

The operation of the audit committee

1.The duties of Audit Committee

The Audit Committee assists the Board of Directors in performing its supervision functions. The Audit Committee also responsible for tasks defined by the Company Act, Securities and Exchange Act and other relevant laws and regulations. The Audit Committee is comprised of three independent directors, all members' professionalism requirements and experiences, please refer to the company's annual report on 3.2.1.1 Information of directors and 3.2.1.2 Disclosure of information on professional qualifications of directors and independence of independent directors. According to the relevant regulations, the Audit Committee shall convene at least once per quarter.

The duties of Audit Committee, as follows:

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. Financial reports.
11. Any Other Material Matter so Required by the Company or the Competent Authority.

2.Annual Operation Highlight of Audit Committee

Items of performing its duties	Q1	Q2	Q3	Q4	When it's necessary
Communicate with the CPAs for the newly revised Accounting Standard, Financial and Tax Affairs Information					V
Adoption or Amendment of an Internal Control System Pursuant to Article 14-1 of the Securities and Exchange Act.					V
Review on Interest Conflicts or Transactions between Related-Parties					V
Adoption or amendment, pursuant to Article 36-1 of the Securities and Exchange Act, of handling procedures for financial or operational actions of material significance, such as acquisition or disposal of assets, derivatives trading, extension of monetary loans to others, or endorsements or guarantees for others.					V
Review on Material Asset or Derivative Transactions					V
Review on Material Lending Funds, Endorsements or Guarantees	V				V
Hiring or Dismissal of an Attesting CPAs, or the Compensation given thereto and the independence of CPAs		V			
Reviewed the Financial Statements with CPAs regularly	V	V	V	V	
Communicate with CPAs with key audit matter				V	
Review on the Audit Report and Follow-up Report	V	V	V	V	V
Review on the Self-Evaluation of Internal Control System				V	
Assessment of the Effectiveness of the Internal Control System	V				
Recognition of Annual Financial Statement	V				
Review on the Business Report and Earnings Distribution and prepared an Inspection Report	V				

3.The Operation of the Audit Committee

The term of the Audit Committee starts from June 10, 2022 to June 09, 2025.

There are 6 meetings convened in the Year 2022.

The attendances of the independent directors were as follows:

Title	Name	Attendance in person	By Proxy	Attendance Rate (%) (Note1)	Remarks
Independent Director (convener and Chairman)	Feng-Hsien Shih	6	0	100%	Re-elected on June 10, 2022 Not served more than 3consecutive terms
Independent Director	Wan-Ping Chen	6	0	100%	Re-elected on June 10, 2022 Not served more than 3consecutive terms
Independent Director	Pin-Chi Wei	6	0	100%	Re-elected on June 10, 2022 Not served more than 3consecutive terms
Other mentionable items:					
1. If any of the following circumstances occur, the dates of Audit meetings, sessions, contents of motion, Independent director's opinions or objections, resolutions of the Audit Committee and the Company's response to the Audit Committee's opinion should be specified: (1) Matters referred to in Article 14-5 of the Securities and Exchange Act: Please refer to Note 2 for details. (2) Other matters which were not approved by the Audit Committee but were approved by two-thirds or more of all directors: None.					
2. If there are independent directors' avoidance of motions in conflict of interest, the directors' names, contents of motion, causes for avoidance and voting should be specified: None.					
3. Communication between the independent directors and the internal audit supervisor and accountants (shall include the major issues, methods and results of the company's financial and business conditions: Please refer to Note 3 for details.					

Note1 : The Actual Attendance Rate is calculated by the number of times the audit committee convene the meeting while the directors were in position and the actual number of company's meeting Attend.

Note2 : Matters referred to in Article 14-5 of the Securities and Exchange Act

Date of the Audit Committee (session)	Content of motion	Independent director's opinions or objections	Resolution of the Audit Committee and The Company's response to the Audit Committee's opinion
2022.03.17 The 13th meeting of the 2nd Term	1. Approved the 2021 Business Report, Financial Statement (including consolidated financial statement). 2. Approved the company's 2021 internal control system statement. 3. Approved of amendments to the company's "Procedures for Acquisition and Disposal of Assets". 4. Approved the amount of endorsements or guarantees made for subsidiary.	None	Approved by all Committee members present in the meeting. Submitted the 14th meeting of the 19th Term of the Board of Directors for resolution and proceed in accordance with the resolution of the Board.
2022.03.17 The 14th meeting of the 2nd Term	1. Approved the company's 2021 Business Report and proposal for earnings distribution.		According to Article 14-4 of the Securities and Exchange Act and Article 219 of the Company Act, the Audit Committee reviewed the various statements prepared by the board. Then submit an Audit Committee's Review Report at the meeting of shareholders.
2022.05.05 The 15th meeting of the 2nd Term	1. Approved the engagement and remuneration of the company's CPAs.		Approved by all Committee members present in the meeting. Submitted the 15th meeting of the 19th Term of the Board of Directors for resolution and proceed in accordance with the resolution of the Board.
2022.06.20 The 1st meeting of the 3rd Term	1. Approved the status of treasury shares transferring.		Approved by all Committee members present in the meeting. Submitted the 2nd meeting of the 20th Term of the Board of Directors for resolution and proceed in accordance with the resolution of the Board.
2022.08.08 The 2nd meeting of the 3rd Term	1. Approved the amendment to the company's internal audit implementation rules.		Approved by all Committee members present in the meeting. Submitted the 3th meeting of the 20th Term of the Board of Directors for resolution and proceed in accordance with the resolution of the Board.
2022.11.07 The 3rd meeting of the 3rd Term	1. Approved the amendment to the company's internal control system and internal audit implementation rules.		Approved by all Committee members present in the meeting. Submitted the 4th meeting of the 20th Term of the Board of Directors for resolution and proceed in accordance with the resolution of the Board.