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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)

CHANGE OF DIRECTORS AND CHANGE OF THE COMPOSITION OF THE BOARD COMMITTEE

The Board hereby announces the following changes with effect from 28 June 2023:

- (i) Mr. Motoi Yamada has resigned as a non-executive Director and ceased to be a member of the Audit Committee;
- (ii) Mr. Kenji Yoneyama has been appointed as a non-executive Director and a member of the Audit Committee;
- (iii) Dr. Eiichi Koda has resigned as an independent non-executive Director; and
- (iv) Dr. Satoshi Iwabuchi has been appointed as an independent non-executive Director.

RESIGNATION OF NON-EXECUTIVE DIRECTOR

The board (the “**Board**”) of directors (the “**Directors**”) of Precision Tsugami (China) Corporation Limited (the “**Company**”) hereby announces that Mr. Motoi Yamada (“**Mr. Yamada**”) has resigned from his position as a non-executive Director with effect from 28 June 2023 due to his desire to devote more time to other business commitments.

Mr. Yamada has confirmed that he has no disagreement with the Board and there is no other matter that needs to be brought to the attention of the shareholders of the Company or The Stock Exchange of Hong Kong Limited (the “**Stock Exchange**”) in relation to his resignation.

The Board would like to take this opportunity to express its gratitude to Mr. Yamada for his valuable contributions to the Company during his tenure of office.

APPOINTMENT OF NON-EXECUTIVE DIRECTOR

The Board is pleased to announce that Mr. Kenji Yoneyama (“**Mr. Yoneyama**”) has been appointed as a non-executive Director with effect from 28 June 2023.

The biographical details of Mr. Yoneyama are as follows:

Kenji Yoneyama, aged 58, has been appointed as a non-executive Director and a member of the audit committee of the Company (the “**Audit Committee**”) on 28 June 2023. He served as a non-executive Director and a member of the audit committee of the Company from April 2021 to April 2022. He served as a supervisor of Precision Tsugami (China) Corporation, the operating subsidiary of the Company in the PRC from May 2019 to March 2022. He joined Tsugami Corporation 株式会社ツガミ (“**Tsugami Japan**”) (the controlling shareholder of the Company, whose shares are listed on the Tokyo Stock Exchange, (TYO: 6101)) in April 2015, and served as the advisor of accounting of Tsugami Japan from April 2015 to June 2017. He has served as the standing statutory auditor of Tsugami Japan since June 2017, as the director of Tsugami Japan (members of the audit and supervisory committee) since June 2018 and as the chief legal officer of Tsugami Japan since June 2021. Mr. Yoneyama serves as the head of Administration of Tsugami Japan since April 2023 and was promoted to representative director and head of Administration of Tsugami Japan in June 2023. Prior to joining Tsugami Japan, Mr. Yoneyama held various positions at The Hokuetsu Bank, Ltd. from April 1988 to April 2015. Mr. Yoneyama graduated from the Faculty of Law of Kanazawa University (金沢大學) in 1988, majoring in Law.

Mr. Yoneyama has entered into a service agreement with the Company, with an initial term of three years from 28 June 2023, and shall retire by rotation and offer himself for re-election at the annual general meeting of the Company pursuant to the articles of association of the Company, or whereby he shall vacate his office pursuant to any other applicable laws from time to time. Mr. Yoneyama will not receive any director’s fee for his term of appointment.

Save as disclosed above, Mr. Yoneyama does not hold any other position with the Company or its subsidiaries, nor does he have any relationship with any Directors, senior management, substantial or controlling shareholders (as defined in the Rules Governing the Listing of Securities on the Stock Exchange (the “**Listing Rules**”)) of the Company. Save as disclosed above, he has not held any directorship in any public companies the securities of which are listed on any securities market in Hong Kong or overseas in the last three years. Mr. Yoneyama does not have any interest in any shares or underlying shares within the meaning of Part XV of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

Save as disclosed above, the Board is not aware of any other matters in relation to the appointment of Mr. Yoneyama that need to be disclosed pursuant to Rules 13.51(2)(h) to (v) of the Listing Rules or need to be brought to the attention of the shareholders of the Company.

The Board would like to extend its warmest welcome to Mr. Yoneyama for his appointment to the Board.

RESIGNATION OF INDEPENDENT NON-EXECUTIVE DIRECTOR

The Board hereby announces that Dr. Eiichi Koda (“**Dr. Koda**”) has resigned from his position as an independent non-executive Director with effect from 28 June 2023 due to his desire to devote more time to other business commitments.

Dr. Koda has confirmed that he has no disagreement with the Board and there is no other matter that needs to be brought to the attention of the shareholders of the Company or the Stock Exchange in relation to his resignation.

The Board would like to take this opportunity to express its gratitude to Dr. Koda for his valuable contributions to the Company during his tenure of office.

APPOINTMENT OF INDEPENDENT NON-EXECUTIVE DIRECTOR

The Board is pleased to announce that Dr. Satoshi Iwabuchi (“**Dr. Iwabuchi**”) has been appointed as an independent non-executive Director with effect from 28 June 2023.

The biographical details of Dr. Iwabuchi are as follows:

Satoshi Iwabuchi, aged 64, has been appointed as an independent non-executive Director of the Company on 28 June 2023. He was the lecturer at the School of Medicine of Toho University (東邦大學醫學部) from February 1993 to August 1995. He served as an associate professor from January 2006 to March 2008, subsequently a professor, from April 2008 to March 2011, in neurosurgery of the Toho University Ohashi Medical Center (東邦大學醫療中心大橋醫院) in Japan. Since July 2018, Mr. Satoshi served as a dean of the Toho University Ohashi Medical Center (東邦大學醫療中心大橋醫院) in Japan. Dr. Iwabuchi graduated from the School of Medicine of Toho University (東邦大學) in 1984 and received his doctorate’s degree in medicine from School of Medicine of Toho University (東邦大學) in Japan in 1988.

Dr. Iwabuchi has entered into a letter of appointment with the Company, with an initial term of three years from 28 June 2023, and shall retire by rotation and offer himself for re-election at the annual general meeting of the Company pursuant to the articles of association of the Company, or whereby he shall vacate his office pursuant to any other applicable laws from time to time. Dr. Iwabuchi is entitled to a director’s fee of HKD540,000 per annum as determined by reference to his duties and responsibilities with the Company, the prevailing market condition as well as the performance of the Company’s result.

Save as disclosed above, Dr. Iwabuchi does not hold any other position with the Company or its subsidiaries, nor does he have any relationship with any Directors, senior management, substantial or controlling shareholders (as defined in the Listing Rules) of the Company. Save as disclosed above, he has not held any directorship in any public companies the securities of which are listed on any securities market in Hong Kong or overseas in the last three years. Dr. Iwabuchi does not have any interest in any shares or underlying shares within the meaning of Part XV of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

Save as disclosed above, the Board is not aware of any other matters in relation to the appointment of Dr. Iwabuchi that need to be disclosed pursuant to Rules 13.51(2)(h) to (v) of the Listing Rules or need to be brought to the attention of the shareholders of the Company.

The Board would like to extend its warmest welcome to Dr. Iwabuchi for his appointment to the Board.

CHANGE IN COMPOSITION OF THE AUDIT COMMITTEE

Following Mr. Yamada's resignation as a non-executive Director with effect from 28 June 2023, Mr. Yamada ceased to be a member of the Audit Committee.

Mr. Yoneyama has been appointed as a member of the Audit Committee with effect from 28 June 2023.

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

Hong Kong, 28 June 2023

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. Iwabuchi Satoshi, Dr. Huang Ping and Mr. Tam Kin Bor.