

Organization and Powers of the Audit Committee

The Audit Committee consists of all independent directors, totaling three members, chaired and convened by Mr. Gene-Tzn Chen

The primary responsibilities of this committee are oversight in the following matters:

1. Establishing or amending internal control systems as stipulated in Article 14-1 of the Securities and Exchange Act.
2. Assessment of the effectiveness of internal control systems.
3. Formulation or revision of procedures for significant financial activities such as acquisition or disposal of assets, engaging in derivative transactions, providing funds to others, endorsing or guaranteeing for others as per Article 36-1 of the Securities and Exchange Act.
4. Matters related to conflicts of interest involving directors themselves.
5. Significant asset or derivative transactions.
6. Major fund loans, endorsements, or guarantees.
7. Fundraising, issuance, or private placement of equity securities.
8. Appointment, dismissal, or remuneration of certifying accountants.
9. Appointment or dismissal of financial, accounting, or internal audit executives.
10. Annual and quarterly financial reports.
11. Business reports, profit distribution, or deficit compensation proposals.
12. Other significant matters prescribed by the company or competent authorities.

Decisions on the aforementioned matters require approval from more than half of all committee members and resolution by the board of directors.

For the aforementioned items, except the tenth, if approval from more than half of all committee members is not obtained, actions can be taken with the consent of more than two-thirds of all directors."

Disclosure of Independent Directors' Professional Qualifications and Independence Information

2023/12/31

Name	Highlight of Professional Qualification & Experience	Independence	If currently serves as independent directors of other companies
independent director Gene-Tzn Chen	<p>Graduated from Department of Law, National Taiwan University. Legislator (6 years), Delegate to the National Assembly (4 years) Investigator (5 years), Lawyer (45 years), Chairperson of IBT Ta-Chong Equity Investment Company (9 years) Chairperson of Taishin Securities Investment Trust CO.,LTD (3 years) Independent Director of CHAMPION BUILDING MATERIALS CO., LTD. (3 years) Currently works as the president of Wan-Jong management consulting limited and the independent director of CHEM</p> <p>As a Member of the Audit Committees and Compensation Committees, Mr. Chen proactively provides the expertise in financial management, risk management, strategies, and also the compliances of regulation and laws</p>	<p>The independent directors meet the circumstances of independence, including but not limited to her/himself, his/her spouse, and relatives within the second degree who do not serve as directors, supervisors or employees of the company or its affiliated companies;</p> <p>The independent directors do not hold shares in the company, and are not directors, supervisors or employees of a specific related company;</p>	No
independent director Sing-San Pai	<p>S.J.D of Chinese Culture University M.Arch. National Cheng Kung University B.Arch. Chung Yuan Christian University M. Administration Management, University of San Francisco National Policy Advisor to the President.(8 years) Board Director, Taipei Architects Association.(3 years) Chairman, Consumers' Foundation, Chinese Taipei. Chairman, Memorial Foundation of 228.(2 years) P.C.C Complaint Review Board for Government Procurement (12 Years) Currently works as the lead architect of TMA Architects & Associates and the independent director of CHEM</p> <p>As a Member of the Audit Committees and Compensation Committees, Mr. Pai has abundant experience in Law and Administration Management. The Company benefits from his vision and experiences from cross-industries and the diversity in perspectives for management and operation.</p>	<p>The independent directors are not provided with the amount of remuneration obtained by the Company or its related companies with business, legal, financial, accounting and other services in the last two years.</p> <p>None of the provisions of Article 30 of the Company Law apply.</p>	No

independent director Horng-Chi Chen	S.J.D of Kindai University Legislator (4 years), Delegate to the National Assembly,(6 years) Deputy Representative, Representative offices in Japan (3 years) Chairperson of Taiwan-Japan Relations Association, (1 year) Associate Professor of (2 years Aletheia University) Currently work as an independent director of SINKANG INDUSTRIES and CHEM As a Member of the Audit Committees and Compensation Committees, Mr. Chen provides the company with the perspectives of the international fluency with global vision and the professions in Law, also enhances the diversity in the Company’s strategies of business administration.	Yes / 1
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Audit Committee Annual Work Focus

The annual focus of the Audit Committee includes reviewing financial reports, assessing the effectiveness of internal control systems, governance-related matters, revising internal control systems, and addressing risk management issues.

Title	Name	Attendance in Person	By Proxy	Attendance Rate (%) 【B/A】	Remarks
Independent Director	Gene-Tzn Chen	7	0	100	
Independent Director	Sing-San Pai,	7	0	100	
Independent Director	Hornng-Chi Chen	7	0	100	

Audit Committee Date of Meeting–	Content of Meeting Agenda
2023/Jan/17 Year 2 the 19 th Meeting	<ul style="list-style-type: none"> ◦ To Report the Audit Work of 2022Q4 ◦ To Report the Risk Evaluation of 2024 ◦ The Company to invest Stellar Power System Co., Ltd. ◦ The Credit Limit of the Company and the Banks ◦ The Guarantee and Endorsement for Strategic Alliances and Reinvestment in other companies. ◦ The Amendment of Prevention of insider trading & Implementation ◦ The Proposal of Budget Planning for 2023
2023/Mar/8	<ul style="list-style-type: none"> ◦ The Company to report the Evaluation the Independence and Appropriacy of the CPA for 2022 ◦ The Credit Limit of the Company and the Banks

Year 2 the 20 th Meeting	<ul style="list-style-type: none"> ◦ The Guarantee and Endorsement for Strategic Alliances and Reinvestment in other companies. ◦ The Re-Structuring in Strategic Investment for Renewable Energy Business Development ◦ The Capital Reduction of the Subsidiary - CHEM Corp. and Relevant Matters ◦ The Company to Report the Consolidated Financial Report of 2022 ◦ The Earning Distribution of 2022
2023/May/12 Year 2 the 21 st Meeting	<ul style="list-style-type: none"> ◦ The 2023Q1 Audit Work Report ◦ The Company to Report the Consolidated Financial Report of 2023Q1 ◦ The Credit Limit of the Company and the Banks. ◦ The Guarantee and Endorsement for Reinvestment in other companies. ◦ The Company to apply for a New Taiwan Dollar (NTD) 500 million under the Economic Ministry Mid-term Revitalization Loan Plans from HUA-NAN Bank, with the Chairman of the Company acting as the joint guarantor. ◦ Various subsidiary companies are applying for loans under the "Economic Ministry's Assistance Program for Post-Pandemic Revitalization for Small and Medium-sized Enterprises" totaling NTD 35 million, with the appointed responsible individuals from our company acting as joint guarantors for each subsidiary company. ◦ The Company to Propose the direct investment in subsidiaries Stellar Power System Co., Ltd.
2022/May/24 Year 3 the 1 st Meeting	<ul style="list-style-type: none"> ◦ The Company to propose the nomination of the Convener of the Audit Committee.
2022/Jun/29 Year 3 the 2 nd Meeting	<ul style="list-style-type: none"> ◦ The Company to propose the joint venture of the "Aluminum Precision Machining Company"
2022/Aug/9 Year 3 the 3 rd Meeting	<ul style="list-style-type: none"> ◦ The 2023Q2 Audit Work Report ◦ The Company to Report the Consolidated Financial Report of 2023Q2 ◦ The Credit Limit of the Company and the Banks ◦ The Financing Discussion proposed by the Company's Subsidiaries for business operation needs. ◦ The Guarantee and Endorsement for Strategic Alliances and Reinvestment in other companies. ◦ The Company to apply for a New Taiwan Dollar (NTD) 500 million under the Economic Ministry Mid-term Revitalization Loan Plans from HUA-NAN Bank, with the Chairman of the Company acting as the joint guarantor.
2022/Nov/8 Year 3 the 4 th Meeting	<ul style="list-style-type: none"> ◦ The 2023Q3 Audit Work Report ◦ The Company to submit the Internal Audit Work and Procedure Timeline and Plans of 2024 ◦ The Risk Evaluation Report of 2024

- The Company to Report the Consolidated Financial Report of 2022Q3
- The Credit Limit of the Company and the Banks
- The Guarantee and Endorsement for Reinvestment in other companies.
- To comply with current accounting regulations, the company intends to reclassify "accounts receivable" from overseas investment companies as fund loans and initiate relevant operational procedures.
- The Company to increase investment in Sheng-Herr Precision Co., Ltd.
- The Company to acquire all shares of YUNYI Green Energy Co., Ltd.
- The Company to construct a new warehouse at the LK plant area.
- The Company to establish "Intellectual Property Management Regulations," "Financial Transactions Procedures between Related Parties," and "Operational Procedures for the Preparation and Verification of Sustainability Reports."
- The Company to revise "Corporate Governance Guidelines" and "Practical Guidelines for Sustainable Development."

The members of Audit Committees approved the all proposals and the board then approved the reports based on the advice of the Audit Committees.

2. Other resolutions not approved by the Audit Committee and endorsed by over two-thirds of all directors: None.

3. Disclosure of the execution status regarding independent directors' abstention from conflicts of interest cases should include the independent directors' names, agenda details, reasons for abstention due to potential conflicts, and their voting participation: None."