

# Tax policy

## Purpose

Delton Technology adheres to its responsibility as a responsible corporate citizen and actively fulfills its global tax responsibilities. In order to accurately fulfill the company's tax obligations in all tax jurisdictions, reasonably control tax risks, and maintain the long-term trust and value of shareholders, customers, the government and the public, Delton Technology released the "Tax Policy" of Delton Technology on January 2026.

## Scope of application

This policy applies to Delton Technology (Guangzhou) INC. and its subsidiaries.

## Our Principles and Positions

### (1) Strictly abide by legal requirements

Strictly abide by all tax laws and regulations in China and the countries (regions) where it operates, pay taxes in a timely and accurate manner, and fulfill tax reporting and disclosure obligations in accordance with the law.

Pay attention to the update of tax laws in the country where the operation is located, assess the impact of tax law changes on the company's operations in advance, and prevent tax risks.

### (2) Maintain substance and fairness

Strictly abide by the company's related party transaction management system, follow the principle of arm's length for transfer pricing for all transactions, and meet the transfer pricing standards and rules of the place of operation or international transfer.

It does not use a tax structure that lacks commercial substance, commits profits to be taxed where real economic activity occurs, and does not transfer the value created to low-tax jurisdictions.

Do not set up entities in areas where information is opaque or have no substantive business requirements, and do not use confidential jurisdictions or so-called tax havens for tax avoidance.

### (3) Maintain good tax-enterprise relations

Maintain open and constructive communication with the competent tax authorities to improve tax compliance and reduce tax risks. And according to the company's reasonable business arrangements, declare taxes and enjoy tax incentives in accordance with the law.

#### **(4) Standardize tax management**

The Group Finance Center serves as the ultimate function responsible for tax governance. It is tasked with formulating relevant management systems, as well as overseeing and evaluating their implementation. The financial department of each factory is the main body responsible for the execution, and carries out daily tax accounting, declaration, payment and file management in accordance with this policy and the company's tax management system with the goal of timely and accurate tax payment.

#### **Policy Issuance and Review**

This policy has been reviewed and approved by the General Manager of Delton Technology Group, and its implementation will be subject to ongoing supervision. Following its issuance, the Finance Center and the ESG Office will conduct periodic reviews and revisions of the policy, taking into account changes in the external environment, laws and regulations, and other relevant factors. Any amendments shall be released after review and approval by the Group General Manager.

#### **Supplementary Provisions**

Matters not covered in this policy shall be implemented in accordance with the laws, regulations, normative documents and regulatory requirements of listed companies in force in the country (region) where the operation is located at that time.