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)

POSITIVE PROFIT ALERT

This announcement is made by Precision Tsugami (China) Corporation Limited (the "**Company**", together with its subsidiaries, the "**Group**") pursuant to Rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "**Listing Rules**") and the Inside Information Provisions (as defined in the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

The board of directors of the Company (the "**Board**") would like to inform the shareholders of the Company (the "**Shareholders**") and potential investors that based on the preliminary assessment of the unaudited consolidated management accounts of the Group for the six months ended 30 September 2025 and the information currently available, the Group is expected to record a profit attributable to the owners of the Company of approximately RMB502 million for the six months ended 30 September 2025, representing an increase of approximately 48% as compared to the profit attributable to the owners of the Company of approximately RMB340 million (unaudited) for the six months ended 30 September 2024.

Based on the information currently available, the Board believes that the Group's growth in results has benefited from the sustained recovery of the domestic economy. The transformation and upgrade of China's manufacturing industry, particularly the rapid development of user sectors such as new energy vehicles and artificial intelligence, have generated new demand for the machine tool industry. This, coupled with the Company's continuous expansion and penetration into various sub-sectors of the manufacturing industry in recent years, has led to an increased demand for the CNC high precision machine tools produced by the Group. At the same time, the Group's ongoing efforts in cost reduction, efficiency improvement, and operational optimization have significantly enhanced product competitiveness and substantially improved the Company's profitability.

The Board wishes to remind its Shareholders and potential investors that the information contained in this announcement is only based on the preliminary assessment of the unaudited consolidated management accounts of the Group for the six months ended 30 September 2025, which has not yet been finalised and is subject to the review by the Company and its auditors. The Company will continue to closely monitor the financial performance of the Group and will make announcement as and when necessary in compliance with the Listing Rules and applicable laws. Details of the financial information are currently expected to be disclosed in the Group's interim results announcement for the six months ended 30 September 2025, which is expected to be published in mid-November 2025.

Shareholders and potential investors are advised to exercise caution when 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, 17 October 2025

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