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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)

**SUPPLEMENTAL ANNOUNCEMENT
ANNUAL REPORT FOR THE YEAR ENDED 31 MARCH 2021**

Reference is made to the annual report of Precision Tsugami (China) Corporation Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) for the year ended 31 March 2021, which was published by the Company on 15 July 2021 (the “**2021 Annual Report**”). Unless otherwise specified, capitalized terms used herein shall have the same meaning as those defined in the 2021 Annual Report.

In addition to the information provided in the 2021 Annual Report, the board of directors of the Company (the “**Board**”) would like to provide further information in relation to the continuing connected transactions of the Company for the year ended 31 March 2021.

Pursuant to Rule 14A.71(6)(b) of the Listing Rules, the Board confirms that the Company’s auditor, Ernst & Young, has issued a letter to the Board, among other things, giving its confirmation in accordance with Rule 14A.56 of the Listing Rules, save and except for the matters as disclosed in the announcement of the Company dated 8 June 2021, the circular of the Company dated 30 June 2021 and on page 72 of the 2021 Annual Report under the section headed “*Directors’ Report – Continuing Connected Transactions*”.

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
Chief Executive Officer and Executive Director

Hong Kong, 10 January 2022

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. Eiichi Koda, Dr. Huang Ping and Mr. Tam Kin Bor.