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## **Precision Tsugami (China) Corporation Limited**

**津上精密機床（中國）有限公司**

*(Incorporated in the Cayman Islands with limited liability)*

**(Stock code: 1651)**

### **INSIDE INFORMATION FINANCIAL RESULTS OF THE CONTROLLING SHAREHOLDER, TSUGAMI CORPORATION FOR THE YEAR ENDED 31 MARCH 2025**

This announcement is issued pursuant to Part XIVA of the Securities and Futures Ordinance and Rule 13.09(2)(a) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

On 13 May 2025 (at 12:00 p.m. Hong Kong time), the Company's controlling shareholder, Tsugami Japan will announce and file its financial results for the year ended 31 March 2025.

This announcement is issued by Precision Tsugami (China) Corporation Limited (the "**Company**") pursuant to Part XIVA of the Securities and Futures Ordinance and Rule 13.09(2)(a) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

The Company's controlling shareholder, Tsugami Corporation ("**Tsugami Japan**"), is a company listed on the Tokyo Stock Exchange. As at the date of this announcement, Tsugami Japan beneficially owns approximately 65.04% of the issued shares in the capital of the Company.

Tsugami Japan publishes quarterly and annual financial results announcements (hereinafter collectively referred to as "**Tsugami Japan's Disclosures**") with financial information on, among other things, sales of its China segment, comprising those contributed by operations of the Company and its subsidiaries (hereinafter collectively referred to as the "**Group**"). Tsugami Japan's Disclosures include periodic financial results and explanatory statements on final accounts released by Tsugami Japan pursuant to the requirements under the Financial Instruments and Exchange Act of Japan (Act No. 25 of 1948, as amended). Tsugami Japan's financial reports are available in the public domain.

Tsugami Japan will announce and file its financial results for the year ended 31 March 2025 (“**Tsugami Japan’s Annual Financial Results**”) on 13 May 2025 (at 12:00 p.m. Hong Kong time). On the same day (at 2 p.m. Hong Kong time), Tsugami Japan will hold FY2025 Financial Results Briefing for Analysts/Institutional Investors and post the presentation material for the results briefing (“**Tsugami Japan’s Results Briefing**”) on its website. In addition, Tsugami Japan will publish the business report for the year ended 31 March 2025 (“**Tsugami Japan’s Business Report**”) on 18 June 2025 and file the annual securities report for the year ended 31 March 2025 (“**Tsugami Japan’s Annual Securities Report**”) on 17 June 2025. If you wish to review Tsugami Japan’s Annual Financial Results, Tsugami Japan’s Results Briefing, Tsugami Japan’s Business Report and Tsugami Japan’s Annual Securities Report prepared by Tsugami Japan, please visit the following websites:

Tsugami Japan’s Annual Financial Results (in Japanese):

<https://www.tsugami.co.jp/ir/earnings/>

Tsugami Japan’s Results Briefing (in Japanese):

<https://www.tsugami.co.jp/ir/presentation/>

Tsugami Japan’s Business Report (in Japanese):

<https://www.tsugami.co.jp/ir/business-report/>

Tsugami Japan’s Annual Securities Report (in Japanese):

<https://www.tsugami.co.jp/ir/security-report/>

You can find the English translation of the documents above at:

<https://www.tsugami.co.jp/eng/ir/>

The financial results of Tsugami Japan and its subsidiaries, including those contained in Tsugami Japan’s Annual Financial Results, Tsugami Japan’s Results Briefing, Tsugami Japan’s Business Report and Tsugami Japan’s Annual Securities Report, have been prepared in accordance with the International Financial Reporting Standards (“**IFRS**”). Although Tsugami Japan adopts the same accounting standard as the Group adopted for the preparation and presentation of its consolidated financial results and related financial information, the difference in entities comprising Tsugami Japan’s consolidation and the Group’s consolidation makes the financial results and related information set forth in Tsugami Japan’s Annual Financial Results and Tsugami Japan’s Annual Securities Report not directly comparable to the financial results and related financial information that the Company discloses. For example, any inter-company transactions between Tsugami Japan and the Group would be eliminated for Tsugami Japan’s Annual Financial Results but remain recorded for the Group’s financial results.

Set out below is the disclosure in relation to the financial performance of the Group and/or business plans of Tsugami Japan involving the Group as extracted from Tsugami Japan’s Annual Financial Results:

## Translated from Tsugami Japan's Annual Financial Results

### – Released by Tsugami Japan and prepared under IFRS

#### 1. Overview of operating results under review

##### (1) Over view of Operating Results in Fiscal Year Under Review

###### ① Operating results in fiscal year under review

- ② In China, revenue increased by 42.7% year on year to ¥90,480 million and segment profit increased by 77.6% year on year to ¥22,384 million.

#### 3. Consolidated Financial Statements and Significant Notes

(Segment information)

##### (2) Segment revenues and operating results

Inter-segment sales revenues are based on market prices.

Revenues and operating results of the Group's reportable segments are as follows.

**Previous consolidated fiscal year (from April 1, 2023 to March 31, 2024)**

	<i>(Million yen)</i>
	<b>Reportable segment China</b>
Revenue	
External	53,876
Inter-segment	9,518
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Total	63,395
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Segment profit	12,606
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Other items	
Depreciation and amortization	1,188
Segment assets	76,539
Capital expenditure	1,932
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*(Note)*

1. Segment profit is calculated by deducting cost of sales and selling, general and administrative expenses from sales revenue.

**Consolidated fiscal year under review (from April 1, 2024 to March 31, 2025)**

*(Million yen)*

	<b>Reportable segment China</b>
Revenue	
External	80,881
Inter-segment	9,599
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Total	90,480
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Segment profit	22,384
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Other items	
Depreciation and amortization	1,292
Segment assets	89,432
Capital expenditure	944
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*(Note)*

1. Segment profit is calculated by deducting cost of sales and selling, general and administrative expenses from sales revenue.

**(3) Regional information**

The breakdown of non-current assets by region is as follows.

*(Million yen)*

	<b>Previous consolidated fiscal year (March 31 2024)</b>	<b>Consolidated fiscal year under review (March 31 2025)</b>
China	13,458	12,952
	<hr/> <hr/>	<hr/> <hr/>

*(Note)* Non-current assets are classified based on their location and do not include financial instruments, deferred tax assets and assets related to retirement benefits.

4. *Supplementary Information*

(1) Overseas revenue

*(Million yen)*

	<b>Previous consolidated fiscal year (From April 1 2023 to March 31 2024)</b>	<b>Consolidated fiscal year under review (From April 1 2024 to March 31 2025)</b>
China	<u>53,848</u>	<u>80,488</u>

*(Note)* Revenues are classified by country or region based on the customer's location.

(2) Revenue by machinery category

The relationship between the breakdown of revenue by major product line and the reportable segments is as follows.

**Previous consolidated fiscal year (from April 1, 2023 to March 31, 2024)**

*(Million yen)*

	<b>Reportable segment China</b>
Major product lines	
Automatic lathes	46,087
Grinding machines	2,778
Machining centers, Rolling machines and Specialized machines	3,494
Other	1,516
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Total	53,876
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*(Note)* Other in the major product lines includes parts and services.

**Consolidated fiscal year under review (from April 1, 2024 to March 31, 2025)**

*(Million yen)*

	<b>Reportable segment China</b>
Major product lines	
Automatic lathes	69,245
Grinding machines	4,304
Machining centers, Rolling machines and Specialized machines	5,249
Other	2,081
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Total	80,881
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*(Note)* Other in the major product lines includes parts and services.

**Tsugami Japan’s Disclosures contain forward-looking information. Tsugami Japan has full and independent discretion as to the determination of such forward-looking information by considering factors which Tsugami Japan considers appropriate and relevant for its reporting and disclosure purposes. Forward-looking information involves important risks and uncertainties that could significantly affect anticipated results in the future and, accordingly, the Company’s results may differ from those expressed in any forward-looking statements made by Tsugami Japan, including Tsugami Japan’s Disclosures. In light of the risks and uncertainties, the forward-looking information in Tsugami Japan’s Disclosures should not be regarded as representations by the board of directors of the Company (the “Board”) or the Company, or that the plans and objectives will be achieved by the Company. The Company’s shareholders and potential investors are advised not to place undue reliance on the contents of Tsugami Japan’s Disclosures and to exercise caution in dealing in the securities of the Company.**

By Order of the Board  
**Precision Tsugami (China) Corporation Limited**  
**Dr. Tang Donglei**  
*Chairman, Chief Executive Officer and Executive Director*

Hong Kong, 13 May 2025

*As at the date of this announcement, the executive directors of the Company are Dr. Tang Donglei and Dr. Li Zequn; the non-executive directors of the Company are Mr. Takao Nishijima, Ms. Mami Matsushita and Mr. Kenji Yoneyama; and the independent non-executive directors of the Company are Dr. Satoshi Iwabuchi, Dr. Huang Ping and Mr. Tam Kin Bor.*