S-Takaya Electronics Industry Co., Ltd.

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Regarding Completion of capital transfer of affiliated company in the Socialist Republic of Vietnam

We hereby announce that the capital transfer of our affiliated company located in the Socialist Republic of Vietnam has been successfully completed.

As previously disclosed in our announcement dated January 20, 2025, S-Takaya Electronics Industry Co., Ltd. ("S-Takaya") entered into a capital transfer agreement with Fullertain Information Technologies Limited ("Fullertain"), a subsidiary of Hon Hai Precision Industry Co., Ltd., regarding the transfer of our entire 49% capital interest in SAIGON STEC CO., LTD. ("S-STEC"). We are pleased to report that the transaction was completed on June 30, 2025.

Following this transfer, Fullertain has acquired all of S-Takaya's capital interest in S-STEC. In conjunction with this transaction, S-Takaya established a wholly owned local subsidiary in Vietnam on April 3, 2025, to continue providing support to S-STEC. Moving forward, S-Takaya and Fullertain will collaborate as strategic partners, leveraging their respective management resources, industry expertise, technologies, and networks to further enhance the growth and development of S-STEC.

S-STEC will continue its operations under the name "SAIGON STEC CO., LTD." S-Takaya remains committed to supporting S-STEC and working together to maximize the corporate value of both companies.

This transaction has already been reflected in our financial forecasts, and there will be no impact on our earnings outlook.

1. Background

In response to the global shift in manufacturing competitiveness, S-Takaya established S-STEC in Vietnam in September 2007 as a wholly owned subsidiary. In April 2018, anticipating the need for large-scale investment, S-Takaya transferred 51% of its capital interest in S-STEC to SHARP Corporation ("SHARP"), a long-standing partner and shareholder at that time (SHARP split off camera module business as "SHARP Sensing Technology Corporation" in 2021), and S-STEC transitioned to joint management with continuous operational support from S-Takaya.

Considering that SHARP announced the capital transfer agreement with Fullertain to transfer its capital interest in December 2024 and our support initiatives achieved certain result successfully completed, S-