



# Ecosystem Synergy, Mutual Prosperity

## 2026 Sanlux Partner Conference & Strategy Launch Successfully Held

In 2026, from a fresh historic starting point, Sanlux gathered partners nationwide for its landmark strategy launch held in Shaoxing, Zhejiang. From a single transmission belt to a globally oriented industrial ecosystem for power transmission, Sanlux is forging a new chapter in its history.

### AI时代的三力士之路

从时代变化到战略落地



#### Gather in Shaoxing to Chart a New Voyage

Bathed in the warm sunshine of May across Zhejiang, the 2026 Sanlux Partner Conference & Strategy Launch was grandly hosted in Shaoxing, a renowned historic and cultural city of Zhejiang Province.

Under the theme of "Ecosystem Synergy, Mutual Prosperity", the Conference assembled Sanlux Group's core management team, top dealer partners nationwide, representatives from upstream and downstream ecosystem enterprises, plus specially invited overseas strategic partners: Dr. ESSAM and his son from Egypt. Warm applause echoed throughout the venue amid a vibrant atmosphere, as all attendees gathered to witness the official kickoff of Sanlux's brand-new strategic journey.

#### Five-Year Strategic Blueprint Unveiled to Map out the Ecosystem's Future

The highlight of the Conference arrived when Ms. Wu Qiongying, the Chairwoman of Sanlux, took the stage to officially unveil the Group's five-year strategic blueprint for future development.

With more than four decades immersed in the power transmission industry, Ms. Wu, armed with sharp strategic insight and steadfast entrepreneurial resolve, sketched a promising future blueprint for all attending partners. This is not only a strategic roadmap for the development of Sanlux, but also an action plan for the mutual growth of every partner.

#### Official Launch of the ADVANTEC Industrial Products Platform Ushers in Digital Transformation

Later, the Conference officially announced the launch of the all-in-one industrial products platform developed by Zhejiang ADVANTEC Industrial Products Co., Ltd., a core engine powering the digital upgrade of Sanlux's power transmission ecosystem.

Resolving Three Core Pain Points of the Multi-Trillion-Yuan Industrial Market

Against the three prevailing industry predicaments of end customers seeking systematic solutions, shrinking profit margins for channel distributors, and limited end-market access for upstream manufacturers, the ADVANTEC Industrial Products Platform adopted power transmission as its breakthrough entry and centered its core positioning on empowering advanced manufacturing. It has built integrated capabilities covering products, services, and data to deliver an all-in-one service platform for advanced manufacturing.

Five Major Shareholders, Complementary Advantages

Drawing on the core strengths of its five major shareholders, the platform achieved in-depth synergy to build an inimitable core competitiveness.

EDITH Digital Middle Platform: Interconnecting All Scenarios

Homegrown EDITH functioned as the core middle platform, integrating ADVANTEC Mall alongside internal management systems to form a fully digital closed loop spanning order processing, warehouse management, logistics dispatching, and customer service, as well as built an industrial products value network featuring coexistence, win-win outcomes, and shared prosperity.

Lay Foundations in Three Years, Build Ecosystem in Five

2026: Breakthrough and validation to anchor the core model via in-depth piloting in dual-core benchmark markets, steady rollout of operation and partnership networks, full end-to-end operationalization of core business links, and solid validation of the model's replicability;

2027-2028: Momentum surge and geographic expansion with footprint coverage across six core regional markets, leapfrog growth in business scale, prominent service ecosystem value, and full establishment of the regional partner matrix;

2029-2030: Flourishing ecosystem and capital advancement with capital-driven revenue as the main income source, full initiation of capitalization, seamless nationwide business network coverage, and development of an irreversible closed-loop ecosystem.

Step into ADVANTEC Industrial Supermarket, Witness the Future

Blueprints go far beyond slides. During the lunch break, we arranged an on-site visit to the industrial products supermarket for all partners. Following the guide into the well-stocked industrial products supermarket, everyone saw firsthand how transmission products and industrial accessories "speak" on the shelves, and personally experienced the convenience and professionalism of all-in-one product selection.

From e-commerce interfaces to offline shelves, from digital middle platforms to physical warehouses -- ADVANTEC Industrial Products has built a full-link closed-loop service enabling online order placement and offline in-person experience.

#### Global Signing Ceremony Fuels Further Expansion of Power Transmission Footprint

A series of profoundly significant signing ceremonies were witnessed at the Conference, marking the continuous outward expansion of Sanlux's power transmission ecosystem footprint.

Sanlux Global Strategic Cooperation Signing

Sanlux Co., Ltd. and Egypt's Doctor Establishment Group (DEG) have joined forces to jointly invest in and establish Sanlux DEG Middle East Africa Company Limited (SDMA), which will be fully responsible for the organization and expansion of Sanlux's full range of businesses in the Middle East and Africa region, opening a new chapter in its globalization strategy.

Strategic Cooperation Signing with Zhejiang Reddot Chip Technology Development Co., Ltd.

Sanlux Group entered into a strategic cooperation with Zhejiang Reddot Chip Technology Development Co., Ltd., a company dedicated to building a domestic automotive-grade chip ecosystem, focusing on deep synergy in transmission systems, industrial product platforms, and mechatronics solutions, serving mainstream automakers such as Geely, XPeng, and BAIC, and reconstructing the value ecosystem of the industrial chain.

LOI Signing for ADVANTEC Industrial Products Platform Cooperation

Multiple outstanding distributors from across the country have officially signed to join the ADVANTEC Industrial Products Ecosystem, marking the official implementation of the "brand + channel" offline all-in-one service system, as the ADVANTEC platform ecosystem continues to expand.

Two Major Committees Officially Established

The Conference announced the official establishment of the Sanlux Transmission System Committee, bringing together the most influential strategic partners and expert representatives in the industry, which will provide core organizational support for the implementation of Sanlux's transmission ecosystem strategy.

Meanwhile, the ADVANTEC Industrial Products Committee was simultaneously established, setting up six major sub-committees -- Management Empowerment, Digital Systems, Products, Distribution, Direct Sales, and Marketing and Promotion -- and widely inviting outstanding partners to jointly participate in platform governance and ecosystem development, thereby forming a two-tier governance structure of decision-making and execution.



#### Awards Gala: Honoring Outstanding Partners

The Conference hosted two award presentations for the 2025 Outstanding Suppliers and 2025 Outstanding Distributors, issuing nine honors in total to pay high tribute to the hardworking behind-the-scenes partners.

Behind every achievement are days and nights of relentless dedication. Gratitude goes to every partner, who stands as the strongest testimony to Sanlux's transmission ecosystem.

#### Official Launch of the Phoenix Engineer College Empowerment System

It is better to teach a man to fish than to give him a fish. Ms. Li Na, Director of the Organization and Publicity Department of Sanlux and Executive Vice Dean of Phoenix College, officially launched the dealer empowerment system of Phoenix Engineering College at the Conference.

This system covers multiple formats such as online learning, offline practical training, case discussions, and industry lectures, integrating four major dimensions of empowerment: concept empowerment, skill empowerment, operational empowerment, and platform empowerment.

The official launch of the Phoenix College Empowerment System marks a historic step for Sanlux in supporting the growth of its partners. Every partner can find their own growth path within this system.

#### Simplicity Paves the Way for Long-Distance Progress

From a single transmission belt to a nationwide, globally-oriented transmission ecosystem platform, from single product distribution to an integrated "product + service + data" value creation system -- Sanlux is writing a new chapter of its history.

Every partner is a co-author of this history. Ecosystem synergy, and mutual prosperity. Sanlux, moving forward with you!

## Anchored on the Dual-Carbon Green Path, Sanlux Pioneers Innovative Application of Bio-based Elastomers

On May 13-14, 2026, the Inaugural Meeting & Industry Development Conference of the Bio-based Elastomer Branch of China Synthetic Rubber Industry Association was grandly convened in Guangzhou, Guangdong. Themed "New Journey, New Direction: Green Rubber Symbiosis and Innovative Breakthrough", the event gathered nearly a hundred industry elites, including academicians, experts, business leaders, and scientific research representatives, officially ushering in a new era of green and low-carbon transformation for China's bio-based elastomer industry. As a core player in the industry, Sanlux Co., Ltd. made a remarkable appearance at the conference and successfully secured an industrial strategic cooperation project. Rooted in its core business, the company focused on application-driven innovation, proactively responded to the national dual-carbon strategy, and leveraged the practical application of bio-based rubber materials to spearhead the industry's new trend of green and low-carbon transformation.

As China steadily advances its dual-carbon goals and green manufacturing evolves into a core priority for the high-quality development of manufacturing, biomanufacturing and biotechnology have been designated as key national development priorities over

the coming decade. As a premium green alternative to traditional petroleum-based rubber, bio-based elastomers leverage their strengths in low carbon emissions, environmental friendliness, recyclability, and superior performance to emerge as a key breakthrough for the transformation and upgrading of the rubber industry. They also serve as a vital carrier for advancing the strategies of building a strong country through science and technology and pursuing green and low-carbon development outlined in the 15th Five-Year Plan. The newly established Bio-based Elastomer Branch is the world's first professional organization dedicated to bio-based elastomers. It will help the industry break through technical bottlenecks and improve the industrial system from four major dimensions: industrial synergy, technology transformation, standard formulation, and international leadership.

Compared to traditional petroleum-based rubber, the bio-based elastomer raw materials to be applied by Sanlux are derived from non-food biomass resources, reducing fossil energy consumption from the source and significantly lowering the product's full life-cycle carbon footprint. In addition, the materials possess superior properties such as high strength, aging

resistance, and high transmission efficiency, achieving a dual breakthrough in environmental attributes and practical value while ensuring the core quality and service life of the rubber V-belt products. This practical application represents the company's concrete initiative to respond to China's dual-carbon goals and implement green manufacturing philosophies, while precisely aligning with the development vision of the Bio-based Elastomer Branch to build a full industrial chain and advance in-depth integration of industry, academia, research, and application.

As a leading rubber V-belt enterprise topping the domestic market share for 29 consecutive years and a national-level green factory, Sanlux has always driven green transformation through technological innovation and adhered to the path of "application innovation and low-carbon development". Leveraging the opportunity presented by the development of the bio-based elastomer industry, the company will continue to deepen the scenario-based application and process optimization of bio-based rubber materials in the field of transmission products, actively participate in the co-construction of green industry standards, empower the growth of upstream industries through terminal applications, and help build a full-chain green and low-

carbon ecosystem for the rubber industry.

In the future, Sanlux will continue to anchor its development to the national dual-carbon strategy, stay true to its original aspiration in its core business, and further deepen its efforts in innovative application of bio-based elastomers. Taking green materials, green processes, and green products as key drivers, it will continuously provide low-carbon and highly efficient transmission solutions for fields such as industry, agriculture, and automobiles, and take on the responsibility of an industry leader to guide the rubber products industry toward a new journey of higher-quality, green, and sustainable development.



# First Rendezvous along the Silk Road, Powering Smart Vistas of Modern Agriculture

Sanlux Makes a High-profile Appearance at the 2026 Xinjiang International Agricultural Machinery Expo

**H**eld from May 25 to 27, the 2026 Xinjiang International Agricultural Machinery Expo themed “Smart Farming: Intelligent Agricultural Machinery and Modernization of Agriculture and Rural Areas” grandly opened and successfully concluded in Urumqi. Relying on Xinjiang’s strategic location advantage as the core area of the “Belt and Road” initiative, this expo brought together nearly 700 industry-leading enterprises from around the world to panoramically showcase the innovative achievements across the entire modern agricultural equipment industry chain. As a benchmark enterprise in the domestic rubber V-belt industry, Sanlux Co., Ltd. (stock code: 002224) made its grand debut at the Xinjiang International Agricultural Machinery Expo, making a remarkable appearance with a full range of high-performance agricultural machinery transmission solutions. Relying on its solid product strength and profound brand heritage, it became a highly anticipated, high-quality agricultural machinery supporting brand at this expo.

### Four Decades Rooted in Transmission, an Industry Pioneer with Premier Quality

Deeply engaged in the power transmission field for 42 years, Sanlux has ranked first in production and sales in the domestic rubber V-belt industry for 29 consecutive years, and is a core supporting service provider with immense scale and influence globally. Adhering to the business philosophy of “quality creates value”, the company accurately focuses on the operational pain points of modern agricultural machinery, such as high loads, long working hours, and diverse scenarios, to create an all-in-one transmission supporting solution adaptable to all machine models and working conditions, continuously providing reliable core component support for the efficient operation and iterative upgrading of intelligent agricultural machinery equipment.

### Join Industry Leaders in Synergy, Forge Northwest’s Industrial Ecosystem

The expo assembled an impressive roster of exhibitors, including global heavyweights John Deere and CNH Industrial, domestic industry stalwarts YTO Group and Weichai Lovol, plus Xinjiang’s homegrown leaders Boshiran and Xinyan Mushen. Backed by superior product quality, Sanlux serves as an authorized component supplier for complete-machine manufacturers including Yuchai and YTO Group, with its products regularly featured alongside their exhibition displays.

### HighSpec Hexagonal Belts Earn Wide Acclaim, Local Distribution Channels Fuel Empowerment

Throughout the expo, Sanlux’s booth drew large crowds. Its custom-designed hexagonal belts, engineered for high-horsepower heavy-duty agricultural machinery, emerged as the highlight of the entire show. Engineered for bi-directional power transmission, heavy-load capacity, and round-the-clock continuous operation, this hexagonal belt adopts a symmetrical double-sided transmission structure featuring outstanding tensile, abrasion, and ageing resistance. It excels amid Xinjiang’s harsh operating conditions including intense solar radiation and sand erosion, and is fully compatible with major heavy-duty equipment such as cotton harvesters and large combine harvesters.

Behind this outstanding performance is the full support of core local dealers in Xinjiang. Leveraging their rich experience from years of deep engagement in the regional market, the local dealers were stationed at the booth throughout the event, accurately matching machine models, answering technical questions, and efficiently advancing business negotiations. Furthermore, a loyal customer traveled 1,500 kilometers specifically to visit the booth to discuss cooperation. This trust forged across vast distances stands solid testimony to Sanlux’s accumulated premium quality and robust service capabilities.

### Smart Transmission for Tomorrow, Shared Prosperity along the Silk Road

This debut at the Xinjiang Agricultural Machinery Expo is a crucial initiative for Sanlux to deepen its strategic layout in agricultural industry cooperation under the “Belt and Road” initiative. In the future, the company will continue to base itself on the needs of Xinjiang’s characteristic agriculture, deepen upstream and downstream industrial synergy, and continuously optimize customized transmission solutions for advantageous industries such as cotton, forestry and fruit, and animal husbandry. By empowering the upgrade of Xinjiang’s intelligent agricultural machinery with high-precision, highly durable, and highly adaptable transmission products, the company will join hands with industry partners to jointly paint a brand-new picture of rural revitalization along the Silk Road.



## Smart Equipment Renewal to Achieve Progress in Precision Testing

In May, the testing center focused on the core work of equipment optimization and upgrading, intelligent testing empowerment, and system efficiency enhancement, steadily advanced the tasks of equipment iteration and digital system upgrading, and collaborated with the UK technical team to carry out comprehensive equipment quality improvement and transformation. It continuously consolidated the testing hardware foundation, improved the intelligent testing system, and fortified the data security barrier, effectively enhancing equipment operational stability, intelligent level of testing, and data control capabilities, thereby driving a steady rise in the center’s comprehensive testing strength.

In mid-month, a team of UK engineers visited the testing center and worked alongside in-house equipment maintenance engineers to implement targeted equipment upgrading. The technical team conducted comprehensive and refined iterative optimization of the equipment’s hardware structure and software system. This significantly improved the stability and precision of the equipment’s operation, providing reliable equipment support for various high-load, high-precision, and long-duration belt testing experiments.

To further enrich testing methods and refine the dimensions of test analysis, this upgrade adds an intelligent camera monitoring system to all testing equipment, fully realizing visual monitoring of the belt testing process. The technical team has completed the installation, commissioning, parameter calibration, and system adaptation of the cameras, enabling real-time collection and full-process recording of the belt’s operating status during the test, accurately capturing subtle dynamic changes such as belt deformation, wear, vibration, and displacement, and completely retaining high-definition test imaging data. Taking the opportunity of this equipment upgrade and modification, the center has simultaneously completed a comprehensive optimization and upgrade of the IT management system, adding multiple practical functions to comprehensively enhance digital management and service support capabilities. The system has added refined management functions for staff accounts via management mechanisms including hierarchical authorization, exclusive account control, and retention of operation logs.

The upgrade of equipment hardware and software, rollout of the intelligent monitoring system, and optimization of the IT system have further enhanced the center’s intelligent testing system, delivering more stable equipment performance, more accurate test monitoring, more robust data security, and higher-efficiency maintenance support.



Product Knowledge

### Product Features

The glazing line belt is a specialized product engineered and optimized for glazing line operating conditions. It has been significantly improved and reinforced to address the key concerns of customers, including belt joints, length uniformity, and operational stability.

### Key Product Highlights

- Thinner belt profile minimizes top-surface deformation during use, preventing height variation at the top that could damage ceramic tiles.
- Newly designed vulcanizing molds effectively eliminate joint protrusion issues.
- Belts are grouped and matched by length prior to shipment, ensuring consistent length across the set.

### Application Areas

Ceramic manufacturing plants; glazing application lines

### Production Specifications

22×11(C):3000-9500mm

## Glazing Line Conveyor Belt — Dedicated Solution



# Twenty-Five Years Rooted in Gannan, New Chapter of Sanlux Partnership

## A 25-Year Chronicle of Dedicated Brand Operation at Sanlux Gannan Service Center



On the vast stage of commerce, distributors and brand owners dance as partners, together performing a harmonious symphony of mutual success. By leveraging their respective strengths and supporting one another, distributors and Sanlux not only fulfill their individual dreams but also collectively contribute to the market's brilliance.

Rooted in Gannan for 25 years and having established cooperation with Sanlux back in 2001, the Company consistently sticks to its exclusive-distribution-only-for-Sanlux business philosophy. Starting from a tiny storefront, its service footprint now spans all 18 counties and urban districts across Gannan. Aligning closely with Sanlux's development roadmap, the Company actively markets its high-performance products and consistently upgrades service benchmarks. Superior product quality and reliable after-sales support have helped it earn enduring trust from customers across mining, agriculture, and other industries, carrying forward its long-standing brand partnership rooted in this red land.

### Origin One Choice, a Lifelong Commitment

Back in the 1990s, China's industrial sector saw vigorous expansion, with mounting demand for transmission belts in Gannan's mining, building material, and agricultural industries. In 1994, I came to Ganzhou and initially dealt with V-belt products from other brands. Over years of market practice, I deeply realized the importance of product quality to customers' production, and I had always been looking for a truly trustworthy brand.

In 2001, a chance opportunity brought me into contact with Sanlux products. The first time I saw that striking trademark, felt the solid craftsmanship, and heard the professional explanations from the technical staff, I was deeply attracted. "Only go for the best, and only sell the most reliable." With this conviction in mind, I made the resolute decision to become Sanlux's authorized service partner for Gannan.

### Cultivation Quality as the Boat, Integrity as the Sail

Business got off to a tough start. Back then, we operated out of just a tiny storefront, yet I always displayed Sanlux products in the most prominent spot. When asked why I carried products from only one brand, I would reply firmly: "I trust Sanlux's quality and stand

firmly behind this brand."

Over the past 25 years, no matter how the market has changed, I have always adhered to one principle: only work with Sanlux, and only sell Sanlux products. From a few people and one car in the beginning, to a service network now covering 18 counties, cities, and districts in Gannan; from simple product sales, to providing customers with professional transmission solutions, what has changed is the improvement of service capabilities, while what remains unchanged is the loyalty to the brand.

Deep in the mines of Gannan, in navel orange processing workshops, and on the production lines of various factories, Sanlux products have stood the test of time. Many customers have gone from their initial trial use to complete trust today, with some even using our products continuously for over twenty years. This enduring trust stems from the stable quality of Sanlux products, as well as our consistent and honest service.

### Witness Brand Power, Timeless and Enduring

Twenty-five years is a brief moment in the long course of history, but for an individual or an enterprise, it is a long journey. Over the years, I have witnessed the changes in the power transmission industry, as well as the continuous growth and innovation of Sanlux.

From the original traditional V-belts to today's various special transmission belts, from standard products to customized solutions, Sanlux has always been at the forefront of the industry. Whenever I see the familiar trademark on customers' equipment and hear their recognition of the product quality, I feel proud of my original choice.

On this red land of Gannan, there are too many stories related to Sanlux. The hardships of rushing to the mines late at night for emergency repairs, the joy after solving technical problems for

customers, and the consistent trust of old customers over the decades have all become the most precious memories of this career. Today, some of the young people who used our products back then have become factory managers, but they still choose Sanlux and choose to trust us.

### Outlook Staying True to Original Aspirations, Forging Ahead for Shared Future

Twenty-five years have passed, but my bond with Sanlux has only grown deeper. Now our team boasts a growing cohort of young talents. I often tell them: "Once you pick a reputable brand, devote yourself to it wholeheartedly. Sanlux is worthy of a lifelong commitment."

In recent years, under the leadership of Chairwoman Wu Qiongying, Sanlux has entered a brand-new stage of high-quality development. She has inherited the craftsman spirit of "making only V-belts for a lifetime", and further driven the Company's comprehensive transformation towards intelligence and digitalization with modern management concepts and a forward-looking strategic layout. Under her guidance, the Gannan Service Center has closely followed the Company's pace, actively promoted new models and high-performance products, and continuously optimized service standards, allowing Sanlux's quality and reputation to take deeper root and spread further across this red land.

Looking ahead, I remain full of confidence. With the industrial upgrading and manufacturing development in the Gannan region, the demand for high-quality transmission products will become even stronger. I will continue to lead the team to provide more professional services, moving forward in unity with Sanlux to bring high-quality products to more corners in need, allowing this brand bond that began in 2001 to flow endlessly like the waters of the Gan River, and continuing to write a new chapter on this red land.



## Unify Standards to Elevate After-Sales Support

### 2026 JETSURF Technician Training Camp Opens in Shaoxing

On May 6, the 2026 JETSURF Technician Training Camp, hosted by Zhejiang JETSURF Power Technology Co., Ltd., officially opened at the Phoenix Innovation Park in Shaoxing, Zhejiang.

This three-day training is open to after-sales technical personnel from JETSURF ACADEMY International Motorized Surfboard Academy nationwide. With the core objectives of establishing a standardized after-sales technical system, standardizing maintenance service procedures, and enhancing the national after-sales technical level and service uniformity, it supports JETSURF, a world-leading manufacturer of motorized surfboards, in further expanding its nationwide service network and refined after-sales system to deliver reliable, expert after-sales support for domestic customers.

Based on the JETSURF global official standardized teaching system, this training is instructed throughout by engineers from the European technical R&D team and senior domestic after-sales engineers. The curriculum is closely designed around the actual needs of frontline after-sales service, covering core modules such as comprehensive equipment maintenance, power unit disassembly and troubleshooting, and hands-on performance tuning. Adopting a "theoretical explanation + real-world hands-on practice" teaching model, it provides on-site disassembly and guidance targeting common technical pain

points and maintenance difficulties in store operations, ensuring that trainees can directly master actionable standardized operating procedures.

More than 30 trainees from multiple provinces and cities nationwide will master core technical principles and maintenance specifications for JETSURF's domestically-produced Heritage RACE SL and TITANIUM SL models via structured classroom training and hands-on assessments. Trainees who complete all courses and pass the assessment will receive the official JETSURF technician certification and be simultaneously integrated into the brand's global technical support system, becoming the backbone of the brand's after-sales service network.

As an important initiative for JETSURF to improve its national after-sales service system, this technician training camp not only intensively enhanced the practical maintenance skills of technical personnel, but is also a crucial step for the brand to unify service standards and comprehensively upgrade its after-sales service level.

In the future, JETSURF will continue to take professional technology as its foundation, rely on standardized training mechanisms to continuously improve the layout of its national service outlets, and provide stable and reliable after-sales support for motorized surfing enthusiasts, while helping the sport of motorized surfing develop steadily in a more standardized and professional direction.



## Unite Efforts to Drive Implementation, Anchor Goals to Ensure Delivery

To sustain a daily outbound shipment target of 3,500 units, boost order fulfillment efficiency, and honor customer delivery commitments, the Supply Chain Department adopts well-defined role demarcation as the core driver alongside full-process closed-loop management. By detailing every task to specific positions and assigning responsibilities to individuals, it unites team efforts to streamline the entire chain of production planning, material supply, order processing, workshop coordination, and logistics shipping, building a solid guarantee for the achievement of the goal.

### 1 Prioritize Overall Planning to Stabilize Production Schedules

Accurate and efficient production planning is the prerequisite for hitting daily output targets. Daily MRP runs and master plan releases deliver accurate data to support production scheduling. For stock shortages arising from inventory losses, planners are notified promptly to mitigate production disruptions caused by material shortfalls at the source. Shortage-related job assignments are reviewed daily to dynamically adjust dispatching strategies and redirect resources toward priority orders. Meanwhile, the team coordinates with the Tiantai production site to streamline cross-regional collaboration, enabling complementary capacity and efficient synergy and laying a solid planning foundation for the daily target of 3,500 units. Efficient circulation of kitting slips is critical to converting orders into production output. A total of 3,500 kitting slips is issued punctually each day to lock in target output starting from the order source. For slips held up due to pending put away-zone issues, root causes are investigated and resolved promptly to avoid workflow bottlenecks. Kitting slips for clearance SKUs are prioritized and expedited, supporting on-time delivery while accelerating inventory turnover and ensuring seamless entry of all orders into production.

### 2 Implement Closed-Loop Material Tracking to Speed Up Shortage Resolution

The stability of material supply is the core guarantee for uninterrupted production. First, focusing on overdue and soon-to-expire automotive belt orders with material shortages, a dedicated tracking log is established to capture detailed shortage data and impacted scope. Shortage issues are escalated promptly during task execution to prompt quick responses from relevant departments. Any material abnormalities arising from rework or downstream processes are followed up and coordinated in a timely manner to maintain smooth workflow and prevent order delays caused by material-related troubles.

Second, order execution and posting processes are closely monitored to promptly flag missing order records for completed jobs early to enable timely troubleshooting. Root causes for failed daily postings are compiled into a problem checklist to drive corrective actions and remove procedural bottlenecks. Adhering to the same-day submission and posting rule, the team closes the order-data loop and supplies precise data for shipment tally and downstream operations.

Third, focusing on replenishing shortages and handling order anomalies, an efficient and collaborative material guarantee mechanism is formed. The three staff work in tandem to manage on-time shortage replenishment, enabling speedy response and restock for material gaps. Any abnormalities are immediately relayed to the workshop to facilitate real-time schedule revisions and curb capacity losses. All disruptions against released production orders are resolved promptly to sustain steady production. Meanwhile, production is scheduled strictly per delivery deadlines, and target-focused schedule tuning aligns order fulfillment with daily output targets.

### 3 Strengthen Logistics Coordination to Secure Final Order Delivery

The efficient progress of order production ultimately comes down to the logistics and shipping phase. Logistics teams fulfil shipment assurance responsibilities centered on the core target of "dispatching all finished orders within two working days". They create seamless handoffs between completed production and outbound logistics to ship finished orders promptly, prevent backlogs that drag down overall shipment volumes, and safeguard the final checkpoint for the daily 3,500-unit shipping goal.

The achievement of goals is the result of team collaboration. From planning and coordination to material follow-up, from production scheduling to exception handling, and from workshop collaboration to logistics wrap-up, every position bears key responsibilities, and every task is closely linked to the goals. In the future, the Supply Chain Department will continue to be "guided by daily goals, driven by position responsibilities, and centered on collaborative efficiency", strictly manage every link, fulfill customer commitments through efficient delivery, and drive the improvement of operational quality and efficiency through team synergy!



Quality creates value

## Empowered by In-depth Quality Certification

### Sanlux Passes SGS System Audit

Recently, Sanlux Co., Ltd. successfully passed the IATF 16949:2016 Automotive Industry Quality Management System audit conducted by the internationally authoritative certification body SGS, marking that the Company's quality management level in the field of automotive transmission products has officially aligned with top international standards, adding a solid endorsement to its core competitiveness.

As a globally acknowledged quality management system standard for the automotive industry, IATF 16949 is developed based on the ISO 9001 framework. It integrates automotive-specific requirements, centers on defect prevention, risk management, and continual improvement, and acts as the essential entry certification for access to the global automotive supply chain. This audit covered the entire process of design and development, manufacturing, procurement and supply, and after-sales service of the Company's core products such as automotive V-belts. SGS audit experts conducted a comprehensive evaluation of the compliance, effectiveness, and maturity of the system operation through multi-dimensional methods including document review, on-site inspection, process verification, and personnel interviews.

During the audit process, the expert panel highly recognized Sanlux's accumulated quality excellence from over 40 years of specializing in rubber transmission

products, and fully affirmed the Company's standardized production control, rigorous inspection processes, comprehensive traceability system, and all-staff quality awareness. The panel unanimously concluded that the Company's IATF 16949 system operates efficiently and effectively, fully meeting the stringent quality requirements of the international automotive industry, and successfully passed the audit.

Passing the IATF 16949 certification is not only an authoritative validation of the Company's existing quality management system, but also an important milestone for the Company in deepening its presence in the automotive transmission field and expanding into the high-end market. In the future, Sanlux will take this as an opportunity to continuously deepen the implementation of the IATF 16949 system, integrate the core concepts of "defect prevention and continuous improvement" into all aspects of production and operation, and continuously optimize procedures to enhance product reliability and stability. At the same time, relying on the advantages of the system, the Company will further strengthen collaborative cooperation with customers in the global automotive industry chain, consolidate its brand foundation with excellent quality, and steadily stride towards the goal of "building a world-class transmission product enterprise".



## Strengthen Party Building for Better Efficiency, Earn Praise in Supervision Checks

On the morning of May 21, Yan Chen from the Special Working Group for Study and Education of the District Organization Department and Li Dong from the Sub-district Party Construction Office visited Phoenix Innovation Park for an unannounced on-site inspection of grassroots Party building work. Through methods such as reviewing Party building ledgers, checking data records, and conducting on-site inquiries and exchanges, the inspection team conducted a comprehensive and detailed verification of key tasks, including the standardized and normalized construction of the company's grassroots Party organization, the implementation of daily Party building work, the education and management of Party members, and the integration of Party building with enterprise development. They gave full recognition and high praise to the company's solid, standardized, and meticulous Party building work.

The excellent inspection results are a strong testament to the three-tier collaboration among the district Party committee, the sub-district, and the company in solidly implementing Party building work. For a long time, the district Party committee has attached great importance to improving the quality and efficiency of Party building in non-public enterprises. It has continuously strengthened Party building guidance to empower the high-quality development of enterprises, normalized supervision and guidance, standardized construction standards, and cultivated Party building characteristics, thereby pointing out the direction and laying a solid foundation for the high-quality development of Party building work among enterprises in the jurisdiction. The sub-district Party working committee strictly implements the Party building work deployments of higher authorities. It regularly goes down to enterprises to provide Party building assistance, operational guidance, and benchmarking for quality improvement, precisely helping enterprises address Party building

shortcomings and standardize work processes, thus promoting grassroots Party building work to become deeper, more solid, and of higher quality and excellence. Under the careful guidance and precise empowerment of the district Party committee and the sub-district, Sanlux has always adhered to leading the high-quality development of the enterprise with high-quality Party building. It has placed Party building work in an important strategic position for enterprise development, strictly implemented the general requirements for Party building in the new era, and strictly adhered to the standardization and normalization construction standards for Party building work.

Recognition and affirmation from the superior inspection team serves as both encouragement and motivation, as well as both honor and accountability. Going forward, Sanlux will take this unannounced inspection on Party building as an opportunity, cherish the recognition, and make persistent efforts. It will earnestly adopt the guiding opinions of the inspection team, continuously benchmark against the high standards and strict requirements of Party building work, deeply cultivate the foundation of grassroots Party building, innovate the platforms for Party building work, and further the deep integration of Party building and enterprise development.



## Benchmarks Lead the Way, 5S Drives Practical Results



Neat and bright workbenches, well-organized working zones, and neatly stacked finished belts.... Stepping into the Company's circular mold vulcanization section, standardized on-site management can be seen everywhere. Duan Xinghua, Deng Zongxian, and Jin Yongquan of the section strictly implement the Company's 5S management requirements, integrating Sort, Set in Order, Shine, Standardize, and Sustain into every detail of their daily work, becoming an excellent model for workshop on-site management.

In daily work, the working environment is consciously maintained, tools and materials are arranged in an orderly manner, and workstations are always kept clean and tidy, free of clutter and stains. For finished belts, employees proactively bundle them according to standards and stack them in layers, ensuring the goods are neat and clear at a glance, which not only enhances the overall on-site visual appearance, but also facilitates subsequent product circulation and inventory counting. From individual workstations to the entire work area, they strictly adhere to standards and persevere, internalizing the 5S management requirements in mind and externalizing them in action.

A good on-site environment is the foundation of safe and efficient production, and a direct reflection of employees' professionalism. Through their day-to-day persistence, they have perfected the details and implemented the standards, fully playing an exemplary leading role and setting an excellent example for all departments and workshops across the Company.

We hereby call on all employees to take this as a benchmark, actively learn from advanced experience, align with the standards, conduct self-inspection and improvement, and proactively practice 5S management standards, jointly creating a clean, standardized, safe, and efficient production site, and supporting the Company's high-quality development with an excellent demeanor.

