PCB TECHNOLOGIES
leading the way

PCB Technologies Ltd
Quarterly Report

for the period ended September 30, 2026

Convenience Translation Disclaimer

This document constitutes an English convenience translation of selected portions of the comprehensive Hebrew quarterly report published by the Company on November 10, 2026 (Reference No. 2026-01-099967). The official report was submitted to the Israel Securities Authority and is available on the MAGNA distribution website (magna.isa.gov.il) (hereinafter: the "Hebrew Version").

This English convenience translation is voluntary and provided solely for the convenience of the reader. It does not constitute an official, legally binding version of the report. The original Hebrew Version, as officially filed by the Company, remains the sole binding and authoritative text.

While every effort has been made to ensure accuracy, translations cannot perfectly replicate the nuances of the original Hebrew text. In the event of any discrepancy, ambiguity, or contradiction between the Hebrew Version and this English convenience translation, the provisions of the Hebrew Version shall prevail.

PCB Technologies Ltd.
Quarterly Report
for the period ended September 30, 2026

Table of Contents

Chapter A-
Report of the Board of Directors On the State of the Company's Affairs as of September 30, 2026.
Chapter B-
Consolidated Interim Financial Statements as of September 30, 2026 Unaudited.

Convenience Translation Disclaimer

This document constitutes an English convenience translation of selected portions of the comprehensive Hebrew quarterly report published by the Company on November 10, 2026 (Reference No. 2026-01-099967). The official report was submitted to the Israel Securities Authority and is available on the MAGNA distribution website (magna.isa.gov.il) (hereinafter: the "Hebrew Version").

This English convenience translation is voluntary and provided solely for the convenience of the reader. It does not constitute an official, legally binding version of the report. The original Hebrew Version, as officially filed by the Company, remains the sole binding and authoritative text.

While every effort has been made to ensure accuracy, translations cannot perfectly replicate the nuances of the original Hebrew text. In the event of any discrepancy, ambiguity, or contradiction between the Hebrew Version and this English convenience translation, the provisions of the Hebrew Version shall prevail.

PCB Technologies Ltd.

Chapter A
Report of the Board of Directors
On the State of the Company's Affairs
as of September 30, 2026

PCB Technologies Ltd.

Report of the Board of Directors on the State of the Company's Affairs for the Period Ended September 30, 2026

Part One - Explanations of the Board of Directors regarding the State of the Company's Affairs

The Board of Directors of PCB Technologies Ltd. (hereinafter - the "**Company**") is pleased to submit the Report of the Board of Directors on the State of the Company's Affairs for the nine-month period ended September 30, 2026 (hereinafter - the "**Reporting Period**" or the "**Period**") and the three-month period ended on that date in accordance with the Securities Regulations (Periodic and Immediate Reports), 1970 (hereinafter - the "**Regulations**"), as detailed below.

This Report was prepared taking into account that its readers have available to them the last periodic report for 2025 published on March 9, 2026 (Ref. No.: 2026-01-020614), including the chapter describing the Company's Affairs, the report of the Board of Directors and the annual consolidated financial statements thereunder (hereinafter - the "**2025 Periodic Report"**).

In addition, the consolidated financial statements as of September 30, 2026 are attached to this report (hereinafter - the "**Financial Statements**").

1. **Summary description of the Company's business activities**

   1.1 **General**

   The Company operates independently and through a number of subsidiaries (the Company and subsidiaries shall hereinafter collectively be referred to as the "**Group**").

   As of the date of this Report, the Group operates in three operating segments: (a) production, sale and marketing of printed circuit boards and various types of substrates (hereinafter - "**PCBs & Substrates**"); (b) assembly of various electronic components on printed circuits (electronic cards) and electronic systems, and sale and marketing thereof (hereinafter - "**PCB Assembly**"); and (c) development, design and production in the field of electronic systems miniaturization in the field of micro-electronics (hereinafter - "**Microelectronics and Advanced Packaging**").

   For further details regarding the various operating segments, see Chapter A of the 2025 Periodic Report.

1.2 **Engagement in an agreement for the acquisition of Gorilla Circuits**

On October 8, 2026, the company entered into an agreement with Gorilla Circuits (hereinafter - "**Gorilla**") and its shareholders for the acquisition of 100% of Gorilla's issued and paid-up share capital, based on an enterprise value of USD 120 million, subject to purchase price adjustments agreed upon in the acquisition agreement.

Gorilla is a privately-held company, which has been operating for over 20 years in the Silicon Valley, in San Jose, California, in two key areas of activity: manufacturing of printed circuit boards and assembly of electronic cards (PCBA). Gorilla employs over 320 employees and carries out its development, production, engineering, and logistics activities in several sites in San Jose, California, United States. Gorilla has over 700 active customers, and most of its sales are made to customers operating in the high-tech and defense markets. Gorilla specializes in low-volume production, manufacturing products designated for development, and products with short lead times.

The completion of the acquisition is expected to constitute a milestone in the execution of the Company's business strategy. The Company believes that the acquisition will allow it:

- To significantly diversify and expand its customer base. Gorilla holds a critical strategic position within the electronic manufacturing services ecosystem in Silicon Valley and across the United States, spanning a wide range of industries, including defense, semiconductors, medical devices, energy, robotics, and industrial automation.
- To deepen its activity in the technology market and the semiconductor market (constituting approx. 35% of sales with approx. 135 active customers in the first half of 2026). Gorilla's operational model and unique technological capabilities are fully aligned with high-mix, low-volume production, providing the geographic proximity and technical flexibility required for the rapid engineering development cycles which characterize the San Jose technology corridor.
- To substantially expand its activity in the US market. The US market is experiencing substantial growth in aerospace & defense transactions, a sector in which Gorilla has demonstrated substantial growth over the past three years (constituting approx. 40% of sales with approx. 200 active customers in the first half of 2026). In addition, a manufacturing site in the US market will provide business opportunities in which a local manufacturing presence constitutes an advantage or a requirement, subject to the relevant conditions.

- To upgrade the range of technological solutions Gorilla currently provides to its customers, which will lead to further growth in its operations (such as introducing advanced manufacturing capabilities in the field of printed circuit boards and PCB substrates, and the future addition of electronic system miniaturization).

The transaction is subject to the fulfillment of conditions precedent set in the Agreement, including the receipt of approval from the Committee on Foreign Investment in the United States (CFIUS). The transaction completion date will occur subsequent to the fulfillment of all conditions precedent set forth in the Agreement, and in any event - no later than 5 months from the Agreement's signing date, which the Company has the right to extend to a date no later than 8 months from the Agreement's signing date if CFIUS approval is not obtained by the original date.

Based on unreviewed data from Gorilla's management reports, Gorilla's revenues in the third quarter of the year and during the Reporting Period totaled approx. USD 30 million and approx. USD 85 million, respectively.

During the third quarter of the year and during the Reporting Period, Gorilla received orders totaling approx. USD 43 million and approx. USD 105 million, respectively.

Shortly before the publication date of this Report, Gorilla's order backlog amounts to approx. USD 54 million.

For further details, see the Company's immediate report dated October 8, 2026 (Ref. No. 2026-01-091270).

The information set forth above regarding the completion of the transaction and the effect of the completion of the acquisition, including the Company's estimates regarding the implementation of the Company's business strategy following the acquisition and the completion of the transaction, constitutes forward-looking information, as defined by the Securities Law, 1968, whose materialization is uncertain, and which depends, among other things, on factors outside the Company's control, including the fulfillment of the conditions precedent to the completion of the transaction.

1.3 **Effect of foreign exchange rates**

The Group is exposed to the effects of changes in foreign exchange rates, since most of its revenues are denominated in foreign currency (primarily USD) while a significant portion of its expenses is denominated in NIS (primarily wages and overhead). The Group is exposed to foreign exchange rate fluctuations, since there is no certainty that it will be able to successfully hedge against extreme exchange rate changes. Consequently, fluctuations in the NIS/USD exchange rate may affect the Group's results. The weakening of the USD against the NIS increases the relative cost of NIS expenses in USD terms and negatively affects the Group's profitability. During the Reporting Period, the NIS continued to appreciate against the USD , leading to further erosion of the Group's profitability.

A continued appreciation of the NIS against the USD will weigh on the Group's ability to compete in international markets and further erode its profitability.

The Group implements a hedging policy for payroll expenses by entering into derivative financial instruments, such as foreign currency put and call options, and forward contracts, in order to protect itself against short-term risks associated with exchange rate fluctuations.

In addition, the Group has been working with its customers to update orders and increase selling prices in order to compensate for the loss of profitability resulting from the NIS's appreciation.

The Company's assessments and forecasts regarding the effect of the change in the NIS exchange rate vis-à-vis foreign currencies and regarding updating orders and selling prices as aforesaid, constitute forward-looking information, as defined by the Securities Law, 1968, and are based, among other things, on data at the Company's disposal as of the report date. To the extent that any change occurs in the aforementioned data or to the extent that there are unexpected and unusual changes in exchange rates and/or in the Company's customer mix, the Company's estimates may not materialize or may differ significantly from the expectations above.

1.4 **Effect of Operation Lion's Roar**

On February 28, 2026, a joint attack by Israel and the United States named Operation Lion's Roar was launched against Iranian government targets with the objective of degrading Iranian nuclear and ballistic missile capabilities; this resulted in an escalation in Israel's security situation, triggering a conflict on the northern front between Israel and the Hezbollah terrorist organization in Lebanon. On April 8, 2026, a ceasefire between the parties went into effect. Notwithstanding the above, the effects of the events and the

conflict are still noticeable, and there is still a degree of instability, as a result, inter alia, of fluctuations in energy prices, including oil prices, and fluctuations in foreign exchange rates. Potential fluctuations in oil prices, foreign exchange rates, and the availability of materials, labor, and domestic services, as well as access to domestic resources, may affect multiple entities

As stated above, the ongoing operation has had broad impacts on the Israeli economy, the scope and future implications of which are not yet estimable. The Company monitors these impacts and, at this stage, based on the information available to it as of the approval date of the Financial Statements, is unable to assess the extent of the potential ramifications of this event on its activity and results.

The above information regarding the Company's activity constitutes forward-looking information as the term is defined by the Securities Law, 1968, and is an estimate based on the information available to the Company as of the date of this report. This information includes, inter alia, references to future events, the materialization of which is uncertain and depends on various uncertain factors, including the development of the security situation in Israel and the global geopolitical situation. Changes in the geopolitical situation in Israel and around the world and a return to fighting may cause a change in the assessment regarding the effects of the security situation on the Company's activities.

1.5 **Order pipeline and expected orders**

1.5.1 **Expected orders**

The Group has a number of long-term master agreements against which there are estimates by the parties regarding expected orders, which are not included in the order backlog (hereinafter - the "**Expected Orders**"). Among other things, based on these Expected Orders, the Group is preparing to build a supply forecast and to order raw materials for the inventory required to meet the expected production volumes.

Immediately prior to the publication date of this Report, the total Expected Orders based on multi-year master agreements that the Company estimates will generate binding orders during the term of the master agreements amount to approx. USD 100 million (during a period of approx. four years). To clarify, the Expected Orders do not bind the Customer to issue specific orders in relation to the Expected Orders.

1.5.2 **Order backlog**

Shortly before the publication date of this Report, the Group's order backlog amounts to approx. USD 170 million. For further details, see Sections 7.6, 8.6, and 9.6 in Chapter A of the 2025 Periodic Report**.**

During the third quarter of the year and during the Reporting Period, orders totaling approx. USD 62 million and approx. USD 169 million, respectively, were received.

1.5.3 **Total order backlog and expected orders**

Immediately prior to the publication of this Report, the total order backlog and Expected Orders amount to approx. USD 270 million, by operating segment:

	PCBs & Substrates	**PCB Assembly**	**Microelectronics & Advanced Packaging**	**Intersegment adjustments**	**Total**
	USD million				
Order backlog and expected orders	125	142	15	(12)	270

The information and the Company's assessments regarding the Expected Orders, the order backlog and the period of the Expected Orders constitute forward-looking information as defined in the Securities Law, 1968. The Company's assessments are based on information provided by its customers (which has not been independently examined by it) and its internal assessments, and are inherently uncertain and may not materialize, or may materialize in a materially different manner, in whole or in part, due, inter alia, to factors that are not within the Company's control, including factors that are within the control of the customers and/or due to market conditions, etc., in addition to the risk factors specified in Chapter A of the 2025 Periodic Report, which may cause the consideration for the order backlog and Expected Orders to differ from the consideration that the Company anticipates.

2. **Financial position**

The following are explanations of the main changes in the balance sheet items according to the Financial Statements:

Item	As of September 30 2026	As of September 30 2025	As of December 31 2025	The Company's explanations
	USD thousand			
Cash and cash equivalents	5,983	4,413	3,801	-
Trade receivables	52,797	48,691	54,482	The change in trade receivables compared to the corresponding period last year stems mainly from the increase in the Group's activity, from the timing of sales and from a change in the customer mix.
Other receivables	1,847	1,260	1,153	-
Assets measured at fair value - hedging	97	219	200	The change in assets measured at fair value is due to cash flow hedging carried out by the Group for the purpose of protecting against fluctuations in the USD/NIS exchange rate.
Inventories	44,550	43,553	37,824	The increase in inventories stems mainly from the increase in the Group's activity, longer lead times for raw materials and components, the timing of the inventory convergence, and a change in the customer mix.
Employee benefits assets, net	274	282	268	-
Other accounts receivable	197	155	189	-
Deferred taxes	304	-	293	-
Property, plant and equipment, net	50,479	43,052	46,970	During the period, the Company continued to invest in improving and

Item	As of September 30 2026	As of September 30 2025	As of December 31 2025	The Company's explanations
	USD thousand			
				upgrading the various production systems.
Goodwill and intangible assets, net	9,160	9,925	9,686	-
Right-of-use assets, net	10,469	11,250	10,807	-
Total assets	**176,157**	**162,800**	**165,673**	-
Bank loans	17,547	16,774	17,190	As of September 30, 2026, the Company has on-call loans totaling USD 18.5 million at its disposal. The Group uses credit for its ongoing activities and for investments in upgrading the production systems. For further details, see Section 5.3 of this Chapter.
Current maturity of lease liabilities	2,602	2,327	2,308	-
Trade payables	35,714	32,591	30,820	The increase in trade payables stems mainly from the increase in the Group's activities, from the timing of purchases, and from a change in the supplier mix.
Other payables	9,779	11,301	12,547	-
Deferred taxes	198	306	360	-
Lease liabilities	11,811	11,840	11,907	-
Other liabilities	-	166	-	-
Total liabilities	**77,651**	**75,305**	**75,132**	-
Equity	**98,506**	**87,495**	**90,541**	-

3. **Operating results**

The following are explanations regarding the changes in the income statement in accordance with the Financial Statements:

Item	For the nine-month period ended September 30		For the three-month period ended September 30		The Company's explanations
	2026	2025	2026	2025	
	USD thousand		USD thousand		
Revenues from sales	143,402	133,179	50,535	47,842	**PCBs & Substrates Segment revenues** increased during the Reporting Period by 6.3% compared with the corresponding period last year and increased by 15.8% in the third quarter of this year compared with the corresponding quarter last year. The increase was mainly due to sales price adjustments and an increase in the volume of operations. Revenues from the **PCB Assembly Segment** decreased by approx. 6.6% during the Reporting Period compared to the corresponding period last year, and by approx. 13.7% in the third quarter of the year compared to the corresponding quarter last year. The decrease resulted mainly from longer component delivery lead times and from a deterioration in operating efficiency in this segment. Revenues in the **Microelectronics and Advanced Packaging Segment** increased during the Reporting Period by approx. 109.8% compared to the corresponding period last year and by approx. 88.2% in the third quarter of the year compared to the corresponding quarter last year. The increase was mainly due to an increase in demand for products and an increase in activity volumes in this segment. Intersegmental revenues decreased by approx. USD 5

Item	For the nine-month period ended September 30		For the three-month period ended September 30		The Company's explanations
	2026	2025	2026	2025	
	USD thousand		USD thousand		
					million during the Reporting Period compared to the corresponding period last year. For details on the operating segments, see Note 4 to the Financial Statements.
Gross profit	26,675	28,587	9,704	9,972	The gross profit of the Company from the operations of the **PCBs & Substrates Segment** decreased to approx. USD 14.3 million during the Reporting Period compared to approx. USD 16 million in the corresponding period last year. The decrease in gross profit during the period resulted mainly from the appreciation of the NIS against the USD. The Company's gross profit from the operations of **the PCB Assembly Segment** decreased to approx. USD 8 million during the Reporting Period compared to approx. USD 10.3 million in the corresponding period last year. The decrease in gross profit during the period resulted mainly from a decrease in revenues, as detailed above and from the appreciation of the NIS against the USD. The Company's gross profit from the operations of the Microelectronics and Advanced Packaging Segment increased to approx. USD 4.3 million in the Reporting Period, compared to approx. USD 2.2 million in the corresponding period last year. The increase in gross profit during the period was mainly due to the increase in revenues as detailed above. For details on the operating segments, see Note 4 to the Financial Statements.

Item	For the nine-month period ended September 30		For the three-month period ended September 30		The Company's explanations
	2026	2025	2026	2025	
	USD thousand		USD thousand		
Selling and marketing expenses	7,019	6,620	2,377	2,270	The increase in sales and marketing expenses during the Reporting Period, compared to the corresponding period last year, was mainly due to the expansion of the workforce in the field of marketing and sales and the appreciation of the NIS against the USD. This expansion was carried out in order to support growth in the Group's operations as well as to support the Group's growing activity in the field of microelectronics.
General and administrative expenses	7,653	6,476	2,707	2,399	The increase in general and administrative expenses during the Reporting Period, compared to the corresponding period last year, was mainly due to an increase in wage costs and the appreciation of the NIS against the USD.
Research and development expenses	2,683	1,520	1,039	490	The increase in research and development expenses during the Reporting Period, compared to the corresponding period last year, as well as in the third quarter of the year compared to the corresponding quarter last year, resulted mainly from an increase in the scope of development projects and from the appreciation of the NIS currency against the USD.
Operating income before other expenses, net	9,320	13,971	3,581	4,813	The decrease in operating income during the Reporting Period, compared with the corresponding quarter last year, stems mainly from the decrease in gross profit and the increase in sales, marketing and general and administrative expenses as described above.

Item	For the nine-month period ended September 30		For the three-month period ended September 30		The Company's explanations
	2026	2025	2026	2025	
	USD thousand		USD thousand		
Other income (expenses), net	(549)	8	(407)	-	The increase in other expenses during the Reporting Period and in the third quarter of the year resulted mainly from expenses related the acquisition of companies. For further details, see Sections 1.2 and 10.6 to this report.
Finance income (expenses), net	(1,234)	(3,080)	593	(403)	The main decrease in net finance income (expenses) in the Reporting Period resulted mainly from the effects of accounting exchange rate differences. During the Reporting Period, finance expenses from exchange rate differences of approx. USD 131 thousand were recorded compared with finance expenses from exchange rate differences of approx. USD 1.7 million in the corresponding period last year, and in the third quarter of 2026, finance income from exchange rate differences of approx. USD 878 thousand was recorded compared with finance income from exchange rate differences of approx. USD 214 thousand in the corresponding quarter last year. These differences were created mainly as a result of fluctuations in the exchange rate of the USD against the NIS.
Income tax expenses	666	726	678	232	-
Net income	6,871	10,173	3,089	4,178	The decrease in net income during the period compared to the corresponding quarter last year derived mainly from the decrease in operating income as described above.

Item	For the nine-month period ended September 30		For the three-month period ended September 30		The Company's explanations
	2026	2025	2026	2025	
	USD thousand		USD thousand		
Gain (loss) from cash flow hedges, net of tax	(23)	194	(263)	(260)	-
Comprehensive income	6,848	10,367	2,826	3,918	-

Item	For the nine-month period ended September 30		For the three-month period ended September 30		Notes and explanations
	2026	2025	2026	2025	
	USD thousand		USD thousand		
EBITDA (*)	14,994	20,012	5,254	6,813	The decrease in EBITDA is mainly due to the decrease in the Company's operating income as described above.

(*) EBITDA - Operating income (loss) after other income (expenses) and before depreciation and amortization**.**

Reconciliation to Adj. EBITDA based on management's approach:

Item	For the nine-month period ended September 30		For the three-month period ended September 30		Notes and explanations
	2026	2025	2026	2025	
	USD thousand		USD thousand		
EBITDA	14,994	20,012	5,254	6,813	As detailed above.
Expenses for share-based payments to employees	939	506	543	228	The increase stems from options granted to employees during the period.
Expenses related to the acquisition of a company	620	-	478	-	As detailed in Section 1.2 and in the other income (expenses), net item above.
ADJ. EBITDA	16,553	20,518	6,275	7,041	The decrease in adjusted EBITDA is mainly due to the decrease in the Company's operating income as detailed above.

4. **Liquidity**

Item	For the nine-month period ended September 30		For the three-month period ended September 30		Notes and explanations
	2026	2025	2026	2025	
	USD thousand		USD thousand		
Net cash provided by operating activities	13,609	6,156	5,309	4,325	The change in cash flow from operating activities in the Reporting Period, compared to the corresponding quarter last year, stems mainly from changes in working capital.
Net cash used in investing activities	(10,479)	(6,045)	(3,739)	(468)	During the Reporting Period, the Group continued to invest in improving and upgrading the various production systems, as part of its efforts to increase operational efficiency and support future growth.
Net cash provided by (used in) financing activities	(1,179)	2,370	(74)	(1,453)	-

5. Financing sources

5.1. Equity

The Company's equity as of September 30, 2026 constitutes approx. 56% of the total balance sheet, compared to approx. 54% as of September 30, 2025, and continues to be a main source of financing for the Group's activities.

5.2. Working capital and cash balances

Item	As of September 30, 2026	As of September 30, 2025
	USD thousand	
Current assets	105,274	98,136
Current liabilities	65,642	62,993
Working capital	39,632	35,143

In addition to the data listed in the table above, working capital, as reflected in the accepted financial ratios as of September 30, 2026, is 1.6 in current ratio (compared to 1.56 in the corresponding period last year) and 0.93 in quick ratio (compared to 0.87 in the corresponding period last year).

The balance of cash and cash equivalents as of September 30, 2026 was approx. USD 5,983 thousand, compared to approx. USD 4,413 thousand on September 30, 2025.

5.3. Bank loans

A. As of September 30, 2026, the Company has on-call bank credit facilities totaling USD 18.5 million. The loans bear variable interest, at rates ranging from 4.35% to 5.54% per annum. The Group uses loans in accordance with its operational needs and its financing policies. As of September 30, 2026, the amount of loans utilized amounted to approx. USD 17.5 million. During the second quarter of 2026, an agreement was reached with the relevant banks, in which the loans were repaid, the financial covenants applicable to the Company by virtue of the credit agreements detailed above were canceled, and new loans were issued. Accordingly, as of September 30, 2026, the said loans are no longer subject to compliance with such financial covenants.

B. On October 26, 2026, the Company entered into finance agreements with two banks for receipt of credit totaling USD 120 million to finance the acquisition of Gorilla Circuits. The financing facilities comprise a loan of USD 60 million for a six-year period and a secured credit facility of USD 60 million for a period of up to 12 months from the acquisition transaction completion date. The credit will bear annual interest of SOFR plus a 1.5%-2.5% spread, payable quarterly. The principal of the long-term loan will be repaid in 20 quarterly installments, commencing 12 months after the credit provision date.

   To secure the credit, the Company will register in favor of the lenders a first-degree general floating charge on all of its assets. The Company undertook not to distribute dividends as long as the short-term credit has not been repaid in full. The finance agreements include provisions regarding early repayment, grounds for acceleration, and a cross-default clause.

   The actual provision of the credit is subject to the fulfillment of conditions precedent stipulated in the finance agreements, including completion of the acquisition transaction. For further details, see the immediate report regarding the entry into an agreement for obtaining credit in the amount of USD 120 million published on October 26, 2026 (Ref. No.: 2026-01-096628).

C. Under the finance agreements executed, as detailed above, the Company undertook to comply with the financial covenant set forth below, commencing on the date the credit is provided:

   The ratio of net financial liabilities to operating income for debt service (the aggregate amount of operating income from the Corporation's operating activity, on a consolidated basis, during the previous four consecutive quarters, before finance expenses and taxes, and depreciation and amortization expenses recognized during that period, net of cash outflow for leases, plus the cost of share-based payments or similar equity compensation), on a consolidated basis (the finance agreements include provisions regarding the inclusion of figures with respect to the acquired company (or any additional acquired company) before such figures are fully reflected in the Company's Consolidated Financial Statements), shall not exceed 5 during the 12 months following the credit provision date, shall not exceed 4 during the 12-24 month period following the credit provision date, and shall not exceed 3.75 during the period after 24 months following the credit provision date.

This covenant is separate from the financial covenants canceled during the second quarter of 2026 with respect to existing credit.

D. The balance due to suppliers and other accounts payable on September 30, 2026 amounted to approx. USD 45,493 thousand, representing approx. 26% of total assets, compared to approx. USD 43,892 thousand, representing approx. 27% of total assets, on September 30, 2025.

Part Two - Corporate Governance Aspects

6. **Donations**

The Company does not maintain a formalized donation policy.

7. **Disclosure concerning the internal auditor**

No material change has occurred during the quarter in relation to the data on the Company's internal auditor, as detailed in the Report of the Board of Directors attached to the 2025 Periodic Report.

8. **Directors with accounting and financial expertise**

No change has occurred in relation to the information published in the 2025 Periodic Report.

9. **Independent directors**

As of the reporting date, the Company has not adopted an article in its articles of association regarding the percentage of independent directors in accordance with the provisions of the First Addendum to the Companies Law.

Part Three - Disclosure Provisions

10. **Events during the Reporting Period and subsequent to the balance sheet date**

10.1. For events that occurred from January 1, 2026 to the date of publication of the report for the first quarter of 2026, published on May 18, 2026 (Ref. No.: 2026-01-045448), see Section 10 of the Company's Report of the Board of Directors for the first quarter of 2026, the details of which are incorporated herein by way of reference.

10.2. For events that occurred from May 18, 2026 to the publication date of the report for the second quarter of 2026, published on August 10, 2026 (Ref. No.: 2026-01-074645), see Section 10 of the Company's Report of the Board of Directors for the second quarter of 2026, the details of which are incorporated herein by way of reference.

10.3. On August 24, 2026, the Company reported that it had won a tender for 2027-2028 for the supply of PCB assembly products to a leading global company in the medical sector (hereinafter in this section - the "**Tender**" and the "**Customer,**" respectively). The Customer is an existing customer. For further information regarding the customer, see the description of "Customer A" in Note 21 in Chapter C of the 2025 Periodic Report, published on March 9, 2026 (Ref. No.: 2026-01-020614). Based on the Company's estimates, aggregate sales under the tender are expected to total approx. USD 65 million during 2027-2028, subject, among other things, to the customer's right to modify the quantities of products ordered. For further details, see the Company's immediate report dated August 24, 2026 (Ref. No. 2026-01-078999). The aforementioned is provided by way of reference.

10.4. Further to the Company's reports dated July 20, 2026 and August 4, 2026 regarding the convening of an annual extraordinary general meeting of the Company's shareholders, the meeting approved all items submitted for voting thereat, as follows: (a) reappointment of Messrs. Alon Granot (Chairman of the Board), Amir Widmann, Guy Liss-Shafran (independent director), Esther Barak Landes (independent director) and Arieh Reichard (independent director) as directors of the Company for an additional term until the next annual meeting; (b) reappointment of Kost Forer Gabbay & Kasierer (EY) - CPAs as the Company's independent auditor and the authorization of the Board to determine its compensation; (c) a revision of the Company's compensation policy; and (d) a substantial private allocation of options (non-marketable) to the Company's CEO, Mr. Oved Shapira. For further details, see the immediate report on convening a meeting dated July 20, 2026 and the supplementary report thereto dated August 4, 2026 (Ref. Nos.: 2026-01-068942 and 2026-01-073472, respectively), as well as the immediate report regarding the results of the meeting dated August 24, 2026 (Ref. No.: 2026-01-079431). The aforementioned references are incorporated herein by way of reference.

10.5. On September 29, 2026, the company entered into a multi-year master agreement for the supply of printed circuit boards and PCB assembly products with a leading US manufacturer in the aerospace-defense sector, which is an existing customer of the Company (hereinafter in this section - the "**Agreement**" and the "**Customer,**" respectively). The agreement was signed for a period of three and a half years, commencing in July 2026 and ending at the end of 2029. The Company estimates that aggregate sales of the products under the Agreement during the aforesaid period will total approx. USD 38 million. The Customer may terminate the Agreement prior to the end of its term and is under no obligation to acquire any minimum quantity of the products;

rather, purchases will be made pursuant to binding and specific purchase orders issued by the Customer to the Company. It is noted that the Company sells to the customer additional products beyond those to be sold under the Agreement. For further details, see the Company's immediate report dated September 30, 2026 (Ref. No. 2026-01-089230). The aforementioned is provided by way of reference.

10.6. On October 8, 2026, the Company reported that it had entered into an agreement with Gorilla Circuits and its shareholders for the acquisition of 100% of its issued and paid-up share capital, through a directly or indirectly wholly-owned subsidiary of the Company, for consideration reflecting an enterprise value of USD 120 million, subject to purchase price adjustments set forth in the agreement.

The closing of the transaction is subject to the fulfillment of conditions precedent, including obtaining approval from the Committee on Foreign Investment in the United States (CFIUS), and it was stipulated that the closing would occur no later than five months from the signing date, subject to the Company's right to extend such date to up to eight months from the signing date if CFIUS approval is not granted by the original date. For further details, see Section 1.2 above and the Company's immediate report dated October 8, 2026 (Ref. No.: 2026-01-091270). The aforementioned is provided by way of reference.

10.7. On October 26, 2026, the Company entered into finance agreements with two banks for receipt of credit totaling USD 120 million to finance the acquisition of Gorilla Circuits, as detailed in section 5.3 above. The financing facilities comprise a loan of USD 60 million for a six-year period and a secured credit facility of USD 60 million for a period of up to 12 months from the acquisition transaction completion date. The actual provision of the credit is subject to the fulfillment of conditions precedent stipulated in the finance agreements, including completion of the acquisition transaction. For further details regarding the financing terms, collateral, restrictions and financial covenant, see Section 5.3 above and the Company's immediate report regarding its entry into the finance agreements, published on October 26, 2026 (Ref. No.: 2026-01-096628), which is hereby incorporated by way of reference.

11. **Critical accounting estimates**

There were no material changes with respect to the specification of critical accounting estimates and judgments in Note 3 of the Consolidated Financial Statements attached to the 2025 Periodic Report. In accordance with Accounting Staff Position No. 99-8 (dated August 3, 2022) regarding the effects of inflation and interest rate increases on financial disclosure and reporting, the Group examined its exposure to these changes and the required disclosure in accordance with the Group's risk factors, as detailed in Section 10.12 of Chapter A of the Company's 2025 Periodic Report. Accordingly, the Group has found that changes in inflation and interest rates have no material effect on its Financial Statements as of September 30, 2026.

In addition, as of the report approval date, the Group does not anticipate a material effect for changes in the interest rate and inflation (including the Bank of Israel's forecasts for continued growth in the interest and inflation rates) on the Group's financial position, the results of its activities and its cash flows. In addition, there are no indications of any impairment of its assets in accordance with IAS 36.

The Company's assessments and forecasts regarding the future effects of changes in inflation and interest rates, to the extent included above, constitute forward-looking information as defined in the Securities Law, 1968, and are based, inter alia, on data held by the Company as of the date of the report. To the extent there is any change in such data or in interest rate and inflation conditions in the Israeli economy, the Company's assessments may not materialize or may differ, even materially, from the above expectations.

12. **Maturity profile of liabilities**

The Maturity Profile of Liabilities as of September 30, 2026, is attached by way of reference to an electronic report (Form T-126) filed concurrently with this report.

We and the Company's Board of Directors wish to thank the Company's employees for their hard and committed work as well as our shareholders for placing their trust in the Company.

Alon Granot	Oved Shapira
Chairman of the Board	**CEO**

Date: November 9, 2026

PCB Technologies Ltd.

Consolidated Interim Financial Statements as of September 30, 2026

Unaudited

Table of Contents

	Page
Consolidated Statements of Financial Position	2-3
Consolidated Statements of Income and Other Comprehensive Income	4
Consolidated Statements of Changes in Equity	5-7
Consolidated Statements of Cash Flows	8-9
Notes to the Consolidated Interim Financial Statements	10-21

- - - - - - - - - - -

PCB Technologies Ltd.

Consolidated Statements of Financial Position

	As of September 30		As of December 31
	2026	2025	2025
	Unaudited		Audited
	USD thousand		
Current assets			
Cash and cash equivalents	5,983	4,413	3,801
Trade receivables	52,797	48,691	54,482
Other receivables	1,847	1,260	1,153
Assets measured at fair value - hedging	97	219	200
Inventories	44,550	43,553	37,824
	105,274	98,136	97,460
Non-current assets			
Employee benefits assets, net	274	282	268
Other accounts receivable	197	155	189
Deferred taxes	304	-	293
Property, plant and equipment, net	50,479	43,052	46,970
Goodwill and intangible assets	9,160	9,925	9,686
Right-of-use assets	10,469	11,250	10,807
	70,883	64,664	68,213
	176,157	162,800	165,673

The accompanying notes are an integral part of the Consolidated Interim Financial Statements.

PCB Technologies Ltd.

Consolidated Statements of Financial Position (cont.)

	As of September 30		As of December 31
	2026	2025	2025
	Unaudited		Audited
	USD thousand		
Current liabilities			
Bank loans	17,547	16,774	17,190
Current maturity of lease liabilities	2,602	2,327	2,308
Trade payables	35,714	32,591	30,820
Other payables	9,779	11,301	12,547
	65,642	62,993	62,865
Non-current liabilities			
Deferred taxes	198	306	360
Lease liabilities	11,811	11,840	11,907
Other liabilities	-	166	-
	12,009	12,312	12,267
	77,651	75,305	75,132
Equity attributable to the Company's shareholders			
Share capital	21,109	20,892	20,925
Share premium	53,088	52,781	52,850
Treasury shares	(435)	(435)	(435)
Capital reserves	(1,400)	(2,140)	(2,072)
Share options	314	314	314
Retained earnings	25,830	16,083	18,959
Total equity attributable to the Company's shareholders	98,506	87,495	90,541
	176,157	162,800	165,673

The accompanying notes are an integral part of the Consolidated Interim Financial Statements.

November 9, 2026			
Approval date of the financial statements	Alon Granot, Chairman of the Board	Oved Shapira, CEO	Tomer Dvash, CFO

PCB Technologies Ltd.

Consolidated Statements of Income and Other Comprehensive Income

	For the 9 months ended September 30		For the 3 months ended September 30		For the year ended December 31
	2026	2025	2026	2025	2025
	Unaudited				Audited
	USD thousand				
Revenues from sales	143,402	133,179	50,535	47,842	181,632
Cost of sales	116,727	104,592	40,831	37,870	143,654
Gross profit	26,675	28,587	9,704	9,972	37,978
Selling and marketing expenses	7,019	6,620	2,377	2,270	8,958
General and administrative expenses	7,653	6,476	2,707	2,399	8,855
Research and development expenses	2,683	1,520	1,039	490	2,107
Operating income before other expenses, net	9,320	13,971	3,581	4,813	18,058
Other income (expenses)	(549)	8	(407)	-	8
Operating income	8,771	13,979	3,174	4,813	18,066
Finance expenses	(1,234)	(3,080)	(285)	(617)	(4,334)
Finance income	-	-	878	214	-
Finance income (expenses), net	(1,234)	(3,080)	593	(403)	(4,334)
Income before taxes on income	7,537	10,899	3,767	4,410	13,732
Income tax expenses	666	726	678	232	658
Net income	6,871	10,173	3,089	4,178	13,074
Other comprehensive income (net of tax effect):					
Amounts that will not be subsequently reclassified to profit or loss					
Remeasurement loss on defined benefit plans	-	-	-	-	(25)
Amounts that will be or that have been reclassified to profit or loss					
Gain (loss) from cash flow hedges	(23)	194	(263)	(260)	71
Total other comprehensive income (loss)	(23)	194	(263)	(260)	46
Total comprehensive income	6,848	10,367	2,826	3,918	13,120
Basic diluted earnings per share (in USD)	0.09	0.14	0.04	0.06	0.18

The accompanying notes are an integral part of the Consolidated Interim Financial Statements.

PCB Technologies Ltd.

Consolidated Statements of Changes in Equity

	Share capital	Share premium	Share options	Capital reserves	Treasury shares	Retained earnings	Total equity
	Unaudited						
	USD thousand						
Balance as of January 1, 2026 (audited)	20,925	52,850	314	(2,072)	(435)	18,959	90,541
Net income	-	-	-	-	-	6,871	6,871
Other comprehensive loss	-	-	-	(23)	-	-	(23)
Total comprehensive income	-	-	-	(23)	-	6,871	6,848
Exercise of employee options	184	238	-	(244)	-	-	178
Cost of share-based payment	-	-	-	939	-	-	939
Balance as of September 30, 2026	21,109	53,088	314	(1,400)	(435)	25,830	98,506

	Share capital	Share premium	Share options	Capital reserves	Treasury shares	Retained earnings	Total equity
	Unaudited						
	USD thousand						
Balance as of January 1, 2025 (audited)	20,794	52,588	314	(2,698)	(435)	11,219	81,782
Net income	-	-	-	-	-	10,173	10,173
Other comprehensive income	-	-	-	194	-	-	194
Total comprehensive income	-	-	-	194	-	10,173	10,367
Dividends to Company shareholders	-	-	-	-	-	(5,309)	(5,309)
Exercise of employee options	98	193	-	(142)	-	-	149
Cost of share-based payment	-		-	506	-	-	506
Balance as of September 30, 2025	20,892	52,781	314	(2,140)	(435)	16,083	87,495

The accompanying notes are an integral part of the Consolidated Interim Financial Statements.

PCB Technologies Ltd.

Consolidated Statements of Changes in Equity (cont.)

	Share capital	Share premium	Share options	Capital reserves	Treasury shares	Retained earnings	Total equity
	Unaudited						
	USD thousand						
Balance as of July 1, 2026	21,103	53,078	314	(1,664)	(435)	22,741	95,137
Net income	-	-	-	-	-	3,089	3,089
Other comprehensive loss	-	-	-	(263)	-	-	(263)
Total comprehensive income	-	-	-	(263)	-	3,089	2,826
Exercise of employee options	6	10	-	(16)	-	-	-
Cost of share-based payment	-	-	-	543	-	-	543
Balance as of September 30, 2026	21,109	53,088	314	(1,400)	(435)	25,830	98,506

	Share capital	Share premium	Share options	Capital reserves	Treasury shares	Retained earnings	Total equity
	Unaudited						
	USD thousand						
Balance as of July 1, 2025	20,873	52,736	314	(2,080)	(435)	11,905	83,313
Net income	-	-	-	-	-	4,178	4,178
Other comprehensive loss	-	-	-	(260)	-	-	(260)
Total comprehensive income	-	-	-	(260)	-	4,178	3,918
Exercise of employee options	19	45	-	(28)	-	-	36
Cost of share-based payment	-	-	-	228	-	-	228
Balance as of September 30, 2025	20,892	52,781	314	(2,140)	(435)	16,083	87,495

PCB Technologies Ltd.

Consolidated Statements of Changes in Equity (cont.)

	Share capital	Share premium	Share options	Capital reserves	Treasury shares	Retained earnings	Total equity
	Audited						
	USD thousand						
Balance as of January 1, 2025	20,794	52,588	314	(2,698)	(435)	11,219	81,782
Net income	-	-	-	-	-	13,074	13,074
Other comprehensive income (loss)	-	-	-	71	-	(25)	46
Total comprehensive income	-	-	-	71	-	13,049	13,120
Dividends to Company shareholders	-	-	-	-	-	(5,309)	(5,309)
Exercise of employee options	131	262	-	(200)	-	-	193
Cost of share-based payment	-	-	-	755	-	-	755
Balance as of December 31, 2025	20,925	52,850	314	(2,072)	(435)	18,959	90,541

The accompanying notes are an integral part of the Consolidated Interim Financial Statements.

PCB Technologies Ltd.

Consolidated Statements of Cash Flows

	For the 9 months ended September 30		For the 3 months ended September 30		For the year ended December 31
	2026	2025	2026	2025	2025
	Unaudited				Audited
	USD thousand				
Cash flows from operating activities					
Net income	6,871	10,173	3,089	4,178	13,074
Adjustments required to present cash flows from operating activities:					
Adjustments to profit or loss items:					
Depreciation and amortization	6,223	6,033	2,080	2,000	8,037
Capital gain on disposal of property, plant and equipment	-	(8)	-	-	(8)
Change in employee benefits assets, net	(6)	(23)	7	(5)	(9)
Income tax expenses	666	726	678	232	658
Cost of share-based payment	939	506	543	228	755
Finance expenses (income), net	1,327	2,490	(190)	616	3,795
	9,149	9,724	3,118	3,071	13,228
Changes in asset and liability items:					
Decrease (increase) in trade receivables	1,685	(6,966)	1,219	(4,061)	(12,757)
Decrease in other receivables	246	307	194	45	427
Increase in inventories	(6,726)	(9,245)	(2,657)	(380)	(3,516)
Increase (decrease) in trade payables	7,640	2,760	2,182	2,767	(2,085)
Increase (decrease) in other payables	(3,044)	1,221	(1,173)	(727)	2,149
	(199)	(11,923)	(235)	(2,356)	(15,782)
Cash received (paid) during the period for:					
Taxes received	21	8	-	-	8
Taxes paid	(877)	(909)	(224)	(177)	(1,245)
Interest paid	(1,359)	(918)	(440)	(391)	(1,441)
Interest received	3	1	1	-	2
Net cash provided by operating activities	13,609	6,156	5,309	4,325	7,844

The accompanying notes are an integral part of the Consolidated Interim Financial Statements.

PCB Technologies Ltd.

Consolidated Statements of Cash Flows (cont.)

	For the 9 months ended September 30		For the 3 months ended September 30		For the year ended December 31
	2026	2025	2026	2025	2025
	Unaudited				Audited
	USD thousand				
Cash flows from investing activities					
Proceeds from sale of property, plant and equipment	-	8	-	-	8
Investment grants received	-	1,417	-	1,417	1,417
Investment in development of an intangible asset	(649)	(728)	(333)	(232)	(836)
Purchase of property, plant and equipment and other assets	(9,830)	(6,742)	(3,406)	(1,653)	(8,758)
Net cash used in investing activities	(10,479)	(6,045)	(3,739)	(468)	(8,169)
Cash flows from financing activities					
Receipt (repayment) of short-term bank loans, net	762	9,303	446	(955)	9,719
Repayment of lease liabilities	(1,544)	(1,344)	(520)	(498)	(1,844)
Dividends paid to the Company's shareholders	-	(5,309)	-	-	(5,309)
Repayment of an acquisition liability	(575)	(393)	-	-	(393)
Exercise of employee options	178	113	-	-	193
Net cash provided by (used in) financing activities	(1,179)	2,370	(74)	(1,453)	2,366
Exchange rate differences on balances of cash and cash equivalents	231	(96)	(108)	108	(268)
Increase in cash and cash equivalents	2,182	2,385	1,388	2,512	1,773
Cash and cash equivalents at the beginning of the period	3,801	2,028	4,595	1,901	2,028
Cash and cash equivalents at the end of the period	5,983	4,413	5,983	4,413	3,801
Appendix B - Noncash Activity:					
Property, plant and equipment purchased on supplier credit	1,223	895	643	759	3,968

The accompanying notes are an integral part of the Consolidated Interim Financial Statements.

NOTE 1 - GENERAL

A. These financial statements were prepared in condensed format as of September 30, 2026 and for the nine-month and three-month periods then ended (hereinafter - the "**Consolidated Interim Financial Statements**"). These financial statements should be read in conjunction with the Company's Consolidated Annual Financial Statements as of December 31, 2025 and for the year then ended and the accompanying notes (hereinafter - the "**Consolidated Annual Financial Statements**").

B. Effects of Operation Lion's Roar

On February 28, 2026, a joint attack by Israel and the United States named Operation Lion's Roar was launched against Iranian government targets with the objective of degrading Iranian nuclear and ballistic missile capabilities; this resulted in an escalation in Israel's security situation, triggering a conflict on the northern front between Israel and the Hezbollah terrorist organization in Lebanon. On April 8, 2026, a ceasefire between the parties went into effect. Notwithstanding the above, the effects of the events and the conflict are still noticeable, and there is still a degree of instability, as a result, inter alia, of fluctuations in energy prices, including oil prices, and fluctuations in foreign exchange rates. Potential fluctuations in oil prices, foreign exchange rates, and the availability of materials, labor, and domestic services, as well as access to domestic resources, may affect multiple entities

As stated above, the ongoing operation has had broad impacts on the Israeli economy, the scope and future implications of which are not yet estimable. The Company monitors these impacts and, at this stage, based on the information available to it as of the approval date of the financial statements, is unable to assess the extent of the potential ramifications of this event on its activity and results.

C. Effect of foreign exchange rates

The Group is exposed to the effects of changes in foreign exchange rates, since most of its revenues are denominated in foreign currency (primarily USD) while a significant portion of its expenses is denominated in NIS (primarily wages and overhead). The Group is exposed to foreign exchange rate fluctuations, since there is no certainty that it will be able to successfully hedge against extreme exchange rate changes. Consequently, fluctuations in the NIS/USD exchange rate may affect the Group's results. The weakening of the USD against the NIS increases the relative cost of NIS expenses in USD terms and negatively affects the Group's profitability. During the Reporting Period, the NIS continued to appreciate against the USD , leading to further erosion of the Group's profitability.

A continued appreciation of the NIS against the USD will weigh on the Group's ability to compete in international markets and further erode its profitability.

The Group implements a hedging policy for payroll expenses by entering into derivative financial instruments, such as foreign currency put and call options, and forward contracts, in order to protect itself against short-term risks associated with exchange rate fluctuations.

In addition, the Group has been working with its customers to update orders and increase selling prices in order to compensate for the loss of profitability resulting from the NIS's appreciation.

NOTE 2 - SIGNIFICANT ACCOUNTING POLICIES

Preparation format of the Consolidated Interim Financial Statements

The Consolidated Interim Financial Statements have been prepared in accordance with IAS 34, Interim Financial Reporting, as well as in accordance with the disclosure provisions outlined in Chapter D to the Securities Regulations (Periodic and Immediate Reports), 1970.

The accounting policies applied in the preparation of the Consolidated Interim Financial Statements are consistent with those implemented in the preparation of the Consolidated Annual Financial Statements.

A. Note regarding effects prior to initial application

IFRS 18, Presentation and Disclosure in Financial Statements

Further to the information set forth in Note 4(b) to the Consolidated Annual Financial Statements regarding IFRS 18, Presentation and Disclosure in Financial Statements (hereinafter - the "**New Standard**").

As of the financial statements' approval date, the Company is in the process of studying all the effects of the New Standard, including the effects of the amendments to other standards referenced therein, on its financial statements and disclosures included therein. Based on the results of the study performed to date, the Company estimates that the expected effects of the New Standard on the consolidated financial statements are as follows:

1. Specified main business activity

   The Company studied the provisions of the New Standard regarding a specified main business activity and concluded that it does not have a specified main business activity of investing in assets and providing financing to customers.

2. Effects on classification in the statement of income and subtotals included therein

   - **Foreign exchange differences** - The Company has customer and supplier balances denominated in foreign currency, the effects arising from foreign exchange differences in respect of which are currently classified under finance expenses, net. Following application of the New Standard, these foreign exchange differences will be classified to the operating category. In addition, the Company has foreign exchange differences in respect of cash and cash equivalent balances; following application of the New Standard, these foreign exchange differences will be classified to the investing category.

     In addition, bank fees classified as finance expenses, net, will also be classified to the operating category.

   - **Subtotals** - Currently, the Company presents in the statement of income the subtotals of gross profit, operating income before other expenses, net, operating income, income before taxes on income, and net income. Following application of the New Standard, the Company will continue to present the foregoing subtotals together with income (loss) before financing and taxes on income.

NOTE 2 - SIGNIFICANT ACCOUNTING POLICIES (cont.)

A. Note regarding effects prior to initial application (cont.)

IFRS 18, Presentation and Disclosure in Financial Statements (cont.)

3. MPM measures

(*) Currently, the Company publishes the EBITDA and adjusted EBITDA outside its financial statements. The measures are expected to constitute management-defined performance measures in accordance with the provisions of the Standard.

(*) EBITDA - Operating income (loss) after other income (expenses) and before depreciation and amortization.

4. Effects on classification in the statement of cash flows

Currently, the Company classifies cash flows from interest received and interest paid as operating activities in the statement of cash flows. Following application of the New Standard, cash flows from interest received will be classified as investing activities, and cash flows from interest paid will be classified as financing activities. As a result of the foregoing classification changes, cash flows from operating activities are expected to increase, mainly due to the reclassification of cash flows from interest paid to financing activities.

5. Compensation of officers and employees

The Company has compensation mechanisms for officers and employees that are based, among other things, on EBITDA performance measures. The Company examined the impact of applying the New Standard on compensation arrangements for officers and employees that are based on data or accounting measures. Based on the Company's assessment, application of the New Standard is not expected to have a material effect on such compensation mechanisms.

The Company continues to examine the provisions and interpretations of IFRS 18 and the conclusions thereof may be updated and/or additional implications may be identified prior to the initial adoption date of the standard.

B. Initial application of amendments to existing accounting standards

Amendments to IFRS 9 - Financial Instruments and IFRS 7 - Financial Instruments: Disclosures

On May 30, 2024, the International Accounting Standards Board (hereinafter - "**IASB**") published amendments to IFRS 9 - *Financial Instruments* (hereinafter - "**IFRS 9**") and IFRS 7 - *Financial Instruments: Disclosures* (hereinafter - "**IFRS 7**"), which amend certain aspects of classification and measurement of financial instruments.

The amendments address the following topics:

- **Derecognition of a financial liability settled through an electronic payment system -** an entity may derecognize a financial liability (or part thereof), which is settled in cash through an electronic payment system, before the settlement date if specified criteria are met. The above option constitutes an accounting policy, and an entity that elects to apply this policy would be required to apply it to all liabilities settled through the same electronic payment system.
- **Assessing the features of contractual cash flows for the purpose of classifying financial assets -** the amendments provide clarity on how to assess the features of the contractual cash flows of financial assets with environmental, social and governance (ESG) features and other similar contingent features. Furthermore, the amendments expand the definition of the term non-recourse and clarify the features of contractually linked instruments (CLIs).

NOTE 2 - SIGNIFICANT ACCOUNTING POLICIES (cont.)

B. Initial application of amendments to existing accounting standards (cont.)

Amendments to IFRS 9 - Financial Instruments and IFRS 7 - Financial Instruments: Disclosures (cont.)

- **Disclosures** - new disclosure requirements were added to IFRS 7 for financial assets and liabilities with contractual conditions related to contingent events (including those with ESG-linked features), and equity instruments measured at fair value through other comprehensive income (FVTOCI).

The amendments were applied retrospectively for annual reporting periods beginning on January 1, 2026. Restatement of prior periods is not required to reflect the application of these amendments; the effect of initial application will be recognized as an adjustment to the opening balances of financial assets and financial liabilities, and the cumulative effect, if any, will be recognized as an adjustment to the opening balance of retained earnings (or another equity component, as applicable) on the initial application date.

The above amendments did not have a material effect on the consolidated financial statements of the Company.

NOTE 3 - BANK LOANS

As of September 30, 2026, the Company has on-call bank credit facilities totaling USD 18.5 million. The loans bear variable interest, at rates ranging from 4.35% to 5.54% per annum. The Group uses loans in accordance with its operational needs and its financing policies. As of September 30, 2026, the amount of loans utilized amounted to approx. USD 17.5 million. During the second quarter of 2026, an agreement was reached with the relevant banks, in which the loans were repaid, the financial covenants applicable to the Company by virtue of the credit agreements detailed above were cancelled, and new loans were issued. Accordingly, as of September 30, 2026, the said loans are no longer subject to compliance with such financial covenants.

On October 26, 2026, the Company entered into finance agreements with two banks for receipt of credit totaling USD 120 million to finance the acquisition of Gorilla Circuits. The financing facilities comprise a loan of USD 60 million for a six-year period and a secured credit facility of USD 60 million for a period of up to 12 months from the acquisition transaction completion date.
The actual provision of the credit is subject to the fulfillment of conditions precedent stipulated in the finance agreements, including completion of the acquisition transaction. Under the finance agreements executed, as detailed above, the Company undertook to comply with the financial covenant commencing on the date the credit is provided.

For further details, see Notes 6(15) and 6(16) to the report.

NOTE 4 - OPERATING SEGMENTS

The operating segments were determined based on the information assessed by the chief operating decision maker for the purpose of making decisions regarding the allocation of resources and the assessment of performance.

The Group is organized into operating segments based on its business units' products and services, as follows:

1. Manufacturing and marketing of printed circuit boards and substrates (PCBs & Substrates) – This segment includes the manufacturing and marketing of small and medium-sized series of high-quality sophisticated printed circuit boards.
2. PCB Assembly - This segment encompasses the manufacturing of products and assemblies (several electronic boards integrated into a single system) on a turnkey and non-turnkey basis.
3. Microelectronics & Advanced Packaging - development of substrates for the semiconductor industry and development and manufacturing of microelectronics assembly processes.

For further details – see Note 29 to the Company’s Annual Financial Statements as of December 31, 2025.

NOTE 4 - OPERATING SEGMENTS (cont.)

Segment reporting

	For the 9 months ended September 30, 2026				
	PCBs & Substrates	PCB Assembly	Microelectronics & Advanced Packaging	Adjustments	Total - consolidated
	Unaudited				
	USD thousand				
Revenues from external sources	57,233	74,122	12,047	-	143,402
Intersegment revenues	8,762	268	-	(9,030)	-
Total revenues from sales	65,995	74,390	12,047	(9,030)	143,402
Gross profit	14,382	7,970	4,323	-	26,675
Non-allocated operating expenses net of other income (expenses)					(17,904)
Finance expenses, net					(1,234)
Income before taxes on income					7,537

	For the 9 months ended September 30, 2025				
	PCBs & Substrates	PCB Assembly	Microelectronics & Advanced Packaging	Adjustments	Total - consolidated
	Unaudited				
	USD thousand				
Revenues from external sources	47,853	79,586	5,740	-	133,179
Intersegment revenues	14,242	53	1	(14,296)	-
Total revenues from sales	62,095	79,639	5,741	(14,296)	133,179
Gross profit	16,059	10,315	2,213	-	28,587
Non-allocated operating expenses net of other income (expenses)					(14,608)
Finance expenses, net					(3,080)
Income before taxes on income					10,899

NOTE 4 - OPERATING SEGMENTS (cont.)

Segment reporting (cont.)

	For the 3 months ended September 30, 2026				
	PCBs & Substrates	PCB Assembly	Microelectronics & Advanced Packaging	Adjustments	Total - consolidated
	Unaudited				
	USD thousand				
Revenues from external sources	22,143	23,684	4,708	-	50,535
Intersegment revenues	2,256	78	-	(2,334)	-
Total revenues from sales	24,399	23,762	4,708	(2,334)	50,535
Gross profit	5,829	2,389	1,486	-	9,704
Non-allocated operating expenses net of other income (expenses)					(6,530)
Finance income, net					593
Income before taxes on income					3,767

	For the 3 months ended September 30, 2025				
	PCBs & Substrates	PCB Assembly	Microelectronics & Advanced Packaging	Adjustments	Total - consolidated
	Unaudited				
	USD thousand				
Revenues from external sources	17,828	27,513	2,501	-	47,842
Intersegment revenues	3,239	20	-	(3,259)	-
Total revenues from sales	21,067	27,533	2,501	(3,259)	47,842
Gross profit	5,125	3,833	1,014	-	9,972
Non-allocated operating expenses net of other income (expenses)					(5,159)
Finance expenses, net					(403)
Income before taxes on income					4,410

NOTE 4 - OPERATING SEGMENTS (cont.)

Segment reporting (cont.)

	For the year ended December 31, 2025				
	PCBs & Substrates	PCB Assembly	Microelectronics & Advanced Packaging	Adjustments	Total - consolidated
	Audited				
	USD thousand				
Revenues from external sources	66,668	106,390	8,574	-	181,632
Intersegment revenues	16,731	150	1	(16,882)	-
Total revenues from sales	83,399	106,540	8,575	(16,882)	181,632
Gross profit	20,584	13,991	3,403	-	37,978
Non-allocated operating expenses net of other income (expenses)					(19,912)
Finance expenses, net					(4,334)
Income before taxes on income					13,732

NOTE 5 - SALES

	For the 9 months ended September 30		For the 3 months ended September 30		For the year ended December 31
	2026	2025	2026	2025	2025
	Unaudited				Audited
	USD thousand				
Sales in Israel	112,774	111,001	36,873	39,228	150,128
Sales abroad	30,628	22,178	13,662	8,614	31,504
	143,402	133,179	50,535	47,842	181,632

	For the 9 months ended September 30		For the 3 months ended September 30		For the year ended December 31
	2026	2025	2026	2025	2025
	Unaudited				Audited
	USD thousand				
Sales to the military market	85,473	76,627	28,432	27,285	106,522
Sales to the medical market	33,035	35,056	10,919	12,313	45,850
Sales to the civil market	24,894	21,496	11,184	8,244	29,260
	143,402	133,179	50,535	47,842	181,632

NOTE 6 - ADDITIONAL INFORMATION AND EVENTS DURING THE REPORTING PERIOD AND SUBSEQUENT TO THE STATEMENT OF FINANCIAL POSITION DATE

1. On January 5, 2026, the Company's Microelectronics & Advanced Packaging Division received an order for the supply of microelectronics assemblies to be subsequently integrated into a strategic defense project for a leading customer in the Israeli defense sector (hereinafter - the "**Order**" and the "**Customer**", respectively). The Order totaled approx. USD 4.8 million. The products ordered are supplied from the second quarter of 2026 through the third quarter of 2027. It is noted that the Company sells to the Customer additional products beyond those sold under the abovementioned order.

2. On January 6, 2026, FIMI Opportunity 6 L.P. and FIMI Israel Opportunity 6 Limited (hereinafter, jointly - "**FIMI 6**"), which held the Company's controlling interest, announced that they had sold the remainder of their holding stakes in the Company (11,762,624 ordinary shares of the Company). As of this report publication date, to the best of the Company's knowledge, the Company has no controlling interest.

3. On March 3, 2026, an approval was received for a commercial agreement in the Company's Microelectronics & Advanced Packaging Division for the supply of several microelectronics assemblies to be subsequently integrated into a strategic defense project for a leading customer in the Israeli defense sector. The estimated amount receivable over the products' delivery period is approx. USD 7 million. The delivery period is during 2026 and 2027.

4. On March 8, 2026, the term in office of the Company's directors, Mr. Ishay Davidi, Ms. Keren Cohen Truman, and Mr. Shmuel Wolk, ended. They were replaced by Mr. Alon Granot (who was also appointed the Company's Chairman of the Board in place of Mr. Amir Widmann), Mr. Guy Shafran, and Ms. Esther Barak Landes.

5. On March 8, 2026, the Company's Board resolved, among other things, to increase the Company's registered capital, cancel the par value of the Company's shares, revise the mechanism for appointing the Chairman of the Shareholders' Meeting, and amend the Company's Articles of Association in order to implement the abovementioned resolutions. Furthermore, it was resolved to convene an extraordinary general meeting of the Company's shareholders to discuss and approve the abovementioned resolutions. On March 30, 2026, the Company's Shareholders Meeting resolved to increase the Company's registered capital, cancel the nominal value of the Company's shares, revise the mechanism for appointing the Chairman of the Shareholders' Meeting, and amend the Company's Articles of Association in order to implement the abovementioned resolutions.

6. On March 17, 2026, the Company's Microelectronics & Advanced Packaging Division received an order for the development of a product for a defense project. The estimated amount of the Order is approx. USD 4.3 million. The development process commenced immediately and is expected to take approx. 12 months.

NOTE 6 - ADDITIONAL INFORMATION AND EVENTS DURING THE REPORTING PERIOD AND SUBSEQUENT TO THE STATEMENT OF FINANCIAL POSITION DATE (cont.)

7. On April 27, 2026, the Company's Shareholders Meeting convened and approved the following topics: (1) Approval of compensation to the Active Chairman of the Board, Mr. Alon Granot; and (2) Approval of the appointment of Ms. Myriam Guez as an external director in the Company for a first 3-year term of office, commencing on May 22, 2026, and her compensation.

8. During May and until June 12, 2026, several orders have been placed with the Company's PCBs & Substrates Division by a leading customer in the European semiconductor equipment industry, for dozens of different types of printed circuit boards, which will then be assembled as part of a critical system used by the semiconductor industry around the world. The orders totaled approx. EUR 8.6 million. The products will be supplied from the 3rd quarter of 2026 through the 1st quarter of 2027. It is noted that the Company sells to the Customer additional products beyond those sold under the Orders.

9. Further to Note 19(d)(2) to the Company's Consolidated Annual Financial Statements as of December 31, 2025, on July 14, 2026, an opinion of the expert who examined the professional claims raised by the parties was obtained, and which recommended to amend the fees for the discharge of irregular or prohibited wastewater and partially reduce the claim amount. The Company's legal claims relating to statute of limitations and regulatory easing will be discussed in the proceeding.

10. On July 14, 2026, the Company's Board of Directors decided on an immaterial private placement of 2,325,000 (non-marketable) options to employees and officers of the Group.

11. On July 14, 2026, the Company's Board resolved, following the recommendation of the Compensation Committee, to allocate 800,000 options to Oved Shapira, the Company's CEO. The options are exercisable into 800,000 ordinary shares of NIS 1 par value each. The exercise price established for each option is NIS 12.5 per share.
    The options' vesting period is four years. 1/3 of the total options will vest and become exercisable 24 months after the award date, 1/3 after 36 months, and an additional 1/3 - 48 months from the award date. In addition to the foregoing, vesting of the options will be subject to reaching of a target price for the Company’s shares on the TASE of no less than NIS 14.71. The target price of the Company’s shares will be measured 24 months after the Board’s resolution date until the option expiration date, based on the average closing prices of the Company’s shares over 30 consecutive trading days.
    The fair value of the allocation, as determined on the award date totaled approx. NIS 1,989,191.

NOTE 6 - ADDITIONAL INFORMATION AND EVENTS DURING THE REPORTING PERIOD AND SUBSEQUENT TO THE STATEMENT OF FINANCIAL POSITION DATE (cont.)

12. On July 20, 2026, the Company reported the convening of an annual and special general meeting of the Company's shareholders, in which the Company's 2025 Periodic Report will be presented, and the following issues will be put to a vote: (a) the reappointment of Alon Granot (Chairman of the Board), Amir Widmann, Guy Liss-Shafran, Esther Barak Landes and Arieh Reichard (independent director) as directors of the Company for an additional term until the next annual meeting; (b) the reappointment of the Company's auditor's office – Kost Forer Gabbay & Kasierer (EY) - CPAs, as the Company's auditor and the Board's authorization to determine the compensation thereof; (c) an update of the Company's compensation policy; (d) the approval of a substantial private allocation of options (non-marketable) to the Company's CEO, Mr. Oved Shapira. On August 24, 2026, the meeting approved all items submitted for a vote thereat.

13. On August 23, 2026, the Company won a tender for 2027-2028 for the supply of electronic packaging products to a leading global company in the medical sector - an existing customer of the Company. Based on the Company’s estimates, aggregate sales during the tender period are expected to total approx. USD 65 million during 2027-2028, subject, among other things, to the customer’s right to modify the quantities of products ordered.

14. On September 29, 2026, the Company entered into a multi-year master agreement for the supply of printed circuit boards and electronic packaging products with a leading US manufacturer in the aerospace-defense sector. The Customer is an existing customer of the Company. The agreement was signed for a period of three and a half years, commencing on July 2026 and ending at the end of 2029. The Company believes that the scope of aggregate sales over the Agreement Term for the products referred to therein is expected to total approx. USD 38 million. In accordance with the agreements’ provisions, the Customer may terminate the Agreement Term before the end of the abovementioned Agreement Term. In addition, the Customer is under no obligation to acquire any minimum quantity of the products in accordance with the agreements; rather, purchases will be made solely pursuant to binding and specific purchase orders issued by the Customer to the Company.

15. On October 8, 2026, the Company reported that it had entered into an agreement with Gorilla Circuits and its shareholders for the acquisition of 100% of its issued and paid-up share capital, through a directly or indirectly wholly-owned subsidiary of the Company, for consideration reflecting an enterprise value of USD 120 million, subject to purchase price adjustments set forth in the agreement. The closing of the transaction is subject to the fulfillment of conditions precedent, including obtaining approval from the Committee on Foreign Investment in the United States (CFIUS), and it was stipulated that the closing would occur no later than five months from the signing date, subject to the Company’s right to extend such date to up to eight months from the signing date if CFIUS approval is not granted by the original date.

NOTE 6 - ADDITIONAL INFORMATION AND EVENTS DURING THE REPORTING PERIOD AND SUBSEQUENT TO THE STATEMENT OF FINANCIAL POSITION DATE (cont.)

16. On October 26, 2026, the Company entered into finance agreements with two banks for receipt of credit totaling USD 120 million to finance the acquisition of Gorilla Circuits. The financing facilities comprise a loan of USD 60 million for a six-year period and a secured credit facility of USD 60 million for a period of up to 12 months from the acquisition transaction completion date.

    The credit will bear annual interest of SOFR plus a 1.5%-2.5% spread, payable quarterly. The principal of the long-term loan will be repaid in 20 quarterly installments, commencing 12 months after the credit provision date. To secure the credit, the Company will register in favor of the lenders a first-degree general floating charge on all of its assets. The Company undertook not to distribute dividends as long as the short-term credit has not been repaid in full. The finance agreements include provisions regarding early repayment, grounds for acceleration, and a cross-default clause.

    The actual provision of the credit is subject to the fulfillment of conditions precedent stipulated in the finance agreements, including completion of the acquisition transaction. The finance agreements include a financial covenant as set forth below:

    The ratio of net financial liabilities to operating income for debt service (the aggregate amount of operating income from the Corporation's operating activity, on a consolidated basis, during the previous four consecutive quarters, before finance expenses and taxes, and depreciation and amortization expenses recognized during that period, net of cash outflow for leases, plus the cost of share-based payments or similar equity compensation), on a consolidated basis (the finance agreements include provisions regarding the inclusion of figures with respect to the acquired company (or any additional acquired company) before such figures are fully reflected in the Company's consolidated financial statements), shall not exceed 5 during the 12 months following the credit provision date, shall not exceed 4 during the 12-24 month period following the credit provision date, and shall not exceed 3.75 during the period after 24 months following the credit provision date.

    This covenant is separate from the financial covenants canceled during the second quarter of 2026 with respect to existing credit (see Note 3 above).

- - - - - - - - - - -