

September 8, 2025

**(Progress of a Disclosed Item) Notice of the Issuance of New Shares through Third-Party Allotment by Our Chinese Subsidiary Operating the Parts Cleaning Business (FTSVA)**

Ferrotec Corporation (Representative Director: He Xian Han; hereinafter “the Company”) hereby announces the issuance of shares and timely disclosure in China as follows, as we mentioned that Ferrotec (Anhui) Technology Development Co., Ltd. (hereinafter “FTSVA”), which is a consolidated subsidiary for the parts cleaning business listed on ChiNext of the Shenzhen Stock Exchange, would increase its capital to develop power semiconductor substrates and so on in “(Progress of a Disclosed Item) Notice of the Acquisition of Shares in a Subsidiary Manufacturing Power Semiconductor Substrates (FLH) by Our Chinese Subsidiary Operating the Parts Cleaning Business (FTSVA)” dated November 26, 2024.

In the material disclosed on November 26, 2024, “a public offering of shares” was mentioned, but actually, FTSVA would “procure funds by issuing new shares through third-party allotment to no more than 35 specific investors,” so this notification calls it as “the issuance of new shares through third-party allotment” and describes the investors who would receive the shares.

**1. Date of listing of issued shares:** September 4, 2025

**2. Outline of the shares**

(1)	Number of newly issued shares	21,939,831 shares		
(2)	Issue price per share	35.67 yuan per share (approx. 736 yen/share) *1 Chinese yuan = 20.63 yen		
(3)	Total contribution amount	782,593,771.77 yuan (approx. 16.1 billion yen)		
(4)	Increased capital	21,940,000 yuan (approx. 450 million yen)		
(5)	Capital after third-party allotment	743,008,000 yuan (approx. 15.3 billion yen)		
(6)	Ownership ratio of each allocatee	No.1	Wuxi Jinchou Investment Management Co., Ltd.	0.11%
		No.2	Huafu Ruixing Investment Management Co., Ltd.	0.11%
		No.3	Taizhou Chengtou Fengshou No. 1 Equity Investment Partnership (limited partnership)	0.11%
		No.4	Luhua Daosheng (Beijing) Enterprise Management Development Co., Ltd.	0.11%
		No.5	Wang Zi Xu	0.12%
		No.6	Jinan Hanxiang Investment Management Partnership (limited partnership)	0.11%
		No.7	China International Capital Corporation Limited	0.14%
		No.8	Huatai Asset Management Co., Ltd.	0.49%
		No.9	Lord Abbett China Asset Management Co., Ltd.	0.53%
		No.10	Hunan Light Salt Venture Capital Management Co., Ltd.	0.28%
		No.11	GF Securities Co., Ltd.	0.17%
		No.12	Huaan Securities Asset Management Co., Ltd.	0.18%
		No.13	Caitong Fund Management Co., Ltd.	0.48%

(Note) Said issue price was determined in accordance with the regulations of the China Securities Regulatory Commission and Shenzhen Stock Exchange.

**3 Overview of the prospective allottees**

		No. 1	No. 2
(1)	Name	Wuxi Jinchou Investment Management Co., Ltd.	Huafu Ruixing Investment Management Co., Ltd.
(2)	Capital	10 million yuan	1,500 million yuan
(3)	Date of establishment	May 15, 2017	April 26, 2017
(4)	Major shareholders and shareholding ratio	Wuxi Jintou Holdings Co., Ltd.: 100%	Huaan Securities Co., Ltd.: 100%
(5)	Representative	Zhang Bao Ding	Chu jun
(6)	Contents of business	Investment management and foreign investment with their own assets. (Regarding businesses that require permission in accordance with a law or regulation, said businesses can be operated only after obtaining the permission from authorities.)	Investment in shares and other financial instruments. (Regarding businesses that require permission in accordance with a law or regulation, said businesses can be operated only after obtaining the permission from authorities.)
(7)	Relationship between FTSVA and the prospective allottees	There are no capital, personnel, or business relationships. The company does not belong to related parties.	There are no capital, personnel, or business relationships. The company does not belong to related parties.
(8)	Contribution amount	30 million yuan (620 million yen)	30 million yuan (620 million yen)

1 Chinese yuan = 20.63 yen

		No. 3	No. 4
(1)	Name	Taizhou Chengtou Fengshou No. 1 Equity Investment Partnership (limited partnership)	Luhua Daosheng (Beijing) Enterprise Management Development Co., Ltd.
(2)	Capital	5,000 million yuan	10 million yuan
(3)	Date of establishment	May 13, 2022	October 8, 2024
(4)	Major shareholders and shareholding ratio	Taizhou City Asset Management Co., Ltd.: 90%	Shandong Luhua Investment Co., Ltd.: 100%
(5)	Representative	GP: Taizhou Chuangshui Equity Investment Co., Ltd. (Representative: Zhu Jian Hua)	Song Shuang Xi
(6)	Contents of business	Investment in shares. (Business activities, excluding businesses that require permission in accordance with a law or regulation, can be carried out with a business license proactively.)	Enterprise management, technological services, technology development, technological consulting, technological exchange, transfer of technologies, and diffusion of technologies; consulting about information technologies; consulting about enterprise management; domestic trade agency business; IoT application services; domestic cargo transportation agency; general cargo warehousing business (excluding businesses that require permits and licenses, such as those handling hazardous chemical products); and sale of agricultural by-products. (Business activities, excluding

			businesses that require permission in accordance with a law or regulation, can be carried out with a business license proactively.) (The company cannot conduct any businesses banned or restricted by a national or regional industrial policy.)
(7)	Relationship between FTSVA and the prospective allottees	There are no capital, personnel, or business relationships. The company does not belong to related parties.	There are no capital, personnel, or business relationships. The company does not belong to related parties.
(8)	Contribution amount	30 million yuan (620 million yen)	30 million yuan (620 million yen)

1 Chinese yuan = 20.63 yen

		No. 5	No. 6
(1)	Name	Wang Zi Xu	Jinan Hanxiang Investment Management Partnership (limited partnership)
(2)	Capital	-	1,000 million yuan
(3)	Date of establishment	-	October 14, 2021
(4)	Major shareholders and shareholding ratio	-	Guotai Leasing Limited Company: 99.9%
(5)	Representative	-	GP: Jinan Hanhui Investment Partnership (Representative: Hangzhou Huahong Cathay Investment Management Co., Ltd.)
(6)	Contents of business	-	General business; investment with their own funds; financial consulting; and socioeconomic consulting services. (Business activities, excluding businesses that require permission in accordance with a law or regulation, can be carried out with a business license proactively.)
(7)	Relationship between FTSVA and the prospective allottees	There are no capital, personnel, or business relationships. The person does not belong to related parties.	There are no capital, personnel, or business relationships. The company does not belong to related parties.
(8)	Contribution amount	31 million yuan (640 million yen)	30 million yuan (620 million yen)

1 Chinese yuan = 20.63 yen

		No. 7	No. 8
(1)	Name	China International Capital Corporation Limited	Huatai Asset Management Co., Ltd.
(2)	Capital	4,827.256868 million yuan	600.6 million yuan
(3)	Date of establishment	July 31, 1995	January 18, 2005
(4)	Major shareholders and shareholding ratio	Central Huijin Investment Ltd.: 40.11%	Huatai Insurance Group Co., Ltd.: 90.90909%
(5)	Representative	Chen Liang	Zhao Ming Hao
(6)	Contents of business	Permitted businesses: securities trading; foreign exchange business; sale of publicly offered securities investment	Management and investment of the company's funds and insurance funds, entrusted fund management, consulting

		funds; brokerage between securities companies and futures companies; and custody of securities investment funds. (Regarding businesses that require permission in accordance with a law or regulation, said businesses can be operated only after obtaining the permission from authorities, and the details of said businesses shall be in line with the written approval or permit issued by relevant authorities.) (The company cannot conduct any businesses banned or restricted by a national or regional industrial policy.)	about fund management, and other fund management tasks approved by a law or regulation of China. (Regarding businesses that require permission in accordance with a law or regulation, said businesses can be operated only after obtaining the permission from authorities.)
(7)	Relationship between FTSVA and the prospective allottees	There are no capital, personnel, or business relationships. The company does not belong to related parties.	There are no capital, personnel, or business relationships. The company does not belong to related parties.
(8)	Contribution amount	36 million yuan (740 million yen)	130 million yuan (2.68 billion yen)

1 Chinese yuan = 20.63 yen

		No. 9	No. 10
(1)	Name	Lord Abbett China Asset Management Co., Ltd.	Hunan Light Salt Venture Capital Management Co., Ltd.
(2)	Capital	100 million yuan	978.822971 million yuan
(3)	Date of establishment	June 8, 2006	December 31, 2010
(4)	Major shareholders and shareholding ratio	Tianfu Qingyuan Holdings Co., Ltd.: 51%	Hunan Salt Industry Group Co., Ltd.: 100%
(5)	Representative	Pan Fu Xiang	Ren Yan
(6)	Contents of business	(1) Establishment and sale of investment trusts (2) Management of investment trusts (3) Other businesses approved by CSRC (Regarding businesses that require permission in accordance with a law or regulation, said businesses can be operated only after obtaining the permission from authorities.)	Management of privately offered securities investment funds, asset management, investment management, and securities investment (provided, however, that the company cannot receive deposits, procure funds, deal with entrusted lending, make a loan, or conduct any other tasks related to national financial supervision and financial credit.) (Regarding businesses that require permission in accordance with a law or regulation, said businesses can be operated only after obtaining the permission from authorities.)
(7)	Relationship between FTSVA and the prospective allottees	There are no capital, personnel, or business relationships. The company does not belong to related parties.	There are no capital, personnel, or business relationships. The company does not belong to related parties.
(8)	Contribution amount	139.84 million yuan (2.88 billion yen)	75.43 million yuan (1.56 billion yen)

1 Chinese yuan = 20.63 yen

		No. 11	No. 12
(1)	Name	GF Securities Co., Ltd.	Huaan Securities Asset Management Co., Ltd.

(2)	Capital	7,605.845511 million yuan	600 million yuan
(3)	Date of establishment	January 21, 1994	December 22, 2023
(4)	Major shareholders and shareholding ratio	HKSCC Nominees Limited: 22.36%	Huaan Securities Co. Ltd.: 100%
(5)	Representative	Lin Zhuan Hui	Tang Yong
(6)	Contents of business	Permitted businesses: securities trading; sale of publicly offered securities investment funds; brokerage between securities companies and futures companies; and custody of securities investment funds. (Regarding businesses that require permission in accordance with a law or regulation, said businesses can be operated only after obtaining the permission from authorities, and the details of said businesses shall be in line with the written approval or permit issued by relevant authorities.)	Permitted businesses: securities trading. (Regarding businesses that require permission in accordance with a law or regulation, said businesses can be operated only after obtaining the permission from authorities, and the details of said businesses shall be in line with the written approval or permit issued by relevant authorities.)
(7)	Relationship between FTSVA and the prospective allottees	There are no capital, personnel, or business relationships. The company does not belong to related parties.	There are no capital, personnel, or business relationships. The company does not belong to related parties.
(8)	Contribution amount	45.2 million yuan (930 million yen)	48 million yuan (990 million yen)

1 Chinese yuan = 20.63 yen

		No. 13
(1)	Name	Caitong Fund Management Co., Ltd.
(2)	Capital	200 million yuan
(3)	Date of establishment	June 21, 2011
(4)	Major shareholders and shareholding ratio	Caitong Securities Co., Ltd.: 40%
(5)	Representative	Wu Lin Hui
(6)	Contents of business	The public offering and sale of funds, asset management for specific customers, asset management and other businesses approved by CSRC. (Regarding businesses that require permission in accordance with a law or regulation, said businesses can be operated only after obtaining the permission from authorities.)
(7)	Relationship between FTSVA and the prospective allottee	There are no capital, personnel, or business relationships. The company does not belong to related parties.
(8)	Contribution amount	127.12 million yuan (2.62 billion yen)

1 Chinese yuan = 20.63 yen

**4. Overview of the subsidiary as of July 31, 2025**

(1)	Name	Ferrotec (Anhui) Technology Development Co., Ltd. (FTSVA)
(2)	Address	18 Nanhai Road, Jinqiao Economic Development Zone, Tongling City, Anhui Province, People's Republic of China

(3)	Title and name of representative	He Xian Han, Representative Director		
(4)	Contents of business	High purity process tool parts cleaning service for semiconductors and FPDs, and manufacturing of power semiconductor substrates		
(5)	Capital	721,068,000 yuan (approx. 14.9 billion yen) *1 Chinese yuan = 20.63 yen		
(6)	Date of establishment	December 26, 2017		
(7)	Major shareholder and shareholding ratio		Before third-party allotment	After third-party allotment
		Shanghai Shenhe Investment Co., Ltd. (FTS)	54.3%	52.7%
(8)	Relationship between FTSVA and the company	Capital relationship	FTSVA is a subsidiary, 54.3% of whose voting rights are held by FTS, which is a consolidated subsidiary of the Company.	
		Personnel relationship	Representative Director of the Company concurrently serves as the director of FTSVA.	
		Business relationship	None applicable	

## 5. Future outlook

The impact on the business performance of the Group for the current fiscal year through this matter is expected to be minor. However, we will promptly disclose additional items as soon as they are confirmed.

## 6. Note

For further information on this matter, please refer to the following materials.

July 28, 2025	(Correction of a Disclosed Item) (Progress of a Disclosed Item) Notice of the Share Issuance Date to Acquire Assets of a Subsidiary Manufacturing Power Semiconductor Substrates (FLH) by Our Chinese Subsidiary Operating the Parts Cleaning Business (FTSVA) and Conditions for Issuing Shares and Convertible Bonds
July 25, 2025	(Progress of a Disclosed Item) Notice of the Share Issuance Date to Acquire Assets of a Subsidiary Manufacturing Power Semiconductor Substrates (FLH) by Our Chinese Subsidiary Operating the Parts Cleaning Business (FTSVA) and Conditions for Issuing Shares and Convertible Bonds
July 1, 2025	(Progress of a Disclosed Item) Notice of the Receipt of Permission for Issuing Shares and Convertible Bonds to Acquire Assets of a Subsidiary Manufacturing Power Semiconductor Substrates (FLH) by Our Chinese Subsidiary Operating the Parts Cleaning Business (FTSVA)
May 30, 2025	(Progress of a Disclosed Item) Notice of "Conformity" of the Merger between Our Chinese Subsidiary Operating the Parts Cleaning Business (FTSVA) and a Subsidiary Manufacturing Power Semiconductor Substrates (FLH) after Review
January 27, 2025	(Progress of a Disclosed Item) Notice of the Acceptance of an "Application for Restructuring of Important Assets" of Our Chinese Subsidiary Operating the Parts Cleaning Business (FTSVA) by Shenzhen Stock Exchange
November 26, 2024	(Progress of a Disclosed Item) Notice of the Acquisition of Shares in a Subsidiary Manufacturing Power Semiconductor Substrates (FLH) by Our Chinese Subsidiary Operating the Parts Cleaning Business (FTSVA)
October 17, 2024	Notice of the Start of Discussions about the Acquisition of Shares of a Subsidiary Manufacturing Power Semiconductor Substrates by Our Chinese Subsidiary Operating the Parts Cleaning Business

This document is a disclosure for public announcement in relation to preparations to reorganize our consolidated subsidiary called Ferrotec (Anhui) Technology Development Co., Ltd. We did not prepare this document to solicit any kind of investment or for any similar activities. In addition, no part of this document should form or be relied on as the basis of contracts, promises or investment decisions relating to China, Japan, the United States and other regions. Accordingly, this document does not constitute or intend to be an offer for or a solicitation to acquire stocks or securities in any jurisdiction including the United States. It is not possible to offer and sell securities without registration or exemption from registration in the United States. The purchase of securities through public offering should be done based only on information included in the final offering memorandum or prospectus relating to those securities. Our subsidiary does not intend to make a public offering of securities in the United States at the present time.