

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

Ferrotec Holdings Corporation (Representative Director: He Xian Han; hereinafter “the Company”) announces the following matter as a progress of a disclosed item, because Ferrotec (Anhui) Technology Development Co., Ltd. (FTSVA), a consolidated subsidiary listed on ChiNext of the Shenzhen Stock Exchange, planned to sign a share purchase agreement of Jiangsu Ferrotec Semiconductor Technology Co., Ltd. (FLH), a subsidiary manufacturing insulated heat-dissipating substrates for power semiconductors, by issuing shares and convertible bonds (hereinafter “the Transaction”) as disclosed 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)” released on November 26, 2024, an “application for restructuring of important assets” was submitted to the Shenzhen Stock Exchange, we received a notification on the acceptance of said application on January 25, 2025, and said information was disclosed on January 27, 2025.

The Company will not be able to proceed with the Transaction unless said application passes the screening by the Shenzhen Stock Exchange and is approved by the China Securities Regulatory Commission (CSRC). We still cannot predict whether said application will pass the screening by the Shenzhen Stock Exchange and be approved by CSRC.

The impact on the business performance of the Company for the current fiscal year through this matter is not yet determined. However, we will promptly disclose relevant items as soon as they are confirmed.