

July 23, 2025

**Notice of the Completion of a New Factory of the Subsidiary Operating the Sensor Business in Lishui, China**

Ferrotec Corporation (Representative Director: He Xian Han; hereinafter “the Company”) announces that Ferrotec (Zhejiang) Sensor Technology Co., Ltd. (hereinafter “FTSL”), which is the Company’s subsidiary operating the sensor business in China, completed a new factory in Lishui, Zhejiang, China, and we held a completion ceremony while inviting the executives of Lishui City, client companies, etc. on July 11, 2025. Details are as follows.

**1. Outline of the new factory**

(1)	Location	No. 2188, Fengling Street, Liandu District, Lishui City, Zhejiang Province, the People’s Republic of China
(2)	Factory area	Building area: approx. 120,000 m <sup>2</sup> ; site area: approx. 80,000 m <sup>2</sup>
(3)	Major equipment	Continuous burning furnaces, molding equipment, machining centers, polishing equipment, drying machines, ultrasonic cleaning equipment, three-dimensional measurement equipment, and image measurement equipment

**2. Overview of the subsidiary as of June 30, 2025**

(1)	Name	Ferrotec (Zhejiang) Sensor Technology Co., Ltd. (FTSL)	
(2)	Address	No. 2188, Fengling Street, Liandu District, Lishui City, Zhejiang Province, the People’s Republic of China	
(3)	Title and name of Representative	He Xian Han, Representative Director	
(4)	Contents of business	Manufacturing and sale of electronic components, such as sensors, development of related technologies, etc.	
(5)	Capital	829 million yuan (approx. 16.8 billion yen) *1 Chinese yuan = 20.32 yen	
(6)	Date of establishment	November 27, 2023	
(7)	Major shareholders and shareholding ratio	Shareholder	Shareholding ratio
		Ferrotec Corporation	46.5%
		Shanghai Shenhe Investment Co., Ltd. (FTS)	6.0%
		Lishui Nancheng New District Investment Development Co., Ltd.	23.4%
		Lishui High Tech Financial Investment Holdings Co., Ltd.	24.1%
(8)	Relationship between FTSL and the companies	Capital relationship	FTSL is a subsidiary 52.5% of whose voting rights are held by the Company and FTS, a consolidated subsidiary of the Company.
		Personnel relationship	The director of the Company concurrently serves as director of the subsidiary.
		Business relationship	Nothing is applicable.

**[For reference: Past press releases related to FTSL]**

Release date	Title
July 18, 2024	Notice of the Capital Investment (Construction of a New Factory) by a Sensor Business Subsidiary in Lishui, China
December 15, 2023	Notice of the Conclusion of an Investment Agreement between Our Subsidiary Managing the Business in China and Lishui City, Zhejiang, China
November 14, 2023	Notice of the Establishment of a New Company (Specified Subsidiary) for the Sensor Business in Lishui, Zhejiang, China

[For reference: Scene of the completion ceremony]

