

Stock Code: 5291

EISO ENTERPRISE CO., LTD.

Handbook for the 2024 Annual General Meeting of Shareholders

Meeting Date: Wednesday, June 26, 2024

**Place: At 4th floor No. 2, Zhonghua Lane, Shanying Road,
Guishan District, Taoyuan City, Taiwan.**

Convening Method: Physical shareholders meeting

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EISO ENTERPRISE CO., LTD.

**Procedure for the 2024 Annual Meeting of
Shareholders**

Call the Meeting to Order

Chairperson Takes Chair

Chairperson Remarks

Reported Matters

Proposals

Discussion

Extemporaneous Motions

Adjournment

EISO ENTERPRISE CO., LTD.

Meeting Agenda

Time: 9:00 a.m. on Wednesday, June 26, 2024

**Location: No.2,Jhonghua Lane, Shanying Rd., Gueishan Dist.,
Taoyuan City Taiwan.**

1. Call the Meeting to Order.

Chairperson Remarks

2. Reported Matters

- (1) To report the business of 2023.
- (2) Audit Committee's Review Report on the 2023 Financial Statements.
- (3) Report on the Remuneration of employees and directors in 2023.
- (4) Report on the distribution of cash dividends in 2023.
- (5) Report on Amending the Rules of Procedure of the Board of Directors.
- (6) Report on Loaning of Company Funds to Others in 2023.

3. Acknowledged Matters

- (1) Adoption of the 2023 Business Report and Financial Statements.
- (2) Adoption of the surplus earning distribution proposals of 2023.

4. Matters for Discussion:

- (1) Cash distribution from capital surplus**

5. Extemporaneous Motions

6. Adjournment

[Reported Matters]

Case 1 : To report the business of 2023.

Explanation:

Please refer from page 9 to page 13 (Attachment I) in the handbook for the 2023 business report of company.

Case 2: Audit Committee's Review Report on the 2023 Financial Statements.

Explanation:

Please refer to page14 (Attachment II) in the handbook for the 2023 Audit Committee's Review Report.

Case 3: Report on the Remuneration of employees and directors in 2023.

Explanation:

1. The board of directors has approved the distribution of remuneration of employees and directors in 2023 on March 8th, 2024.
- 2.. The total amount of remuneration of employees is of NT\$ 1,800,000 and the total amount of remuneration of directors is NT\$ 900,000. Distributed by cash, which accounted for 8% and 4% of the profit in 2023.
- 3.Please refer to page15 (Attachment III) in the handbook for the directors' remuneration distribution table.

Case 4: Report on the distribution of cash dividends in 2023.

Explanation:

1. According to Article 19-1 of the Articles of Incorporation, which authorizes the Board of Directors to distribute all or part of dividends and bonuses in the form of cash, by way of a special resolution, and shall report it to the annual shareholders' meeting.
2. Proposed cash dividend of NT\$ 0.3 per share on the Company' s common shares (with amount of less than NT\$1 unconditionally rounded down. The sum of fractional amount goes to other income of the company). Hence, the cash dividend is NT\$ 12,277,682.
3. After the case is approved by the Board of Directors and the chairman is authorized to establish the target date of dividend distribution, payment day and other relevant matters.

Case 5: Report on Amending the Rules of Procedure of the Board of Directors.

Explanation:

1. Since the Securities and Exchange Act in June 2023 revised the relevant regulations on auditing and board of directors, it is planned to revise the rules of procedure of the company's board of directors.
2. For the comparison table of the revised provisions of the Board of Directors' Rules of Procedure, Please refer from page16 to page18 (Attachment IV) in the handbook.

Case 6: Report on Loaning of Company Funds to Others in 2023.

Explanation:

Accordance to the loaning of company funds operation procedure.

Unit: Amount in thousands of New Taiwan Dollars

Financings Provided	Borrowing Company	Nature of Financing	Maximum Balance for the Period	Ending Balance	Note
EISO ENTERPRISE Co., Ltd.	Ei Cheng Construction Co., Ltd.	Needs for short-term financing	40,000	40,000	Ei Cheng Construction Co., Ltd. has short-term funding needs and borrows from our company with an interest rate range of 2%.
EISUN (Suzhou) Electronics Co., Ltd.	Yijiaanli Electronics Co., Ltd. (Shenzhen)	Needs for short-term financing	6,324	6,069	The sub-company Yijiaanli Electronics Co., Ltd. (Shenzhen) has a need for working capital to borrow from the sub-company EISUN (Suzhou) Electronics Co., Ltd., with an interest rate range of 2%

Note: The total amount of the company's funds and loans shall not exceed 40% of the company's latest financial report net worth. For companies that need short-term financing, the individual loan amount shall not exceed 30% of the company's latest financial report net worth. The total amount of loans and individual loan amounts of Eisun (Suzhou) Electronics Co., Ltd. shall not exceed 80% of the net value of the most recent financial report of Eisun (Suzhou) Electronics Co., Ltd.

[Proposals Matters]

Case 1: Proposed by Board of Directors

Cause: Adoption of the 2023 Business Report and Financial Statements.

Explanations:

1. EISO Company' s 2023 Financial Statements in accordance with the Company Act Completed and have been audited by independent auditors, Cherry Huang and Eden Sin of Deloitte & Touche Firm and the audit report by independent auditors.
2. The 2023 Business Report and Financial Statements have been approved by the Board and examined by the Company' s audit committee, and the above-mentioned Financial Statements are attached hereto as refer from page 19 to page 32 (Attachment V).

Resolution:

Case 2: Proposed by Board of Directors

Cause: Adoption of the surplus earning distribution proposals of 2023.

Explanations:

1. In accordance with the Articles of Incorporation by the Board Meeting and examined by the Company' s audit committee has adopted a Proposal for earnings distribution of 2023 table. Please refer to the 2023 Earnings distribution table below.

EISO ENTERPRISE CO., LTD.

Earnings distribution table

Year of 2023

TEMS	AMOUNT (NT\$)
Undistributed surplus at the beginning of the period	251,519,501
Add: net profit after tax in 2023	13,913,729
Less: Recognizing changes in related enterprises using the equity method	(3,297,126)
Less: 10% legal reserve	(1,061,660)
Less: Provision of special reserves	(1,636,329)
Distributable net profit	259,438,115
Distributable items: Cash Dividend to shareholders (NT\$ 0.3 per share)	(12,277,682)
Unappropriated retained earnings	247,160,433

Note :

1. It is planned to allocate a cash dividend of NT\$ 0.3 per share from this earnings distribution case, and in the case of distributing cash from capital reserves, a cash dividend of NT\$ 0.5 per share will be allocated from capital reserves, for a total cash allocation of NT\$ 0.8 per share.
2. The earnings distribution all amount from net profit after tax in 2023.

Chairman : CHIEN JUNG KUN President : LEE, SHANG-CHIH

Accounting Supervisor : WU, HUI-CHUAN

Resolution:

[Discussion Matters]

Case 1: Proposed by Board of Directors

Cause: Cash distribution from capital surplus.

Explanations :

1. The cash distribution from the capital surplus in excess of par value is NT\$ 20,462,803. According to the shares held by each shareholder in the shareholders' register on cash distribution record date, the cash distribution to common shareholders is NT\$0.5 per share. The cash distribution is calculated limited to NT\$1 (rounded down below NT\$1). The rounded down amounts are recognized as the Company' s other income.
2. After this case is approved by the regular meeting of shareholders, the chairman of the board of directors is authorized to set ex-dividend date, payment date and other related matters for capital reserve cash distribution.
3. Due to the changes of outstanding shares caused by the Company' s subsequent events such as exercise of employee stock option certificates or others, the cash distribution per share might be affected. The Chairman is authorized by the shareholders' meeting to adjust the distribution.

Resolution :

[Extemporary Motions]

[Adjournment]

[Attachments]

Attachment 1

EISO ENTERPRISE CO., LTD.

2023 Business Report

Dear Shareholders,

The summary of the business results of 2023 and the outlook for 2024 is as follows:

1. Business results

The specific achievements of 2023 are summarized as follows:

- (1). According to estimates by research firm Prismark, global PCB output value in 2023 will be US\$78.367 billion, down 4.13% from US\$81.741 billion in 2022, but will return to year-on-year growth from 2024, with an average annual compound growth rate of 3.8% from 2023 to 2027.
- (2). The bicycle industry began to be affected by the epidemic, the Russo-Ukrainian war, and rising inflation in the third quarter of 2022. Bicycle shipments exceeded actual demand, causing serious inventory backlogs in various European and American bicycle and parts factories. The original off-peak season and delivery time were Changes have caused the overall industry performance to decline by 15% in 2023. Although the unit price of bicycles has increased by 20% and the unit price of e-bikes has increased by 40%, it still cannot offset the decline in inventory depletion. It is expected that it will take the second half of 2024 for the industry to return to normal levels before normal sales can begin.
- (3). In 2023, the company's profits were reduced compared with the previous year due to the delay in shipments of electric-assisted bicycles and mobile lighting orders and the reduction in PCB business volume.

The following is a summary of the operating data for 2023:

(1) Business plans and implementation results

The consolidated revenue of the company in 2023 was NT\$945,035 thousand, a decrease of 38.87% compared to NT\$1,545,909 thousand in 2022. The consolidated net profit after tax was NT\$12,617 thousand in 2023, a decrease of 92.88% compared to NT\$177,124 thousand in 2022.

The company's financial operating performance in 2023 is as follows:

Unit: NT\$ thousands

Item \ Year	2022	2023	Differences %
Net sales	1,545,909	945,035	(38.87%)
Cost of Sales	1,164,742	753,648	(35.29%)
Gross profit	381,167	191,387	(49.79%)
Operating Expense	180,174	171,956	(4.56%)
Operating Income	200,993	19,431	(90.33%)
Non-operating income and expenses	23,438	(302)	(101.29%)
Pre-tax Income	224,431	19,129	(91.48%)
Net Income	177,124	12,617	(92.88%)

(2) Profitability analysis (Consolidated financial statements)

Analysis item		2022	2023
Financial structure	Debt to asset ratio (%)	30.81%	34.72%
	Long-term capital to property, plant and equipment (%)	268.30%	299.86%
Profitability	Return on assets (%)	11.24%	0.92%
	Return on shareholders' equity (%)	17.55%	1.22%
	Operating profit for paid-in capital ratio (%).	49.11%	4.75%
	Net income before tax accounted for paid-in capital ratio (%)	54.84%	4.67%
	Profit margin (%)	11.46%	1.34%
	Earnings per share (NT\$)	4.42	0.34

(3) Research and development status

The company continues to develop LED mobile high-illumination lamps, quick-release buckles, shelf lights, electric-assisted bicycles and application products, electric switch control, and smart instrument panels. In addition, the PCB division is developing high-aspect ratio thin wire processes, high-rise, high-density and thick board, ceramic plate manufacturing process and high-frequency materials, power board development

and quality improvement; in terms of optoelectronic brand products, we will actively invest in the design of bicycle turn lights, buckles, shelf lights, electric-assisted bicycles and wireless remote control turn lights, and deepen manufacturing technology.

2. The 2024 Business Plan

(1) Operating principles

- I. Diversified development strategy.
- II. Digital transformation and process improvement.
- III. Improvement of process and professional capabilities.
- IV. Establish standards for ESG sustainable operations.

(2) Major production and marketing strategies

- I. Implement the budget, reduce the input rate, establish digital database standards, semi-automate the process, and control quality to improve efficiency.
- II. Each business unit has established a profit sharing system to encourage performance growth..
- III. Improve professional capabilities and talent reserves to cultivate seed personnel, focusing on strong training, emphasis on results, diligent assessment, and emphasis on technology.
- IV. Develop new markets, diversify products, seek partners, and develop high-quality products.

3. Future Development Strategy

- (1) The PCB business has established the Internet of Things and semi-automated production, which has steadily increased process capabilities, reduced defective rates, improved efficiency, and increased product categories to improve performance.
- (2) The optoelectronics business develops products other than lights and bicycles, differentiates the domestic and foreign marketing markets, expands the domestic and foreign markets of E-BIKE and DOSUN through the growth of OEM and ODM performance, and increases production through semi-automatic assembly lines.
- (3) Looking for partners to invest in new ventures.

4. Impact of External Competitive Environment, Regulatory Environment, and Overall Operating Environment

(1) The impact of the overall economic environment

In 2023, global trade protection policies have seriously affected the reduction of global trade volume, and high-tech hegemony threatens chip wars, which has severely impacted electronics-related industries; in addition, climate risks have increased significantly, especially in Europe where net-zero carbon

emissions and carbon border taxes have been implemented Policies have forced countries to pay attention to greenhouse gases, resulting in changes in industrial economic policies. The surge in raw materials and energy basic metals has also contributed to global inflation, high costs and selling prices, and suppressed the economy. Fortunately, Taiwan plays a key role in the electronics industry and has benefited. The advance rollout of 5G equipment and electric vehicles has eased the original uncertainty that inhibited economic recovery and growth prospects. However, the outbreak of the Russia-Ukraine war in 2022 has affected the imbalance of global energy and raw material supply and has not ended. This has gradually changed. European basic industrial activities.

(2) The impact of external competitive environment

In terms of PCB, the localization of mainland China's industrial supply chain and the US-China trade have seriously cut off the two major technology production supply chains of the US and China. Taiwanese factories have gradually developed towards niche markets such as 5G, electric vehicles, industry and medical care, while taking into account regional politics. Risks require the establishment of necessary production bases in a friendly environment. In response to the integrated development of terminal communications and AI technology, Taiwan-funded manufacturers will test the scheduling and management capabilities of individual manufacturers. Only by continuing to increase investment in environmental protection and technology can they continue to stay ahead of competitors.

(3) Impact of regulatory environment

Global waste and carbon emission standards are becoming increasingly stringent, environmental, corporate governance and social sustainability management are on the rise. In addition, the passage of the Climate Change Response Act will impose carbon fees and increase the upgrading of energy, equipment and other infrastructure, resulting in increased human and material costs. , companies must adjust policies and organizational structures to cope.

(4) How our company responds

In addition to actively controlling costs and shifting to niche markets, increasing overseas business, innovating energy-saving products and adjusting production structures to reduce costs, the company develops new energy-saving businesses and continues to develop environmentally friendly and profitable products based on the concept of sustainable management.

Finally, on behalf of all employees of the company, I would like to thank all shareholders for their support and encouragement to EISO company and extend our sincerest gratitude.

Best Regards

Chairman : CHIEN JUNG KUN

President : LEE, SHANG-CHIH

Accounting Supervisor : WU, HUI-CHUAN

Attachment 2

EISO ENTERPRISE CO., LTD. Audit Committee's Review Report

The Board of Directors has prepared the Company's 2023 Business Report, Financial Statements, and proposal for allocation of earnings.. The CPA firm of the Deloitte & Touche, were retained to audit Financial Statements and had issued the unqualified-standard wording audit report. The Business Report, Financial Statements, and earning distribution proposal have been reviewed and determined to be correct and accurate by the Audit Committee. According to Article 14.4 of the Securities Exchange Act and Article 219 of the Company Law, we hereby submit this report.

To the 2024 Annual Shareholders' Meeting

EISO ENTERPRISE CO., LTD.

Audit Committee Convener : Huang Juei Hao

Date: March 8, 2024

Attachment 3

EISO ENTERPRISE CO., LTD. Directors' remuneration distribution table

	Metrics	Director Performance Evaluation Indicator Project List in 2023							2023	2023
	The proportion	40%	10%	10%	10%	10%	10%	10%	Performance Calculation	Individual Director Remuneration
Director	Specific indicators / Director Name	1. Director attendance at board meetings	2. Directors attending shareholders' meetings	3. Compliance with directors' avoidance of interests	4. Achieve the required training hours for directors every year	5. Directors fill in the performance review form	6. Directors fill out the board performance appraisal self-evaluation questionnaire	7. Directors' monthly declaration of changes in shareholdings/pledges has no defects	Full year subtotal	Total amount NT\$ 90 0,000
1	CHIEN JUNG KUN	40	0	10	10	10	10	10	90.0	94,187
2	CHUNG, CHIN-CHUAN	40	0	10	10	10	10	10	90.0	94,186
3	LEE, SHANG-CHIH	40	10	10	10	10	10	10	100.0	104,651
4	CHEN, LU-YEH	40	10	10	10	10	10	10	100.0	104,651
5	CHUANG, CHU-WEI	40	0	10	10	10	10	10	90.0	94,186
6	CHIEN, YING-YING	40	10	10	10	10	10	10	100.0	104,651
Independent	HUANG, JUEI-HAO	40	10	10	10	10	10	10	100.0	104,651
Independent	LEE, CHUAN-TE	40	10	10	10	10	10	10	100.0	104,651
Independent	LIN, WEI-HUNG	40	0	10	10	10	10	10	90.0	94,186
	Explain :							Total average	95.6	900,000

- (1) The remuneration distribution method for directors in 2023 is that in addition to the fixed remuneration paid to each independent director, if there is a balance left after the profits of the year are reserved in advance to make up for the losses, no more than 5% will be used as the remuneration of all directors in accordance with the articles of association.
- (2) The remuneration distribution of individual directors is based on the proportion of the performance evaluation standard to the total performance score of all directors.
- (3) The 2023 director performance evaluation form and remuneration distribution were submitted to the board of directors for approval based on the resolution of the Salary and Remuneration Committee on March 8, 2024.

Attachment 4

EISO ENTERPRISE CO., LTD.

The comparison table before and after the amendments to the rules of procedure of the Board of Directors

Articles	Amended provisions	Current provisions	Remark
Article 5	<p>When the board of directors meets via video conference, directors who participate in the meeting via video conference are deemed to be present in person. The video and audio data are part of the minutes and should be properly preserved during the company's existence. The chairman of the board of directors shall declare a meeting to be convened when the meeting time has expired and more than half of the directors are present. If half of all directors are not present at the time of the meeting, the chairman may announce the postponement of the meeting on the same day. The number of postponements is limited to two times. If the meeting is still insufficient after two postponements, the chairman may postpone the meeting according to Article 2, Section 2. Reconvene according to the procedures specified in this paragraph. The total number of directors referred to in the preceding paragraph and paragraph 2 of Article 13, paragraph 3, shall be</p>	<p>When the board of directors meets via video conference, directors who participate in the meeting via video conference are deemed to be present in person. The video and audio data are part of the minutes and should be properly preserved during the company's existence. The chairman of the board of directors shall declare a meeting to be convened when the meeting time has expired and more than half of the directors are present. If half of all directors are not present at the time of the meeting, the chairman may announce the postponement of the meeting. The number of postponements is limited to two times. If the meeting is still insufficient after two postponements, the chairman may postpone the meeting in accordance with the provisions of Article 2, Paragraph 2. The procedure is reconvened. The total number of directors referred to in the preceding paragraph and paragraph 2 of Article 13, paragraph 3, shall be calculated based on those</p>	<p>In order to avoid disputes caused by the undetermined extended meeting time of the board of directors, if the number of attendees is insufficient, the chairman may announce that the postponement of the meeting will be limited to that day.</p>

	calculated based on those who are actually in office.	who are actually in office.	
Article 9	<p>Each director has one vote; unless otherwise provided by the Securities and Exchange Law and the Company Law, resolutions of the board of directors must be attended by more than half of the directors and must be approved by more than half of the directors present.</p> <p>The board of directors shall conduct its proceedings in accordance with the procedures scheduled in the meeting notice. However, it may be changed with the consent of more than half of the directors present.</p> <p>The chairman shall not declare a meeting to adjourn without the consent of more than half of the directors present.</p> <p>During a board meeting, if the number of directors present does not constitute a majority of the directors present, upon the proposal of the directors present, the chairman shall declare the meeting to be suspended, and the provisions of Paragraph 2 of Article 5 shall apply mutatis mutandis.</p> <p>If the chairman is unable to preside over the meeting for some reason while the board meeting is in progress, the selection and appointment of his agent shall be</p>	<p>Each director has one vote; unless otherwise provided by the Securities and Exchange Law and the Company Law, resolutions of the board of directors must be attended by more than half of the directors and must be approved by more than half of the directors present.</p> <p>The board of directors shall conduct its proceedings in accordance with the procedures scheduled in the meeting notice. However, it may be changed with the consent of more than half of the directors present.</p> <p>The chairman shall not declare a meeting to adjourn without the consent of more than half of the directors present.</p> <p>During a board meeting, if the number of directors present does not constitute a majority of the directors present, upon the proposal of the directors present, the chairman shall declare the meeting to be suspended, and the provisions of Paragraph 2 of Article 5 shall apply mutatis mutandis.</p> <p>When there are amendments or substitutions to the same motion, the chairman shall determine the order of voting based on the original motion. However, if one of</p>	<p>In the actual conduct of board meetings, if the chairman is unable to preside over the meeting for some reason, in order to avoid affecting the operation of the board of directors, the method for selecting the proxy of the board chairman is clearly defined.</p>

	<p>governed by the provisions of Article 3, Paragraph 2. When there are amendments or substitutions to the same motion, the chairman shall determine the order of voting based on the original motion. However, if one of the motions has been passed, the other motions will be deemed to have been rejected and no further vote is required.</p> <p>For voting on motions, the chairman may designate counting personnel to count the votes, and all directors present shall serve as scrutineers.</p> <p>The results of the voting shall be reported on the spot and recorded.</p>	<p>the motions has been passed, the other motions will be deemed to have been rejected and no further vote is required.</p> <p>For voting on motions, the chairman may designate counting personnel to count the votes, and all directors present shall serve as scrutineers.</p> <p>The results of the voting shall be reported on the spot and recorded.</p>	
Article 17	<p>These rules were established on May 17, 2010.</p> <p>First revised on December 26, 2012.</p> <p>The second revision was on March 22, 2018.</p> <p>The third revision was on February 24, 2020.</p> <p>The fourth revision was on March 9, 2022.</p> <p>The fifth revision will be on November 4, 2022.</p> <p><u>The sixth revision will be on November 8, 2023.</u></p>	<p>These rules were established on May 17, 2010.</p> <p>First revised on December 26, 2012.</p> <p>The second revision was on March 22, 2018.</p> <p>The third revision was on February 24, 2020.</p> <p>The fourth revision was on March 9, 2022.</p> <p>The fifth revision will be on November 4, 2022.</p>	Add revision date

Attachment 5

Independent Auditors' Report and 2023 Financial Statements INDEPENDENT AUDITORS' AUDIT REPORT

To EISO Enterprise CO., Ltd.:

Audit opinion

We have audited the financial statements of EISO Enterprise CO., Ltd., which comprise the Parent Company Only Statement of Financial Position as of December 31, 2023 and December 31, 2022, the Parent Company Only Statement of Comprehensive Income from January 1 to December 31, 2023 and from January 1 to December 31, 2022, Parent Company Only Statement of Change in Equity, Parent Company Only Statement of Cash Flows, and Notes to Parent Company Only Financial Statement (including a summary of significant accounting policies).

In our opinion, the accompanying parent company only financial statements are properly drawn up in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Financial Reporting Standards (IFRS), International Accounting Standards (IAS), International Financial Reporting Interpretations Committee (IFRIC), and Standing Interpretations Committee (SIC) (hereinafter referred to as IFRSs) recognized and announced effectiveness by Financial Supervisory Commission (hereinafter referred to as FSC) so as to give a true and fair view of the parent company only financial position of EISO Enterprise CO., Ltd. as of December 2023 and 2022 and of the financial performance, changes in equity and cash flows of EISO Enterprise CO., Ltd. from January 1 to December 31, 2023 and 2022.

Basis for audit opinion

We conducted our audit in accordance with Regulations Governing Auditing and Attestation of Financial Statements by Certified Public Accountants and Generally Accepted Auditing Standards. Our responsibilities under those standards are further described in the 'Accountant's responsibilities for the audit of the financial statements' section of our report. We are independent of EISO Enterprise CO., Ltd. in accordance with the Accounting and Corporate Regulatory Authority Code of Professional Conduct and Ethics for Public Accountants and Accounting Entities, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key audit matter

The key audit matter is which that, in our professional judgment, is most significant to our review of the parent company only financial statements of EISO Enterprise CO., Ltd. for 2023. Such matter has been considered in the process of examining the parent company only financial statements taken as a whole and forming an opinion thereon, and we do not express an opinion on the matter individually.

The following is the description of the key audit matter in the parent company only financial statements of EISO Enterprise CO., Ltd. for 2023:

Optoelectronic Sales Revenue

EISO Enterprise CO., Ltd. of optoelectronic products to sales customers has concentrated. In recent years, it has been affected by changes in supply and demand in the industry market and adjustments to customer inventory, resulting in large changes in the operating income of such products, thus increasing the real risk of its sales

income transactions. This is listed as a key inspection item.

The auditors have performed the following main audit procedures for the authenticity optoelectronic products of the sales revenue are as follows:

1. Understand and test the design and implementation effectiveness of the internal control system that is related to the authenticity of the recognition of optoelectronic sales revenue.
2. Select samples from the optoelectronic sales revenue detailed account, review documents such as receipts or export declarations signed by customers to confirm receipt, and confirm the payment situation.

Responsibilities of management and Governing body for the financial statements

Management's responsibility is to prepare the parent company only financial statements present fairly, in all material respects, according to Regulations Governing the Preparation of Financial Reports by Securities Issuers as well as maintain necessary internal control related to the preparation of the parent company only financial statements in order to ensure there is no major untrue expression on the financial statements due to fraud or error.

In preparing the parent company only financial statements, management is responsible for assessing the ability of EISO Enterprise CO., Ltd. to continue as going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate EISO Enterprise CO., Ltd. or to cease operations, or has no realistic alternative, but to do so.

The responsibilities of the governing body (including the audit committee) include overseeing the financial reporting process of EISO Enterprise CO., Ltd.

Auditors' responsibilities for the audit of the parent company only financial statements

Our objectives are to obtain reasonable assurance about whether the parent company only financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken in the basis of these parent company only financial statements.

As part of an audit in accordance with GAAS, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

1. Identify and assess the risks of material misstatement of the parent company only financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for audit opinions. Because fraud may be related to conspiracy, forgery, deliberate omission, false statement or breach of internal control, the risk of a material misstatement caused by fraud which is not identified is higher than the risk of a material misstatement caused by any error.
2. Obtain an understanding of internal controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the internal control effectiveness of EISO Enterprise CO., Ltd.
3. Assess the appropriateness of management's use of accounting policies and the

reasonability of the accounting estimate and relevant disclosure.

4. Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of EISO Enterprise CO., Ltd. to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the parent company only financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause EISO Enterprise CO., Ltd. to cease to continue as a going concern.
5. Evaluate the overall presentation, structure and content of the parent company only financial statements (including the relevant notes), and whether the parent company only financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
6. We have obtained sufficient and appropriate evidence to audit the parent company only financial information of EISO Enterprise CO., Ltd. to express an opinion on the parent company only financial statements. We are responsible for the guidance, supervision and execution of the audit and for forming an audit opinion on EISO Enterprise CO., Ltd.

We communicate with the governing body regarding, among other matters, the planned scope and timing of the audit and significant audit findings (including any significant deficiency in internal controls that we identify during our audit).

We have also provided the governing body with a statement that the independence-regulated personnel of the firm to which we are affiliated have complied with the Code of Ethics for Professional Accountants with respect to independence, and communicate with the governing body about all relationships and other matters (including related protective measures) that may be considered to affect the accountant's independence.

We have determined the key audit matter for the audit of the Parent Company Only Financial Statements of EISO Enterprise CO., Ltd. for the year ended December 31, 2023 from the communications we have had with the governing body. We identified such matter in our auditor's report, except for those matters that are not permitted by law to be disclosed publicly or, in the rarest of circumstances, we decided not to communicate those matters in our auditor's report because we reasonably could expect the negative effect of such communication to outweigh the public interest.

Deloitte & Touche
CPA: Huang, Cherry

CPA: Eden Y. Sin

FSC Approval Number:
Jin-Guan-Zheng-Shen-Zi
No. 1070323246

FSC Approval Number:
Jin-Guan-Zheng-Shen-Zi
No. 1120349008

March 8, 2024

EISO ENTERPRISE CO., LTD.
Parent Company Only Balance Sheets
December 31, 2023 and 2022

Expressed in Thousands of New Taiwan Dollars				
Accounting Title	December 31, 2023 Amount	%	December 31, 2022 Amount	%
Current assets				
Cash and cash equivalents	195,943	14	237,359	15
Current financial assets at fair value through profit or loss	3,292	-	4,094	-
Current financial assets at amortised cost	-	-	7,848	1
Accounts receivable, net	290,639	21	380,219	25
Current inventories	192,877	14	232,628	15
Accounts receivable from related parties	40,842	3	992	-
Prepayments	27,088	2	48,924	3
Other current assets	741	-	370	-
Total current assets	751,422	54	912,434	59
Non-current assets				
Non-current financial assets at fair value through other comprehensive income	19,802	1	18,709	1
Non-current financial assets at amortised cost	9,191	1	2,553	-
Investments accounted for using equity method	67,995	5	40,603	3
Property, plant and equipment	397,938	28	416,772	27
Right-of-use assets	10,474	1	2,492	-
Investment property, net	110,718	8	110,718	7
Deferred tax assets	14,912	1	14,866	1
Other non-current assets	12,655	1	18,762	2
Total non-current assets	643,685	46	625,475	41
Total assets	1,395,107	100	1,537,909	100
Current liabilities				
Current borrowings				
Accounts payable	170,449	12	225,547	15
Other payables	81,846	6	120,038	8
Current tax liabilities	6,756	1	50,733	3
Provision for employee benefit liabilities	3,473	-	3,777	-
Current lease liabilities	4,773	-	2,304	-
Current installments of long-term borrowings	28,528	2	7,024	-
Other current liabilities	3,920	-	9,124	1
Total current liabilities	299,745	21	418,547	27
Non-current liabilities				
Long-term borrowings	115,818	8	43,135	3
Deferred tax liabilities	3,715	-	4,367	-
Non-current lease liabilities	5,724	1	214	-
Other non-current liabilities	384	-	405	-
Total non-current liabilities	125,641	9	48,121	3
Total liabilities	425,386	30	466,668	30
Equity attributable to owners of parent				
Share capital				
Ordinary share	409,256	29	409,256	27
Total Share Capital	409,256	29	409,256	27
Capital surplus	205,434	15	205,434	13
Total capital surplus	205,434	15	205,434	13
Retained earnings	384,771	28	484,655	32
Total retained earnings	384,771	28	484,655	32
Other equity interest	(29,740)	(2)	(28,104)	(2)
Total other equity interest	(29,740)	(2)	(28,104)	(2)
Total equity	969,721	70	1,071,241	70
Total liabilities and equity	1,395,107	100	1,537,909	100

Chairman: CHIEN JUNG KUN

Manager: LEE, SHANG-CHIH

Accounting Supervisor: WU, HUI-CHUAN

EISO ENTERPRISE CO., LTD.				
Parent Company Only Statements of Comprehensive Income				
For the years ended December 31, 2023 and 2022				
Expressed in Thousands of New Taiwan Dollars, except for Earnings (Loss) per share				
Accounting Title	2023 Amount	%	2022 Amount	%
Total operating revenue	928,650	100	1,526,599	100
Total operating costs	741,940	80	1,150,873	76
Gross profit (loss) from operations	186,710	20	375,726	24
Operating expenses				
Selling expenses	60,468	6	65,927	4
Administrative expenses	70,378	8	79,461	5
Research and development expenses	29,407	3	26,734	2
Expected credit impairment loss (reversal benefit)	160	-	(744)	-
Total operating expenses	160,413	17	171,378	11
Net operating income (loss)	26,297	3	204,348	13
Non-operating income and expenses				
Share of profit or loss of associates and joint Ventures accounted for using equity method	(8,197)	(1)	(3,498)	-
Total interest income				
Total other income	6,475	-	1,368	-
Foreign exchange net gain or loss	(521)	-	23,922	1
Net Gain or loss on financial assets (liabilities) at fair value through profit or loss	(802)	-	156	-
Total interest expenses	(1,770)	-	(1,245)	-
Total other expenses	(1,057)	-	(620)	-
Total non-operating income and expenses	(5,872)	(1)	20,083	1
Profit (loss) from continuing operations before tax	20,425	2	224,431	14
Total tax expense (income)	(6,512)	(1)	(47,307)	(3)
Profit (loss) from continuing operations	13,913	1	177,124	11
Other Comprehensive gains or (losses)				
Unrealized gains (losses) from investments in equity instruments measured at fair value through other comprehensive income	(1,482)	-	4,067	-
Equity-accounted investees – share of other comprehensive income	-	-	(7,255)	-
Items that may be reclassified subsequently to profit or loss				
Equity-accounted investees – share of other comprehensive income	(192)	-	1,512	-
Income tax related to components of other comprehensive income that will be reclassified to profit or loss	38	-	(302)	-
Components of other comprehensive income that will be reclassified to profit or loss				
Other comprehensive income, net	(1,636)	-	(1,978)	-
Total comprehensive income	12,277	1	175,146	11
Earnings (loss) per share (NT\$)				
Basic earnings (loss) per share	0.34		4.42	
Diluted earnings (loss) per share	0.34		4.28	
Chairman: CHIEN JUNG KUN	Manager: LEE, SHANG-CHIH	Accounting Supervisor: WU, HUI-CHUAN		

EISO ENTERPRISE CO., LTD.									
Statements of Changes in Stockholders' Equity									
For the years ended December 31, 2023 and 2022									
(Expressed in thousands of New Taiwan dollars)									
Equity Attributable to Shareholders of EISO Corporation									
Accounting Title	Common stock Number of shares	Common Stock	Capital surplus	Legal reserve	Retained Earnings			Other Component of Equity	
					Special reserve	Unappropriated retained earnings (accumulated deficit)	Total retained earnings	Exchange differences on translation of foreign financial statements	Unrealized Gains (Losses) on Financial Assets measured at Fair Value through other Comprehensive Income
Balance at January 1, 2022	39,234	392,337	191,101	60,679	26,317	302,926	389,922	(6,229)	(19,897)
Appropriation of earnings:									
Legal reserve				16,140					
Cash dividends distributed to shareholders						(16,140)			
Special reserve					(191)	191	(82,391)		(82,391)
Convertible corporate bond conversion	1,692	16,919	14,333						
Profit for the year						177,124	177,124		
Other comprehensive income (loss), net of tax							1,210	(3,188)	(1,978)
Total comprehensive income						177,124	177,124	1,210	(3,188)
Balance at December 31, 2022	40,926	409,256	205,434	76,819	26,126	381,710	484,655	(5,019)	(23,085)
Appropriation of earnings:									
Legal reserve				17,712					
Special reserve					1,978				
Cash dividends distributed to shareholders						(110,499)	(110,499)		(110,499)
Adjustments for changes in investees' equity						(3,298)	(3,298)		(3,298)
Profit for the year						13,913	13,913		
Other comprehensive income (loss), net of tax							(154)	(1,482)	(1,636)
Total comprehensive income						13,913	13,913	(154)	(1,482)
Balance at December 31, 2023	40,926	409,256	205,434	94,531	28,104	262,136	384,771	(5,173)	(24,567)
								Subtotal	Total equity
								947,234	947,234
								(82,391)	(82,391)
								31,252	31,252
								177,124	177,124
								(1,978)	(1,978)
								175,146	175,146
								1,071,241	1,071,241

EISO ENTERPRISE CO., LTD.		
Parent Company Only Statement of Cash Flows		
For the years ended December 31, 2023 and 2022		
(Expressed in thousands of New Taiwan dollars)		
Accounting Title	2023	2022
Cash flows from operating activities :		
Profit (loss) from continuing operations before tax	20,425	224,431
Profit (loss) before tax		
Depreciation expense	58,168	59,200
Amortization expense	3,807	2,683
Expected credit loss (gain) / Provision (reversal of provision) for bad debt expense	160	(744)
Net loss (gain) on financial assets or liabilities at fair value through profit or loss	802	(156)
Interest expense	1,770	1,245
Interest income	(5,920)	(1,248)
Share of loss (profit) of associates and joint ventures accounted for using equity method	8,197	3,498
Loss (gain) on disposal of property, plant and equipment	421	-
Loss (gain) on disposal investments	193	-
Inventory depreciation and sluggish losses	506	19,172
Unrealized foreign exchange loss (gain)	(116)	(1,116)
Total adjustments to reconcile profit (loss)		
Decrease (increase) in accounts receivable	89,392	50,111
Decrease (increase) in other receivables from related parties	234	(575)
Decrease (increase) in inventories	39,245	38,338
Decrease (increase) in prepayments	21,836	(24,917)
Decrease (increase) in other current assets	(363)	766
Total changes in operating assets		
Increase (decrease) in accounts payable	(54,945)	(136,008)
Increase (decrease) in other payable	(40,365)	33,167
Increase (decrease) in provisions	(325)	290
Increase (decrease) in other current liabilities	(5,204)	(310)
Cash inflow (outflow) generated from operations	137,918	267,827
Interest received	5,920	1,248
Interest paid	(1,756)	(1,024)
Income taxes refund (paid)	(51,149)	(39,217)
Net cash flows from (used in) operating activities	90,933	228,834
Cash flows from (used in) investing activities		
Acquisition of financial assets at fair value through other comprehensive income	(2,575)	(7,488)
Acquisition of financial assets at amortised cost	(387)	-
Proceeds from disposal of financial assets at amortised cost	1,572	4,088
Obtain investments using the equity method	(35,000)	-
Acquisition of property, plant and equipment	(31,352)	(36,218)
Disposal of property, plant and equipment	2,075	-
Other receivables from related parties increase	(40,084)	-
Acquisition of investment properties	-	(6,548)
Decrease (Increase) in other non-current assets	(5,998)	(6,403)
Net cash flows from (used in) investing activities	(111,749)	(52,569)
Cash flows from (used in) financing activities		
Decrease in short-term loans	-	(100,000)
Increase in long-term debt	110,000	30,000
Repayments of long-term debt	(15,813)	(1,389)
Repayments of lease liabilities	(4,288)	(3,415)
Payments of cash dividends	(110,499)	(82,391)
Net cash flows from (used in) financing activities	(20,600)	(157,195)
Net increase (decrease) in cash and cash equivalents	(41,416)	19,070
Cash and cash equivalents at beginning of period	237,359	218,289
Cash and cash equivalents at end of period	195,943	237,359
Chairman: CHIEN JUNG KUN	Manager: LEE, SHANG-CHIH	Accounting Supervisor: WU, HUI-CHUAN

INDEPENDENT AUDITORS' Audit REPORT

To EISO Enterprise CO., Ltd.:

Audit opinion

We have audited the financial statements of EISO Enterprise CO., Ltd. and its subsidiaries, which comprise the Consolidated Statement of Financial Position as of December 31, 2023 and December 31, 2022, the Consolidated Statement of Comprehensive Income from January 1 to December 31, 2023 and from January 1 to December 31, 2022, Consolidated Statement of Change in Equity, Consolidated Statement of Cash Flows, and Notes to Consolidated Financial Statement (including a summary of significant accounting policies).

In our opinion, the accompanying consolidated financial statements are properly drawn up in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Financial Reporting Standards (IFRS), International Accounting Standards (IAS), International Financial Reporting Interpretations Committee (IFRIC), and Standing Interpretations Committee (SIC) (hereinafter referred to as IFRSs) recognized and announced effectiveness by Financial Supervisory Commission (hereinafter referred to as FSC) so as to give a true and fair view of the consolidated financial position of EISO Enterprise CO., Ltd. and its subsidiaries as of December 2023 and 2022 and of the financial performance, changes in equity and cash flows of EISO Enterprise CO., Ltd. and its subsidiaries from January 1 to December 31, 2023 and 2022.

Basis for audit opinion

We conducted our audit in accordance with Regulations Governing Auditing and Attestation of Financial Statements by Certified Public Accountants and Generally Accepted Auditing Standards. Our responsibilities under those standards are further described in the 'Accountant's responsibilities for the audit of the financial statements' section of our report. We are independent of EISO Enterprise CO., Ltd. and its subsidiaries in accordance with the Accounting and Corporate Regulatory Authority Code of Professional Conduct and Ethics for Public Accountants and Accounting Entities, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key audit matter

The key audit matter is which that, in our professional judgment, is most significant to our review of the Consolidated Financial Statements of EISO Enterprise CO., Ltd. and its subsidiaries for 2023. Such matter has been considered in the process of examining the consolidated financial statements taken as a whole and forming an opinion thereon, and we do not express an opinion on the matter individually.

The following is the description of the key audit matter in the Consolidated Financial Statements of EISO Enterprise CO., Ltd. and its subsidiaries for 2023:

Optoelectronic Sales Revenue

EISO Enterprise CO., Ltd. of optoelectronic products to sales customers has concentrated. In recent years, it has been affected by changes in supply and demand in the industry market and adjustments to customer inventory, resulting in large changes in the operating income of such products, thus increasing the real risk of its sales income transactions. This is listed as a key inspection item.

The auditors have performed the following main audit procedures for the authenticity

optoelectronic products of the sales revenue are as follows:

1. Understand and test the design and implementation effectiveness of the internal control system that is related to the authenticity of the recognition of optoelectronic sales revenue.
2. Select samples from the optoelectronic sales revenue detailed account, review documents such as receipts or export declarations signed by customers to confirm receipt, and confirm the payment situation.

Other matters

EISO Enterprise CO., Ltd. has prepared its Parent Company Only Financial Statements for the years ended December 31, 2023 and 2022, and we have provided our unqualified opinion on those statements for reference.

Responsibilities of management and governing body for the consolidated financial statements

Management's responsibility is to prepare the consolidated financial statements present fairly, in all material respects, according to Regulations Governing the Preparation of Financial Reports by Securities Issuers as well as the International Financial Reporting Standards, International Accounting Standards, Interpretation, and Interpretation Announcement recognized and announced the effectiveness by Financial Supervisory Commission as well as maintain necessary internal control related to the preparation of the consolidated financial statements in order to ensure there is no major untrue expression on the financial statements due to fraud or error.

In preparing the consolidated financial statements, management is responsible for assessing the ability of EISO Enterprise CO., Ltd. and its subsidiaries to continue as going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate EISO Enterprise CO., Ltd. and its subsidiaries or to cease operations, or has no realistic alternative, but to do so.

The responsibilities of the governing body (including the audit committee) include overseeing the financial reporting process of EISO Enterprise CO., Ltd. and its subsidiaries.

Auditors' responsibilities for the audit of the consolidated financial statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken in the basis of these consolidated financial statements.

As part of an audit in accordance with GAAS, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

1. Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for audit opinions. Because fraud may be related to conspiracy, forgery, deliberate omission, false statement or breach of internal control, the risk of a material misstatement caused by fraud which is not identified is higher than the risk of a material misstatement caused by any error.
2. Obtain an understanding of internal controls relevant to the audit in order to design

audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the internal control effectiveness of EISO Enterprise CO., Ltd. and its subsidiaries.

3. Assess the appropriateness of management's use of accounting policies and the reasonability of the accounting estimate and relevant disclosure.
4. Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of EISO Enterprise CO., Ltd. and its subsidiaries to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause EISO Enterprise CO., Ltd. and its subsidiaries to cease to continue as a going concern.
5. Evaluate the overall presentation, structure and content of the consolidated financial statements (including the relevant notes), and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
6. We have obtained sufficient and appropriate evidence to audit the consolidated financial information of EISO Enterprise CO., Ltd. and its subsidiaries to express an opinion on the Consolidated Financial Statements. We are responsible for the guidance, supervision and execution of the audit and for forming an audit opinion on EISO Enterprise CO., Ltd. and its subsidiaries.

We communicate with the governing body regarding, among other matters, the planned scope and timing of the audit and significant audit findings (including any significant deficiency in internal controls that we identify during our audit).

We have also provided the governing body with a statement that the independence-regulated personnel of the firm to which we are affiliated have complied with the Code of Ethics for Professional Accountants with respect to independence, and communicate with the governing body about all relationships and other matters (including related protective measures) that may be considered to affect the accountant's independence.

We have determined the key audit matter for the audit of the Consolidated Financial Statements of EISO Enterprise CO., Ltd. and its subsidiaries for the year ended December 31, 2023 from the communications we have had with the governing body. We identified such matter in our auditor's report, except for those matters that are not permitted by law to be disclosed publicly or, in the rarest of circumstances, we decided not to communicate those matters in our auditor's report because we reasonably could expect the negative effect of such communication to outweigh the public interest.

Deloitte & Touche

CPA: Huang, Cherry

CPA: Eden Y. Sin

FSC Approval Number:
Jin-Guan-Zheng-Shen-Zi
No. 1070323246

FSC Approval Number:
Jin-Guan-Zheng-Shen-Zi
No. 1120349008

March 8, 2024

EISO ENTERPRISE CO., LTD. AND SUBSIDIARIES				
Consolidated Balance Sheets				
December 31, 2023 and 2022				
Expressed in Thousands of New Taiwan Dollars				
Accounting Title	December 31, 2023 Amount	%	December 31, 2022 Amount	%
Current assets				
Cash and cash equivalents	218,149	14	257,123	17
Current financial assets at fair value through profit or loss	3,292	-	4,094	-
Current financial assets at amortised cost	-	-	16,667	1
Accounts receivable, net	294,809	20	385,218	25
Current inventories	316,791	21	232,628	15
Prepayments	43,579	3	53,285	3
Other current assets	1,174	-	1,219	-
Total current assets	877,794	58	950,234	61
Non-current assets				
Financial asset at fair value through profit or loss	20,000	1	-	-
Non-current financial assets at fair value through other comprehensive income	19,802	1	18,709	1
Non-current financial assets at amortised cost	17,861	1	2,553	-
Investments accounted for using equity method	-	-	9,134	1
Property, plant and equipment	402,072	27	417,199	27
Right-of-use assets	11,186	1	2,700	-
Investment property, net	113,057	7	113,177	8
Intangible assets	25,158	2	3,530	-
Deferred tax assets	14,912	1	14,866	1
Other non-current assets	16,983	1	16,254	1
Total non-current assets	641,031	42	598,122	39
Total assets	1,518,825	100	1,548,356	100
Current liabilities				
Current borrowings	-	-	-	-
Accounts payable	177,251	12	233,514	15
Other payables	85,477	6	122,253	8
Current tax liabilities	6,772	1	50,749	3
Provision for employee benefit liabilities	3,473	-	3,777	-
Current lease liabilities	5,158	-	2,519	-
Current installments of long-term borrowings	28,528	2	7,024	1
Other current liabilities	6,523	-	9,158	1
Total current liabilities	313,182	21	428,994	28
Non-current liabilities				
Non-current portion of non-current borrowings	199,718	13	43,135	3
Deferred tax liabilities	3,715	-	4,367	-
Non-current lease liabilities	6,051	1	214	-
Other non-current liabilities	4,734	-	405	-
Total non-current liabilities	214,218	14	48,121	3
Total liabilities	527,400	35	477,115	31
Equity attributable to owners of parent				
Share capital				
Ordinary share	409,256	27	409,256	27
Total Share Capital	409,256	27	409,256	27
Capital surplus				
Total capital surplus	205,434	14	205,434	13
Retained earnings				
Total retained earnings	384,771	25	484,655	31
Other equity interest				
Total other equity interest	- 29,740	- 2	- 28,104	- 2
Total equity attributable to owners of parent	969,721	64	1,071,241	69
Total equity	991,425	65	1,071,241	69
Total liabilities and equity	1,518,825	100	1,548,356	100
Equivalent issue shares of advance receipts for ordinary share	-	-	-	-
Number of shares in entity held by entity and by its subsidiaries	-	-	-	-
Chairman: CHIEN JUNG KUN	Manager: LEE, SHANG-CHIH	Accounting Supervisor: WU, HUI-CHUAN		

EISO ENTERPRISE CO., LTD. AND SUBSIDIARIES				
Consolidated Statements of Comprehensive Income				
For the years ended December 31, 2023 and 2022				
Expressed in Thousands of New Taiwan Dollars				
Accounting Title	2023 Amount	%	2022 Amount	%
Total operating revenue	945,035	100	1,545,909	100
Total operating costs	753,648	80	1,164,742	75
Gross profit (loss) from operations	191,387	20	381,167	25
Operating expenses				
Selling expenses	69,272	7	72,969	5
Administrative expenses	72,451	8	80,599	5
Research and development expenses	30,481	3	26,734	2
Impairment loss (impairment gain and reversal of impairment loss) determined in accordance with IFRS 9	(248)	-	(128)	-
Total operating expenses	171,956	18	180,174	12
Net operating income (loss)	19,431	2	200,993	13
Non-operating income and expenses				
Share of profit or loss of associates and joint Ventures accounted for using equity method	(3,123)	(1)	(358)	-
Total interest income				
Total other income	6,873	1	1,413	-
Foreign exchange net gain or loss	(304)	-	24,300	1
Net Gain or loss on financial assets (liabilities) at fair value through profit or loss	(802)	-	156	-
Total interest expenses	(1,805)	-	(1,290)	-
Total other expenses	(1,141)	-	(783)	-
Total non-operating income and expenses	(302)	-	23,438	1
Profit (loss) from continuing operations before tax	19,129	2	224,431	14
Total tax expense (income)	(6,512)	(1)	(47,307)	(3)
Profit (loss) from continuing operations	12,617	1	177,124	11
Profit (loss)				
Unrealized gains (losses) from investments in equity instruments measured at fair value through other comprehensive income	(1,482)	-	(3,188)	-
Components of other comprehensive income that will not be reclassified to profit or loss				
Exchange differences on translation	(192)	-	1,512	-
Income tax related to components of other comprehensive income that will be reclassified to profit or loss	38	-	(302)	-
Components of other comprehensive income that will be reclassified to profit or loss	(154)	-	1,210	-
Other comprehensive income, net	(1,636)	-	(1,978)	-
Total comprehensive income	10,981	1	175,146	11
Net income (loss) attributable to:				
Owners of the parent company	13,913	1	177,124	11
Non-controlling interests	(1,296)	-	-	-
	12,617	1	177,124	11
Total comprehensive income (loss) attributable to:				
Owners of the parent company	12,277	1	175,146	11
Non-controlling interests	(1,296)	-	-	-
	10,981	1	-	-
Earnings (loss) per share (NT\$)				
Basic earnings (loss) per share	0.34		4.42	
Diluted earnings (loss) per share	0.34		4.28	
Chairman: CHIEN JUNG KUN Manager: LEE, SHANG-CHIH Accounting Supervisor: WU, HUI-CHUAN				

EISO ENTERPRISE CO., LTD. AND SUBSIDIARIES													
Consolidated Statements of Changes in Stockholders' Equity													
For the years ended December 31, 2023 and 2022													
(Expressed in thousands of New Taiwan dollars)													
Equity Attributable to Shareholders of EISO Corporation													
Accounting Title	Common stock Number of shares	Common Stock	Capital surplus	Legal reserve	Retained Earnings			Other Component of Equity			Subtotal	Non-controlling Interest	Total equity
					Special reserve	Unappropriated earnings (accumulated deficit)	Total retained earnings	Exchange differences on translation of foreign financial statements	Unrealized Gains (Losses) on Financial Assets measured at Fair Value through other Comprehensive Income				
Balance at January 1, 2022	39,234	392,337	191,101	60,679	26,317	302,926	389,922	(6,229)	(19,897)	947,234		947,234	
Appropriation of earnings:													
Legal reserve				16,140		(16,140)							
Cash dividends distributed to shareholders						(82,391)	(82,391)			(82,391)		(82,391)	
Special reserve					(191)	191							
Convertible corporate bond conversion	1,692	16,919	14,333							31,252		31,252	
Profit for the year						177,124	177,124			177,124		177,124	
Other comprehensive income (loss), net of tax								1,210	(3,188)	(1,978)		(1,978)	
Total comprehensive income						177,124	177,124	1,210	(3,188)	175,146		175,146	
Balance at December 31, 2022	40,926	409,256	205,434	76,819	26,126	558,834	661,779	(3,809)	(23,085)	1,071,241		1,071,241	
Appropriation of earnings:													
Legal reserve				17,712		(17,712)							
Special reserve					1,978	(1,978)							
Cash dividends distributed to shareholders						(110,499)	(110,499)			(110,499)		(110,499)	
Adjustments for changes in investees' equity						(3,298)	(3,298)			(3,298)		(3,298)	
Non-controlling Interest											23,000	23,000	
Profit for the year						13,913	13,913			13,913	(1,296)	12,617	
Other comprehensive income (loss), net of tax								(154)	(1,482)	(1,636)	-	(1,636)	
Total comprehensive income						13,913	13,913	(154)	(1,482)	12,277	(1,636)	10,981	
Balance at December 31, 2023	40,926	409,256	205,434	94,531	28,104	262,136	384,771	(5,173)	(24,567)	969,721	21,704	991,425	
				Chairman: CHIEN JUNG KUN		Manager: LEE, SHANG-CHIH		Accounting Supervisor: WU, HUI-CHUAN					

EISO ENTERPRISE CO., LTD. AND SUBSIDIARIES		
Consolidated Statements of Cash Flows		
For the years ended December 31, 2023 and 2022		
(Expressed in thousands of New Taiwan dollars)		
Accounting Title	2023	2022
Cash flows from operating activities :		
Profit (loss) from continuing operations before tax	19,129	224,431
Profit (loss) before tax		
Depreciation expense	59,066	59,690
Amortization expense	4,484	2,683
Expected credit loss (gain) / Provision (reversal of provision) for bad debt expense	(248)	(128)
Net loss (gain) on financial assets or liabilities at fair value through profit or loss	802	(156)
Interest expense	1,805	1,290
Interest income	(6,174)	(1,294)
Share of loss (profit) of associates and joint ventures accounted for using equity method	3,123	358
Loss (gain) on disposal of property, plant and equipment	421	69
Loss (gain) on disposal investments	193	-
Impairment loss (reversal gain) on non-financial assets	509	19,184
Unrealized foreign exchange loss (gain)	(52)	(1,156)
Total adjustments to reconcile profit (loss)		
Decrease (increase) in accounts receivable	92,551	49,833
Decrease (increase) in inventories	(79,412)	38,338
Decrease (increase) in prepayments	20,155	(28,862)
Decrease (increase) in other current assets	69	13
Total changes in operating assets		
Increase (decrease) in accounts payable	(62,167)	(134,355)
Increase (decrease) in other payable	(40,073)	31,916
Increase (decrease) in provisions	(325)	290
Increase (decrease) in other current liabilities	(3,019)	(319)
Total changes in operating liabilities		
Total changes in operating assets and liabilities		
Total adjustments		
Cash inflow (outflow) generated from operations	10,837	261,825
Interest received	6,174	1,294
Interest paid	(1,791)	(1,069)
Income taxes refund (paid)	(51,149)	(39,217)
Net cash flows from (used in) operating activities	(35,929)	222,833
Cash flows from (used in) investing activities		
Acquisition of financial assets at fair value through other comprehensive income	(2,575)	(7,488)
Acquisition of financial assets at amortised cost	(9,214)	-
Proceeds from disposal of financial assets at amortised cost	10,399	4,088
Acquisition of financial assets at fair value through profit or loss	(20,000)	0
Acquisition of long-term equity investment using equity method	(15,000)	0
Acquisition of subsidiaries	7,186	-
Acquisition of property, plant and equipment	(32,840)	(36,218)
Proceeds from disposal of property, plant and equipment	2,075	-
Acquisition of intangible assets	(6,828)	(1,931)
Acquisition of investment properties	-	(6,548)
Decrease (Increase) in other non-current assets	762	(4,472)
Net cash flows from (used in) investing activities	(66,035)	(52,569)
Cash flows from (used in) financing activities		
Decrease in short-term loans	0	(100,000)
Increase in long-term debt	193,900	30,000
Repayments of long-term debt	(15,813)	(924)
Repayments of lease liabilities	(7,024)	(1,389)
Payments of lease liabilities	(4,538)	(3,628)
Payments of cash dividends	(110,499)	(82,391)
Net cash flows from (used in) financing activities	63,050	(157,408)
Effect of exchange rate changes on cash and cash equivalents	(60)	875
Net increase (decrease) in cash and cash equivalents	(38,974)	13,731
Cash and cash equivalents at beginning of period	257,123	243,392
Cash and cash equivalents at end of period	218,149	257,123
Chairman: CHIEN JUNG KUN	Manager: LEE, SHANG-CHIH	Accounting Supervisor: WU, HUI-CHUAN

【Appendix】

Appendix I

Shareholding of Directors

EISO ENTERPRISE CO., LTD.

Shareholding of Directors

Book closure date: April 28, 2024

Position	Name	Date elected	Term	Shareholding while elected		Current shareholding	
				Shares	Shareholding ratio (%)	Shares	Shareholding ratio (%)
Chairman	CHIEN, JUNG-KUN	111/6/20	3 years	3,131,076	7.98	3,131,076	7.65
Director	CHUNG, CHIN-CHUAN	111/6/20	3 years	863,533	2.20	863,533	2.11
Director	LEE, SHANG-CHIH	111/6/20	3 years	230,000	0.59	230,000	0.56
Director	CHEN, LU-YEH	111/6/20	3 years	640,321	1.63	640,321	1.56
Director	CHUANG, CHU-WEI	111/6/20	3 years	600,000	1.53	989,000	2.42
Director	CHIEN, YING-YING	111/6/20	3 years	298,490	0.76	298,490	0.73
Independent Directors	HUANG, JUEI-HAO	111/6/20	3 years	0	0.00	0	0.00
Independent Directors	LEE, CHUAN-TE	111/6/20	3 years	0	0.00	0	0.00
Independent Directors	LIN, WEI-HUNG	111/6/20	3 years	792	0.00	792	0.00
subtotal				5,764,212	14.69	6,153,212	15.03

Note 1: Total issued shares: 40,925,606 shares on 04/22/2022 (date elected).

Note 2: Total Issued shares: 40,925,606 shares on 04/28/2024 (book closure date).

Note 3:

Where the paid-in capital of the company is more than NT\$300 million but NT\$1 billion or less, the total registered shares owned by all directors shall not be less than ten percent of the total issued shares; the shareholdings of independent directors elected by a public company shall not be counted in the total referred to in the preceding paragraph; if the company has elected two or more independent directors, the share ownership figures calculated at the rates set forth for all directors and supervisors other than the independent directors and shall be decreased by 20 percent.

The minimum required combined shareholding of all directors by law: 3,600,000 shares.

The combined shareholding of all directors on the book closure date: 6,152,420 shares

Note4: The shares held by independent directors and independent supervisors shall not be counted in the calculation of director shareholdings.

Appendix II :

EISO ENTERPRISE CO.,LTD

Articles of Incorporation

Chapter I. General Provision	
Article 1	The Company is duly incorporated in accordance with the Company Act and bears the title of EISO ENTERPRISE Company Limited.
Article 2	The Company is engaged in the following business:
	1. CC01040 Lighting Equipment Manufacturing
	2. CC01080 Electronics Components Manufacturing
	3. F113020 Wholesale of Electrical Appliances
	4. F119010 Wholesale of Electronic Materials
	5. F401010 International Trade
	6. CA02990 Other Metal Products Manufacturing
	7. CD01050 Bicycles and Parts Manufacturing
	8. F114040 Wholesale of Bicycle Parts and Supplies
	9. F214040 Retail Sale of Bicycles and Parts
	10. ZZ99999 All business items that are not prohibited or restricted by law, except those that are subject to special approval.
Article 3	The Company is headquartered in Taoyuan City. If necessary, it can set up branches in other appropriate locations at home and abroad to the resolution of the Board.
Article 4	The company's announcement method is handled in accordance with Article 28 of the Company Act.
Chapter II. Shares of Stock	
Article 5	The company's capital is rated at NT\$680 million , divided into 68 million shares, and the face value of each share is NT\$10. The Board of Directors is authorized to issue the shares in steps according to business needs. Among them, The Company may issue employee stock options from time to time in accordance with the resolutions of the Board of Directors. A total of NT\$ 68 million, divided into 6.8 million shares among the above total capital stock should be reserved for issuing employee stock options, and the face value of each share is NT\$10.
Article 6	The company's stock certificates are all in registered form, and the company may deliver the stock certificates by book transfer in accordance with laws and regulations, instead of printing physical stock certificates; the same is true for issuing other securities.

Article 7	Registration for transfer of shares shall be suspended sixty (60) days immediately before the date of a regular meeting of shareholders, and thirty (30) days immediately before the date of any special meeting of shareholders, or within five (5) days before the day on which dividends, bonus, or any other benefits is scheduled to be paid by the Company.
Chapter III. Shareholders' Meeting	
Article 8	<p>Shareholders' meetings shall be of two kinds: a regular meeting of shareholders or a special meeting of shareholders. A regular meeting of shareholders is held at least once every year, and shall be convened within 6 months after the close of the fiscal year. A special meeting of shareholders shall be convened as required under the related rules.</p> <p>Due to natural disasters, accidents, or other force majeure events, or as announced by the competent authority, the shareholders' meeting of the company may be held in the form of a video conference or an announcement, and the shareholders who participate in the meeting through video conference shall be deemed to have attended the meeting in person.</p>
Article 9	When a shareholder cannot attend a shareholders' meeting, he/she/it may appoint a proxy to attend on his/her/its behalf by executing a power of attorney printed by the company stating the scope of power authorized to the proxy. The power of attorney shall be signed and sealed for the proxy to attend the meeting.
Article 10	Each shareholder shall have one vote; however for those that is restricted by law or has no voting rights this shall not apply.
Article 11	Resolutions at a shareholders' meeting shall, unless otherwise provided for in the Company Act, be adopted by a majority vote of the shareholders present, who represent more than one half of the total number of voting shares.
Article 12	The company's that is only a single juristic person shareholder, The functional duties and power of the shareholders' meeting of such company shall be exercised by its board of directors, to which the provisions governing the shareholders' meeting as set out in this Chapter shall not apply.
Chapter IV. Directors and Audit Committee	
Article 13	The Company shall have 7 to 11 directors (including at least 3 independent directors). Directors shall be elected by adopting

	<p>candidates nomination system and elected by the shareholders meeting to serve a term of three years. According to relevant laws and regulations, the directors may be eligible for re-election.</p> <p>The company has established an audit committee in accordance with Article 14-4 of the Securities and Exchange Act, which is composed of all independent directors. The exercise of its powers and related matters are handled in accordance with relevant laws and regulations, and its organizational regulations are separately determined by the board of directors.</p>
Article 14	<p>The Board of Directors is organized by directors, and more than two-thirds of the directors are present, and more than half of the directors present agree to elect a chairman, who represents the company externally.</p> <p>If a director is unable to attend in person for some reason, he may entrust other directors to act as his proxy, and the process shall be handled in accordance with Article 205 of the Company Act.</p> <p>The convening of the board of directors of the company shall specify the reasons and notify all directors seven days in advance; however, in case of emergency, the convening may be called at any time. The convening notice of the board of directors can be issued in writing, fax or e-mail.</p>
Article 15	<p>In case the chairman of the board of directors is on leave or absent or cannot exercise his power and authority for any cause, the person acting on his behalf shall handle things pursuant to the requirements of Article 208 of the Company Act.</p>
Article 16	<p>The directors of the company have the discretion to receive the traveling expenses.</p> <p>The remuneration of directors is authorized to the board of directors to be negotiated according to their participation in the company's operations and contribution value, and in consideration of domestic and foreign industry standards.</p> <p>The company may purchase liability insurance for the directors during their term of office in respect of their legally borne compensation liabilities within the scope of their business.</p>
Chapter V. The Managers	
Article 17	<p>There shall set managers of the Company. The appointment, dismissal and remunerations to the aforementioned managers shall</p>

	be governed by Article 29 of the Company Act.
Chapter VI. Accounting	
Article 18	<p>The Board shall prepare the following reports after the end of each fiscal year, and present to the shareholders at the general meeting of the shareholders for their ratifications in accordance with the legal procedure:</p> <ol style="list-style-type: none"> 1. Business report. 2. Financial statements. 3. The earnings distribution or loss off-setting proposals.
Article 19	<p>If the company makes a profit in the year, 2% to 10% should be allocated as employee bonuses, and no more than 5% should be allocated to directors and supervisors.</p> <p>However, if the company still has accumulated losses, it shall reserve the compensation amount in advance.</p> <p>The distribution of employee remuneration, including employees of subordinate companies with certain conditions, shall be formulated by the board of directors authorized by relevant regulations.</p>
Article 19-1	<p>If there is any surplus in the company's annual final accounts, it shall be distributed in the following order:</p> <ol style="list-style-type: none"> 1. Pay taxes, 2. Make up for the losses of previous years, 3. Ten percent shall be raised as the statutory surplus reserve, except that the statutory surplus reserve has reached the total capital of the company. 4. Appropriate or reverse the special surplus reserve in accordance with laws or regulations of the competent authority. 5. If there is still a surplus, if it is paid in cash, it may be authorized by the company law to make a resolution of the board of directors and report to the shareholders' meeting; if the distribution of stock dividends is made, it shall be resolved by the shareholders' meeting. The proportion of cash dividends paid each year shall not be lower than 10% of the total amount of cash and stock dividends paid in that year. <p>The company is in the growth stage. The company's dividend policy depends on factors such as the current and future investment environment, capital demand, domestic and foreign competition conditions, capital expenditures, etc., taking into account the interests of shareholders, balancing dividends, and the company's</p>

	long-term financial planning.
Chapter VII. Supplemental Provisions	
Article 20	The company needs to transfer investment to the business, and the total amount of investment transferred is not subject to the limit of 40% transfer of the relevant investment.
Article 20-1	Where the Company intends to apply for an approval of ceasing its status as open for public issuance company, it shall be submitted to the shareholders' meeting for a resolution.
Article 21	If there are any unfinished matters in the Articles of Incorporation, it shall be handled in accordance with the provisions of the Company Act and relevant laws and regulations.
Article 22	<p>These Articles of Incorporation were established on March 17, 1994.</p> <p>The 1st amendment was made on May 24, 1995</p> <p>The 2nd amendment was made on July 2, 1998</p> <p>The 3rd amendment was made on July 3, 1998</p> <p>The 4th amendment was made on July 8, 2000</p> <p>The 5th amendment was made on June 30, 2003</p> <p>The 6th amendment was made on June 15, 2005</p> <p>The 7th amendment was made on June 28, 2006</p> <p>The 8th amendment was made on November 15, 2006</p> <p>The 9th amendment was made on March 28, 2008</p> <p>The 10th amendment was made on June 25, 2008</p> <p>The 11th amendment was made on June 23, 2010</p> <p>The 12th amendment was made on June 24, 2011</p> <p>The 13th amendment was made on December 26, 2012</p> <p>The 14th amendment was made on May 8, 2013</p> <p>The 15th amendment was made on June 17, 2016</p> <p>The 16th amendment was made on June 20, 2017</p> <p>The 17th amendment was made on August 4, 2021</p> <p>The 18th amendment was made on June 20, 2022</p>

Appendix III :

EISO ENTERPRISE CO.,LTD Convention Rules for Shareholders' Meetings

Article 1	The rules of procedures for this Corporation's shareholders meetings, except as otherwise provided by law, regulation, or the articles of incorporation, shall be as provided in these Rules.
Article 2	<p>Unless otherwise provided by law or regulation, this Corporation's shareholders meetings shall be convened by the board of directors. Changes to how this Corporation convenes its shareholders meeting shall be resolved by the board of directors, and shall be made no later than mailing of the shareholders meeting notice.</p> <p>The reasons for convening a shareholders meeting shall be specified in the meeting notice and public announcement. With the consent of the addressee, the meeting notice may be given in electronic form.</p> <p>Election or dismissal of directors or supervisors, amendments to the articles of incorporation, reduction of capital, application for the approval of ceasing its status as a public company, approval of competing with the company by directors, surplus profit distributed in the form of new shares, reserve distributed in the form of new shares, the dissolution, merger, or demerger of the Company, or any matter under Article 185, paragraph 1 of the Company Act, Articles 26-1 and 43-6 of the Securities and Exchange Act, or Articles 56-1 and 60-2 of the Regulations Governing the Offering and Issuance of Securities by Securities Issuers shall be set out in the notice of the reasons for convening the shareholders meeting. None of the above matters may be raised by an extraordinary motion.</p> <p>A shareholder holding one percent or more of the total number of issued shares may submit to this Corporation a written proposal for discussion at a regular shareholders meeting. The number of items so proposed, however, is limited to one only, and no proposal containing more than one item will be included in the meeting agenda, provided a shareholder proposal for urging the corporation to promote public interests or fulfill its social responsibilities may still be included in the agenda by the board of directors.. In addition, when the circumstances of any subparagraph of Article 172-1, paragraph 4 of the Company Act apply to a proposal put forward by a shareholder, the board of directors may exclude it from the agenda.</p> <p>This Corporation shall prepare electronic versions of the shareholders</p>

	<p>meeting agenda and supplemental meeting materials and upload them to the MOPS before 21 days before the date of the regular shareholders meeting or before 15 days before the date of the special shareholders meeting. In addition, before 15 days before the date of the shareholders meeting, this Corporation shall also have prepared the shareholders meeting agenda and supplemental meeting materials and made them available for review by shareholders at any time. The meeting agenda and supplemental materials shall also be displayed at this Corporation and the professional shareholder services agent designated thereby as well as being distributed on-site at the meeting place.</p> <p>This Corporate shall make the meeting agenda and supplemental meeting materials in the preceding paragraph available to shareholders for review in the following manner on the date of the shareholders meeting:</p> <ol style="list-style-type: none"> 1. For physical shareholders meetings, to be distributed on-site at the meeting. 2. For hybrid shareholders meetings, to be distributed on-site at the meeting and shared on the virtual meeting platform. 3. For virtual-only shareholders meetings, electronic files shall be shared on the virtual meeting platform.
Article 3	<p>For each shareholders meeting, a shareholder may appoint a proxy to attend the meeting by providing the proxy form issued by this Corporation and stating the scope of the proxy's authorization. A shareholder may issue only one proxy form and appoint only one proxy for any given shareholders meeting, and shall deliver the proxy form to this Corporation before five days before the date of the shareholders meeting. When duplicate proxy forms are delivered, the one received earliest shall prevail unless a declaration is made to cancel the previous proxy appointment.</p> <p>After a proxy form has been delivered to this Corporation, if the shareholder intends to attend the meeting in person or to exercise voting rights by correspondence or electronically, a written notice of proxy cancellation shall be submitted to this Corporation before two business days before the meeting date. If the cancellation notice is submitted after that time, votes cast at the meeting by the proxy shall prevail.</p> <p>If, after a proxy form is delivered to this Corporation, a shareholder</p>

	<p>wishes to attend the shareholders meeting online, a written notice of proxy cancellation shall be submitted to this Corporation two business days before the meeting date. If the cancellation notice is submitted after that time, votes cast at the meeting by the proxy shall prevail.</p>
Article 4	<p>The venue for a shareholders meeting shall be the premises of this Corporation, or a place easily accessible to shareholders and suitable for a shareholders meeting. The meeting may begin no earlier than 9 a.m. and no later than 3 p.m.</p> <p>The restrictions on the place of the meeting shall not apply when this Corporation convenes a virtual-only shareholders meeting.</p>
Article 5	<p>This Corporation shall specify in its shareholders meeting notices the time during which attendance registrations for shareholders, solicitors and proxies (collectively "shareholders") will be accepted, the place to register for attendance, and other matters for attention.</p> <p>The time during which shareholder attendance registrations will be accepted, as stated in the preceding paragraph, shall be at least 30 minutes prior to the time the meeting commences. The place at which attendance registrations are accepted shall be clearly marked and a sufficient number of suitable personnel assigned to handle the registrations. For virtual shareholders meetings, shareholders may begin to register on the virtual meeting platform 30 minutes before the meeting starts. Shareholders completing registration will be deemed as attend the shareholders meeting in person.</p> <p>Shareholders and their proxies (collectively, "shareholders") shall attend shareholders meetings based on attendance cards, sign-in cards, or other certificates of attendance. This Corporation may not arbitrarily add requirements for other documents beyond those showing eligibility to attend presented by shareholders. Solicitors soliciting proxy forms shall also bring identification documents for verification.</p> <p>This Corporation shall furnish the attending shareholders with an attendance book to sign, or attending shareholders may hand in a sign-in card in lieu of signing in.</p> <p>This Corporation shall furnish attending shareholders with the meeting agenda book, annual report, attendance card, speaker's slips, voting slips, and other meeting materials. Where there is an election of directors or supervisors, pre-printed ballots shall also be furnished.</p> <p>When the government or a juristic person is a shareholder, it may be</p>

	<p>represented by more than one representative at a shareholders meeting. When a juristic person is appointed to attend as proxy, it may designate only one person to represent it in the meeting.</p> <p>In the event of a virtual shareholders meeting, shareholders wishing to attend the meeting online shall register with this Corporation two days before the meeting date.</p> <p>In the event of a virtual shareholders meeting, this Corporation shall upload the meeting agenda book, annual report and other meeting materials to the virtual meeting platform at least 30 minutes before the meeting starts, and keep this information disclosed until the end of the meeting.</p>
Article 5-1	<p>To convene a virtual shareholders meeting, this Corporation shall include the follow particulars in the shareholders meeting notice:</p> <ol style="list-style-type: none"> 1. How shareholders attend the virtual meeting and exercise their rights. 2. Actions to be taken if the virtual meeting platform or participation in the virtual meeting is obstructed due to natural disasters, accidents or other force majeure events, at least covering the following particulars: <ol style="list-style-type: none"> (1) To what time the meeting is postponed or from what time the meeting will resume if the above obstruction continues and cannot be removed, and the date to which the meeting is postponed or on which the meeting will resume. (2) Shareholders not having registered to attend the affected virtual shareholders meeting shall not attend the postponed or resumed session. (3) In case of a hybrid shareholders meeting, when the virtual meeting cannot be continued, if the total number of shares represented at the meeting, after deducting those represented by shareholders attending the virtual shareholders meeting online, meets the minimum legal requirement for a shareholder meeting, then the shareholders meeting shall continue. The shares represented by shareholders attending the virtual meeting online shall be counted towards the total number of shares represented by shareholders present at the meeting, and the shareholders attending the virtual meeting online shall be deemed abstaining from voting on all proposals on meeting agenda of that shareholders meeting.

	<p>(4) Actions to be taken if the outcome of all proposals have been announced and extraordinary motion has not been carried out.</p> <p>3. To convene a virtual-only shareholders meeting, appropriate alternative measures available to shareholders with difficulties in attending a virtual shareholders meeting online shall be specified.</p>
Article 6	<p>If a shareholders meeting is convened by the board of directors, the meeting shall be chaired by the chairperson of the board. When the chairperson of the board is on leave or for any reason unable to exercise the powers of the chairperson, one of the directors shall be appointed to act as chair. Where the chairperson does not make such a designation, the directors shall select from among themselves one person to serve as chair.</p> <p>When a director serves as chair, as referred to in the preceding paragraph, the director shall be one who has held that position for six months or more and who understands the financial and business conditions of the company. The same shall be true for a representative of a juristic person director that serves as chair.</p> <p>It is advisable that shareholders meetings convened by the board of directors be chaired by the chairperson of the board in person and attended by a majority of the directors, at least one supervisor in person, and at least one member of each functional committee on behalf of the committee. The attendance shall be recorded in the meeting minutes.</p> <p>If a shareholders meeting is convened by a party with power to convene but other than the board of directors, the convening party shall chair the meeting. When there are two or more such convening parties, they shall mutually select a chair from among themselves.</p> <p>This Corporation may appoint its attorneys, certified public accountants, or related persons retained by it to attend a shareholders meeting in a non-voting capacity.</p>
Article 7	<p>This Corporation, beginning from the time it accepts shareholder attendance registrations, shall make an uninterrupted audio and video recording of the registration procedure, the proceedings of the shareholders meeting, and the voting and vote counting procedures. The recorded materials of the preceding shall be retained for at least one year. If, however, a shareholder files a lawsuit pursuant to Article 189 of the Company Act, the recording shall be retained until the conclusion of the litigation.</p>

	<p>Where a shareholders meeting is held online, this Corporation shall keep records of shareholder registration, sign-in, check-in, questions raised, votes cast and results of votes counted by this Corporation, and continuously audio and video record, without interruption, the proceedings of the virtual meeting from beginning to end.</p> <p>The information and audio and video recording in the preceding paragraph shall be properly kept by this Corporation during the entirety of its existence, and copies of the audio and video recording shall be provided to and kept by the party appointed to handle matters of the virtual meeting.</p> <p>In case of a virtual shareholders meeting, this Corporation is advised to audio and video record the back-end operation interface of the virtual meeting platform.</p>
Article 8	<p>Attendance at shareholders meetings shall be calculated based on numbers of shares. The number of shares in attendance shall be calculated according to the shares indicated by the attendance book and sign-in cards handed in, and the shares checked in on the virtual meeting platform, plus the number of shares whose voting rights are exercised by correspondence or electronically.</p> <p>The chair shall call the meeting to order at the appointed meeting time. However, when the attending shareholders do not represent a majority of the total number of issued shares, the chair may announce a postponement, provided that no more than two such postponements, for a combined total of no more than one hour, may be made. If the quorum is not met after two postponements and the attending shareholders still represent less than one third of the total number of issued shares, the chair shall declare the meeting adjourned. In the event of a virtual shareholders meeting, this Corporation shall also declare the meeting adjourned at the virtual meeting platform.</p> <p>If the quorum is not met after two postponements as referred to in the preceding paragraph, but the attending shareholders represent one third or more of the total number of issued shares, a tentative resolution may be adopted pursuant to Article 175, paragraph 1 of the Company Act; all shareholders shall be notified of the tentative resolution and another shareholders meeting shall be convened within one month. In the event of a virtual shareholders meeting, shareholders intending to attend the meeting online shall re-register</p>

	<p>to this Corporation in accordance with Article 5.</p> <p>When, prior to conclusion of the meeting, the attending shareholders represent a majority of the total number of issued shares, the chair may resubmit the tentative resolution for a vote by the shareholders meeting pursuant to Article 174 of the Company Act.</p>
Article 9	<p>If a shareholders meeting is convened by the board of directors, the meeting agenda shall be set by the board of directors. Votes shall be cast on each separate proposal in the agenda (including extraordinary motions and amendments to the original proposals set out in the agenda). The meeting shall proceed in the order set by the agenda, which may not be changed without a resolution of the shareholders meeting.</p> <p>The provisions of the preceding paragraph apply mutatis mutandis to a shareholders meeting convened by a party with the power to convene that is not the board of directors.</p> <p>The chair may not declare the meeting adjourned prior to completion of deliberation on the meeting agenda of the preceding two paragraphs (including extraordinary motions), except by a resolution of the shareholders meeting. If the chair declares the meeting adjourned in violation of the rules of procedure, the other members of the board of directors shall promptly assist the attending shareholders in electing a new chair in accordance with statutory procedures, by agreement of a majority of the votes represented by the attending shareholders, and then continue the meeting.</p> <p>The chair shall allow ample opportunity during the meeting for explanation and discussion of proposals and of amendments or extraordinary motions put forward by the shareholders; when the chair is of the opinion that a proposal has been discussed sufficiently to put it to a vote, the chair may announce the discussion closed, call for a vote, and schedule sufficient time for voting.</p>
Article 10	<p>Before speaking, an attending shareholder must specify on a speaker's slip the subject of the speech, his/her shareholder account number (or attendance card number), and account name. The order in which shareholders speak will be set by the chair.</p> <p>A shareholder in attendance who has submitted a speaker's slip but does not actually speak shall be deemed to have not spoken. When the content of the speech does not correspond to the subject given on the speaker's slip, the spoken content shall prevail.</p>

	<p>Except with the consent of the chair, a shareholder may not speak more than twice on the same proposal, and a single speech may not exceed 5 minutes. If the shareholder's speech violates the rules or exceeds the scope of the agenda item, the chair may terminate the speech.</p> <p>When an attending shareholder is speaking, other shareholders may not speak or interrupt unless they have sought and obtained the consent of the chair and the shareholder that has the floor; the chair shall stop any violation.</p> <p>When a juristic person shareholder appoints two or more representatives to attend a shareholders meeting, only one of the representatives so appointed may speak on the same proposal.</p> <p>After an attending shareholder has spoken, the chair may respond in person or direct relevant personnel to respond.</p> <p>Where a virtual shareholders meeting is convened, shareholders attending the virtual meeting online may raise questions in writing at the virtual meeting platform from the chair declaring the meeting open until the chair declaring the meeting adjourned. No more than two questions for the same proposal may be raised. Each question shall contain no more than 200 words. The regulations in paragraphs 1 to 5 do not apply.</p> <p>As long as questions so raised in accordance with the preceding paragraph are not in violation of the regulations or beyond the scope of a proposal, it is advisable the questions be disclosed to the public at the virtual meeting platform.</p>
Article 11	<p>Voting at a shareholders meeting shall be calculated based the number of shares.</p> <p>With respect to resolutions of shareholders meetings, the number of shares held by a shareholder with no voting rights shall not be calculated as part of the total number of issued shares.</p> <p>When a shareholder is an interested party in relation to an agenda item, and there is the likelihood that such a relationship would prejudice the interests of this Corporation, that shareholder may not vote on that item, and may not exercise voting rights as proxy for any other shareholder.</p> <p>The number of shares for which voting rights may not be exercised under the preceding paragraph shall not be calculated as part of the voting rights represented by attending shareholders.</p>

	<p>With the exception as otherwise provided by law or regulation, when one person is concurrently appointed as proxy by two or more shareholders, the voting rights represented by that proxy may not exceed three percent of the voting rights represented by the total number of issued shares. If that percentage is exceeded, the voting rights in excess of that percentage shall not be included in the calculation.</p>
Article 12	<p>A shareholder shall be entitled to one vote for each share held, except when the shares are restricted shares or are deemed non-voting shares.</p> <p>When this Corporation holds a shareholder meeting, it shall adopt exercise of voting rights by electronic means and may adopt exercise of voting rights by correspondence. When voting rights are exercised by correspondence or electronic means, the method of exercise shall be specified in the shareholders meeting notice. A shareholder exercising voting rights by correspondence or electronic means will be deemed to have attended the meeting in person, but to have waived his/her rights with respect to the extraordinary motions and amendments to original proposals of that meeting.</p> <p>Except as otherwise provided in the Company Act and in this Corporation's articles of incorporation, the passage of a proposal shall require an affirmative vote of a majority of the voting rights represented by the attending shareholders. At the time of a vote, for each proposal, the chair or a person designated by the chair shall first announce the total number of voting rights represented by the attending shareholders, followed by a poll of the shareholders. After the conclusion of the meeting, on the same day it is held, the results for each proposal, based on the numbers of votes for and against and the number of abstentions, shall be entered into the MOPS.</p> <p>In addition to the proposals set out in the agenda, other proposals or alternatives proposed by the shareholders, or other amendments to the original proposal, should be seconded by other shareholders.</p> <p>When there is an amendment or an alternative to a proposal, the chair shall present the amended or alternative proposal together with the original proposal and decide the order in which they will be put to a vote. When any one among them is passed, the other proposals will then be deemed rejected, and no further voting shall be required.</p> <p>Vote monitoring and counting personnel for the voting on a proposal</p>

	<p>shall be appointed by the chair, provided that all monitoring personnel shall be shareholders of this Corporation.</p> <p>Vote counting for shareholders meeting proposals or elections shall be conducted in public at the place of the shareholders meeting.</p> <p>Immediately after vote counting has been completed, the results of the voting, including the statistical tallies of the numbers of votes, shall be announced on-site at the meeting, and a record made of the vote.</p> <p>When this Corporation convenes a virtual shareholders meeting, after the chair declares the meeting open, shareholders attending the meeting online shall cast votes on proposals and elections on the virtual meeting platform before the chair announces the voting session ends or will be deemed abstained from voting.</p> <p>In the event of a virtual shareholders meeting, votes shall be counted at once after the chair announces the voting session ends, and results of votes and elections shall be announced immediately.</p> <p>When this Corporation convenes a hybrid shareholders meeting, if shareholders who have registered to attend the meeting online in accordance with Article 6 decide to attend the physical shareholders meeting in person, they shall revoke their registration two days before the shareholders meeting in the same manner as they registered. If their registration is not revoked within the time limit, they may only attend the shareholders meeting online.</p> <p>When shareholders exercise voting rights by correspondence or electronic means, unless they have withdrawn the declaration of intent and attended the shareholders meeting online, except for extraordinary motions, they will not exercise voting rights on the original proposals or make any amendments to the original proposals or exercise voting rights on amendments to the original proposal.</p>
Article 13	<p>The election of directors at a shareholders meeting shall be held in accordance with the applicable election and appointment rules adopted by this Corporation, and the voting results shall be announced on-site immediately, including the names of those elected as directors and the numbers of votes with which they were elected, and the names of directors not elected and number of votes they received.</p> <p>The ballots for the election referred to in the preceding paragraph shall be sealed with the signatures of the monitoring personnel and kept in proper custody for at least one year. If, however, a shareholder files a</p>

	<p>lawsuit pursuant to Article 189 of the Company Act, the ballots shall be retained until the conclusion of the litigation.</p> <p>Where re-election of all directors as well as their inauguration date is stated in the notice of the reasons for convening the shareholders meeting, after the completion of the re-election in said meeting such inauguration date may not be altered by any extraordinary motion or otherwise in the same meeting.</p>
Article 14	<p>Matters relating to the resolutions of a shareholders meeting shall be recorded in the meeting minutes. The meeting minutes shall be signed or sealed by the chair of the meeting and a copy distributed to each shareholder within 20 days after the conclusion of the meeting. The meeting minutes may be produced and distributed in electronic form. This Corporation may distribute the meeting minutes of the preceding paragraph by means of a public announcement made through the MOPS.</p> <p>The meeting minutes shall accurately record the year, month, day, and place of the meeting, the chair's full name, the methods by which resolutions were adopted, and a summary of the deliberations and their voting results (including the number of voting rights), and disclose the number of voting rights won by each candidate in the event of an election of directors. The minutes shall be retained for the duration of the existence of this Corporation.</p> <p>Where a virtual shareholders meeting is convened, in addition to the particulars to be included in the meeting minutes as described in the preceding paragraph, the start time and end time of the shareholders meeting, how the meeting is convened, the chair's and secretary's name, and actions to be taken in the event of disruption to the virtual meeting platform or participation in the meeting online due to natural disasters, accidents or other force majeure events, and how issues are dealt with shall also be included in the minutes.</p> <p>When convening a virtual-only shareholder meeting, other than compliance with the requirements in the preceding paragraph, this Corporation shall specify in the meeting minutes alternative measures available to shareholders with difficulties in attending a virtual-only shareholders meeting online.</p>
Article 15	<p>Staff handling administrative affairs of a shareholders meeting shall wear identification cards or arm bands.</p> <p>The chair may direct the proctors or security personnel to help</p>

	<p>maintain order at the meeting place. When proctors or security personnel help maintain order at the meeting place, they shall wear an identification card or armband bearing the word "Proctor."</p> <p>At the place of a shareholders meeting, if a shareholder attempts to speak through any device other than the public address equipment set up by this Corporation, the chair may prevent the shareholder from so doing.</p> <p>When a shareholder violates the rules of procedure and defies the chair's correction, obstructing the proceedings and refusing to heed calls to stop, the chair may direct the proctors or security personnel to escort the shareholder from the meeting.</p>
Article 16	<p>When a meeting is in progress, the chair may announce a break based on time considerations. If a force majeure event occurs, the chair may rule the meeting temporarily suspended and announce a time when, in view of the circumstances, the meeting will be resumed.</p> <p>If the meeting venue is no longer available for continued use and not all of the items (including extraordinary motions) on the meeting agenda have been addressed, the shareholders meeting may adopt a resolution to resume the meeting at another venue.</p> <p>A resolution may be adopted at a shareholders meeting to defer or resume the meeting within five days in accordance with Article 182 of the Company Act.</p>
Article 16-1	<p>On the day of a shareholders meeting, this Corporation shall compile in the prescribed format a statistical statement of the number of shares obtained by solicitors through solicitation, the number of shares represented by proxies and the number of shares represented by shareholders attending the meeting by correspondence or electronic means, and shall make an express disclosure of the same at the place of the shareholders meeting. In the event a virtual shareholders meeting, this Corporation shall upload the above meeting materials to the virtual meeting platform at least 30 minutes before the meeting starts, and keep this information disclosed until the end of the meeting.</p> <p>During this Corporation's virtual shareholders meeting, when the meeting is called to order, the total number of shares represented at the meeting shall be disclosed on the virtual meeting platform. The same shall apply whenever the total number of shares represented at the meeting and a new tally of votes is released during the meeting.</p>

	<p>If matters put to a resolution at a shareholders meeting constitute material information under applicable laws or regulations or under Taiwan Stock Exchange Corporation (or Taipei Exchange Market) regulations, this Corporation shall upload the content of such resolution to the MOPS within the prescribed time period.</p>
Article 16-2	<p>In the event of a virtual shareholders meeting, this Corporation shall disclose real-time results of votes and election immediately after the end of the voting session on the virtual meeting platform according to the regulations, and this disclosure shall continue at least 15 minutes after the chair has announced the meeting adjourned.</p>
Article 16-3	<p>When this Corporation convenes a virtual-only shareholders meeting, both the chair and secretary shall be in the same location, and the chair shall declare the address of their location when the meeting is called to order.</p>
Article 16-4	<p>In the event of a virtual shareholders meeting, this Corporation may offer a simple connection test to shareholders prior to the meeting, and provide relevant real-time services before and during the meeting to help resolve communication technical issues.</p> <p>In the event of a virtual shareholders meeting, when declaring the meeting open, the chair shall also declare, unless under a circumstance where a meeting is not required to be postponed to or resumed at another time under Article 44-20, paragraph 4 of the Regulations Governing the Administration of Shareholder Services of Public Companies, if the virtual meeting platform or participation in the virtual meeting is obstructed due to natural disasters, accidents or other force majeure events before the chair has announced the meeting adjourned, and the obstruction continues for more than 30 minutes, the meeting shall be postponed to or resumed on another date within five days, in which case Article 182 of the Company Act shall not apply.</p> <p>For a meeting to be postponed or resumed as described in the preceding paragraph, shareholders who have not registered to participate in the affected shareholders meeting online shall not attend the postponed or resumed session.</p> <p>For a meeting to be postponed or resumed under the second paragraph, the number of shares represented by, and voting rights and election rights exercised by the shareholders who have registered to participate in the affected shareholders meeting and have successfully</p>

	<p>signed in the meeting, but do not attend the postpone or resumed session, at the affected shareholders meeting, shall be counted towards the total number of shares, number of voting rights and number of election rights represented at the postponed or resumed session.</p> <p>During a postponed or resumed session of a shareholders meeting held under the second paragraph, no further discussion or resolution is required for proposals for which votes have been cast and counted and results have been announced, or list of elected directors and supervisors.</p> <p>When this Corporation convenes a hybrid shareholders meeting, and the virtual meeting cannot continue as described in second paragraph, if the total number of shares represented at the meeting, after deducting those represented by shareholders attending the virtual shareholders meeting online, still meets the minimum legal requirement for a shareholder meeting, then the shareholders meeting shall continue, and not postponement or resumption thereof under the second paragraph is required.</p> <p>Under the circumstances where a meeting should continue as in the preceding paragraph, the shares represented by shareholders attending the virtual meeting online shall be counted towards the total number of shares represented by shareholders present at the meeting, provided these shareholders shall be deemed abstaining from voting on all proposals on meeting agenda of that shareholders meeting.</p> <p>When postponing or resuming a meeting according to the second paragraph, this Corporation shall handle the preparatory work based on the date of the original shareholders meeting in accordance with the requirements listed.</p> <p>For dates or period set forth under Article 12, second half, and Article 13, paragraph 3 of Regulations Governing the Use of Proxies for Attendance at Shareholder Meetings of Public Companies, and Article 44-5, paragraph 2, Article 44-15, and Article 44-17, paragraph 1 of the Regulations Governing the Administration of Shareholder Services of Public Companies, this Corporations hall handle the matter based on the date of the shareholders meeting that is postponed or resumed under the second paragraph.</p>
Article 16-5	<p>When convening a virtual-only shareholders meeting, this Corporation shall provide appropriate alternative measures available</p>

	to shareholders with difficulties in attending a virtual shareholders meeting online.
Article 17	Matters not covered by these rules shall be handled in accordance with the provisions of the Company Act and the Articles of Incorporation of the Company.
Article 18	<p>These Rules shall take effect after having been submitted to and approved by a shareholders meeting on June 23, 2010. Subsequent amendments thereto shall be effected in the same manner.</p> <p>The 1st amendment was made on May 8, 2013</p> <p>The 2nd amendment was made on May 22, 2015</p> <p>The 3rd amendment was made on June 15, 2020</p> <p>The 4rd amendment was made on August 4, 2021</p> <p>The 5rd amendment was made on June 20, 2022</p>