions	-	7,071	-	2,555	9,626
Reclassifications	-	8,400	-	-	8,400
Foreign Exchange Rates	426	1,392	965	326	3,109
Balance at March 31, 2025	$ 33,736	228,875	76,368	113,638	452,617
Accumulated amortization and impairment:					
Balance at January 1, 2026	$ -	169,909	49,053	102,631	321,593
Current amortization	-	7,314	2,600	3,049	12,963
Foreign Exchange Rates	-	1,830	908	352	3,090
Balance at March 31, 2026	$ -	179,053	52,561	106,032	337,646
Balance at January 1, 2025	$ -	141,843	40,396	94,928	277,167
Current amortization	-	6,617	2,702	3,655	12,974
Foreign Exchange Rates	-	1,211	543	208	1,962
Balance at March 31, 2025	$ -	149,671	43,641	98,791	292,103
Carrying value:					
January 1, 2026	$ 31,933	70,566	23,234	14,293	140,026
March 31, 2026	$ 32,507	65,595	21,024	13,537	132,663
January 1, 2025	$ 33,310	70,169	35,007	15,829	154,315
March 31, 2025	$ 33,736	79,204	32,727	14,847	160,514

As of March 31, 2026, December 31, 2025 and March 31, 2025, none of the Company's intangible assets was pledged as collateral.

(10) Short-term borrowings

The Company's short-term borrowing details as follows:

	March 31, 2026	December 31, 2025	March 31, 2025
Unsecured bank loans	$ 734,000	744,000	33,000
Secured bank loans	60,000	50,000	140,000
	$ 794,000	794,000	173,000
Unused credit lines	$ 4,187,349	3,534,726	4,572,198
Interest rate	1.93%~2.61%	1.90%~2.61%	1.95%~2.61%

a. Issuance and repayment of borrowings

During the first quarter of 2026 and the first quarter of 2025, new borrowings amounted to NTD 729,000 thousand and NTD 700,000 thousand, with maturity dates in April 2026 and September 2025, respectively; repayments amounted to NTD 729,000 thousand and NTD 722,000 thousand, respectively.

b. Collateral for bank borrowings

For details on property pledged as collateral for bank loans, please refer to Note 8.

(11) Long-term borrowings

The Company's long-term borrowing details as follows:

	March 31, 2026	December 31, 2025	March 31, 2025
Unsecured bank loans	$ 74,891	112,267	261,587
Secured bank loans	2,121,816	2,069,250	1,933,321
Subtotal	2,196,707	2,181,517	2,194,908
Less: current portion	(80,872)	(119,377)	(195,709)
Total	$ 2,115,835	2,062,140	1,999,199
Unused credit lines	$ 2,329,579	2,362,587	1,950,000
Interest rate	1.775%~2.75%	1.475%~2.75%	1.475%~2.56%

a. Issuance and repayment of borrowings

During the first quarter of 2026 and the first quarter of 2025, new borrowings amounted to NTD 645,984 thousand and NTD 750,000 thousand, respectively, both with maturity dates in January 2039; repayments amounted to NTD 639,560 thousand and NTD 827,060 thousand, respectively.

b. Collateral for bank borrowings

For details on property pledged as collateral for bank loans, please refer to Note 8.

(12) Bonds payable

a. The details of the third issuance of unsecured convertible bonds were as follows:

	March 31, 2026	December 31, 2026	December 31, 2025
Unsecured convertible corporate bonds issued	$ 1,000,000	1,000,000	1,000,000
Unamortized discount on corporate bonds payable	(3,360)	(4,022)	(33,108)
Cumulative converted amount	(865,900)	(864,300)	(234,600)
Corporate bonds issued balance at year-end	$ 130,740	131,678	732,292
Embedded derivatives - call option (presented under financial assets at fair value through profit or loss)	$ 122	274	2,147
Equity component - conversion option (presented under capital surplus - share options)	$ 7,359	7,446	41,994

During 2025, holders of the Group's third domestic unsecured convertible corporate bonds exercised their conversion rights, and 4,600 thousand new shares were issued at par value. For other related issuance information, please refer to Note 6(13) to the 2025 annual consolidated financial statements.

(13) Lease liabilities

	March 31, 2026	December 31, 2026	December 31, 2025
Current	$ 60,635	76,359	48,563
Non-current	$ 50,016	48,969	85,382

a. For the maturity analysis, please refer to note 6(22) Financial Instruments.

b. The amounts recognized in profit and loss were as follows:

	Three Months Ended March 31	
	2026	2025
Interests on lease liabilities	$ 948	531
Expenses relating to short-term leases	$ 4,209	5,178
Expenses relating to low-value leases (excluding low-value lease of short-term leases)	$ 955	1,139

c. The amounts recognized in the statement of cash flows for the Company were as follows:

	Three Months Ended March 31	
	2026	2025
Total cash outflow for leases	$ 22,692	21,875

d. Lease of land, property and plants

The Company leases land, property and plants for its office and factory with lease terms of usually 2 to 50 years. Some lease contract can be renewed before contract expires and have the option to extend to the same term.

e. Other lease

The Company leases machinery and transport equipment with lease terms of usually 3 to 5 years.

(14) Employee benefits

a. Defined benefit plans

Since there were no significant market fluctuations and no significant curtailments, settlements, or other significant one-time events after the end of the prior financial year, the consolidated company measured and disclosed the pension costs for the interim period based on the actuarially determined pension costs as of December 31, 2025 and 2024.

The details of expenses recognized by the consolidated company were as follows:

	December 31, 2026	December 31, 2025
Operating costs	$ -	68
Operating expenses	175	133
	$ 175	**201**

a. Defined contribution plans

The details of pension costs under the consolidated company's defined contribution pension plan were as follows:

	December 31, 2026	December 31, 2025
Operating costs	$ 15,233	15,223
Operating expenses	15,534	9,833
	$ 30,767	**25,056**

(15) Income taxes

a. Income tax expenses

	Three Months Ended March 31	
	2026	2025
Current tax expense	$ 34,472	58,217
Deferred income tax expense	884	4,643
Income tax expenses	$ 35,356	62,860

b. The Company's income tax returns have been assessed and approved by the tax authority through the year 2023.

(16) Capital and other equity

Except as described below, there were no significant changes in capital and other equity of the consolidated company during the first quarter of 2026 and the first quarter of 2025. Please refer to Note 6(17) to the 2025 annual consolidated financial statements for related information.

a. Common stock issuance

The Company issued 32 thousand and 4,600 thousand new shares for the exercise of conversion rights by the convertible bondholders during 2026 and 2025, with total amounts issued at par value of NTD 316 thousand and NTD 46,000 thousand, respectively. As of March 31, 2026, the relevant legal registration procedures have been completed.

As of February and March 2025, the Company retrieved and cancelled a total of 32 thousand restricted stock awards, amounting to NTD 320 thousand. As the legal registration procedures for the aforementioned cancellation have not yet been completed, the amount is recognized under "capital pending retirement."

b. Capital reserve

The balances of capital surplus were as follows:

	March 31, 2026	December 31, 2025	March 31, 2025
Additional paid-in capital	$ 1,861,987	$ 1,860,661	$ 1,488,627
Consolidation excess	3,831	3,831	3,831
Changes in net value of equity investment in affiliated companies accounted for using equity method	111,588	111,855	107,878
Employee stock options	13,978	13,978	13,978
Restricted stock awards	159,846	159,846	64,070
Expired employee stock options	30,461	30,461	30,461
Stock option for conversion of convertible bonds	7,359	7,446	41,994
Others	12,666	12,666	12,666
	$ 2,201,716	$ 2,200,744	$ 1,763,505

c. Earnings distribution

The Company has resolved by the board of directors on March 11, 2026 and March 14, 2025 the amount of cash dividends in the earnings distribution proposals for the years ended December 31, 2025 and 2024, respectively.. The amounts of dividends distributed to shareholders are as follows:

	For the year ended December 31, 2025		For the year ended December 31, 2024	
	Dividend (dollar)	Amount	Dividend (dollar)	Amount
Dividends distributed to ordinary shareholders:				
Cash	$ 1.68	276,000	0.75	111,534

d. Other equity

	Exchange differences on translation of foreign financial statements	Property revaluation increments	Unearned employees' remuneration	Total
Balance at January 1, 2026	$ 35,894	243,632	(103,012)	176,514
Exchange differences on foreign operations	174,629	-	-	174,629
Restricted stock awards	-	-	23,745	23,745
Balance at March 31, 2026	$ 210,523	243,632	(79,267)	374,888
Balance at January 1, 2025	$ 26,323	33,219	(44,064)	15,478
Exchange differences on foreign operations	128,140	-	-	128,140
Restricted stock awards	-	-	11,228	11,228
Balance at March 31, 2025	$ 154,463	33,219	(32,836)	154,846

(17) Share-based payments

The Company has resolved by the shareholders meeting on June 25, 2024 to issue 4000 thousand of restricted stock awards, granted to full-time employees of the Company meeting specific criteria. The effective registration in Securities and Futures Bureau, FSC has been completed. The Company has resolved by the board of directors on July 23, 2024 to issue 1,850 thousand of restricted stock awards, and determined the base date to be August 30, 2024. The number of shares actually subscribed by employees is 1,748 thousand, with the subscription price of $10 per share. The total amount is $17,480 thousand. The fair value at the grant date is $37.8. In addition, the Company has resolved by the board of directors on August 8, 2025 to issue 2,252 thousand of restricted stock awards, and determined the base date to be October 13, 2025. The fair value at the grant date is $54.

Employees who were granted the aforementioned restricted stock awards may subscribe the granted shares at $10 per share. Since the subscription date, serving for one year, and the consolidated operating revenue or consolidated net profit after tax growing by over 6% compared with the prior year; serving for two years, and the consolidated operating revenue or consolidated net profit after tax growing by over 10% compared with the prior year; serving for three years, and the consolidated operating revenue or consolidated net profit after tax growing by over 10% compared with the prior year, 40%, 30%, and 30% of granted shares will be vested, respectively. The new shares subscribed by employees shall be under the trust custody by the institution designated by the Company, and may not be sold, pledged, transferred, given or disposed by other ways. During the period under the trust custody, the voting rights of the shares are executed by the trust custody institution in accordance with relevant regulations. If employees granted the restricted stock awards fail to meet the vesting condition after subscription of new shares, the shares will be repurchased in full by the Company at the issue price with interest and canceled.

a. Relevant information on restricted stock awards (expressed in thousands of shares):

	Three Months Ended March 31	
	2026	**2025**
Number of shares outstanding as of January 1	$ 3,936	1,727
Number of shares repurchased during the period	-	(32)
Number of shares outstanding as of March 31	$ 3,936	1,695

b. Employees expenses

The expenses arising from share-based payments for the three months ended March 31, 2026 and 2025 are as follows:

	Three Months Ended March 31	
	2026	**2025**
Expenses arising from restricted stock awards	$ 23,745	10,018

(18) Earnings per share

The calculation of basic earnings per share and diluted earnings per share were as follows:

	Three Months Ended March 31	
	2026	**2025**
Basic earnings per share		
Current net profit attributable to the Company	$ 107,659	201,861
Weighted average number of ordinary shares outstanding (shares in thousands)	160,544	147,722
Basic earnings (losses) per share (dollar)	$ 0.67	1.37
Diluted earnings per share		
Profit attributable to ordinary shareholders of the Company (basic)	$ 107,659	201,861
After tax effects of interest expenses of convertible bonds	494	3,475
Profit attributable to ordinary shareholders of the Company (diluted)	$ 108,153	205,336
Weighted average number of ordinary shares outstanding (basic)	160,544	147,722
Effect of dilutive ordinary shares	2,687	20,193
Weighted average number of ordinary shares outstanding (diluted)(shares in thousands)	163,231	167,915
Diluted earnings (losses) per share(dollar)	$ 0.66	1.22

(19) Revenue from contracts with customers

a. Disaggregation of revenue

	Three Months Ended March 31, 2026				
	Connectors segment	**Cable segment**	**Metal stamping segment**	**Other segment**	**Total**
Primary geographical markets:					
Taiwan	$ 404,402	93,069	93,103	11,885	602,459
China	1,032,330	104,543	62,658	9,093	1,208,624
Philippines	154	123,039	14,744	-	137,937
Singapore	44,658	149	101,370	86	146,263
USA	12,650	89,924	77,444	414	180,432
Other countries	239,914	99,929	71,650	134,334	545,827
	$ 1,734,108	510,653	420,969	155,812	2,821,542
Major products/services lines:					
Connectors	$ 1,734,108	-	-	-	1,734,108
Connector cable set	-	510,653	-	-	510,653
Metal stamping parts	-	-	420,969	-	420,969
Others	-	-	-	155,812	155,812
	$ 1,734,108	510,653	420,969	155,812	2,821,542

	Three Months Ended March 31, 2025				
	Connectors segment	Connectors cable segment	Metal stamping segment	Other segment	Total
Primary geographical markets:					
Taiwan	$ 332,271	44,177	110,317	7,884	494,649
China	968,690	99,493	104,624	3,217	1,176,024
Philippines	144	179,319	489	-	179,952
Singapore	44,209	1,685	71,478	31	117,403
USA	8,906	92,083	58,525	236	159,750
Other countries	180,210	62,860	77,149	129,283	449,502
	$ 1,534,430	479,617	422,582	140,651	2,577,280
Major products/services lines:					
Connectors	$ 1,534,430	-	-	-	1,534,430
Connector cable set	-	479,617	-	-	479,617
Metal stamping parts	-	-	422,582	-	422,582
Others	-	-	-	140,651	140,651
	$ 1,534,430	479,617	422,582	140,651	2,577,280

b. Contract balances

	March 31, 2026	December 31, 2025	March 1, 2025
Notes and account receivable (including related parties)	$ 3,029,619	3,033,683	2,843,089
Less: Loss allowance	(37,785)	(38,659)	(18,833)
Total	$ 2,991,834	2,995,024	2,824,256

For details on notes and accounts receivable and allowance for impairment, please refer to note 6(3).

(20) Remunerations to employees and directors

The Company amended its Articles of Incorporation pursuant to a resolution passed at the shareholders' meeting on June 25, 2025. In accordance with the Articles of Incorporation, if there's any profit of the year, no less than 3% shall be appropriated to employees remuneration (of which no less than 0.5% shall be appropriated as compensation for general employees) and no more than 3% to directors remuneration. However, if the Company has accumulated deficits, this profit shall be reserved for covering losses. The aforementioned employees' compensation may include employees of controlled or subsidiary companies who meet the conditions set forth by the Board of Directors or its authorized personnel. In accordance with the Articles of Incorporation prior to the amendment, if there is any profit for the year, no less than 1% shall be appropriated as employees' compensation and no more than 3% as directors' remuneration. However, if the Company has accumulated deficits, the profit shall be reserved for covering such deficits. The aforementioned employees' compensation may include employees of controlled or subsidiary companies who meet the conditions set forth by the Board of Directors or its authorized personnel.

The aforementioned employees compensation shall be distributed in the form of shares or cash. Those who received shares by the resolution of the board of directors can resolve in new share or purchase own shares. Compensation for the board of directors can only be distributed in the form of cash.

The employee compensation and directors' remuneration were estimated as the income before tax, excluding the amount of employee compensation and directors' remuneration, multiplied by the percentage of remuneration to employees and directors as specified in the Company' s articles. These remunerations were expensed under operating costs or operating expenses. If there is a difference between estimation and actual appropriated amounts, changes in accounting estimates shall be applied. Such effect on changes shall be recognized in profit and loss in the next year.

	Three Months Ended March 31,	
	2026	2025
Employees remuneration	$ 5,841	12,856
Directors remuneration	2,925	5,876
	$ 8,766	18,732

The amounts of employee compensation accrued by the Company for 2025 and 2024 were NTD 38,156 thousand and NTD 12,092 thousand, respectively, and the amounts of directors' remuneration accrued were NTD 18,807 thousand and NTD 8,992 thousand, respectively. There was no difference between these amounts and the actual distributions for 2025 and 2024. Relevant information can be referred to on the "Market Observation Post System".

(21) Non-operating income and expenses

a. Other gains and losses

	Three Months Ended March 31	
	2026	2025
Foreign exchange gains (losses)	$ (23,006)	24,811
Losses on disposals of property, plant and equipment	(1,552)	(2,573)
Gains on financial assets at fair value through profit or loss	10,589	248
Gains on disposals of investments	-	194,411
Others	(18,076)	(55,814)
	$ (32,045)	161,083

(a) For information on the consolidated company's recognized share of profit or loss on investments, please refer to Note 6(5) and (6).

(b) In order to integrate the subsidiaries in southern China, the expenditure of the core employee project in the cooperating with factory relocation plan for the three-month periods ended March 31, 2026 and 2025 is estimated to be $10,863 thousand and $49,367 thousand, respectively.

b. Finance costs

	Three Months Ended March 31	
	2026	2025
Bank loan interest	16,050	14,746
Lease liabilities interest	948	531
Convertible company bond interest	618	4,344
	$ 17,616	19,621

(22) Financial instruments

Except as described below, there were no significant changes in the fair value of financial instruments of the consolidated company or in its exposure to credit risk, liquidity risk, and market risk arising from financial instruments. Please refer to Note 6(23) to the 2025 annual consolidated financial statements for related information.

a. Liquidity Risk

Below table specifies maturity dates of financial liabilities contracts, including estimated interest, but not including effects on net amount agreements.

	Carrying amount	contractual cash flows	Within 1 years	2-5 years	Over 5 years
March 31, 2026					
Non-derivative financial liabilities					
Short-term borrowings	$ 794,000	814,723	814,723	-	-
Financial liabilities measured at fair value through profit or loss	1,534	1,534	1,534	-	-
Notes payable	3,738	3,728	3,728	-	-
Accounts payable	2,139,919	2,139,919	2,139,919	-	-
Account payable - related parties	128	128	128	-	-
Other payables	781,270	781,270	781,270	-	-
Other payable - including related parties	625	625	625	-	-
Dividends payable	276,000	276,000	276,000	-	-
Lease liabilities	110,651	126,538	62,301	36,291	27,946
Bonds payable	130,740	134,100	-	134,100	-
Long-term borrowings (including current portion)	2,196,707	2,509,213	133,649	1,510,728	864,836
	$ 6,435,312	6,787,778	4,213,877	1,681,119	892,782
December 31, 2025					
Non-derivative financial liabilities					
Short-term borrowings	$ 794,000	814,723	814,723	-	-
Financial liabilities measured at fair value through profit or loss	42	42	42	-	-
Notes payable	3,001	3,001	3,001	-	-
Accounts payable	2,012,544	2,012,544	2,012,544	-	-
Account payable - related parties	220	220	220	-	-
Other payables	875,679	875,679	875,679	-	-
Other payable - including related parties	1,166	1,166	1,166	-	-
Lease liabilities	125,328	141,957	68,812	42,707	30,438
Bonds payable	131,678	135,700	-	135,700	-
Long-term borrowings (including current portion)	2,181,517	2,484,692	170,776	1,550,519	763,397
	$ 6,125,175	6,469,724	3,946,963	1,728,926	793,835
March 31, 2025					
Non-derivative financial liabilities					
Short-term borrowings	$ 173,000	177,515	177,515	-	-
Notes payable	5,365	5,365	5,365	-	-
Accounts payable	1,844,921	1,844,921	1,844,921	-	-
Account payable - related parties	138	138	138	-	-
Other payables	830,641	916,199	916,199	-	-
Other payable - including related parties	1,000	1,000	1,000	-	-
Dividends payable	111,534	111,534	111,534	-	-
Lease liabilities	133,945	156,429	52,007	67,558	36,864
Bonds payable	732,292	765,400	-	765,400	-
Long-term borrowings (including current portion)	2,194,908	2,182,562	244,612	1,500,470	437,480
	$ 6,027,744	6,161,063	3,353,291	2,333,428	474,344

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

b. Currency risk

(i) Currency risk

The Company’s significant exposure to foreign currency risk was as follows:

	2026.3.31			2025.12.31			2025.3.31		
	Foreign currency	Exchange rate (dollar)	NTD	Foreign currency	Exchange rate (dollar)	NTD	Foreign currency	Exchange rate (dollar)	NTD
Financial assets									
Monetary items									
USD	$ 131,221	31.995	4,198,422	135,241	31.430	4,250,622	115,606	33.205	3,838,689
Financial liabilities									
Monetary items									
USD	78,217	31.995	2,502,550	79,217	31.430	2,489,794	72,686	33.205	2,413,528

(ii) Sensitivity analysis

The foreign currency risk mainly arose from the translation of cash and cash equivalents, accounts receivable, other receivables, accounts payable, and other payables.

As of March 31, 2026 and 2025, if the exchange rate had changed, given no changes in other factors, when NTD is depreciated or appreciated against USD by 1%, profit before tax would have increased or decreased by $16,959 thousand and $14,252 thousand for the three months ended March 31, 2026 and 2025, respectively. The method of analysis remains the same for both periods.

(iii) Foreign exchange gains and losses on monetary items

The Company's information on foreign exchange gain (loss) on monetary items is disclosed by total amount. For the three months ended March 31, 2026 and 2025,, foreign exchange gains (loss) (including realized and unrealized portions) amounted to (23,006) thousands and $24,811 thousands, respectively.

c Interest rate analysis

The Company’ s exposure to interest rate risk arising from financial assets and liabilities is described in the liquidity risk part of this note.

The following sensitivity analysis is determined through the exposure to interest rate risk of derivative and non-derivative instruments on the reporting date. For floating rate liabilities, the analysis assumes that the balances of outstanding liabilities on the reporting date have been outstanding for the whole period, and their rational change intervals are being estimated. If the interest rate increases/decreases by 1%, representing the reasonable interest rates changes made by management.

If the interest rate increased or decreased by 1%, given no changes in other factors, the profit before tax will decrease or increase by $29,907 thousand and $23,679 thousand for the first quarter of 2026 and 2025, respectively.. This is mainly because of the Company's floating rate loans.

d. Fair value

(i) Fair value hierarchy

The fair value of financial assets and liabilities at fair value through profit or loss are measured on a recurring basis. The carrying amount and fair value of the Company’ s financial assets and liabilities, including the information on fair value hierarchy are stated below:

	March 31, 2026				
		Fair value			
	Carrying amount	Level 1	Level 2	Level 3	Total
Financial assets at fair value through profit or loss					
Non-derivative financial assets mandatory measured at FVTPL	$ 247,096	-	-	247,096	247,096
Embedded derivative instruments of convertible bonds	122	-	122	-	122
Forward exchange contracts	89	-	89	-	89
Subtotal	$ 247,307	-	211	247,096	247,307
Financial assets at fair value through other comprehensive income					
Stocks of foreign non-listed companies	$ 33,883	-	-	33,883	33,883
Financial liabilities at fair value through profit or loss					
Forward exchange contracts	$ 1,534	-	1,534	-	1,534

	December 31, 2025				
		Fair value			
	Carrying amount	Level 1	Level 2	Level 3	Total
Financial assets at fair value through profit or loss					
Non-derivative financial assets mandatory measured at FVTPL	$ 235,764	-	-	235,764	235,764
Embedded derivative instruments of convertible bonds	274	-	274	-	274
Forward exchange contracts	1,476	-	1,476	-	1,476
Subtotal	$ 237,514	-	1,750	235,764	237,514
Financial assets at fair value through other comprehensive income					
Stocks of foreign non-listed companies	$ 33,284	-	-	33,284	33,284
Financial liabilities at fair value through profit or loss					
Forward exchange contracts	$ 42	-	$ 42	-	42

	March 31, 2025				
		Fair value			
	Carrying amount	Level 1	Level 2	Level 3	Total
Financial assets at fair value through profit or loss					
Non-derivative financial assets mandatory measured at FVTPL	$ 202,068	-	-	202,068	202,068
Embedded derivative instruments of convertible bonds	2,147	-	2,147	-	2,147
Subtotal	**$ 204,215**	**-**	**2,147**	**202,068**	**204,215**
Financial assets at fair value through other comprehensive income					
Stocks of foreign non-listed companies	**$ 33,172**	**-**	**-**	**33,172**	**33,172**

(ii) Valuation techniques of financial instruments not measured at fair value

A. Non-derivative financial instruments

Financial instruments traded in active market are based on quoted market prices. The quoted price of a financial instrument obtained from main exchanges and on-the-run bonds from Taipei Exchange can be used as a basis to determine the fair value of the listed companies equity instrument and debt instrument of the quoted price in an active market. If a quoted price of a financial instrument can be obtained readily and regularly from exchanges, brokers, underwriters, industrial union, pricing institute, or authorities, and such price can reflect those actual trading and regularly occurring in the market. Then the financial instrument is considered to have a quoted price in an active market. If a financial instrument is not in accord with the definition mentioned above, then it is considered to be without a quoted price in an active market. In general, market with low trading volume or high bid-ask spreads is an indication of a nonactive market.

If the financial instrument held by the Company is of an active market, the fair value of it is determined in accordance with market price. If its of a nonactive market, the fair value is measured by net assets.

B. Derivative financial instruments

Measurement of the fair value of derivative instruments is based on the valuation techniques generally accepted by market participants such as the discounted cash flow or option pricing models (Black-Scholes Model).

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

The Company's financial instruments that use Level 3 inputs to measure fair value include financial assets and liabilities measured at fair value through profit and loss.

Most of the Company's fair value were classified as Level 3 with only one significant unobservable input. Only liabilities instruments of nonactive market has more than one significant unobservable inputs. The significant unobservable inputs of financial instrument investments without an active market are individually independent, and there is no correlation between them.

Quantified information of significant unobservable inputs was as follow:

Item	Valuation technique	Significant unobservable inputs	Interrelationship between significant unobservable inputs and fair value measurement
Financial assets at fair value through profit and loss - non-current	Net asset valuation method	Net asset valuation	Not applicable
Financial assets at fair value through profit and loss - current	Net asset valuation method	Illiquidity and market discount and credit risk adjustment	• The higher the market illiquidity discount is, the lower the fair value. • The higher the credit risk is, the lower the fair value.

(23) Financial risk information

The consolidated company's financial risk management objectives and policies have not changed significantly from those disclosed in Note 6(24) to the 2025 annual consolidated financial statements.

(24) Capital management

The consolidated company's capital management objectives, policies, and procedures are consistent with those disclosed in the 2025 annual consolidated financial statements. In addition, there were no significant changes in the summary quantitative data of the items managed as capital from those disclosed in the 2025 annual consolidated financial statements. Please refer to Note 6(25) to the 2025 annual consolidated financial statements for related information.

(25) Investing and financing activities not affecting the current cash flow

Details of investing and financing activities not affecting the current cash flow of the Company for the three months ended March 31, 2026 and 2025 were as follows:

			Non-Cash changes		
	January 1, 2026	Cash flow	Conversion of corporate bonds	Others	March 31, 2026
Short-term borrowings	$ 794,000	-	-	-	794,000
Long-term borrowings (including current portion)	2,181,517	6,424	-	8,766	2,196,707
Lease liabilities	125,328	(16,580)	-	1,903	110,651
Corporate bonds payable (including current portion)	131,678	-	(1,556)	618	130,740
Total liabilities from financing activities	$ 3,232,523	(10,156)	(1,556)	11,287	3,232,098

			Non-Cash changes		
	January 1, 2025	Cash flow	Conversion of corporate bonds	Others	March 31, 2025
Short-term borrowings	$ 195,000	(22,000)	-	-	173,000
Long-term borrowings (including current portion)	2,271,582	(77,060)	-	386	2,194,908
Lease liabilities	137,030	(15,027)	-	11,942	133,945
Corporate bonds payable (amortization of discounts)	952,248	-	(224,300)	4,344	732,292
Total liabilities from financing activities	$ 3,555,860	(114,087)	(224,300)	16,672	3,234,145

7. Related-party transactions

(1) Names and relationship with related parties

Related parties which had transactions with the Company during the time period of the consolidated financial statements:

Name of related parties	Relationship with the Company
Yuan Wan-ting	Chairman of the Company
Hsu, Chang-Fei	Director of the Company
Nantong Dadi Electric Co., Ltd.	Affiliated company
Kung Shan Ching Zhi Electric Co., Ltd.	Affiliated company of the Company

(2) Significant related party transactions

a. Operating revenue

Significant sales to related parties were as follows;

	Three Months Ended March 31	
	2026	2025
Affiliated company	$ 15,507	13,736

Selling price and sales term to subsidiaries is not significantly different from general sales. . No collaterals were pledged from the receivables of the related parties and it was deemed not necessary to be recorded as impairment loss after assessment.

b. Purchase

	Three Months Ended March 31	
	2026	2025
Affiliated company	$ 99	126

The Company did not purchase the above mentioned items from other companies; therefore these is no comparison for purchase price. Payment terms is 1 to 2 month which is the same as other suppliers.

c. Receivables from related parties

Item	Type of related parties	March 31, 2026	December 31, 2025	March 31, 2025
Notes receivable	Affiliated company	$ 10,642	4,337	9,198
Accounts receivable	Affiliated company	17,765	35,255	15,420
		$ 28,407	39,592	24,618

d. Payables to Related Parties

Item	Type of related parties	March 31, 2026	December 31, 2025	March 31, 2025
Accounts payable	Affiliated company	$ 128	220	138
Other payables	Other related parties	625	1,166	1,000
		$ 753	1,386	1,138

e. Lease

The Group has rented buildings and land from related parties, and signed 1 to 3 years lease contracts with reference of neighboring rental market price and land market price in the total contract amount of $0 thousand and $1,914 thousand for the three months ended March 31, 2026 and 2025, respectively. The Company paid leases in the amount of $2,133 thousand and $2,647 thousand for the three months ended March 31, 2026 and 2025, respectively. As of March 31, 2026 December 31, 2025 and March 31, 2025, the balance of lease liabilities amounted to $6,354 thousand, $8,451 thousand and $14,677 thousand, respectively.

(3) Key management personnel transactions

Key management personnel compensation comprised:

	Three Months Ended March 31	
	2026	**2025**
Short-term employee benefits	$ 7,083	15,368
Post-employment benefits	162	219
Share-based payments	4,145	1,044
	$ 11,390	**16,631**

8 Assets pledged as security:

Details of the carrying value of assets pledged by the Company's as guarantee as follows:

Asset name	Pledge or Mortgage underlying subject	March 31, 2025	December 31, 2025	March 31, 2025
Property, plant and equipment				
Land	Bank loan and credit limit guarantee	$ 723,609	723,609	723,609
Buildings and structures	〃	1,259,663	1,261,011	152,866
		$ 1,983,272	**1,984,620**	**876,475**
Investment property				
Land	Bank loan and credit limit guarantee	$ 278,523	278,523	271,821
Buildings and structures	〃	41,665	41,665	40,565
		$ 320,188	**320,188**	**312,386**

9. Significant Commitments and contingencies:

(1) Significant and unrecognized commitments of the Company:

	March 31, 2025	December 31, 2025	March 31, 2025
Acquisition of property, plant and equipment	$ 479,193	646,474	929,577
Acquisition of intangible assets	-	-	2,428
	$ 479,193	646,474	932,005

For the purpose of sales development and future operational needs, the board of directors approved to use own land to build factory buildings in the Zhuhai, China area on November 7, 2023. A building contract was signed with not-related parties in the third quarter of 2024 in the amount of $845,258 thousand (CNY186,880 thousand). As of March 31, 2026, NT$519,041 thousand (CNY112,118 thousand) of the contracted price had been paid.

(2) Promissory note issued by the Company for credit limit:

March 31, 2026	December 31, 2025	March 31, 2025
$ 6,994,773	6,391,665	7,197,428

(3) Amounts paid in as customs duties guarantee for imported goods:

March 31, 2026	December 31, 2026	March 31, 2025
$ 6,000	6,000	6,000

10. Due to Major Disasters: none.

11. Materiality after the period: none.

12. Other

a. A summary of employee benefits, depreciation, and amortization, by function, is as follows:

By function / By item	Three Months Ended March 31					
	2026			2025		
	Cost of sales	Operating expenses	Total	Cost of sales	Operating expenses	Total
Employee benefits						
Salary	260,610	292,904	553,514	268,456	213,168	481,624
Labor and health insurance	13,232	16,864	30,096	18,623	16,582	35,205
Pension	15,233	15,709	30,942	15,291	9,966	25,257
Other employee benefits	104,748	38,714	143,462	70,000	25,205	95,205
Depreciation	120,913	56,635	177,548	113,465	44,879	158,344
Amortization	3,416	9,547	12,963	124	12,850	12,974

b. Seasonality of operations:

The consolidated company's operations are not affected by seasonal or cyclical factors.

13. Other disclosures

(1) Information of significant transactions

The following is the information on significant transactions required by the “Regulations Governing the Preparation of Financial Reports by Securities Issuers” for the Company for the three months ended March 31, 2026.

a. Lending to other parties:

No.	Loan amount	Name of borrower	Account name	Related party	Highest balance for guarantees and endorsements during the period	Balance of guarantees and endorsements as of reporting date	Actual usage amount during the period	Interest rate	Maximum limit of fund financing Name of borrower	Business	Reason for short-term financing	Allowance for bad debt	Collateral		Individual funding loan limits	Maximum limit of fund financing	
	Name of Holder	Underwriting bank	Financial Statement Account	Name of related parties	Amount	Balance at end of the year	Amount	Interest rate	Nature (Note 11)	Amount	Unusual transaction details	Amount	Item	Value		Total Amount	Note Note 12:
1	KUNSHAN ACES ELECTRONIC CO., LTD.	GALIS ACCURATE SMITHCRAFT PRODUCTS CO., LTD. OF SUZHOU	Other receivables	Yes	208,305	208,305	208,305	0.9%	2	-	Operation requirements	-	None	-	3,218,511	3,218,511	Note 1, 2,8
2	ASIA CENTURY INVESTMENTLTD	MEC INTERNATIONAL COMPANY LTD	Other receivables	Yes	20,797	20,797	20,797	2.95%	2	-	Operation requirements	-	None	-	178,495	178,495	〃
3	WEI HONG INTERNATIONAL INVESTMENT CO., LTD.	ACES Surface Treatment Co., Ltd.	Other receivables	Yes	2,500	2,500	-	0.00%	2	-	Operation requirements	-	None	-	41,136	41,136	Note 2, 3, 8
4	MEC IMEX INC.	MEC ELECTRONICS (SUZHOU) CO., LTD.	Other receivables	Yes	95,985	-	-	0%~2.45%	2	-	Operation requirements	-	None	-	254,710	254,710	〃
5	MEC ELECTRONICS (HK) COMPANY LTD.	HOMEPRIDE ELECTRONICS (DONGGUAN) COMPANY LIMITED.	Other receivables	Yes	18,516	18,516	18,516	1.30%	2	-	Operation requirements	-	None	-	127,980	127,980	Note 4, 8
5	MEC ELECTRONICS (HK) COMPANY LTD.	HOMEPRIDE TECHNOLOGYLIMITED	Other receivables	Yes	17,597	17,597	17,597	1.15%	2	-	Operation requirements	-	None	-	127,980	127,980	〃
5	MEC ELECTRONICS (H.K.) CO., LTD.	MEC INTERNATIONAL COMPANY LTD	Other receivables	Yes	6,399	6,399	6,399	3.05%	2	-	Operation requirements	-	None	-	127,980	127,980	〃
6	ACCURATE GROUP LIMITED	MEC INTERNATIONAL COMPANY LTD	Other receivables	Yes	6,399	6,399	6,399	2.95%	2	-	Operation requirements	-	None	-	178,997	178,997	Note 6, 8
7	KUANG YING COMPUTER EQUIPMENT CO., LTD.	MEC IMEX INC.	Other receivables	Yes	110,000	80,000	80,000	1.225%	2	-	Operation requirements	-	None	-	156,903	156,903	Note 2, 3, 8
8	GENESIS ELECTRO-MECHANICAL LIMITED	GENESIS TECHNOLOGY USA, INC.	Other receivables	Yes	47,993	47,993	47,993	1.2%	2	-	Operation requirements	-	None	-	659,164	659,164	Note 5, 8
8	GENESIS ELECTRO-MECHANICAL LIMITED	MEC ELECTRONICS PHILIPPINES CORP.	Other receivables	Yes	31,995	31,995	31,995	3.85%	2	-	Operation requirements	-	None	-	659,164	659,164	〃
8	GENESIS ELECTRO-MECHANICAL LIMITED	MEC IMEX INC.	Other receivables	Yes	31,995	31,995	31,995	2.55%	2	-	Operation requirements	-	None	-	131,833	131,833	〃
8	GENESIS ELECTRO-MECHANICAL LIMITED	Aces Precision Industry Pte Ltd.	Other receivables	Yes	63,990	63,990	63,990	2.55%~3.85%	2	-	Operation requirements	-	None	-	659,164	659,164	〃
9	GENESIS INNOVATION GROUP LIMITED	Aces Precision Industry Pte Ltd.	Other receivables	Yes	95,985	95,985	95,985	3.85%	2	-	Operation requirements	-	None	-	931,441	931,441	〃
9	GENESIS INNOVATION GROUP LIMITED	MEC IMEX INC.	Other receivables	Yes	20,000	20,000	20,000	1.705%	2	-	Operation requirements	-	None	-	186,288	186,288	〃

Note 1: According to ‘Procedures for Lending Funds to Others’ of subsidiaries, KUNSHAN ACES ELECTRONIC CO., LTD., and ASIA CENTURY INVESTMENT LTD, , when lending funds to companies or firms that are in need of short-term working capital, the individual loan amount shall not exceed 10% of the company’s net worth. However, if the borrowing company and its parent company directly or indirectly hold 100% of the voting shares of the foreign company, the individual loan amount shall not exceed 100% of the net worth of that subsidiary.

Note 2: According to 'Procedures for Lending Funds to Others' of subsidiaries, KUNSHAN ACES ELECTRONIC CO., LTD., MEC IMEX INC. and ASIA CENTURY INVESTMENT LTD, when lending funds to companies or firms that are in need of short-term working capital, the individual loan amount shall not exceed 40% of company's net worth. However, if the borrowing company and its parent company directly or indirectly hold 100% of the voting shares of the foreign company, the total loan amount shall not exceed 100% of the net worth of that subsidiary.

Note 3: According to 'Procedures for Lending Funds to Others' of subsidiary MEC IMEX INC.., when lending funds to companies or firms that are in need of short-term working capital, the individual loan amount shall not exceed 40% of each lending company. However, if the borrowing company and its parent company directly or indirectly hold 100% of the voting shares of the foreign company, the individual loan amount shall not exceed 100% of the net value of that subsidiary.

Note 4: The total amount of funds lent to others and the limit for individual loans for an individual enterprise by MEC ELECTRONICS (HK) COMPANY LTD., a subsidiary of the Company, was fixed at USD4,000 thousand.

Note 5: According to 'Procedures for Lending Funds to Others' of subsidiaries GENESIS ELECTRO-MECHANICAL LIMITED and GENESIS INNOVATION GROUP LIMITED., when lending funds to companies or firms that are in need of short-term working capital, the individual loan amount shall not exceed 40% of each lending company. However, if the borrowing company and its parent company directly or indirectly hold 100% of the voting shares of the foreign company, the individual loan amount shall not exceed 200% of the net value of that subsidiary.

Note 6: According to 'Procedures for Lending Funds to Others' of subsidiary, ACCURATE GROUP LIMITED, when lending funds to companies or firms that are in need of short-term working capital, the individual loan amount shall not exceed 40% of company's net worth. However, if the borrowing company and its parent company directly or indirectly hold 100% of the voting shares of the company, the total loan amount and the individual loan amount shall not exceed 400% of the net worth of that subsidiary.

Note 7: Nature of the loan as filled out below:
(i) Fill in '1' for companies with business relationship.
(ii) Fill in '2' for companies with short-term financing demands.

Note 8: The above transactions have been written-off in preparation of consolidated financial statements.

b. Guarantees and endorsements for others:

No.	Name of guarantor	Counter-party of guarantee and endorsement		Limitation on amount of guarantees and endorsements for an enterprise individual (Note 1, 7)	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 equity of the latest financial statements	Maximum amount allowed for endorsement (Note 2, 7)	Endorsements /guarantees by parent company	Subsidiary endorsements /guarantees by a subsidiary	Endorsements /guarantees to a subsidiary in Mainland China
		Name	Relationship (Note 7)										
0	The Company	ACES Precision Machinery Co., Ltd.	2	7,964,714	50,000	50,000	-	-	0.63%	7,964,714	Y	N	N
1	ACECONN ELECTRONIC CO., LTD.	ACES ZHUHAI TECHNOLOGY LTD	2	4,803,920	601,770	601,770	386,735	447,930	12.53%	4,803,920	N	N	Y
2	DONGGUAN ACES ELECTRONIC CO., LTD.	ACES ZHUHAI TECHNOLOGY LTD	2	1,636,556	601,770	601,770	386,735	-	110.31%	1,636,556	N	N	Y
3	MEC IMEX INC.	MEC INTERNATIONAL COMPANY LTD.	2	636,774	79,988	79,988	-	-	12.56%	636,774	N	N	N
4	DONGGUAN KUANGYING HARDWARE PLASTIC PRODUCT CO., LTD.	KUANG YING COMPUTER EQUIPMENT CO., LTD.	2	134,059	4,799	4,799	2,688	-	3.08%	134,059	N	N	N
4	DONGGUAN KUANGYING HARDWARE PLASTIC PRODUCT CO., LTD.	KUNSHAN ACES ELECTRONIC CO., LTD.	2	134,059	4,799	4,799	2,688	-	3.08%	134,059	N	N	Y
5	SUZHOU KUANG YING ELECTRIC CO., LTD.	KUANG YING COMPUTER EQUIPMENT CO., LTD.	3	103,984	4,799	4,799	255	-	133.59%	103,984	N	N	N
5	SUZHOU KUANG YING ELECTRIC CO., LTD.	DONGGUAN KUANGYING HARDWARE PLASTIC PRODUCT CO., LTD.	2	103,984	4,799	4,799	255	-	133.59%	103,984	N	N	Y
6	KUANG YING COMPUTER EQUIPMENT CO., LTD.	DONGGUAN KUANGYING HARDWARE PLASTIC PRODUCT CO., LTD.	2	259,946	2,240	2,240	160	-	0.57%	259,946	N	N	Y

Note1: According to 'Endorsement Guarantee Procedure' of the Company, the guarantees and endorsements for an individual enterprise shall not exceed 20% of the Company's net value. However, if it holds more than 50% of the Company's direct or indirect voting rights, then guarantees and endorsements shall not exceed 100% of the Company's net value.

Note2: According to ‘Endorsement Guarantee Procedure’ of the Company, the guarantees and endorsements shall not exceed 100% of the Company's net value.

Note 3: According to ‘Endorsement Guarantee Procedure’ of subsidiary MEC IMEX INC., the guarantees and endorsements for an individual enterprise shall not exceed 20% of the Company's net value. However, if it holds more than 20% of the Company's direct or indirect voting rights, then guarantees and endorsements shall not exceed 100% of the Company's net value. The guarantees and endorsements shall not exceed 100% of the Company's net value.

Note 4: According to the regulations of the “Operational Procedures of Endorsements and Guarantees” of the subsidiaries, KUANG YING COMPUTER EQUIPMENT CO., LTD., DONGGUAN KUANGYING HARDWARE PLASTIC PRODUCT CO., LTD., and SUZHOU KUANG YING ELECTRIC CO., LTD., the amount of endorsements and guarantees provided to a single entity shall not exceed the paid-in capital of the company. However, if directly or indirectly holding 100% of the shares with voting rights of the company and the parent company of the company, the amount of endorsements and guarantees shall not exceed the paid-in capital of the company.

Note 5: According to the "Endorsement Guarantee Procedure" of subsidiary ACECONN ELECTRONIC CO., LTD., the amount of endorsements and guarantees provided to a single entity shall not exceed 100% of the Company's net value. However, if directly or indirectly holding 100% of the shares with voting rights of the company and the parent company of the company, the amount of endorsements and guarantees shall not exceed 100% of the Company's net value. The total amount of endorsements and guarantees shall not exceed 100% of the Company's net value.

Note 6: According to the "Endorsement Guarantee Procedure" of subsidiary DONGGUAN ACES ELECTRONIC CO., LTD.., the amount of endorsements and guarantees provided to a single entity shall not exceed 300% of the Company's net value. However, if directly or indirectly holding 100% of the shares with voting rights of the company and the parent company of the company, the amount of endorsements and guarantees shall not exceed 300% of the Company's net value. The total amount of endorsements and guarantees shall not exceed 300% of the Company's net value.

Note 7: Relationship between the Company and counter-party of guarantee and endorsement as follows:
(i) Companies with business relationship.
(ii) The Company holds over 50% voting rights over the counter-party directly or indirectly.
(iii) The counter-party holds over 50% voting rights of the Company directly or indirectly.
(iv) Companies that hold over 90% voting rights directly or indirectly.
(v) Companies for which the endorsement guarantee was provided by all shareholders based on shareholding ratio due to joint investment venture.
(vi) Companies mutually providing guarantee according to contract requirements for engineering contracts or joint ventures.
(vii) Joint and several guarantees for performance guarantees under pre-sale housing sales contracts among peers in accordance with the Consumer Protection Act.

c. Significant securities held as of March 31, 2026 (excluding investment in subsidiaries, associates and joint ventures):

(Shares in thousands)

Name of Holder	Type and Name of Marketable Securities Type and title of marketable securities	Relationship with the Securities Issuer Affiliation with marketable security issuers	Financial Statement Account	March 31				Note
				Shares	Carrying amount	Percentage of ownership	Fair value	
The Company	Fund- CDIB-Innolux II Limited Partnership	-	Financial assets at FVTPL －non-current	-	33,575	1.36%	33,575	
The Company	Fund: China Development Advantage Venture Capital Limited Partnership.	-	Financial assets at FVTPL －non-current	-	43,626	1.54%	43,626	
The Company	SPECTRA SPC POWERFUND	-	Financial assets at FVTPL －current	380	-	-%	-	
KUNSHAN ACES ELECTRONIC CO., LTD.	Fund - Kung Shan Hua Cheng Yi Da Equity Investment Company (limited partnership company)	-	Financial assets at FVTPL －non-current	-	99,591	2.48%	99,591	
Genesis Electro Mechanical Limited	Fund - MS USD LIQUID QUALIF ACC FUND LVNAV		Financial assets at FVTPL －current	17	70,304	-%	70,304	
Genesis Holding Company	Investments in non-listed company – PRIME RICH	-	Financial assets at FVOCI －non-current	390	33,883	3.84%	33,883	

d. Related-party transactions for purchases and sales with amounts exceeding the lower of NT$100 million or 20% of the capital stock:

Counter-party of sales/purchase	Name of counter-party	Relationship	Transaction details: Sales/purchase	Amount	% in total purchase (sales)	Credit terms	Unusual transaction details: Unit price	Credit terms	Notes and accounts receivables (payables): Balance amount	Percentage in total notes and accounts receivable (payable)	Note
KUNSHAN ACES ELECTRONIC CO.,LTD.	KUNSHAN CHENGGANG ELECTRONIC TECHNOLOGY CO., LTD.	Affiliates	Sales	136,908	21.27%	OA 120 days	-		611,604	36.59%	
DONGGUAN ACES ELECTRONIC CO.,LTD.	KUNSHAN CHENGGANG ELECTRONIC TECHNOLOGY CO., LTD.	Affiliates	Sales	103,946	21.48%	OA 120 days	-		238,144	27.32%	
KUNSHAN CHENGGANG ELECTRONIC TECHNOLOGY CO., LTD.	The Company	Sub-subsidiary	Sales	240,774	63.69%	OA 150 days	-		783,261	77.62%	
GALIS ACCURATE SMITHCRAFT PRODUCTS CO., LTD. OF SUZHOU	KUNSHAN ACES ELECTRONIC CO.,LTD.	Affiliates	Sales	151,615	97.67%	OA 120 days	-		65,970	93.85%	

Note 1: The above transactions have been written-off in preparation of consolidated financial statements.
Note 2: Only information pertaining to purchase was disclosed, relevant sales information will not be reiterated.

e. Related-party transactions for purchases and sales with amounts exceeding the lower of NT$100 million or 20% of the capital stock:

Recorded as other receivables: Name of Holder	Name of counter-party: Name of investee	Relationship	Receivables from related parties (Note 1)	Turnover rate	Overdue receivables from related parties: Amount	Action taken	Receivables from related parties: Ending Balance	Allowance for bad debt: Amount
KUNSHAN ACES ELECTRONIC CO., LTD	KUNSHAN CHENGGANG ELECTRONIC TECHNOLOGY CO., LTD.	Affiliate	611,604	1.04	-		77,671	-
KUNSHAN ACES ELECTRONIC CO., LTD.	The Company	Sub-subsidiary	395,300	1.02	-		41,780	-
KUNSHAN ACES ELECTRONIC CO., LTD.	DONGGUAN ACES ELECTRONIC CO., LTD.	Affiliate	142,081	1.51	-		25,542	-
DONGGUAN ACES ELECTRONIC CO., LTD.	KUNSHAN CHENGGANG ELECTRONIC TECHNOLOGY CO., LTD.	Affiliate	238,144	1.91	-		29,497	-
DONGGUAN ACES ELECTRONIC CO., LTD.	The Company	Sub-subsidiary	159,437	1.22	-		25,656	-
KUNSHAN CHENGGANG ELECTRONIC TECHNOLOGY CO., LTD.	The Company	Sub-subsidiary	783,261	1.39	-		79,862	-
KUNSHAN CHENGGANG ELECTRONIC TECHNOLOGY CO., LTD.	KUNSHAN ACES ELECTRONIC CO., LTD	Affiliate	175,693	2.27	-		-	-
MEC SUZHOU ELECTRONICS CO., LTD.	MEC IMEX INC.	Affiliates	101,920	2.02	-		20,797	-
DONGGUAN KUANGYING HARDWARE PLASTIC PRODUCT CO., LTD.	KUANG YING COMPUTER EQUIPMENT CO., LTD.	Affiliate	177,262	1.88	-		47,156	-

Note 1: The above transactions have been written-off in preparation of consolidated financial statements.

f. Significant transactions between parent company and subsidiaries:

No.	Companies to make purchase (sale)	Counter-party	Relation ship	Transaction details			
				Accounts	Amount	Trading terms	% of combined total revenues or assets
1	KUNSHAN ACES ELECTRONIC CO., LTD.	KUNSHAN CHENGGANG ELECTRONIC TECHNOLOGY CO., LTD.	3	Sales	136,908	OA 120 days	4.85%
1	KUNSHAN ACES ELECTRONIC CO., LTD.	The Company	2	Accounts receivables	395,300	OA 150 days	2.60%
1	KUNSHAN ACES ELECTRONIC CO., LTD.	KUNSHAN CHENGGANG ELECTRONIC TECHNOLOGY CO., LTD.	3	Accounts receivables	611,604	OA 120 days	4.02%
1	KUNSHAN ACES ELECTRONIC CO., LTD.	DONGGUAN ACES ELECTRONIC CO., LTD.	3	Accounts receivables	142,081	OA 120 days	0.93%
2	DONGGUAN ACES ELECTRONIC CO., LTD.	KUNSHAN CHENGGANG ELECTRONIC TECHNOLOGY CO., LTD.	3	Sales	103,946	OA 120 days	3.68%
2	DONGGUAN ACES ELECTRONIC CO., LTD.	The Company	2	Accounts receivables	159,437	OA 150 days	1.05%
2	DONGGUAN ACES ELECTRONIC CO., LTD.	KUNSHAN CHENGGANG ELECTRONIC TECHNOLOGY CO., LTD.	3	Accounts receivables	238,144	OA 120 days	1.57%
3	GALIS ACCURATE SMITHCRAFT PRODUCTS CO., LTD. OF SUZHOU	KUNSHAN ACES ELECTRONIC CO., LTD.	3	Sales	151,615	OA 120 days	5.37%
4	KUNSHAN CHENGGANG ELECTRONIC TECHNOLOGY CO., LTD.	The Company	2	Sales	240,774	OA 150 days	8.53%
4	KUNSHAN CHENGGANG ELECTRONIC TECHNOLOGY CO., LTD.	The Company	2	Accounts receivables	783,261	OA 150 days	5.15%
4	KUNSHAN CHENGGANG ELECTRONIC TECHNOLOGY CO., LTD.	KUNSHAN ACES ELECTRONIC CO., LTD.	3	Accounts receivables	175,693	OA 120 days	1.16%
5	DONGGUAN KUANGYING HARDWARE PLASTIC PRODUCT CO., LTD.	KUANG YING COMPUTER EQUIPMENT CO., LTD.	3	Accounts receivables	177,262	OA 120 days	1.17%
6	MEC SUZHOU ELECTRONICS CO., LTD.	MEC IMEX INC.	3	Accounts receivables	101,920	OA 120 days	0.67%

Note 1: Fill out the numbers as follows:
a. ‘0’ for parent company.
b. ‘1’ and sequential numbering for the subsidiaries.

Note 2: Categories of relationships of transacting parties as below:
1. Parent company to subsidiary
2. Subsidiary to parent company
3. Subsidiary to subsidiary

Note 3: Only information pertaining to sales, revenue and accounts receivable were disclosed, relevant information on purchase, expenses and accounts payable will not be reiterated.

(2) Information on investments:

The following is the information on investees for the three months ended March 31, 2026 (excluding information on investees in Mainland China):

Investor Company	Investee Company	Location	Main Activities	Original investment amount		Balance as of March 31, 2026			Net Income (Loss) of Investee	Investor's Share of Profit (Loss) of Investee	Note
				March 31, 2026	December 31, 2025	Shares	Percentage of ownership	Carrying amount			
The Company	ACECONN ELECTRONIC CO., LTD.	SAMOA	Investment holding	797,667	797,667	25,060	100.00%	4,819,144	(59,904)	(65,820)	Note 1
The Company	ACES (HONG KONG) ELECTRONIC CO., LTD.	SAMOA	Connectors sales	6,589	6,589	1,548	100.00%	4,152	408	408	〃
The Company	ACES PRECISION INDUSTRY PTE LTD.	Singapore	Connectors sales business	208,410	208,410	8,162	100.00%	56,174	(347)	(347)	〃
The Company	ACESCONN HOLDINGS CO., LTD.	SAMOA	Investment holding	351,112	351,112	12,000	100.00%	174,602	(8,753)	(8,753)	〃
The Company	WEI HONG INTERNATIONAL INVESTMENT CO., LTD.	Taiwan	Investment business	100,000	100,000	10,000	100.00%	102,880	40	40	〃
The Company	MEC IMEX INC.	Taiwan	Connector cable set sales business	928,939	928,939	47,582	99.86%	606,978	4,295	4,354	〃
The Company	ACES JAPAN CO., LTD.	Japan	Connector development business	15,137	15,137	5	100.00%	12,992	(1,525)	(1,525)	〃
The Company	ACES INTERCONNECT (USA), INC.	USA	Connectors sales industry	9,711	9,711	300	100.00%	9,500	(502)	(502)	〃
The Company	COMPUPACK TECHNOLOGY CO., LTD.	Taiwan	Electronic component sales business	337,237	337,237	21,500	100.00%	241,400	3,181	3,593	〃
The Company	KUANG YING COMPUTER EQUIPMENT CO., LTD.	Taiwan	Electronic component manufacturing and sales business	225,391	225,391	25,995	100.00%	372,528	19,263	19,263	〃
The Company	ACES Precision Machinery Co., Ltd.	Taiwan	Mold part manufacturing and sales business	170,000	170,000	17,000	100.00%	94,062	(4,901)	(4,901)	〃
The Company	GENESIS HOLDING COMPANY	Cayman	Investment holding	649,215	649,215	27,778	100.00%	898,318	13,706	10,081	〃
The Company	GENESIS TECHNOLOGY USA, INC.	USA	Electronic component sales business	20,104	20,104	2	100.00%	204,215	1,379	1,379	〃
ACESCONN HOLDINGS CO., LTD.	ASIA CENTURY INVESTMENT LTD.	SAMOA	Investment holding	351,112	351,112	9,150	100.00%	174,602	(8,753)	(8,753)	〃
ACES Precision Machinery Co., Ltd.	ACES Surface Treatment Co., Ltd.	Taiwan	Manufacture and sales of mold	13,000	13,000	1,200	100.00%	2,661	(702)	(702)	〃
MEC IMEX INC.	MEC INTERNATIONAL COMPANY LTD.	British Virgin Islands	Investment holding	1,324,615	1,324,615	34	100.00%	414,049	1,522	1,522	〃
MEC INTERNATIONAL COMPANY LTD.	MEC BEST KNOWN COMPANY LIMITED	Hong Kong	Investment holding	473,201	473,201	118,250	100.00%	8,456	(170)	(170)	〃
MEC INTERNATIONAL COMPANY LTD.	MEC ELECTRONICS (HK) COMPANY LIMITED	Hong Kong	Connector cable set sales business	205,445	205,445	510	100.00%	172,397	(5,027)	(5,027)	〃
MEC INTERNATIONAL COMPANY LTD.	MEC ELECTRONICS PHILIPPINES CORPORATION	Philippines	Connector cable set manufacturing and sales business	54,085	54,085	8,000	100.00%	340,696	12,887	12,887	〃
MEC ELECTRONICS PHILIPPINES CORPORATION	MEC IMEX (USA), INC.	USA	Connector cable set sales business	12,544	12,544	4	100.00%	16,052	(915)	(915)	〃
MEC ELECTRONICS (HK) COMPANY LIMITED	HOMEPRIDE TECHNOLOGY LIMITED	Hong Kong	Investment holding	230,261	230,261	56,750	100.00%	97,512	(8,164)	(8,164)	〃
COMPUPACK TECHNOLOGY CO., LTD.	Aces Precision Industry Pte Ltd.	Vietnam	Electronic component manufacturing and sales business	365,222	365,222	-	100.00%	(3,794)	6,121	6,121	〃

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Investor Company	Investee Company	Location	Main Activities	Original investment amount		Balance as of March 31, 2026			Net Income (Loss) of Investee	Investor's Share of Profit (Loss) of Investee	Note
				March 31, 2026	December 31, 2025	Shares	Percentage of ownership	Carrying amount			
KUANG YING COMPUTER EQUIPMENT CO., LTD.	INFOMIGHT INVESTMENTS LIMITED	SAMOA	Investment holding	285,904	285,904	7,980	100.00%	208,848	(15,738)	(14,695)	〃
INFOMIGHT INVESTMENTS LIMITED	BELTA INTERNATIONAL LIMITED	British Virgin Islands	Investment holding	52,349	52,349	4	100.00%	157,373	(16,115)	(16,115)	〃
INFOMIGHT INVESTMENTS LIMITED	CERTILINK INTERNATIONAL LIMITED	British Virgin Islands	Sales business	1,605	1,605	50	100.00%	47	-	-	〃
INFOMIGHT INVESTMENTS LIMITED	ACCURATE GROUP LIMITED	SAMOA	Investment holding	131,588	131,588	4,100	100.00%	45,926	326	326	〃
GENESIS HOLDING COMPANY	GENESIS INNOVATION GROUP LIMITED	Hong Kong	Investment holding	228,280	228,280	8,000	100.00%	465,720	12,462	12,462	〃
GENESIS HOLDING COMPANY	GENESIS ELECTRO-MECHANICAL LIMITED	Hong Kong	Investment holding	268,229	268,229	9,400	100.00%	337,737	1,389	1,389	〃

Note 1: The above transactions have been written-off in preparation of consolidated financial statements.

(3) Information on investment in mainland China:

a. The names of investees in Mainland China, the main businesses and products, and other information:

Name of investee	Main Activities	Total amount of paid-in capital	Method of investment (Note 1)	Accumulated remittance from Taiwan as of January 1, 2025	Investment flows		Accumulated Outflow of Investment from Taiwan as of December 31, 2025	Net Income (Loss) of Investee	% Ownership through Direct or Indirect Investment	Investor's Share of Profit (Loss) of Investee	Carrying amount of Investment as of December 31, 2025	Accumulated Inward Remittance of Earnings as of December 31, 2025	Note
					Outflow	Inflow							
DONGGUAN ACES ELECTRONIC CO., LTD.	Connector manufacturing and sales business	115,301	(2)	115,301	-	-	115,301	(30,708)	100.00%	(30,708)	545,519	451,444	Note 10
KUNSHAN ACES ELECTRONIC CO., LTD.	Connector manufacturing and sales business	629,475	(2)	163,447	-	-	163,447	(25,679)	100.00%	(23,496)	3,218,511	452,925	〃
KUNSHAN ACES TRADING CO., LTD.	Connectors sales business	9,087	(2)	9,087	-	-	9,087	211	100.00%	211	64,736	-	〃
CHONGQING HONG GAO ELECTRONIC CO., LTD.	Connectors sales business	173,985	(2)	188,086	-	-	188,086	65	100.00%	65	4,675	-	〃
GALIS ACCURATE SMITHCRAFT PRODUCTS CO., LTD. OF SUZHOU	Surface treatment and sales business	256,682	(2)	351,112	-	-	351,112	(8,903)	100.00%	(8,903)	151,172	-	〃
KUNSHAN CHENGGANG ELECTRONIC TECHNOLOGY CO., LTD.	Connector manufacturing and sales business	593,671	(2)	-	-	-	-	(2,215)	100.00%	(2,215)	654,383	-	Note 6, 10
ACES ZHUHAI TECHNOLOGY LTD	Connector manufacturing and sales business	349,246	(2)	170,018	-	-	170,018	(1,664)	100.00%	(1,664)	356,607	-	Note 10
HONGTAI ZHUHAI TRADING LTD	Connector manufacturing and sales business	6,268	(2)	6,268	-	-	6,268	(2,031)	100.00%	(2,031)	3,122	-	Note 10
Nantong Dadi Electric Co., Ltd.	Automobile cable bundle manufacturing and sales business	410,404	(3)	-	-	-	-	10,855	15.31%	1,879	311,552	-	Note 2
Kung Shan Ching Zhi Electric Co., Ltd.	Electronic component sales business	-	(3)	-	-	-	-	3,987	30.00%	1,196	29,228	-	Note 9

ACES Electronics Co., Ltd. and Subsidiaries Notes to Consolidated Financial Statements

Name of investee	Main Activities	Total amount of paid-in capital	Method of investment (Note 1)	Accumulated remittance from Taiwan as of January 1, 2025	Investment flows Outflow	Investment flows Inflow	Accumulated Outflow of Investment from Taiwan as of December 31, 2025	Net Income (Loss) of Investee	% Ownership through Direct or Indirect Investment	Investor's Share of Profit (Loss) of Investee	Carrying amount of Investment as of December 31, 2025	Accumulated Inward Remittance of Earnings as of December 31, 2025	Note
MEC ELECTRONICS (SUZHOU) CO., LTD.	Connector cable set manufacturing and sales business	-	(2)	301,403	-	-	301,403	-	100.00%	-	-	-	Note 10
SUZHOU HANTENG ELECTRONICS TECHNOLOGY CO., LTD.	Connector cable set manufacturing and sales business	519,336	(2)	369,705	-	-	369,705	(139)	100.00%	(139)	8,522	-	Note 3, 10
HOMEPRIDE ELECTRONICS (DONGGUAN) COMPANY LIMITED.	Connector cable set manufacturing and sales business	214,991	(2)	121,258	-	-	121,258	(7,973)	100.00%	(7,973)	114,018	-	〃
MEC SUZHOU ELECTRONICS CO., LTD.	Connector cable set manufacturing and sales business	301,450	(2)	301,450	-	-	301,450	(5,841)	100.00%	(5,841)	(31,332)	-	〃
DONGGUAN COMPUPACK TECHNOLOGY CO., LTD.	Electronic component sales business	10,477	(1)	10,477	-	-	10,477	(6)	100.00%	(6)	9,961	-	Note 4, 10
DONGGUAN KUANGYING HARDWARE PLASTIC PRODUCT CO., LTD.	Electronic component manufacturing and sales	128,110	(2)	129,711	-	-	129,711	(16,132)	100.00%	(16,132)	155,637	-	Note 5, 10
SUZHOU KUANG YING ELECTRIC CO., LTD.	Electronic component manufacturing and sales	104,307	(2)	153,819	-	-	153,819	(27)	100.00%	(27)	3,671	-	〃
DONGGUAN POLIXIN ELECTRIC CO., LTD.	Electronic component sales business	65,150	(2)	-	-	-	-	(333)	100.00%	(333)	28,445	-	Note 7, 10
GENESIS TECHNOLOGY(NINGBO) INC.	Electronic component sales business	21,720	(2)	228,805	-	-	228,805	(457)	100.00%	(457)	52,771	-	Note 8, 10

Note 1: There are 3 types of investment:
(1) Direct investment from Mainland China.
(2) Investment through a company located at a third party area.
(3) Other methods.
Note 2: Direct investment of KUNSHAN ACES ELECTRONIC CO., LTD.
Note 3: Indirect investment of MEC IMEX INC.
Note 4: Direct investment of COMPUPACK TECHNOLOGY CO., LTD. in the amount of USD350 thousand.
Note 5: Indirect investment of KUANG YING COMPUTER EQUIPMENT CO., LTD.
Note 6: Direct investment of ACECONN ELECTRONIC CO., LTD. In the amount of RMB120,322 thousand.
Note 7: Indirect investment of GENESIS INNOVATION GROUP LIMITED.
Note 8: Indirect investment of GEUESIS ELECTRO-MACHANICAL. LIMITED.
Note 9: Direct investment of KUNSHAN ACES ELECTRONIC CO., LTD. in the amount of RMB3,750 thousand.

Note 10: The above transactions have been written-off in preparation of consolidated financial statements.

b. Limitation on investment in Mainland China:

Name of investee	Accumulated remittance from Taiwan to China as of March 31, 2026 (Note 1)	Investment Amounts Authorized by Investment Commission, MOEA	Upper Limit on investment in Mainland China set by Investment Commission, Ministry of Economic Affairs
ACES Electronics Co., Ltd.	1,232,124 (USD 28,892 thousand)	3,279,218 (USD 104,334 thousand)(Note 2)	4,778,828
MEC IMEX INC.	1,093,816 (USD 38,396 thousand)	1,585,487 (USD 50,445 thousand)	(Note 3)
COMPUPACK TECHNOLOGY CO.,LTD.	10,477 (USD 350 thousand)	11,001 (USD 350 thousand)	93,659
KUANG YING COMPUTER EQUIPMENT CO., LTD.	283,530 (USD 8,983 thousand)	314,426 (USD 10,004 thousand)	235,355 (Note 4)

Note 1: Accumulated remittance amount from Taiwan to China as of March 31, 2026 was estimated by historical exchange rates.

Note 2: Inclusive on the amount of USD40,245 thousand authorized by Investment Commission as capital reserve to increase.

Note 3: As the Company obtained the operation headquarters recognition document issued by the Industrial Bureau of the Ministry of Economic Affairs in June, 2023, it is not subject to the quota restrictions of the "Principles for Reviewing Investment or Technical Cooperation in Mainland China" by the Ministry of Economic Affairs.

Note 4: The amount remitted by KUANG YING COMPUTER EQUIPMENT CO., LTD. to mainland China was originally within the limit regulated by the Investment Commission. However, due to operational changes during the current period, the net value has decreased.

c. Significant transactions:

The significant inter-company transactions with the subsidiaries in Mainland China (which are eliminated when preparing the consolidated financial statements) for the three months ended March 31, 2026 are disclosed in “Information on significant transactions”.

14. Segment information:

The information and adjustments for the operating segments of the consolidated company are as follows:

	Three Months Ended March 31, 2026					
	Connector segment	Connector cable segment	Metal stamping segment	Other segment	Adjustment and elimination	Total
Revenue:						
Revenue from external customer	$ 1,734,108	510,653	420,968	155,813	-	2,821,542
Revenue from between segments	6,100	145,874	70,949	4,746	(227,669)	-
Total revenue	$ 1,740,208	656,527	491,917	160,559	(227,669)	2,821,542
Profit and loss from reportable segments	$ 95,118	(44,966)	51,959	(3,147)	44,057	143,021

	Three Months Ended March 31, 2025					
	Connector segment	Connector cable segment	Metal stamping segment	Other segment	Adjustment and elimination	Total
Revenue:						
Revenue from external customer	$ 1,534,429	479,617	422,582	140,652	-	2,577,280
Revenue from between segments	29,031	142,595	49,501	10,970	(232,097)	-
Total revenue	$ 1,563,460	622,212	472,083	151,622	(232,097)	2,577,280
Profit and loss from reportable segments	$ 212,929	(21,115)	56,367	(518)	17,072	264,735