

" Stewardship Principles for Institutional Investors " Compliance Statement

SinoPac Securities Investment Trust Co., Ltd. (hereinafter referred to as "the Company") is engaged in securities investment trust business, discretionary investment business and other related businesses approved by the competent authority and acts as an asset manager. The Company's Statement complies with " Institutional Investors Stewardship Principles ", and the compliance based on the six principles is as follows:

Principle 1 Establish and disclose stewardship policies

The Company's operating objective is to achieve the overall interests of customers, beneficiaries and shareholders through the business of securities investment trusts and discretionary investments. To achieve this goal, the Company has formulated the Stewardship Policy approved by the Board of Directors and disclose the policy on the Company's website, the Company has drawn up Manager Principles and related business management regulations according to Securities Investment Trust and Consulting Act and related laws, including the responsibilities to clients, beneficiaries and shareholders and implementation and disclosure of stewardship actions.

Principle 2 Establish and disclose policies on managing conflicts of interest

To ensure that the Company performs its business based on the interests of clients or beneficiaries, the Company's Stewardship Policy, Manager Principles and related business management regulations contained conflict of interest management regulations, including the various patterns of conflict of interest and its management approaches.

Principle 3 Regularly monitor investee companies

As the investment scope expands, in addition to stocks, the Company should be extended the scope of stewardship to the other asset classes such as bonds etc., and consider the terms of risk and performance of environment, social and governance, integrated into the investment evaluation process. To ensure that the Company obtains sufficient and effective information to evaluate the nature, time and extent of dialogue and interaction with the investees and establish a good foundation for the Company's investment decisions, the Company is focused on items about the investees including related news, financial performance, industry general situations, business strategy, environmental protection measures, social responsibility and labor rights as well as corporate governance issues.

Principle 4 Maintain an appropriate dialogue and interaction with investee companies

Through appropriate dialogue and interaction with the investees, the Company further understands and communicates the risks faced by the industry and strategies from the

perspectives of its management, and endeavors to achieve certain consensus on the long-term value creation of the investees. The Company communicates with the management or managerial departments of the investees through telephone conferences, interviews, participation in institutional investors' conferences, shareholders' meetings or major special shareholders' meetings with attendance of our personnel. When the investee has a major violation of corporate governance principles or may damage the long-term value of the Company's clients, beneficiaries and shareholders on a specific issue, the Company will from time to time inquire the management of the investee about the handling situation, and does not rule out the collaboration opportunity with other investors to demand the response, to protect the rights of clients and beneficiaries, and promote the sustainable development of investee companies.

Principle 5 Establish and disclose clear voting policies and voting results

Based on the best interests of clients and beneficiaries, the Company exercises the voting rights of shares held by the fund or discretionary accounts according to the Regulations Governing Securities Investment Trust Enterprises, trust deeds and discretionary investment services contracts, the Company's voting policy, and does not absolutely support the proposals raised by the management. In addition to storage of written records on evaluation analysis of voting rights exercise, decision-making procedures and execution results, the Company also discloses each year's voting cast in favor, against or abstaining from various types of motions made by investee companies, and the reason for in favor, against or abstaining of the motion which are considered important, be disclosed in aggregate on the Company's website.

Principle 6 Periodically disclose to clients or beneficiaries about the status of fulfillment of stewardship responsibilities

The Company publish a stewardship report on the Company's website (<http://sitc.sinopac.com.tw>) by half yearly basis, to disclose the implementation of stewardship activities including the compliance statement and explanations of the inability to follow some of the principles, attendance at the shareholders' meeting of the investee, voting, information of the Company's internal resources to implement stewardship, contact channel for each stakeholder and all major issues. If any other new enhanced stewardship matters, will update in time.

Signatory SinoPac Securities Investment Trust Co., Ltd.

July 12, 2016 endorsed

Sep 25, 2020 updated