



Operations and Major resolutions of the Audit Committee in 2023

Audit committee attendance:

1. The company's audit committee consists of 3 people, composed of all independent directors. New elected Independent Directors are Mr. Y.J. Ding, Mr. Y.L. Su and Ms. J.C. Hsieh.
2. The term for this (second) term of committee members: from June 27, 2023 to June 26, 2026. The Audit Committee has held 5 meetings in the last (2023) years. The membership qualifications and attendance status are as follows:

Title	Name	Number of times to attend (A)	Actual attendance (B)	By Proxy	attendance (%) (B/A)
convener /Ind. Director	Y.J. Ding	5	5	0	100%
member/ Ind. Director	*S.G. Wang	2	2	0	100%
member/ Ind. Director	Y.L. Su	5	5	0	100%
member/ Ind. Director	*J.C. Hsieh	3	3	0	100%
Summary		15	15	0	100%

* member/ Ind. Director Mr. S.G. Wang was resigned on June 27, 2023.

* member/ Ind. Director Ms. J.C. Hsieh was on board on June 27, 2023.

Operations of the Audit Committee:

Annual key points :

The Audit Committee of the company is composed of 3 independent directors. The Audit Committee aims to assist the board of directors in supervising the company's quality and integrity in the implementation of related accounting, auditing, financial reporting processes and financial control.

The Audit Committee held 5 meetings in 2023, and the main items considered were :

- (1). Establish or amend the internal control system in accordance with Article 14-1 of the Securities and Exchange Act.
- (2). Evaluation of the effectiveness of the internal control system.
- (3). In accordance with the provisions of Article 36-1 of the Securities and Exchange Act, establish or amend the procedures for the acquisition and disposal of assets, derivative commodity transactions, Loaning Funds to Others, Guarantees Endorsements.
- (4). Matters with the director's own interests.
- (5). Major asset or derivative commodity transactions.
- (6). Major Loaning Funds, endorsements or guarantees.
- (7). Raising, issuing or private placement of equity securities.
- (8). Appointment, dismissal or remuneration of certified accountants.
- (9). Appointment and dismissal of Financial, Accounting or internal audit supervisors.
- (10). Annual financial report signed or stamped by the chairman, manager and accounting supervisor, and the Q2 financial report subject to verification by accountants.
- (11). Other important matters specified by the company or the competent authority.

Review financial reports:



Since the establishment of the Audit Committee on 2020.6.19, the board of directors has since prepared the company's 2020-year interim and quarterly financial statements, among which the financial statements have been verified or reviewed by PwC, and a review report has been issued. The above-mentioned financial statements have been reviewed by the Audit Committee and found that there is no discrepancy.

Assess the effectiveness of the internal control system:

The Audit Committee evaluated the effectiveness of the company's internal control system strategies and procedures (including financial, operational, risk management, information security, outsourcing, legal compliance and other control measures), and reviewed the regular Reports including risk management and compliance from company's audit department, certified accountants, and managements. Refer to the internal control system published by The Committee of Sponsoring Organizations of the Treadway Commission (COSO) in 2013 - Internal Control-Integrated Framework. The Audit Committee recognized that the company's risk management and internal control systems are effective. The company has adopted necessary control steps to monitor and correct violations.

Ensure the independence of accounting firms:

The Audit Committee ensures the independence of accounting firms through an evaluation process. This assessment is based on Article 47 of the Accountants Act and the Accountant Professional Ethics Bulletin No. 10 "Integrity, Fairness, Objectivity and Independence." The committee assesses the independence, professionalism, and competency of the accountants by considering factors such as their relationship with the company, any business or financial interests they may have with the company, and other relevant criteria.

The assessment is conducted annually, and the committee refers to audit quality indicators (AQIs) provided by the accounting firm. These indicators assess various aspects of the accounting firm's professionalism, quality control, independence, supervision, and innovation capabilities. The AQIs cover areas such as the audit team's experience, training, staff turnover rate, professional support, workload, audit investment hours, audit quality, quality control support capabilities, non-audit services, years of providing audit services, external inspections, improvement letters from authorities, and plans to enhance audit quality.

Additionally, the assessment takes into account the size and reputation of the accounting firm, the nature and extent of non-audit services provided, public funding of audit visas, peer reviews, legal litigation cases, and interactions with management and internal audit supervisors. The accountants and their firms are invited to provide relevant information and a statement confirming their detached independence and verification work. The information is verified by the company's headquarters and evaluated by the audit committee.

Major resolution of the Audit Committee:

Board of Directors	Audit Committee	Proposal and processing	Matters listed in 14-5 of the Securities and Exchange Act	Resolutions that have not been approved by the Audit Committee but approved by more than 2/3 of all directors		
the 19 th meeting of the 8 th term (2023.3.21)	the 12 th meeting of the 1 st term (2023.3.21)	1. Acknowledge the Consolidated report and Business report for 2022	V	None		
		2. Approved the assessment of the independence of the auditors.	V	None		
		3. Approved to formulate the company's "Non-Assurance Services Concurrence Guideline".	V	None		
		4. Approved the declaration of internal control system of Year 2022.	V	None		
		5. Approved the case of Endorsement guarantee.	V	None		
		Audit Committee resolution (2023.3.21): Proposals 1, 2, 3, 4 and 5 were approved by all the directors present at the Audit Committee.				
		Follows up for Audit Committee resolutions: Proposals 1, 2, 3, 4 and 5 were approved by all the directors present at the board of directors.				
the 20 th meeting of the 8 th term (2023.5.8)	the 13 th meeting of the 1 st term (2023.5.8)	1. Q1 Consolidated report for 2023	V	None		
		Resolution of the Audit Committee (2023.5.8): Proposals 1, 2 and 3 were approved by all the directors present at the Audit Committee.				
		Follows up for Audit Committee resolutions: Proposals 1, 2 and 3 were approved by all the directors present at the board of directors.				
the 2 nd meeting of the 9 th term (2023.8.7)	the 1 st meeting of the 2 nd term (2023.8.7)	1. Acknowledged the Q2 consolidated financial statements of Year 2023.	V	None		
		2. Renewed the new capital loans of USD572,370.29 and USD1,130,500.04 to related parties AblereX Latam Corporation and AblereX Electronics Italy Srl respectively from April to July 2023.	V	None		
		3. Approved the renew of loan to the related party AblereX Latam Corporation.	V	None		
		4. Approved the case of Endorsement guarantee.	V	None		
		Audit Committee resolution (2023.8.7): Proposals 1, 2, 3 and 4 were approved by all the directors present at the Audit Committee.				
		Follows up for Audit Committee resolutions: Proposals 1, 2, 3 and 4 were approved by all the directors present at the board of directors.				
the 3 rd meeting of the 9 th term (2023.11.6)	the 2 nd meeting of the 2 nd term (2023.11.6)	1. Acknowledged the Q3 consolidated financial statements of Year 2023.	V	None		
		2. Discussed and approved the Annual audit plan for year 2024.	V	None		

Board of Directors	Audit Committee	Proposal and processing	Matters listed in 14-5 of the Securities and Exchange Act	Resolutions that have not been approved by the Audit Committee but approved by more than 2/3 of all directors		
		3. Approved the amendment to the "Risk management policies and procedures".	V	None		
		4. Approved the amendment to "Information Cycle CC-110 Control Operations of Information Security Inspection".	V	None		
		5. Approval of new capital loans to related parties AblereX Latam Corporation and AblereX Electronics Italy Srl respectively from August to September 2023.	V	None		
		Resolution of the Audit Committee (2023.11.6): Proposals 1, 2, 3, 4 and 5 were approved by all the directors present at the Audit Committee.				
		Follows up for Audit Committee resolutions: Proposals 1, 2, 3, 4 and 5 were passed by all the directors present at the board of directors.				
the 4 th meeting of the 9 th term (2023.12.25)	the 3 rd meeting of the 2 st term (2023.12.25)	1. Approved of new capital loans to related parties, AblereX Latam Corporation and AblereX Electronics Italy Srl respectively from October to November 2023.	V	None		
		Resolution of the Audit Committee (2023.12.25): Proposals 1 has been approved by all the directors present at the Audit Committee.				
		Follows up for Audit Committee resolutions: Proposals 1 has been approved by all the directors present at the board of directors.				