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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)

NOTICE OF ANNUAL GENERAL MEETING

NOTICE IS HEREBY GIVEN that the Annual General Meeting of Precision Tsugami (China) Corporation Limited (the “Company”) will be held at Rooms Queensway and Victoria, Level 3, JW Marriott Hotel Hong Kong, Pacific Place, 88 Queensway, Admiralty, Hong Kong, at 10:00 a.m. on Monday, 20 August 2018, for the purpose of considering and, if thought fit, with or without amendment, passing the following resolutions as ordinary resolutions:-

1. to receive and consider the audited consolidated financial statements and the reports of the Directors and auditors of the Company for the year ended 31 March 2018.
2. to declare a final dividend of HK\$0.16 per Share for the year ended 31 March 2018.
3. (A) to elect each of the following as directors of the Company by separate resolutions:
 - (i) Dr. Li Zequn as an executive director of the Company; and
 - (ii) Mr. Nobuaki Takahashi as a non-executive director of the Company.
- (B) to authorise the board of directors of the Company to fix the remuneration of directors of the Company.
4. to re-appoint Ernst & Young as the auditors of the Company and to authorise the board of directors of the Company to fix their remuneration.

By order of the Board

Precision Tsugami (China) Corporation Limited

Dr. Tang Donglei

Chief Executive Officer and Executive Director

Hong Kong, 20 July 2018

Notes:

1. According to the Listing Rules, all resolutions proposed at a general meeting must be voted on by poll except where the chairman decides to allow a resolution which relates to a procedural or administrative matter to be voted on by a show of hands. An announcement on the voting results will be published on the website of Hong Kong Exchanges and Clearing Limited (www.hkexnews.hk) and the website of the Company (www.tsugami.com.cn) following the conclusion of the AGM in accordance with the Listing Rules.
2. Any Shareholder entitled to attend and vote at the AGM is entitled to appoint one or more proxies (who must be individuals) to attend and, on a poll, vote on his/her behalf. A proxy need not be a Shareholder. If more than one proxy is so appointed, the form of proxy shall specify the number of Shares in respect of which each such proxy is so appointed. In case of a poll every Shareholder present in person or by proxy shall be entitled to one vote for each Share held by him/her.
3. In order to be valid, the form of proxy together with the power of attorney or other authority, if any, under which is signed or a certified copy of that power or authority must be deposited with the Company's Hong Kong branch share registrar, Tricor Investor Services Limited, at Level 22, Hopewell Centre, 183 Queen's Road East, Hong Kong not less than 48 hours before the time appointed for the holding of the above meeting or any adjournment thereof (as the case may be). Return of the form of proxy shall not preclude a shareholder of the Company from attending and voting in person at the meeting and, in such event, the instrument appointing a proxy shall be deemed to be revoked.
4. For determining the entitlement to attend and vote at the Annual General Meeting, the register of members of the Company will be closed from Wednesday, 15 August 2018 to Monday, 20 August 2018 (both dates inclusive), during which period no transfer of Shares will be registered. In order to be eligible for attending and voting at the AGM, all transfer forms accompanied by the relevant share certificates must be lodged with the Company's Hong Kong branch share registrar, Tricor Investor Services Limited, at Level 22, Hopewell Centre, 183 Queen's Road East, Hong Kong for registration before 4:30 p.m. on Tuesday, 14 August 2018.
5. For determining the entitlement to the proposed final dividend (subject to Shareholders' approval at the AGM), the register of members of the Company will be closed from Friday, 24 August 2018 to Monday, 27 August 2018 (both dates inclusive), during which periods no transfer of Shares will be registered. In order to be eligible for the proposed final dividend, all transfer forms accompanied by the relevant share certificates must be lodged with the Company's Hong Kong branch share registrar, Tricor Investor Services Limited, at Level 22, Hopewell Centre, 183 Queen's Road East, Hong Kong for registration before 4:30 p.m. on Thursday, 23 August 2018.
6. If there is a "black" rainstorm warning or a tropical cyclone warning signal number 8 or above is hoisted or in force on the date of the AGM, the AGM will not to be held on Monday, 20 August 2018, but will be held immediately at the same time and place on the first Business Day after that day. "Business Day", in this context, shall mean a day (not being a Saturday) on which banks in Hong Kong are open for general banking business. Should shareholders have any enquiries relating to the above arrangements, please contact the Tricor Investor Services Limited at their customer service hotline at 2980 1333 during 9:00 a.m. to 5:00 p.m. from Monday to Friday, excluding Hong Kong public holidays.
7. References to time and dates of this notice are to Hong Kong time and dates.
8. As at the date of this notice, the Board comprises two executive Directors, namely Dr. Tang Donglei and Mr. Yoshimasa Hashimoto, four non-executive Directors, namely Mr. Takao Nishijima, Ms. Mami Matsushita, Mr. Tatsushi Hidano and Dr. Ng Lai Man Carmen and three independent non-executive Directors, namely Dr. Huang Ping, Dr. Eiichi Koda and Mr. Tam Kin Bor.