SUZHOU ZHIQIN CRETIFIED PUBLIC ACCOUNTANTS

Room 307, Liangjiang Building, 399 Linquan Street, Suzhou Industrial Park

Auditor' s Report

SuZhiQin Shen Zi(2026)No.022

To the Board of Directors of Pfaudler(changzhou)Process Equipment Co.,Ltd

We have audited the accompanying financial statements of Pfaudler(changzhou)Process Equipment Co.,Ltd (the"Company")which comprise the balance sheet as at 31 December 2025,and the income statement, statement of changes in equity and cash flow statement for the year then ended and notes to the financial statements.

Management's Responsibility for the Financial Statements

The management is responsible for preparing financial statements in accordance with Accounting Standards for Business Enterprises and the Accounting System for the Business Enterprise.This responsibility includes (1)designing,implementing and maintaining the internal control relevant to the preparation of thefinancial statements that are free from material misstatement whether due to fraud or error; (2) selecting and applying appropriate accounting policies;and(3)making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements base on our audit.We conducted our audit in accordance with the Chinese Auditing Standards issued by the Chinese Institute of Certified Public Accountants.Those standards require that we comply with ethical requirements and plan and perform the audit to obtain a reasonable assurance as to whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amount and disclosures in the financial statements.The procedures selected depend on the auditor's judgment,including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.In making those risk assessments,we consider the internal control relevant to the entity's preparation of financial statements in order to design audit procedures that are appropriate in the circumstances,but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control.An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by management,as well ad evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion,the financial statements ofthe Company have been prepared in accordance with Accounting Standards for Business Enterprises and the Accounting System for Business Enterprises,and present fairly,in all material aspects,the financial position fo the Company as at 31 December 2025 and the result of its operations and its cash flows for the year then ended.

Suzhou ZhiQin Certified Public Accountants

Chinese Certified Public Accountant:

Suzhou China

Chinese Certified Public Accountant:

April.12,2026

Pfaudler(changzhou)Process Equipment Co.,Ltd

BALANCE SHEET AS OF DECEMBER 31,2025

ASSETS	LINE	2025	2024	LIABILITIES&OWNERS' EQUIT	LINE	2025	2024
CURRENT ASSETS:	1			CURRENT LIABILITIES:	51		
Cash and cash equivalents	2	65,855,422.00	65,942,413.00	Short-term loans	52		
Transaction monetary assets	3			Notes payable	53		
Notes receivables	4	4,363,730.22	8,798,202.49	Accounts payable	54	8,974,129.73	12,428,908.05
Accounts receivable	5	6,681,301.93	7,204,987.42	Accounts advanced from customers	55	33,818,391.06	33,818,391.06
Advance to suppliers	6	6,887,156.28	15,090,415.61	Employee pay payable	56	2,015,959.36	2,163,554.39
Dividends receivable	7			Including:Accrued payroll	57		
Interest receivable	8			Welfare benefits payable	58		
Other receivables	9	23,210,581.80	20,502,713.40	Dividends payable	59		
Subsidy receivable	10			Taxes payable	60	1,671,334.14	2,743,380.54
Inventories	11	9,999,454.40	8,555,885.94	Other payables	61	26,886,765.46	11,917,027.20
Raw materials	12			Long-term liabilities maturing within one year	62		
Commodity stocks	13			Other current liabilities	63	17,057,729.35	14,008,351.75
Long-term debt investment within one year	14			TOTAL CURRENT LIABILITIES	64	74,203,702.39	77,079,612.99
Other current assets	15	416,178.92	273,399.09		65		
TOTAL CURRENT ASSETS	16	117,413,825.55	126,368,016.95		66		
	17			LONG-TERM LIABILITIES	67		
	18			Long-term loans	68		
NON-CURRENT ASSETS:	19			Debentures payable	69		
Available-for-sale financial assets	20			Payables due after one year	70	17,604,458.10	16,130,883.53
Hold investment due	21			Government grants payable	71		
Long-term investment on stocks	22			Other long-term payables	72		
Long-term account payable	23			Including:Exchange loss to be charged	73		
Real estate investment	24			TOTAL LONG-TERM LIABILITIES	74	17,604,458.10	16,130,883.53
Usufruct asset	25	8,482,197.40	8,597,166.91		75		
Fixed assets original cost	26	42,420,657.18	42,613,801.37	TOTALLIABILITIES	76	91,808,160.49	93,210,496.52
Less:Accumulated depreciation	27	21,428,998.15	18,698,024.01		77		
Fixed assets impairment provision	28			oWNERS' (OWNER'S)/SHAREHOLDERS' EQUITY	78		
Fixed assets--net book value	29	20,991,659.03	23,915,777.36	Registered capital	79	52,220,500.00	52,220,500.00
	30			Chinese inestmen (rnn-RMB bahance amoun ate crnd of tie period)	80		
Construction in process	31		-	Frig imestment Cnon-PIMB balone amoun ot the end ofthis period)	81	52,220,500.00	52,220,500.00
Fixed assets pending disposal	32			Less:Returned investment	82		
Intangible assets	33			Registered capital--rnet bool value	83	52,220,500.00	52,220,500.00
Long-term prepaid assets	34			Capital surplus	84	238,370.88	238,370.88
Deferred income tax assets	35	8,156,728.34	6,719,405.42	Surplus reserve	85	8,547,682.89	7,086,822.89
Other long-term assets	36		-	Including:Statutory accumulation reserve	86		
Including:Exchange loss to be written off	37			Statutory welfare reserve	87		
TOTAL NON-CURRENT LIABILITIES	38	37,630,584.77	39,232,349.69	Discretionary accumulation	88		
	39			Reserved funds	89		
	40			Enterprise expension funds	90		
	41			Profits capitalised on return of investments	91		
	42			Uncertained investment loss	92		
	43			Undistributed profits	93	2,229,696.06	12,844,176.35
	44			Currency exchange difference	94		
	45			TOTALOWNERS' EQUITY	95	63,236,249.83	72,389,870.12
TOTAL ASSETS	46	155,044,410.32	165,600,366.64	TOTAL LIABILITIES&OWNERS' EQUIT	96	155,044,410.32	165,600,366.64

Legal representative:

Responsible person in charge of accounting work:

Head of Accounting Institution:

Pfaudler(changzhou)Process Equipment Co.,Ltd

INCOME STATEMENT FORTHE YEAR ENDED DECEMBER 31,2025

(All amounts listed in RMB if not noted otherwise)

ITEMS		2025	2024	ITEMS	LINE	2025	2024
I.TOTAL REVENUE		101,028,627.92	136,899,728.87	III.OPERATING INCOME		2,886,159.48	15,354,550.38
Including:Revenue		101,028,627.92	136,899,728.87	Add:Non-operating income		107,181.73	1,844,059.06
Including:Revenue from related parties			-	Less:Non-operating expenses		4,484.59	48,104.80
Revenue from non-related parties		101,028,627.92	136,899,728.87				
Dividends receivable				IV.INCOME BEFORE TAX(LOSS EXPRESSED WITH"-")		2,988,856.62	17,150,504.64
Interest income				Less:Income tax		759,160.56	4,306,328.30
II.TOTAL COST OF REVENUE		98,142,468.44	121,545,178.49	V.NET INCOME(LOSS EXPRESSED WITH"-")		2,229,696.06	12,844,176.34
Including:Cost of Revenue		85,181,036.28	101,170,990.68	Owner's net profit attributable to parent company		2,229,696.06	12,844,176.34
				Minority interest			
Interest expense				VI.EARNINGS PER SHARE			
Sales tax and additions		757,635.98	668,886.30	Basic earnings per share			
Selling expense		8,050,837.27	8,476,383.75	Diluted earnings per share			
General and administrative expenses		8,723,347.42	9,168,884.46				
Including:Entertainment expenses				VI.OTHER CONSOLIDATED INCOME			
Research and development expense				VWLTATOL CONSOLIDATED INCOME		2,229,696.06	12,844,176.34
Finance costs		1,237,401.59	711,877.09				
Including:interest expense							
Exchange loss (less:exchang gain)							
Asset impairment loss							
Other expense		-5,807,790.10	1,348,156.21				
Add:The profits on the changes in fair value							
Investment income							
Exchang gain							

Legal representative: Responsible person in charge of accounting work: Head of Accounting Institution:

Pfaudler(changzhou)Process Equipment Co.,Ltd

CONSOLIDATED STATEMENTS OF CASH FLOWS

(All amounts listed in RMB if not noted otherwise)

ITEM	LINE	2025	2024	ITEM	LINE	2025	2024
CASH FLOWS FROM OPERATING ACTIVITIES	1			Net cash payments for acquisitions of subsidiaries and other business units	21		
Cash received from sale of goods or rendering of services	2	112,292,318.84	179,200,164.93	Other cash payments relating to investing activities	22		
Tax refunds received	3	105,640.48	1,629,245.29	Sub-total of cash outflows from Investing Activities	23	1,248,745.69	193,818.61
Other cash received relating to operating activities	4	18,539,249.66	12,851,093.27	Net cash flows from investing activities	24	-1,248,745.69	-193,818.61
Subtotal of cash inflows from operating activities	5	130,937,208.98	193,680,503.49	CASH FLOWS FROM FINANCING ACTIVITIES	25		
Cash paid for goods and services	6	76,206,212.06	68,028,393.97	Cash received from capital contribution	26		
Cash paid to and on behalf of employees	7	24,734,019.31	24,344,573.81		27		
Payments of all types taxes	8	11,686,855.79	13,133,113.88	Cash received from borrowings	28		
Other cash paid relating to operating activities	9	2,587,597.97	42,357,862.70	Other cash received relating to financing activities	29		
Sub-total of cash outflows from operating activities	10	115,214,685.13	147,863,944.36	Sub-total of cash inflows from financing actvities	30		
Net cash fows from operating activities	11	15,722,523.85	45,816,559.13	Cash repayments of amounts borrowed	31		
CASH FLOWS FROM INVENSTING ACTIVITIES	12			Cash payments for interest expenses and distribution of dividends or profit	32	13,984,427.07	14,544,572.68
Cash received from disposal of investments	13				33		
Cash received from returns on investments	14			Other cash payments relating to financing activites	34		
Proceeds from sale of property and equipment	15			Sub-total of cash outflows from financing actvities	35	13,984,427.07	14,544,572.68
Net cash receipts from disposals of subsidiaries and other business units	16			Net cash flows from financing actvities	36	-13,984,427.07	-14,544,572.68
Other cash received relating to investing activities	17			EFFECT OF FOREIGN EXCHANGE RATE CHANGES ON CASH	37	-576,342.09	320,720.05
NON-CURRENT ASSETS:	18		-	NET INCREASE/(DECREASE)IN CASH AND CASH EQUIVALENTS	38	-86,991.00	31,398,887.89
Purchase of property and equipment,net of value	19	1,248,745.69	193,818.61	Add:Cash equivalents at beginning of year	39	65,942,413.00	34,543,525.11
Cash paid to acquire investments	20			Cash equivalents at end of year	40	65,855,422.00	65,942,413.00

Legal representative:

Responsible person in charge of accounting work:

Head of Accounting Institution:

Pfaudler(changzhou)Process Equipment Co.,Ltd

NOTES TO FINANCIAL STATEMENTS

For the Year Ended 31 December 2025

(Monetary Unit RMB 000's)

Company information

Pfaudler(changzhou)Process Equipment Co.,Ltd (Here in after referred to as company),Founded March 29,1996,Original name:Suzhou Pfaudler Glass-lined Equipment Co.,Ltd.Absorption Pfaudler(changzhou)Process Equipment Co.,Ltd in Nov.2020.Renamed Pfaudler(changzhou)Process Equipment Co.,Ltd. Get the business license(NO.913205006082379543),The registered capital of the company is 6.3 million US dollars.Legal representative:Mark Goldsmith.

Registered address:#6 Tong Gang Avenue,Shang Xing Town,Li Yang City,Jiang Su Province,China.

the duration date is 50 years that lasts from March 29,1996 to March 28,2046.

Principal activities:Manufacturing and sale of glass-lined equipment,parts and related chemical equipment,research of antiseptic technology and provide services for related technology.

Significant accounting policies

1.Accounting period

Accounting period lasts from September 1 to August 31 of the next year.

2.Foreign currencies

Transactions in foreign currencies are measured and recorded n RMB,using the official exchange rate in effect at the beginning of the month of the transaction,At each balance sheet date,recorded monetary balances that are denominated in a foreign currency are adjusted to reflect the official exchange rate at the balance sheet date.All exchange adjustments are taken into the profit and loss account.

3.Inventories

Inventories include raw materials,products in process,finished goods and Provision for obsolete stocks.Raw materials are accounted for at standard cost.Material cost variances are allocated on composite material variance rate at the end of the month.The cost of products in process consists of costs of direct material and direct labor, manufacturing expenses and material cost variance which is calculated on base of the cost of direct material.

4.Evaluation of Fixed Assets and Depreciation method

Fixed assets are accounted for at actual cost,and are depreciated at rate sufficient to write off the cost over their estimated useful lives on the straight-line method,taking into account the residual value,which is estimated at 10%of their original cost.

5.Intangible assets

(1)Industrial property rights shall be amortized evenly over 10 years.

(2)Software shall be amortized evenly over 5 years.

6.Taxes

(1)Value added tax:The rate of VAT is 13%、6%.

(2)City build tax:The rate is 7%

(3)Educational surtax and surcharge:The rate is 5%.

Notes for major item for Financial Statements

1. **INVENTORY**

Items	Dec.31,2024	Dec.31,2025
Raw material	11,244	11,867
Product in process	3,542	3,691
Finished goods	19,806	9,453
Material cost variance	(13,347)	(7,749)
Provision for obsolete stocks	(12,689)	(7,263)
Total	8,556	9,999

2.FIXED ASSETS

	Dec.31,2024	Dec.31,2024
Original Value	42,614	42,421
Office furniture	565	596
Equipment	35,778	35,554
Building construction	6,271	6,271
Less:Accumulated depreciation	18,698	21,429
Net book value	23,916	20,992

3.PAID-IN CAPITAL

Paid-in capital	Investment USD000's	Percentage(%)
Pfaudler-GmbH	800	12.7%
Pfaudler Limited	1,000	15.9%
GMM International S.à r.l.	4,500	71.4%
Total	6,300	100%

The paid-in capital mentioned above had been verified by Justice United CPAs.

4.REVENUE AND COST

	2024	2025
Revenue	136,900	100,381
Cost of Revenue	101,171	84,816

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营业执照

（副 本）

名 称 苏州致勤会计师事务所（普通合伙）

类 型 普通合伙企业

执行事务合伙人 孟国荣

经营范围 许可项目：代理记账；注册会计师业务（依法须经批准的项目，经相关部门批准后方可开展经营活动，具体经营项目以审批结果为准）
一般项目：财务咨询；税务服务；资产评估；市场主体登记注册代理；商标代理；企业管理咨询；商务代理代办服务；信息咨询服务（不含许可类信息咨询服务）；工程造价咨询业务；版权代理；社会经济咨询服务；科技推广和应用服务（除依法须经批准的项目外，凭营业执照依法自主开展经营活动）

出 资 额 30万元整

成立日期 2021年12月08日

主要经营场所 苏州工业园区松涛街208号普行楼17号楼3-219室

登记机关

苏州工业园区行政审批局

2023 年 07 月 17 日

国家企业信用信息公示系统网址： http://www.gsxt.gov.cn

市场主体应当于每年1月1日至6月30日通过国家企业信用信息公示系统报送公示年度报告。

国家市场监督管理总局监制