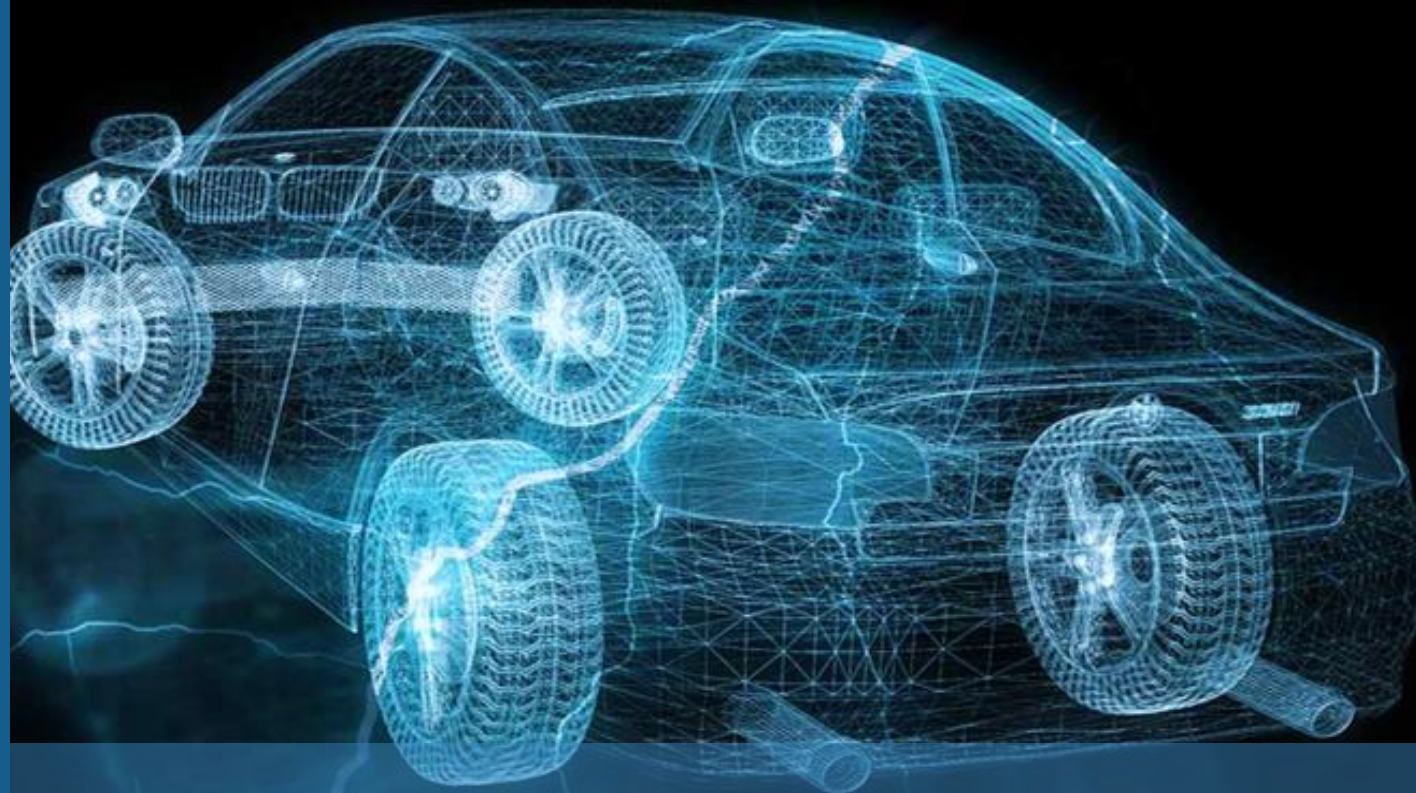


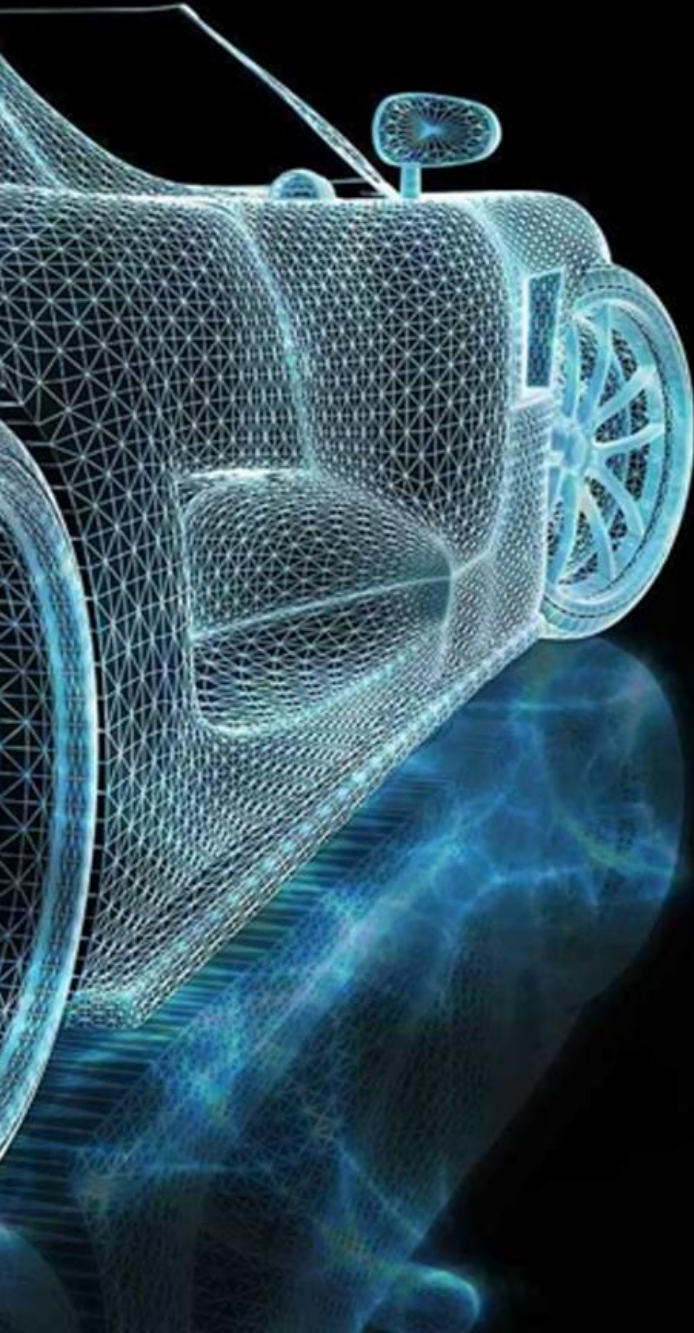
SuperAlloy Industrial Co. (1563 TT)

Investor Presentation

SAI
SUPERALLOY



Forging the
GREEN FUTURE of Mobility



Disclaimers

The information contained in this confidential document ("Presentation") has been prepared by SuperAlloy Industrial Company Ltd. (the "Company"). It has not been fully verified and is subject to material updating, revision and further amendment. While the information contained herein has been prepared in good faith, neither the Company nor any of its shareholders, directors, officers, agents, employees or advisers gives, has given or has authority to give, any representations or warranties (express or implied) as to, or in relation to, the accuracy, reliability or completeness of the information in this Presentation, or any revision or supplement thereof, or of any other written or oral information made or to be made available to any interested party or its advisers (all such information being referred to as "Information") and liability therefore is expressly disclaimed. Accordingly, neither the Company nor any of its shareholders, directors, officers, agents, employees or advisers takes any responsibility for, or will accept any liability whether direct or indirect, express or implied, contractual, tortious, statutory or otherwise, in respect of, the accuracy or completeness or injury of the Information or for any of the opinions contained herein or for any errors, omissions or misstatements or for any loss, howsoever arising, from the use of this Presentation or the information. Neither the issue of this Presentation nor any part of its contents is to be taken as any form of commitment on the part of the Company to proceed with any transaction and the right is reserved by the Company to terminate any discussions or negotiations with any prospective investors. In no circumstances will the Company be responsible for any costs, losses or expenses incurred in connection with any appraisal or investigation of the Company. In furnishing this Presentation, the Company does not undertake or agree to any obligation to provide the recipient with access to any additional information or to update this Presentation or to correct any inaccuracies in, or omissions from, this Presentation which may become apparent. This Presentation should not be considered as the giving of investment advice by the Company or any of its shareholders, directors, officers, agents, employees or advisers. Each party to whom this Presentation is made available must make its own independent assessment of the Company after making such investigations and taking such advice as may be deemed necessary. In particular, any estimates or projections or opinions contained herein necessarily involve significant elements of subjective judgment, analysis and assumptions and each recipient should satisfy itself in relation to such matters. This Presentation includes certain statements that may be deemed "forward-looking statements". All statements in this discussion, other than statements of historical facts, that address future activities and events or developments that the Company expects, are forward-looking statements. Although the Company believes the expectations expressed in such forward-looking statements are based on reasonable assumptions, such statements are not guarantees of future performance and actual results or developments may differ materially from those in the forward-looking statements. Factors that could cause actual results to differ materially from those in forward-looking statements include market prices, continued availability of capital and financing, general economic, market or business conditions and other unforeseen events. Prospective Investors are cautioned that any such statements are not guarantees of future performance and that actual results or developments may differ materially from those projected in forward-looking statements.

SAI Is The Proxy For The Growth Of Luxury Cars

We target to achieve sustainable return from our green investment



- With 30 years of forging, shaping and surface treatment expertise, SAI stands as the world's **top one** aluminum forged wheel supplier for **luxury automotive brands** like Rolls Royce, Ferrari and Porsche. During 2018-23, SAI and these brands have **outgrown** the overall automotive market with higher CAGR.
- With our US\$200 million Green factory and a 2025 milestone aimed at achieving a **50%** proportion of **recycled aluminum** in total production, we have expanded our product portfolio from full machining to **net shape** forged wheels, capturing market share among **premium car brands** such as Mercedes, BMW, JLR and Lexus.
- In the next decade, we aim to achieve a **15-20% operating margin, double-digit return on equity (ROE), and a 50% payout ratio** as our green investments yield sustainable returns for long-term shareholders. We successfully launched our TWSE IPO on May 13th, 2024, and being the Taiwan automotive tier-one supplier with the second largest market cap.



SAI Is The Second Largest TW Tier-1 Machining Supplier Aims to Maximize Shareholder Return

SAI's Triple-Arrow Strategy to maximize sustainable profitability and shareholder return

01

Reinforce the
Leading Position
in the Global
Luxury/Premium
Car
Forging Industry

02

Enhance Operational Efficiency
and Profitability

2-1


Expand Net Shape
Aluminum
Forged Wheels

2-2

Green Economy
Recycled Aluminum

03

Sustainability
And
Corporate
Governance

A red Ferrari sports car is shown from a side profile, parked on a racetrack. The background features a sunset sky with orange and yellow clouds, and distant mountains. The car has a black roof and silver wheels with a yellow Ferrari logo in the center. A semi-transparent blue box is overlaid on the lower left of the car.

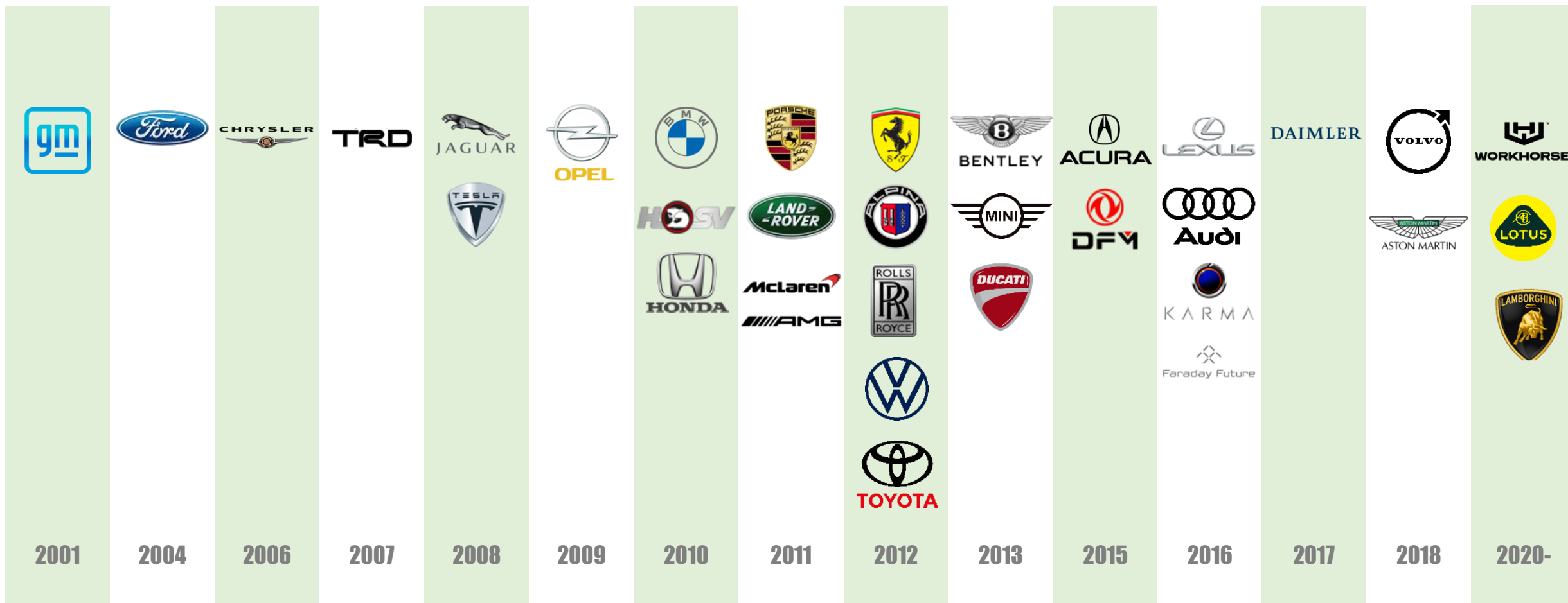
01 Strengthen Industry Leadership

Tier-One Supplier For Top Global Brands

SAI

SAI is the world's top 1 aluminum forged wheel maker for Super and Luxury cars.
We will continue to develop various projects to enhance customer penetration rate.

Top 5 Clients: Lexus(Toyota) 、JLR 、 Porsche 、 BMW and Mercedes-Benz



SAI and Luxury Brands Outgrew The Global Market



- During 2018-23, luxury and premium car shipment has outgrown global automotive market.
- Our high-end forged wheels business will continue to grow with global luxury and premium cars.



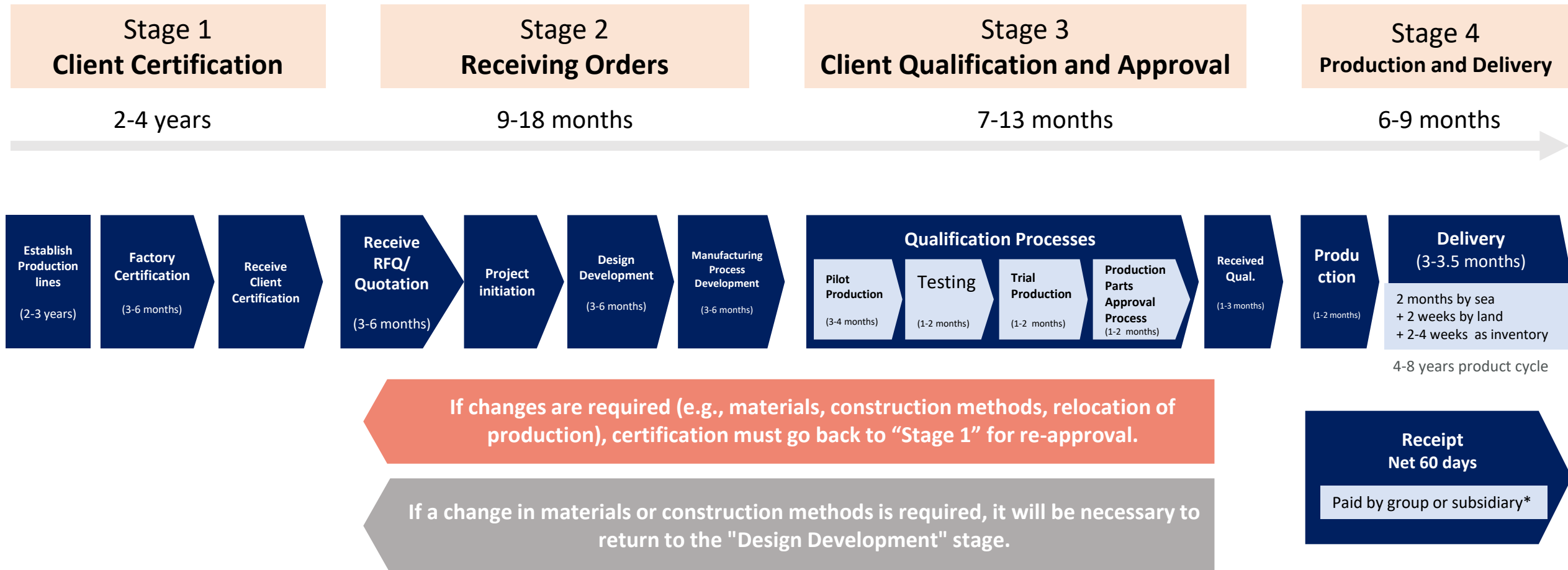
	2018	2019	2020	2021	2022	2023	2018-23 CAGR
Global Cars Shipment (mn)	94	90	76	79	78	85	-2%
Luxury and Premium Cars Shipment							
Rolls-Royce	4,194	5,100	3,756	5,586	6,021	6,032	9%
Ferrari	9,251	10,131	9,119	11,155	13,221	13,663	10%
Porsche	256,255	280,800	272,162	301,915	309,884	320,221	5%
SAI Revenue (NT\$mn)	6,587	5,892	5,442	7,488	6,402	7,779	4%
Mercedes	2,382,791	2,385,432	2,087,200	1,943,900	2,040,700	2,044,100	-3%
*Mercedes-Maybach, AMG, G & S	-	-	-	283,300	328,200	328,300	8%
BMW	2,486,150	2,537,500	2,325,180	2,521,510	2,399,630	2,554,180	1%
*BMW-M Performance	-	-	-	163,542	177,257	202,530	12%
Lexus	698,300	765,330	718,715	760,012	625,365	824,258	4%
JLR	578,915	508,659	439,588	376,381	354,662	431,733	-5%

*Green highlights are SAI's main customers. **Mercedes and BMW high-end shipment is 2021-23 data. Source: Company data

The High-Entry Barrier of Automotive Supply Chain

Strict Certification Is The Foundation of Strong Partnership With Clients

SAI



*Note: Some customers place orders, receive goods or make payments on behalf of the group. For example, Mercedes-AMG GmbH is the client and Mercedes Benz Group AG pays the bill.

Made in Taiwan For the Global Market

The clientele for Super/Luxury and Premium cars spans across regions such as Europe, the Americas, and Japan.

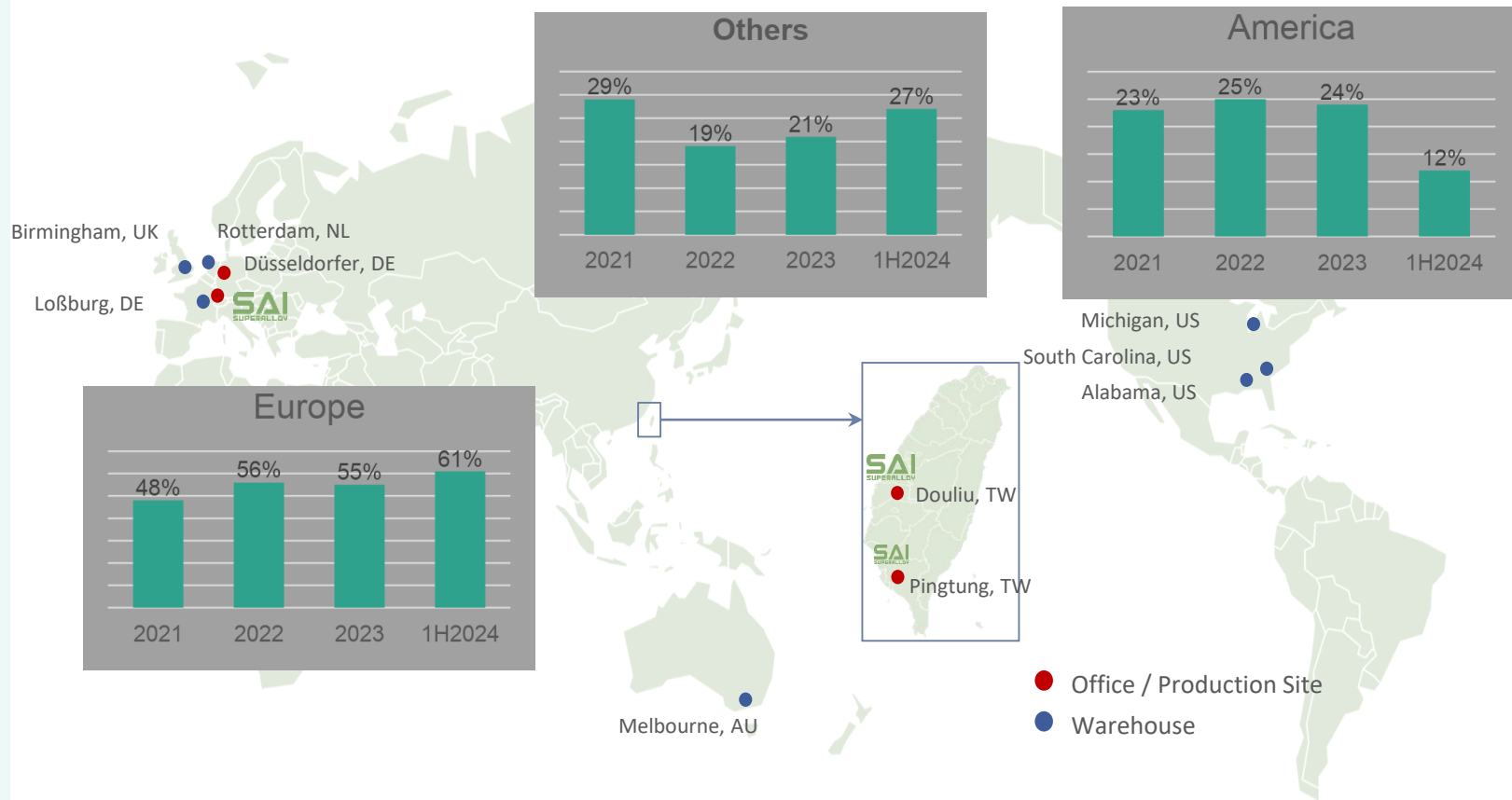


3 Production Sites

	Douliu	Pingtung P1	Germany
Forging	✓	✓	
Machining	✓	✓	
Polishing	✓	✓	
Painting	✓	✓	✓
Testing	✓		
Melting		✓	
Capacity(pcs)	600,000	300,000	500,000

1,585
Global Employees

Global footprint and revenue distribution



The Forged Wheels Continue to Drive Upward Sales For Global Car Brands



Forged wheel performs better than cast wheel, highlighting the status and taste of the car owner.

Forged Wheel	Indicator		Cast Wheel
★★★★★	Strength		★★★
★★★★★	Durability		★★
★★★★★	Elongation		★★
★★★★★	Impact Resistance		★★★★
★★★★★	Fuel Economic		★★★★
★★★★★	Unsprung Weight		★★★★
★★★★★	Vehicle Handling		★★★★
★★	Price		★★★★★

Wheel Size	Forged Wheel	Cast Wheel	Weight Reduction Ratio
19x9.5	11.77kg	15.70kg	-25%
20x11	13.01kg	18.08kg	-28%
21x10	14.91kg	21.30kg	-30%

Source: SAI Lab. Differences in weight are also influenced by design and load restrictions. The tested wheels are of a similar design and size.

SAI Supplies 36 EV Models (11 BEV : 25 PHEV)

Aluminum forged wheels can simultaneously meet the high torque acceleration, lightweight, handling and safety requirements of electric vehicles



Porsche Macan EV 3x models (2023-now)



Porsche Taycan 2x models (2019-now)



Jaguar I-Pace (2018-now)



Mercedes Maybach EQS SUV(2023-now)



BMW i8



Tesla Model X (2015-2018)



Tesla Roadster (2008-2012)



McLaren Artura



Ferrari Stradale & New SF90



Porsche Panamera 4 E-hybrid



Volvo Polestar S60/V60



Range Rover SVA



Bentley Continental GT



Bentley Bentayga



Lexus LC500 HEV



Porsche Cayenne E-hybrid



Acura NSX HEV



Rolls Royce Spectre



Bentley Flying Spur



Spectre – Rolls Royce's First EV

Joining hands with SAI to pioneer a new category of automobiles: Ultra-Luxury Electric Super Coupé

SAI

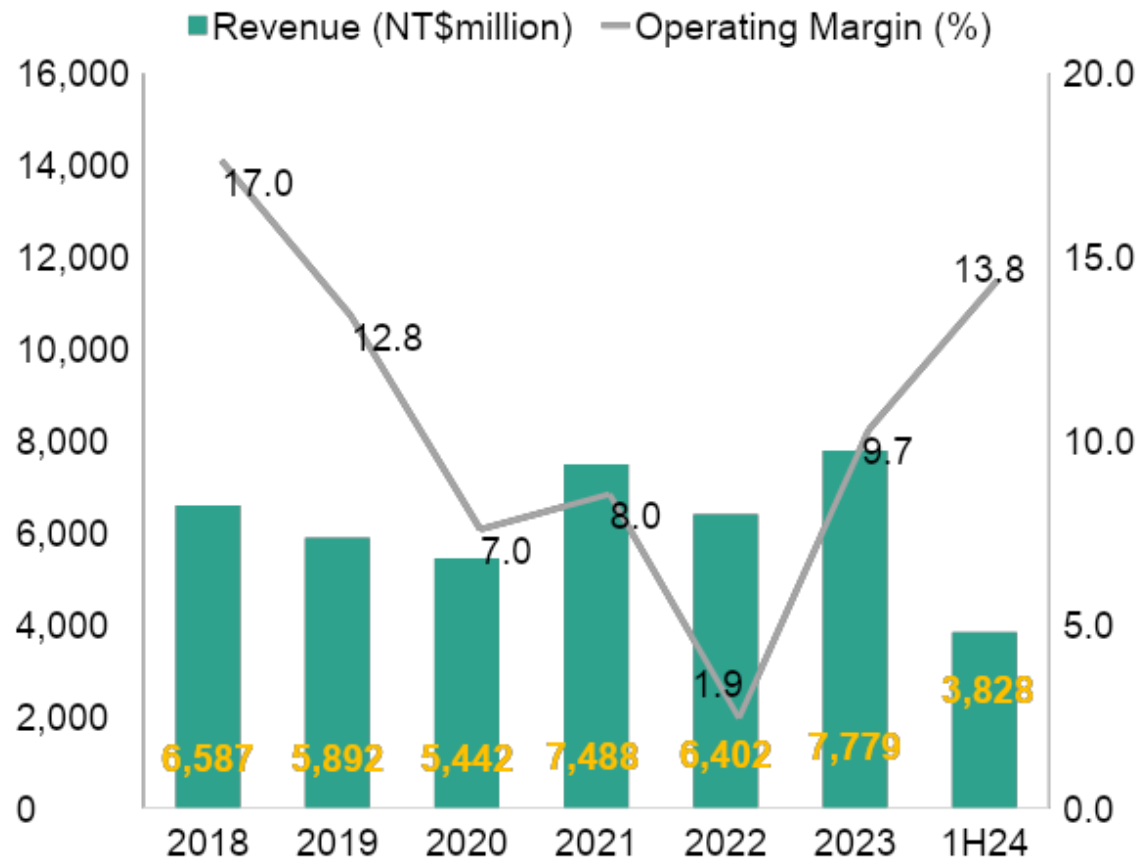




02 Increasing Efficiency & Profitability



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

2-1 Improve Operational Efficiency through Expanding Net Shape Forged Wheels



Advantages of Net Shape Forged Wheels

- ◆ Our Net Shape Forged Wheels utilize precision forging to shorten post-forging processes, simplify the production process, which leading to less production time and lower cost.
It is suitable for bulk orders of premium car brands, which increases our utilization rate and higher asset turnover.

	Fully-Machined Forging	Net & Near Net Shape Forging
Rim type	Super and luxury car (i.e.: Ferrari, McLaren, Rolls Royce, Bentley)	Premium car (i.e.: BMW, Mercedes-Benz, Porsche, Lexus)
Forging process	Shorter, cheaper and less exact mold	More exact mold with higher tooling costs
CNC machining time	Longest and requires the most plant floor area for CNC machines	Reduced need for machining
Design process	High machining complexity and long toolpath design time	Three passes of forging, and the mold flow analysis time is long
Material costs	High	Less
Advantages	Enhanced design options Best Appearance and precision Small volume orders	Lower production costs Stable quality with high automation Large volume orders

More Net Shape Forged Wheel Projects Are Coming

14 net shape forged wheels are in mass production. 71 are under development.



Charger, Challenger, Durango SRT series
10 wheels are in mass production
1 wheel is under development



2021MY M3 M4 Competition
4 wheels are in mass production



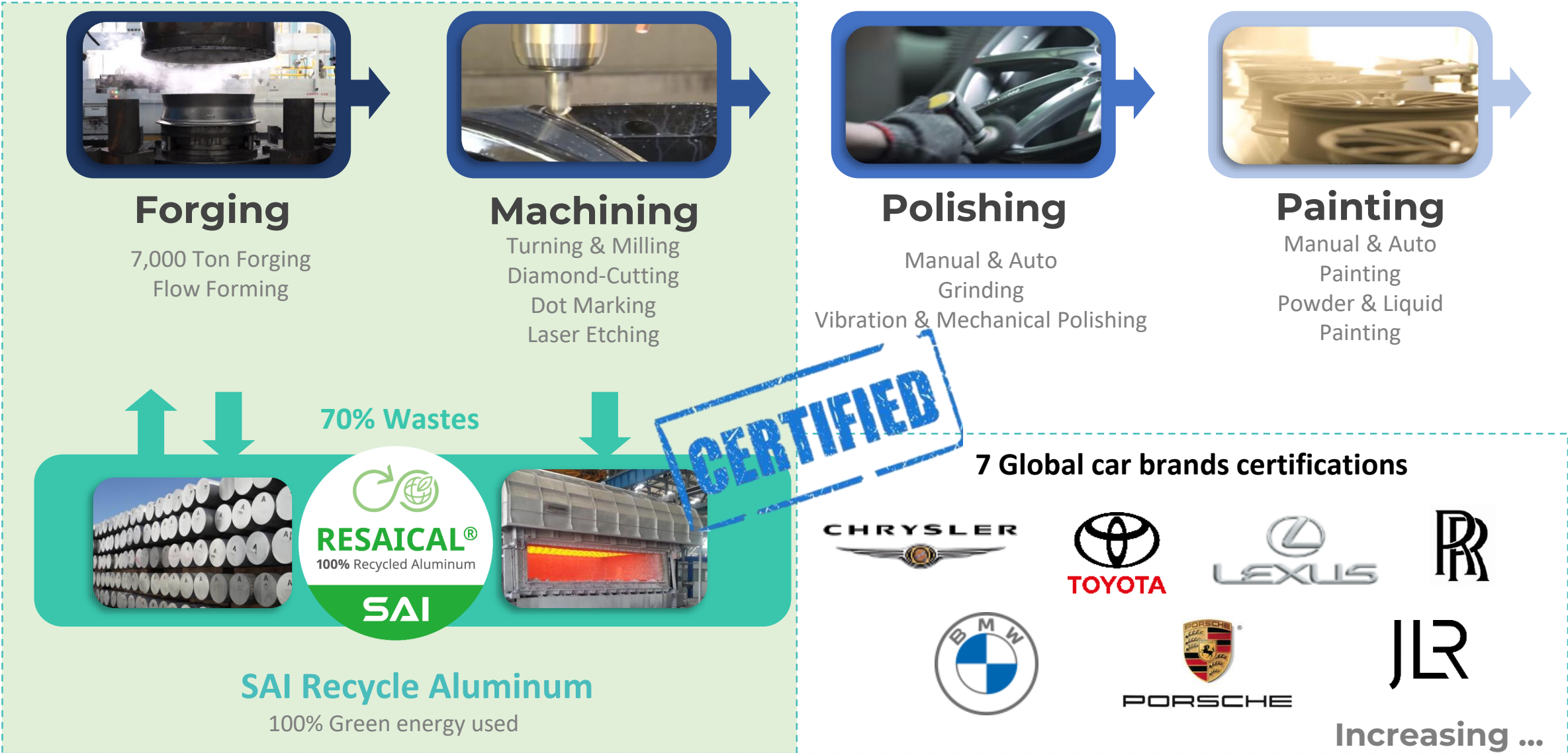
2024MY Macan and 2025MY 911
62 wheels are under development



2025 EQ
8 wheels are under development

2-2 Increase Profitability by Using Recycled Aluminum

Achieve diversification of supply sources, reduce inventory and cost



We Help Automakers Accelerate Their Carbon Neutrality Goals

The use of recycle aluminum can reduce emissions by up to 95% compared to primary aluminum

- Automakers apply more recycled aluminum

BMW requires suppliers to use more than 50% of recycled aluminum by 2025; JLR increases the proportion of recycled aluminum used, which can reduce the carbon emissions of the production process by 26% within a few years. Audi, Toyota, and VW have all launched plans to use recycled aluminum.

Year of Caron Neutrality	Automakers
2030	Porsche, Bentley
2035	Toyota
2039	Daimler, JLR
2040	GM, Volvo
2045	Hyundai
2050	VW, Audi, Ford, RR, Nissan

- The carbon emissions of SAI’s recycle aluminum are much lower than those of Emirates Global Aluminium (EGA) primary aluminum



Carbon emissions generated in aluminum production per ton

95%



SAI recycle aluminum : 0.32 (kg CO2e/kg of Al)



EGA’s primary aluminum: 11.9 (kg CO2e/kg of Al)

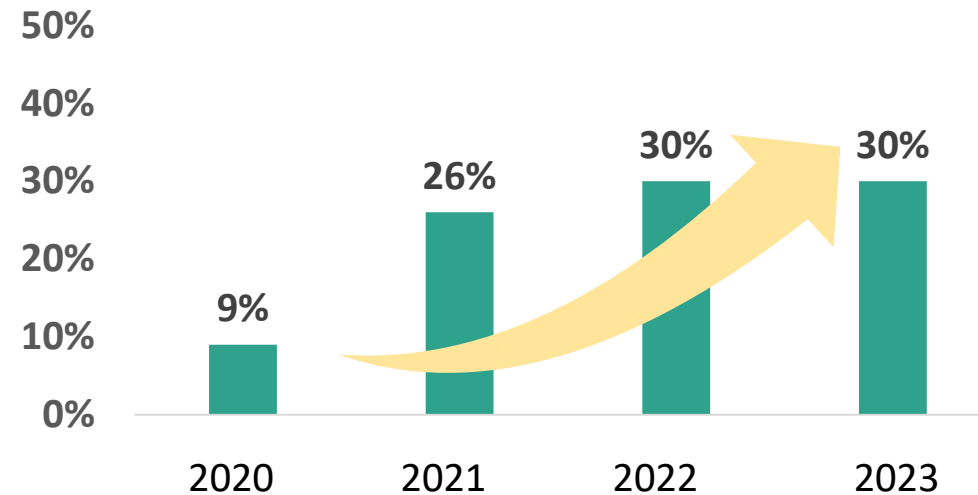
MOVING INTO GREEN



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 and new production capacity will continue to be built. Usage of RESAICAL® recycled aluminum is currently maintained at **32%** of total production, with a target of **40%** by the end of 2024.

Usage of RESAICAL®



asi Aluminium
Stewardship
Initiative

SAI is in the process of being certified as a **Performance Standard ASI supplier** and will be certified by 2024.

1.5MW

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

03 Sustainability



Independent Directors Reached 40% of Board Seats; Two Female Directors In The Board

Diverse board members to continuously optimize operation and corporate governance



Independent directors



Cheng, Ming-Siou

Specialty: Law

- Independent director, Celxpert Energy
- Distinguished Professor, Department of Law, Soochow University



Liou, Wan-Yu

Specialty: Carbon credit, Sustainability

- Independent Director, Lion Travel
- Distinguished Professor, College of Agriculture and Natural Resource, National Chung Hsing University
- Review Committee Member, Ministry of Science and Technology, Executive Yuan



Cheng, Ting-Wang

Specialty: Accounting & Taxation

- Member of the Auditing Standards Board, Accounting Research and Development Foundation
- Chair Professor, Department of Accounting, National Chengchi University



Chen, Wun-Zong

Specialty: Finance

- VP, China Bills Finance Corporation

Sustainable Operation and Growth



Profitability Improvement and Sustainable Revenue Growth



**Listed on TWSE on May 13th
TW No.2 Machining Tier-1 supplier**

**Green
Factory**

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

**Growing
TAM**

- Full-Machining, Net-Shape Forged Wheels & Others to increase market share
- Increase brand penetration rate
- **Expanding into the semiconductor industry NEW!**

**Profitability
Improvement**

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

**Sustainable
Return**

- Generating a sustainable double-digit ROE
- Maintain at least 50% payout ratio

2024 Guidance



- **Annual Revenue Continues to Grow:**

Despite global economic conditions and the slowdown in the Chinese automotive market affecting luxury car demand and delivery schedules, SAI expects its 2024 revenue to grow year-over-year.

- **Operating Profit Margin Continues to Improve:**

Thanks to optimized production processes and increased adoption of recycled aluminum and net shape forged wheels, the operating profit margin for the first half of 2024 has risen to 14%, up from 8.5% last year. The outlook for 2024 operating profit margin remains optimistic.

- **Recycled Aluminum Adoption to Reach 40%:**

SAI's recycled aluminum products have gained approval from seven luxury car brands, including Rolls-Royce. With increasing demand for new energy vehicles, we expect recycled aluminum adoption to reach 40% in 2024, reducing raw material costs by 10-15%.

- **Inventory Reduction Goals:**

SAI aims to reduce inventory by NT\$500 million annually and to lower inventory days to 200 days in the long term.



Q&A



APPENDIX

2Q24 Income Statement

NT\$m	2020	2021	2022	2023	1H24	YoY (%)			
						2021	2022	2023	1H24
Revenue	5,442	7,488	6,402	7,779	3,828	-14.5	11.2	21.5	3.0
Gross Profit	992	1,922	1,213	1,734	1,026	-36.9	25.2	43.0	28.3
Operating Expenses	-611	-1,326	-1,094	-980	-496	-17.5	-20.9	-10.4	2.3
Operating Profit	381	596	119	755	530	-80.0	1,118.6	534.6	68.4
Pretax Income	260	418	700	762	515	67.6	-6.6	8.8	36.0
Tax Expenses	-38	-77	-118	-153	-101	52.0	13.9	30.4	31.9
Net Income to Parent	222	340	583	608	413	71.2	-10.7	4.4	37.0
Basic EPS (NT\$)	1.14	1.75	2.90	2.88	1.88	65.7	-16.2	-0.7	29.7
Key Financial Ratios (%)									
Gross Margin	18.2	25.7	18.9	22.3	26.8				
Operating Expense Ratio	11.2	17.7	17.1	12.6	13.0				
Operating Margin	7.0	8.0	1.9	9.7	13.8				
Effect Tax Rate	14.5	18.5	16.8	20.1	19.7				
Net Margin	4.1	4.5	9.1	7.8	10.8				

Source: TEJ

2Q24 Balance Sheet

NT\$m	2020	2021	2022	2023	1H24	YoY (%)			
						2021	2022	2023	1H24
Total Assets	16,820	16,444	17,562	17,376	17,388	-2.2	6.8	-1.1	-1.5
Cash	771	1,135	878	1,237	1,994	47.2	-22.6	40.9	87.8
AR & NR	795	875	827	1,021	1,044	10.1	-5.4	23.4	4.3
Inventories	5,072	4,972	6,413	6,241	5,736	-2.0	29.0	-2.7	-12.7
Fixed Assets	9,274	8,678	8,736	8,339	8,038	-6.4	0.7	-4.5	-5.8
Total Liabilities	9,580	9,265	10,280	9,641	7,822	-3.3	11.0	-6.2	-24.1
AP & NP	409	408	504	469	430	-0.2	23.4	-6.8	-38.1
Total Equity	7,240	7,179	7,281	7,735	9,566	-0.8	1.4	6.2	30.2
Key Financial Ratios									
A/R Turnover Days	49.3	40.1	47.9	42.8	48.1				
Inventory Turnover Days	406.8	324.8	394.9	376.8	395.3				
A/P Turnover Days	31.5	26.4	31.6	29.0	36.1				
Cash Conversion Days	424.7	338.5	411.2	390.6	407.3				
ROE (%)	3.0	4.7	8.1	8.1	9.8				
ROA (%)	1.3	2.0	3.4	3.5	4.7				

Source: TEJ

Key Financial Performance

