

Audit Committee Operation

1. The Audit Committee is composed of 5 independent directors, who support the Board of Directors in upholding the quality and integrity of the Company through the implementation of relevant accounting, auditing, financial reporting procedures and financial controls.
2. The professional qualifications and experience of members of the Audit Committee

Name	Professional qualifications and Experience	Remarks
Su-ming Lin	<ol style="list-style-type: none"> 1. Ph.D., Accounting, Arizona State University, USA 2. Current Position: Professor, Department of Accounting, College of Management, National Taiwan University 3. Previous Work Experiences: Chairperson, Department of Accounting, National Taiwan University 4. Chairman of the Company's Audit Committee and member of the Company's Compensation Committee and Corporate Strategy Committee 5. Areas of Research/Expertise: Accounting, Finance, Tax Laws, International Taxation 6. Obtained Certified Public Accountant Certificate from Ministry of Examination for Professional and Technical Exams, and qualified with the requirements of at least 5 years of work experience as an instructor in a public or private university in an accounting related department with necessary professional expertise for accounting and the business of the Company 7. Not been a person of any conditions defined in Article 30 of the Company Act. 	Chairman of the 10th Audit Committee
Yu-Fen Lin	<ol style="list-style-type: none"> 1. Double degree of L.L.B. and B.A., National Taiwan University 2. Current Position: Managing Partner, Lex & Honor Law Offices 3. Previous Work Experiences: Partner, Kao & Partners, Attorneys-at-Law, Investment Lawyer, Lee & Li Attorneysat-Law 4. Chairperson of the Company's Compensation Committee and member of the Company's Audit Committee 5. Areas of Research/Expertise: Legal areas, including International Investment, Corporate Investment, Financial, Banking and Electronic Payment, as well as Public Law 6. Qualified with the requirement of practicing lawyer 	

	<p>and at least 5 years of work experience in law and other necessary expertise for the business of the Company</p> <p>7. Not been a person of any conditions defined in Article 30 of the Company Act.</p>	
Chung Chin Lu	<ol style="list-style-type: none"> 1. Ph.D., Electrical Engineering, University of Southern California, USA 2. Current Position: Professor, Department of Electrical Engineering, National Tsing Hua University 3. Previous Work Experiences: Chair, Electrical Engineering Department, National Tsing Hua University 4. Member of the Company's Audit Committee and Corporate Strategy Committee 5. Areas of Research/Expertise: Digital Communications, Error-correcting Codes, Systems Bioinformatics, Quantum Computation and Quantum Communications, Machine Learning 6. Qualified with the requirement of at least 5 years of work experience as an instructor at a public or private university with necessary professional expertise for the business of the Company 7. Not been a person of any conditions defined in Article 30 of the Company Act. 	
Yi-Chin Tu	<ol style="list-style-type: none"> 1. Master, Computer Science and Information Engineering, National Taiwan University 2. Current Position: Chairman and Co-Founder of Taiwan AI Labs & Foundation, Computer Software Industry 3. Previous Work Experiences: <ol style="list-style-type: none"> (1) Chief R&D Officer, Asia Pacific region of Microsoft, leading the development of artificial intelligence services. (2) Principal Development Manager in Microsoft Artificial Intelligence & Research group. (3) Founder, non-profit open-source organization of BBS club of PTT. 4. Member of the Company's Audit Committee and Corporate Strategy Committee 5. Areas of Research/Expertise: Artificial Intelligence(AI), AI Data Governance, Software Platform R&D and Digital Talent Incubation 6. Qualified with the requirements of at least 5 years of work experience in commerce and other necessary expertise for the business of the Company 7. Not been a person of any conditions defined in Article 30 of the Company Act. 	
Chia-Chung Chen	<ol style="list-style-type: none"> 1. Master, Agricultural Economics, National Taiwan University. 	

	<p>2. Current Position: Director, Mospec Semiconductor Corporation.</p> <p>3. Previous Work Experiences:</p> <p style="padding-left: 20px;">(1) CEO, E. SUN Bank (China)</p> <p style="padding-left: 20px;">(2) Chairman, E.SUN Securities Co., Ltd.</p> <p style="padding-left: 20px;">(3) Deputy President, E.SUN Securities Co., Ltd., responsible for overseeing corporate risk management</p> <p>4. Member of the Company's Audit Committee, Compensation Committee and Corporate Strategy Committee.</p> <p>5. Areas of Research/Expertise: Digital Finance, Strategic Planning, Operational Management, Risk Management and Corporate Governance</p> <p>6. Qualified with the requirements of at least 5 years of work experience in commerce and other necessary expertise for the business of the Company</p> <p>7. Not been a person of any conditions defined in Article 30 of the Company Act.</p>	
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(1) The Audit Committee held 10 meetings by the end of December 2023, including four temporary meetings, in which the primary considerations include:

- Adoption or amendment of internal control system in accordance to Article 14-1 of the Securities and Exchange Act, including relevant policies and procedures.
- Assessment of the effectiveness of the internal control system.
- Adoption or amendment of 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 of others, pursuant to Article 36-1 of the Securities and Exchange Act.
- Conflicts of interest on behalf of the directors.
- Material asset or derivatives transactions.
- Material monetary loans, endorsements, or provisions of guarantee.
- The offering, issuance, or private placement of any equity-type securities.
- The hiring or dismissal of a CPA, or the compensation given thereto, including independence and performance evaluation.

- The appointment or discharge of a financial, accounting, or internal auditing supervisor.
- Annual financial reports, including accounting policies and procedures.
- The matters regulated by the Business Mergers and Acquisitions Act.
- The first to the third quarter financial reports.
- Communications and discussions with CPAs.
- Resolutions of potential differences of opinions between Company management and CPAs.
- Discussing and reporting other financial information and required disclosures under the U.S. Securities Exchange Act between Company management and CPAs.
- Approving the CPA firm's annual audit and non-audit services.
- Any other material matter so required by the Company or relevant authorities.

(2) Review financial reports

The Board of Directors prepared the 2022 annual operational report, financial statements, and earnings distribution proposals, among which the financial statements have been verified by Deloitte & Touche, and a verification report has been issued. The above-mentioned operational report, financial statement and earnings distribution proposal have been reviewed by the Audit Committee, which found no discrepancies.

(3) Assess the effectiveness of the internal control system

The audit committee evaluated the effectiveness of the Company's internal control system policies and procedures (including financial, operational, risk management, information security, outsourcing, legal compliance and other control measures), and reviewed the Company's audit department, visa accountants, and management's regular report, including risk management and compliance. In regard to the internal control system (Internal Control-Integrated Framework) issued by The Committee of Sponsoring Organizations of the Treadway Commission (COSO), the Audit Committee deems the Company's risk management and internal control systems to be effective, having adopted necessary control mechanisms to

monitor and correct violations.

(4) Appoint visa accountant

The Audit Committee has the responsibility of supervising the independence of the visa accountant firm to ensure the fairness of the financial statements. With the exception of tax-related services or specially approved items, visa accountant firms cannot provide other services to the Company. The Audit Committee must approve all services provided by the visa accountants. To ensure the independence of the visa accountant firm, the Audit Committee develops an independent evaluation form that refers to Article 47 of the Accountants Act and the Bulletin of the Professional Ethics of Accountants No.10, "Integrity, Impartiality, Objectivity, and Independence." The form assesses the independence of accountants, professionalism and competence, related parties, and mutual business or financial interests, in addition to other projects. On August 3, 2022, the 1st meeting of the 10th Audit Committee and on August 5, 2022, the 2nd meeting of the 10th Board meeting, reviewed and approved Deloitte & Touche Certified Public Accountants Yih-Shin Kao and Mei Yen Chiang, both of whom met the independence assessment standards and were qualified to serve as the Company's financial and tax accountants. To enhance corporate governance, On December 20, 2023, the 9th meeting of the 10th Audit Committee and on December 22, 2023, the 5th temporary meeting of the 10th Board meeting, approved the change of accounting firm to KPMG Certified Public Accountants.

4. Operational status of Audit Committee

Date of Audit Committee Meetings	Contents of the Motion	Matters cited in Article 14-5 of the Securities and Exchange Act	Dissenting opinions, reservations or major recommendations of independent directors	Other matters that were not approved by the Audit Committee but were approved by more than two-thirds of all directors
February 22, 2023 (10-4)	1. The Company's 2022 Internal Control Statement comply with the domestic regulations and the Sarbanes-Oxley Act.	V	-	-
	2. The Company's 2022 operational report and financial statements.	V	-	-
	3. Amendment to the	V	-	-

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	Company's Internal Control System.			
	4. Satellite Succession Plan.	V	-	-
	5. Supplementary Agreement for Land Lease of Yangmei Renmei.	V	-	-
	Audit Committee resolution results : Approved by all independent directors in attendance.			
	The Company's response to the audit committee's recommendations: Approved by all board directors in attendance from the 5th meeting of 10th Board (Feb 24, 2023)			
May 8, 2023 (10-6)	1. The Company's financial statements for the 1st quarter of 2023.	V	-	-
	2. Amendment to the Company's Guidelines for Investment Transfer Operations.	V	-	-
	3. Amendment to the Company's Financial Business Operation Guidelines for Related Parties.	V	-	-
	Audit Committee resolution results : Approved by all independent directors in attendance.			
	The Company's response to the audit committee's recommendations: Approved by all board directors in attendance from the 6th meeting of 10th Board (May 10, 2023)			
August 7, 2023 (10-7)	1. The Company's financial statements for the 2nd quarter of 2023.	V	-	-
	2. Selection of the company's visa accounting firm.	V	-	-
	3. Binjiang IDC Data Center Construction Project.	V	-	-
	4. Release of non-competition restrictions on the company's director.	V	-	-
	Audit Committee resolution results : Approved by all independent directors in attendance.			
The Company's response to the audit committee's recommendations: Approved by all board directors in attendance from the 7th meeting of 10th Board (August 9, 2023)				

Date of Audit Committee Meetings	Contents of the Motion	Matters cited in Article 14-5 of the Securities and Exchange Act	Dissenting opinions, reservations or major recommendations of independent directors	Other matters that were not approved by the Audit Committee but were approved by more than two-thirds of all directors
October 19, 2023 (10-4 Temporary meeting)	1. No.11205 Investment.	V	-	-
	Audit Committee resolution results : Approved by all independent directors in attendance.			
	The Company's response to the audit committee's recommendations: Approved by all board directors in attendance from the 8th meeting of 10th Board (November 8, 2023)			
November 6, 2023 (10-8)	1.The Company's financial statements for the 3rd quarter of 2023.	V	-	-
	2.Appointment of the company's visa accounting firm.	V	-	-
	3.CPA duties and compensation for 2024.	V	-	-
	Audit Committee resolution results : Approved by all independent directors in attendance.			
	The Company's response to the audit committee's recommendations: Approved by all board directors in attendance from the 7th meeting of 10th Board (November 8, 2023)			
December 20, 2023 (10-9)	1.Reappointment of the company's visa accounting firm.	V	-	-
	2.Release of non-competition restrictions on the company's director.	V	-	-
	Audit Committee resolution results : Approved by all independent directors in attendance.			
	The Company's response to the audit committee's recommendations: 1.Approved by all board directors in attendance from the 5th temporary meeting of 10th Board (December 22, 2023) 2.Will report at the 9th meeting of 10th Board (January 26, 2024).			