

Audit Committee's annual tasks aggregate and the operating status

Audit Committee

The Company has established an Audit Committee, which shall be formed by 3 Independent Directors. The purpose of the audit committee is to assist the board of directors in fulfilling its oversight of the company's quality and integrity in the implementation of accounting, auditing, financial reporting processes, and financial controls.

Audit Committee's annual tasks aggregate

(1) The tasks of the Audit Committee mainly include the following:

1. The adoption of or amendments to the internal control system pursuant to Article 14-1 of the Securities and Exchange Act.
2. Assessment of the effectiveness of the internal control system.
3. The adoption or amendment, pursuant to Article 36-1 of the Securities and Exchange Act, of the procedures for handling financial or business activities of a material nature, such as acquisition or disposal of assets, derivatives trading, loaning of funds to others, and endorsements or guarantees for others.
4. Matters in which a Director is an interested party.
5. Asset transactions or derivatives trading of a material nature.
6. Loans of funds, endorsements, or provision of guarantees of a material nature.
7. The offering, issuance, or private placement of equity-type securities
8. The hiring or dismissal of a certified public accountant, or their compensation.
9. The appointment or discharge of a financial, accounting, or internal audit officer.
10. Annual financial reports and second quarter financial reports audited and certified by the CPAs.

(2) Audit and review financial reports

The Board of Directors has created the business report, financial statements, and appropriation of earnings for recent year. The financial statements are verified by PwC Taiwan, which issued a verification report. The above-mentioned business report, financial statements, and appropriation of earnings are approved by the Audit Committee and it is considered that there is no disagreement.

(3) Assessment of the effectiveness of the internal control system

Audit Committee assesses the effectiveness of the design and execution of the Company's internal control system (includes control measures in finance, operation, risk management, information security, regulation compliance, etc.), and review the regular reports of the Company's audit department and certified accountants such as risk management and regulation compliance.

(4) The operating status in 2023

Board of Directors Meeting Date	Content of Motion and Follow-up	Matters specified in Article 14-5 of the Securities and Exchange Act	Other resolutions passed by two thirds of all Directors but yet to be approved by the Audit Committee	
The 10th meeting of the 15th session 2023/03/14	1. Changes to the engagement of the certified public accountant of PwC Taiwan.	√		
	2. The suitability and independence evaluation and appointment of the Company's Certified Accountant.	√		
	3. The Company's financial report and business report of 2022.	√		
	4. The deficit compensation case for the fiscal year 2022 of our company.	√		
	5. The proposal for advance approval of accounting firms, affiliated entities, and their related companies to provide non-assurance services to our company and its subsidiaries.	√		
	6. 2022 annual statement of internal control system.	√		
	Resolution result of the Audit Committee (March 14, 2023) : Approved by all directors present at the meeting.			
	Handling of the opinion of the Audit Committee by the Company: Approved by all Directors present at the meeting.			
The 11th meeting of the 15th session 2023/05/12	1. Change to the Certified Accountant of PricewaterhouseCoopers, Taiwan, and suitability and independence evaluation.	√		
	2. The Company's consolidated financial report for Q1 2023	√		
	3. The reclassification of accounts receivable as loans and advances to affiliates as of March 31, 2023.	√		
	Resolution result of the Audit Committee (May 12, 2023) : Approved by all directors present at the meeting.			
	Handling of the opinion of the Audit Committee by the Company: Approved by all Directors present at the meeting.			
The 12th meeting of the 15th session 2023/08/11	1. The Company's consolidated financial report for Q2 2023	√		
	2. Appointment and dismissal of Accounting Controller.	√		
	Resolution result of the Audit Committee (August 11, 2023) : Approved by all directors present at the meeting.			
	Handling of the opinion of the Audit Committee by the Company: Approved by all Directors present at the meeting.			
The 14th meeting of the 15th session 2023/11/10	1. The Company's consolidated financial report for Q3 2023.	√		
	2. Proposal to adopt the Company's 2024 audit plan.	√		
	3. The proposal to amend the 「Regulations on the Appointment and Changes of Certified Public Accountant Firms and Accountants' within our company.」	√		
	Resolution result of the Audit Committee (November 10, 2023) : Approved by all directors present at the meeting.			
	Handling of the opinion of the Audit Committee by the Company: Approved by all Directors present at the meeting.			