

SuperAlloy Industrial Co. (1563 TT)

Investor Presentation

SAI
SUPERALLOY



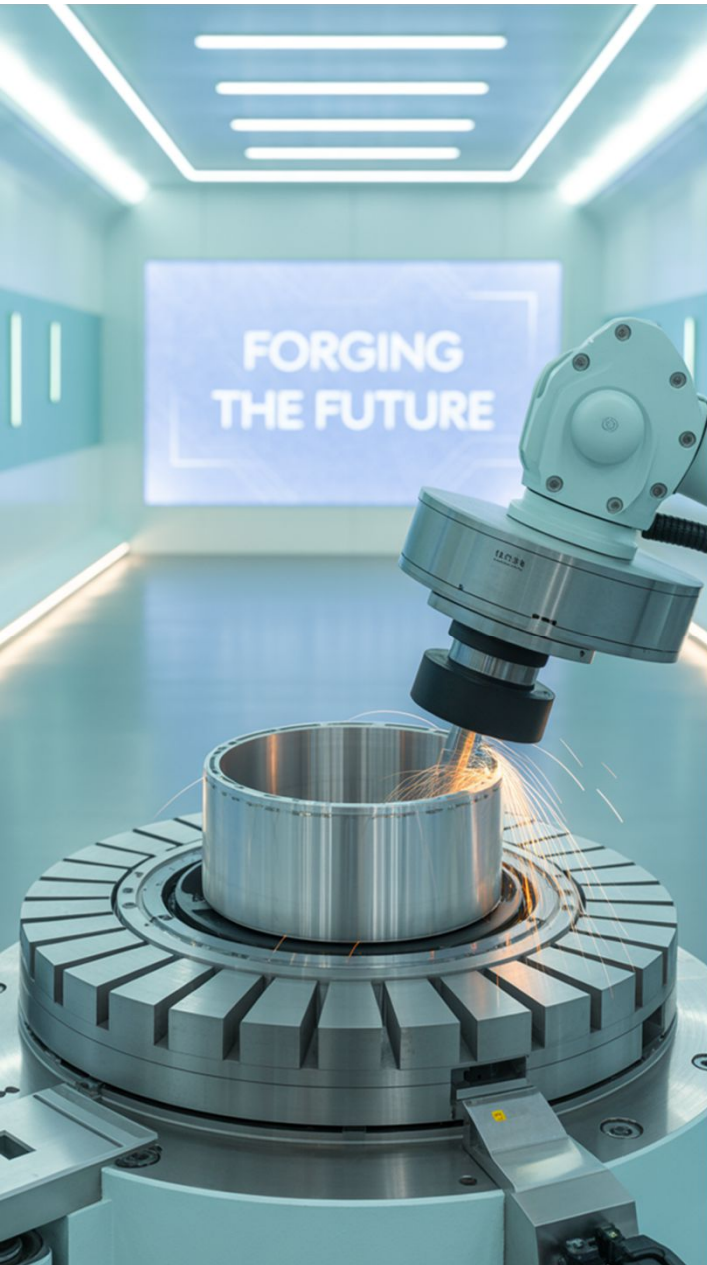


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Agenda

2026 Outlook

SAI's Growth Strategy And Goals

Q&A

A side-profile view of a red Ferrari sports car, likely a 296 GTB, parked on a racetrack. The car is positioned in the lower half of the frame, facing left. The background features a sunset sky with soft, golden light and distant mountains. A blue semi-transparent rectangular overlay is placed over the lower-left portion of the car, containing the text "2026 Outlook".

2026 Outlook

2026 Outlook

The SAI logo is positioned in the top right corner of the slide. It features the letters 'SAI' in a bold, white, sans-serif font. Below the letters is a stylized graphic of a wheel hub or a similar mechanical component, rendered in a dark color with some red highlights.

- **Optimizing Capital Structure, Investing in Future Growth, and Promoting Circular Economy.** SAI is optimizing its capital structure through a proposed 25% cash reduction while utilizing ample cash reserves to fund the Chiayi plant expansion and drive sustainable growth via the continuous, cross-industry sales of recycled aluminum.
- **Sustaining Double-Digit Operating Margins and Resuming Growth in 2026.** Poised to resume growth in 2026 with a long-term operating margin target of 15–20%, SAI is solidifying its leadership in high-end forged wheels while utilizing established pricing mechanisms to pass on raw material costs and drive up product ASP.
- **Semiconductor Equipment Application to Contribute Revenue in 2H26, Targeting 40% Non-Wheel Revenue in 3 Years.**
- **Upgrading Profit Structure via Recycled Aluminum and Expanding Diverse Market Applications.** With our recycled aluminum (RESAICAL) expanding into diverse industries and expected to surpass a 50% adoption rate by late 2026, the upcoming completion of our second smelting plant will further upgrade our profit structure and fuel 2027 growth.

FORGING THE FUTURE

SAI's Growth Strategy And Goals

Entering Advanced Nodes: From Wheels to Semiconductors

SAI began developing raw materials and optimizing processes for key components and consumables used in front-end equipment for advanced semiconductor processes three years ago. Backed by four core strengths, the company aims to become a vital force in the semiconductor supply chain, providing Taiwan's semiconductor ecosystem with top-tier, locally rooted support.



Four Core Strengths in Entering the Semiconductor Industry

SAI



Over 30 Years of Expertise in Aluminum Development

With over three decades of forging wheel experience, SAI possesses unique know-how in aluminum alloy R&D and manufacturing — from material selection and forging techniques to surface treatment.



Key Role in Import Substitution

By producing ultra-pure forged aluminum parts, SAI offers local alternatives to imported aluminum raw materials, which could support semiconductor manufacturing equipment supply chain in Taiwan and reduce the reliance on foreign aluminum raw material suppliers.



Enabler of Supply Chain Decentralization

As global semiconductor supply chains decentralize, SAI provides trusted, locally rooted support for international equipment makers seeking regional partners in Taiwan.



Advantages in Efficiency and Cost

Through efficient production line setups, SAI ensures shorter lead times, stable quality, and stronger cost competitiveness basing on more near net shape compared to imported products.

Semiconductor Equipment – Target Processes



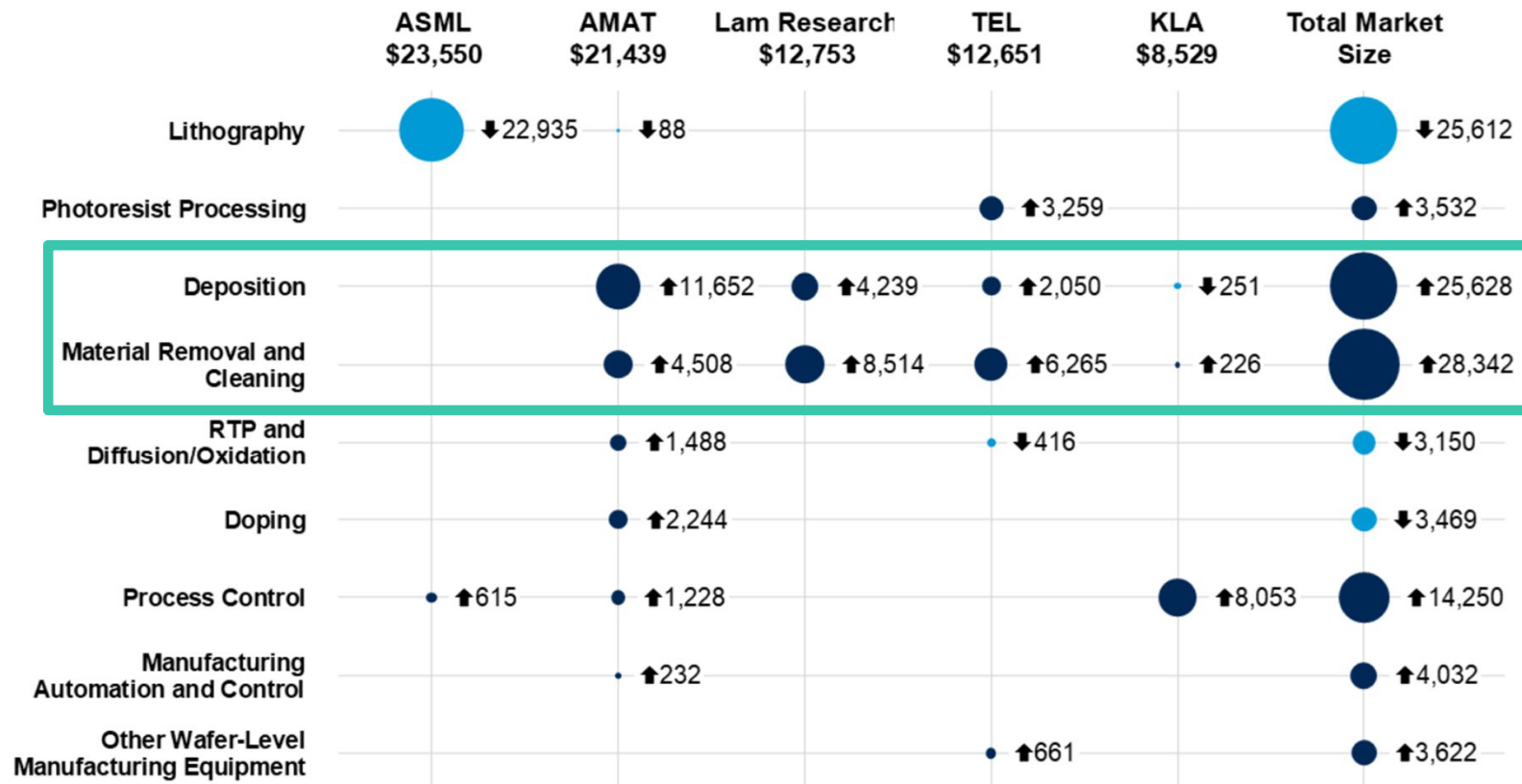
Deposition and etching are the main target processes, while vacuum chamber components require regular replacement.



Source: TechInsights, released April 2024. Wafer Fabrication Equipment (WFE) = front end WFE and excludes "other WFE" of \$2.9B. CVD includes ALD

Semiconductor Equipment – Target Customers

The world's top five equipment makers from the U.S. and Japan.

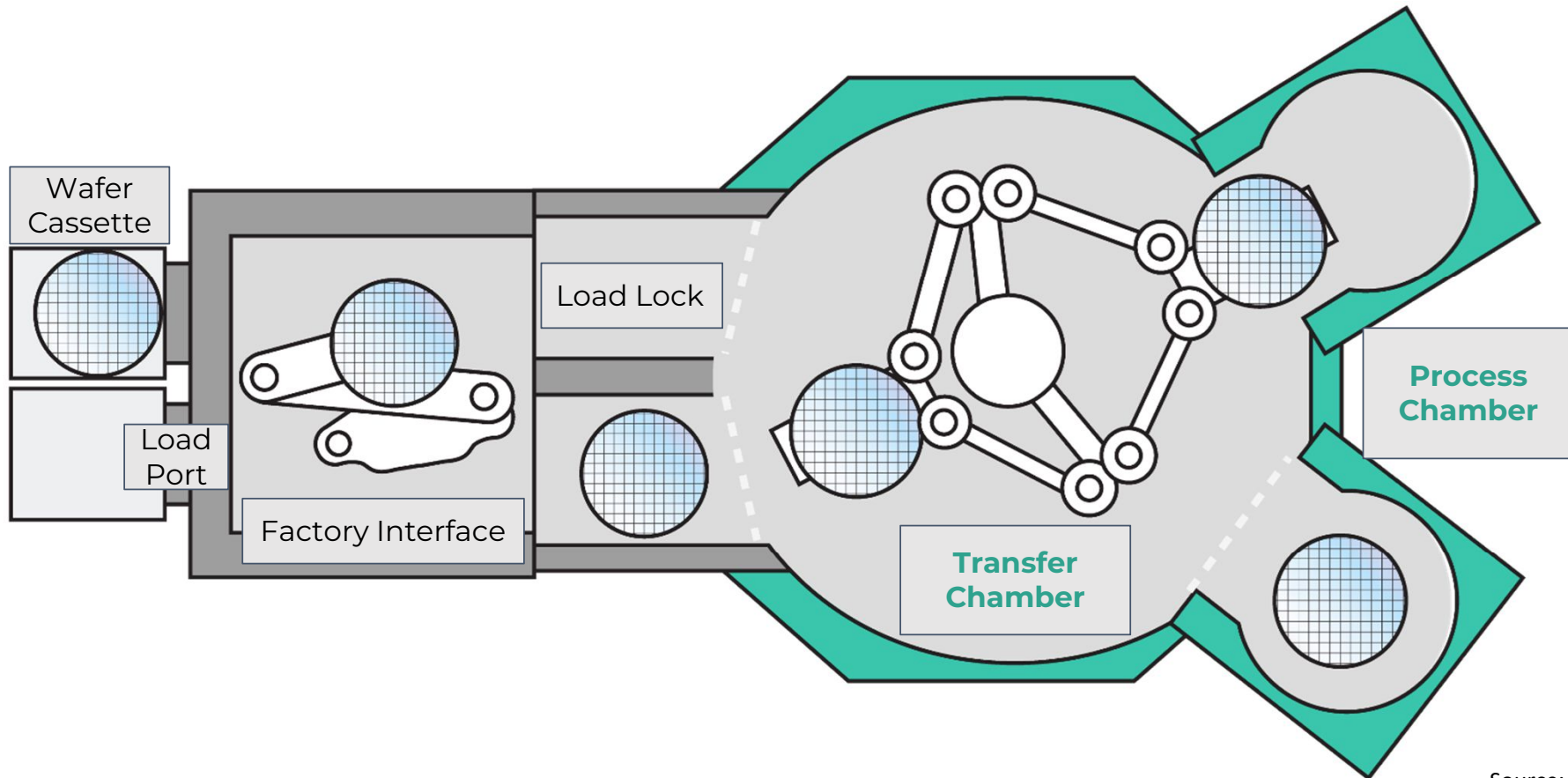


Note: The value and size of the bubbles represent 2024 revenue (millions of U.S. Dollars), and the color coding represents positive or negative year-over-year change

Source: Gartner

Semi Front-End Equipment Component Deployment

Collaborating with Domestic and International semiconductor equipment makers



Source: ResearchGate

SAI's Strategic Role and Outlook in the Semi Supply Chain

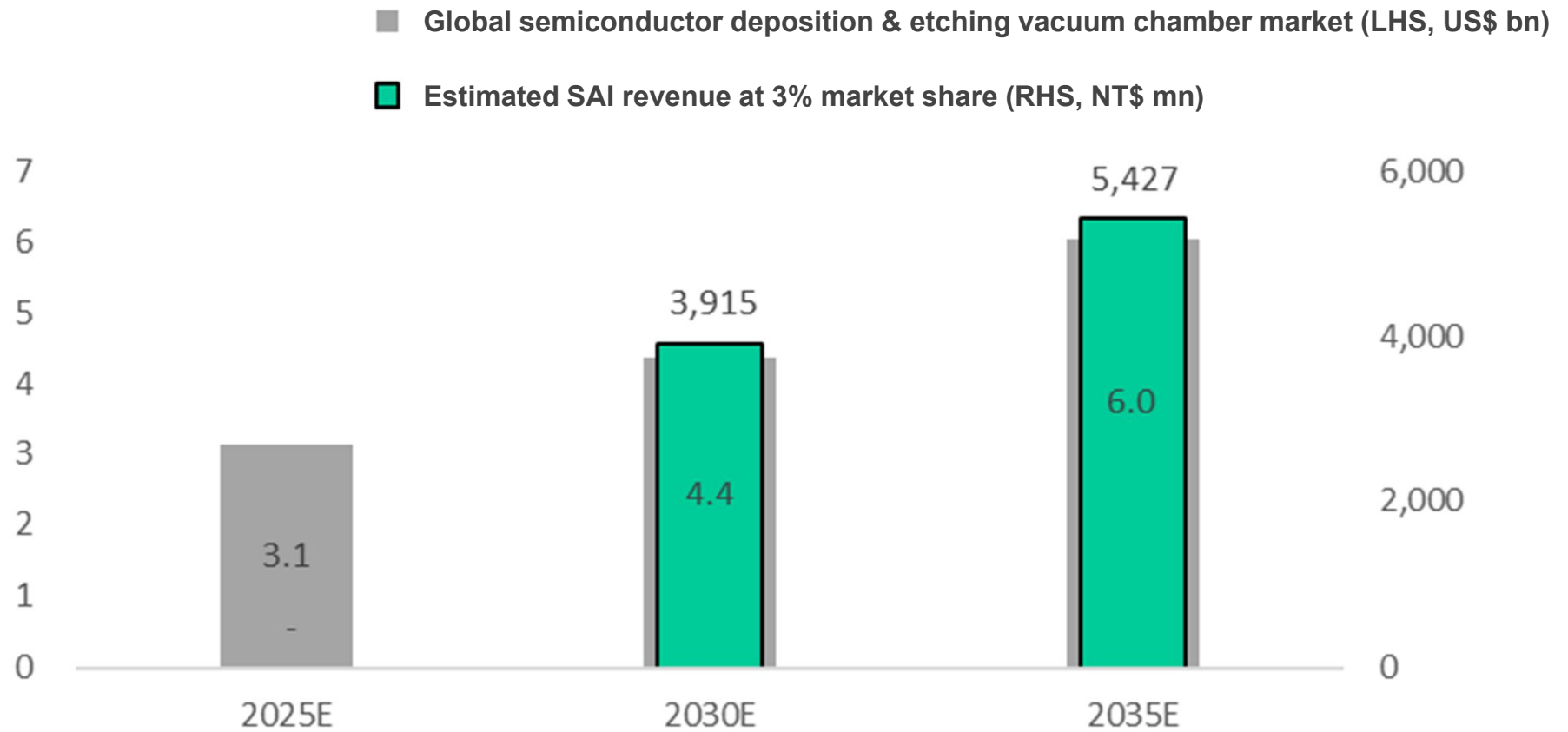
Growth Blueprint: Building a Scalable Semiconductor Business

- **Optimizing Profit Structure:** Targeting semiconductor product lines with **higher gross margins** than forged automotive wheels, with the core goal of maximizing profitability.
- **Efficient and Flexible Production:** Achieving high-efficiency mass production and faster time-to-market through fine-tuning of existing forging & smelting equipment, **minimize the additional capital expenditure might occur.**
- **Revenue Growth Engine:** Aiming to begin **contributing to revenue starting in 2026**, driving stable growth momentum.
- **Targeting 40% Non-Wheel Revenue in 3 Years.**



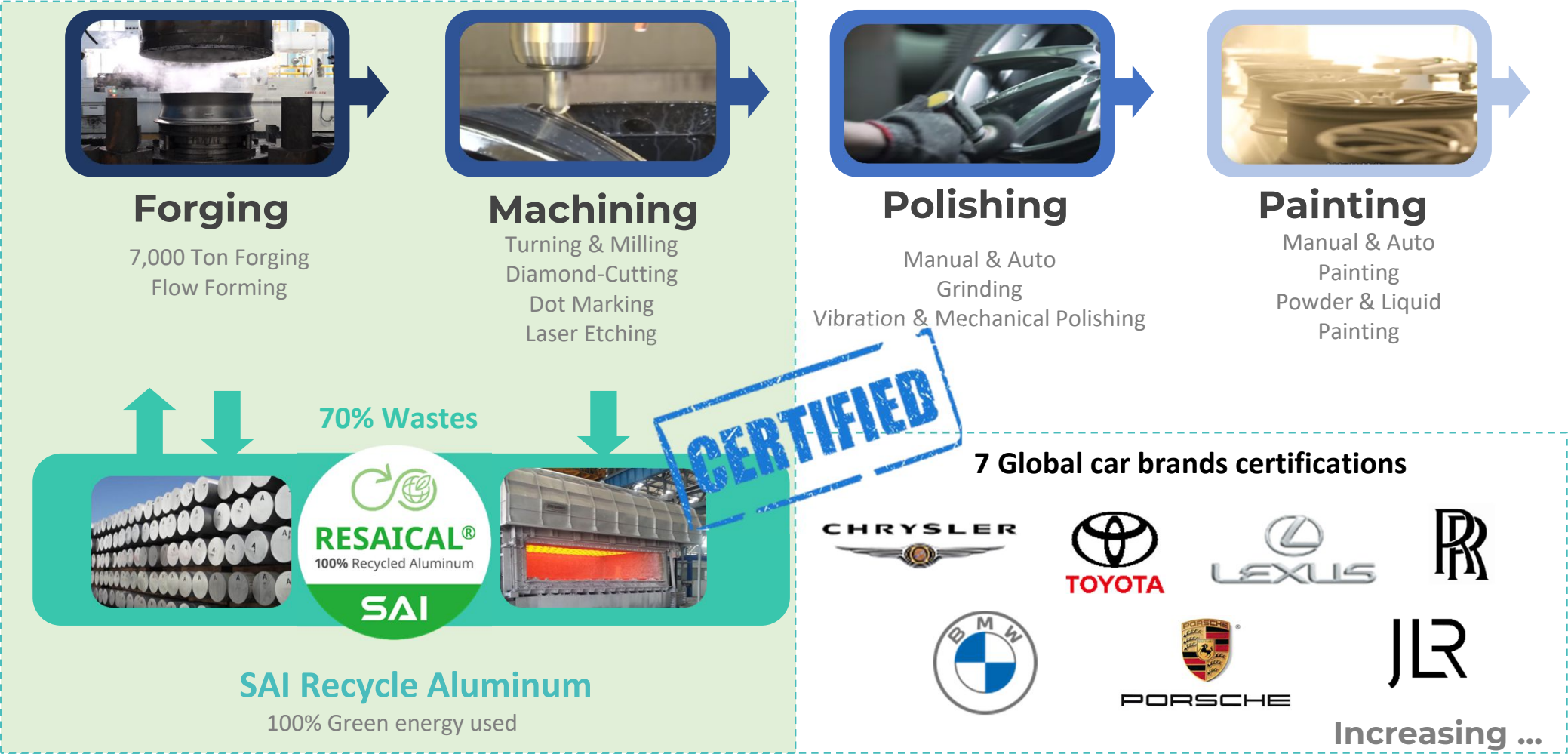
Rising Semiconductor Share

Based on 3% market share assumption



Sustainable is not secondary, it's a core requirement now

Achieve diversification of supply sources, reduce inventory & cost then increase profitability

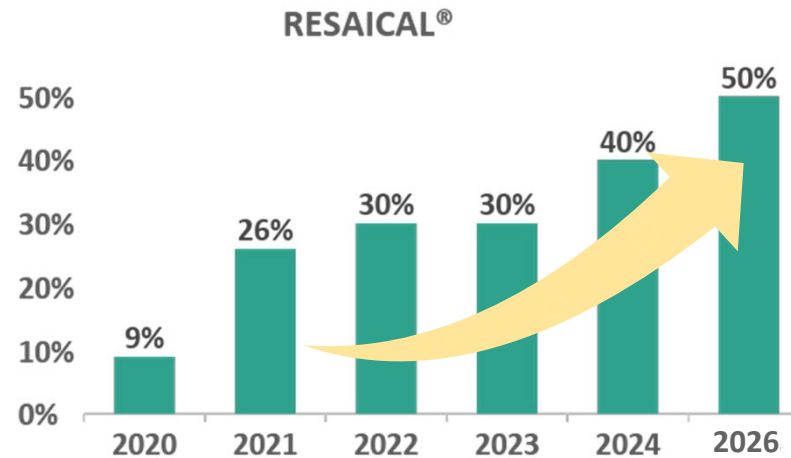


MOVING INTO GREEN



Green Milestone

- The yield rate of RESAICAL® recycled aluminum increased from 69% in 2020 to 97% in 2023.
- Our current recycled aluminum annual capacity is **40k** tons. Usage of rate of RESAICAL® recycled aluminum in forged wheels approaching **40%** in 2024, with an expected increase to **50%** in 2026.



- An additional **100,000** tons of aluminum smelting capacity is expected to be added in 2026 for non-forged wheel products.



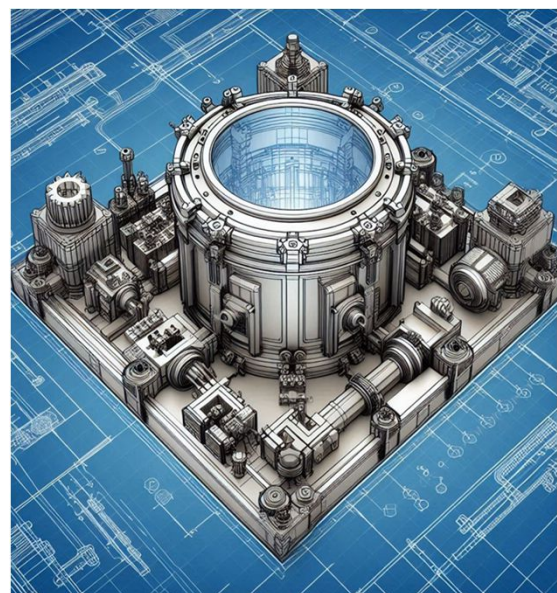
SAI is certified as a **Performance Standard ASI supplier** in 2024.

1.5MW

self-consumption solar power plant (since 2023/3/31)

Promoting diverse aluminum applications to boost long-term profitability

With aluminum's lightweight, strength, and corrosion resistance, SAI aims to raise non-wheel revenue to over 40% in three years



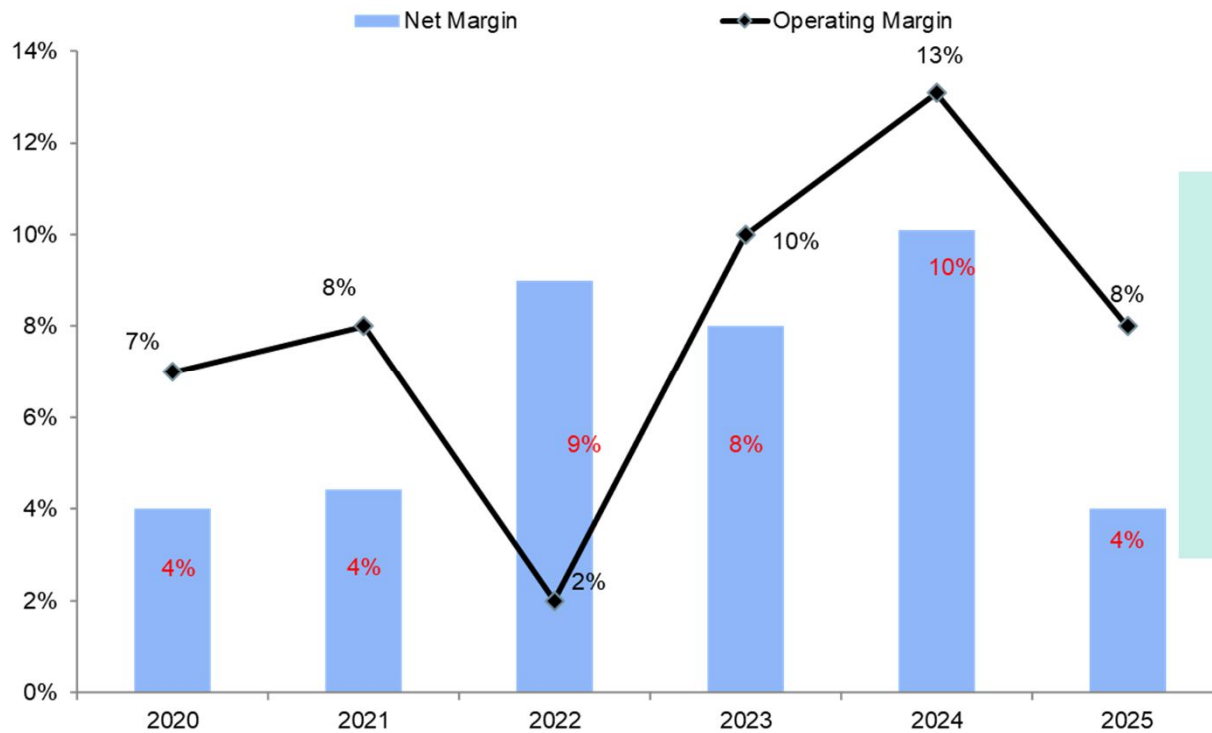
Semiconductor equipment
(Front-end Equipment Components)

Mobility
(Electric Vehicles /Commercial Trucks /Hydrogen Vehicles)

Heavy electrical equipment
(Substation Gas Storage Components)

Others
(Aerospace/Medical Materials/Raw materials & Contract Manufacturing)

SAI Aims to Deliver Sustainable Long-term Shareholders Returns through the Enhancement of Operational Efficiency and Profitability



Long-term operational goals :
15-20% Operating Margin
Double-Digit ROE

Sustainable Operation and Growth



Profitability Improvement and Sustainable Revenue Growth



**Listed on TWSE on May 13th
TW No.3 Machining Tier-1 supplier**

Sustainable Return

- Generating a sustainable double-digit ROE
- Maintain at least **60%** payout ratio

Profitability Improvement

- Optimize operational efficiency
- Long-term operating margin target: **15-20%**

Growing TAM

- Full-Machining, Net-Shape Forged Wheels
- Increase brand penetration rate
- Expanding into the semiconductor industry
- Sustainable & Recyclable Aluminum

Green Factory

- Increase the proportion of recycled aluminum used
- Increase utilization rate



Q&A