

Statement of Compliance with “Stewardship Principles for Institutional Investors”

Fuh Hwa Securities Investment Trust Co., Ltd. (the “Company”) is engaged in securities investment trust business, discretionary investment management business, securities investment consulting business, futures trust business, and other related businesses approved by the competent authority and acts as an asset manager. The Company hereby declares its compliance with the “Stewardship Principles for Institutional Investors,” and periodically discloses the status of its implementation of the six principles on the official website.

Principle 1: Establish and Disclose Stewardship Policies

The Company’ s operational objective is to pursue the overall benefits of clients, beneficiaries, and shareholders through its asset management business. To achieve this goal, the Company has established the Stewardship Policy, which includes monitoring the operations of investee companies, exercising voting rights at shareholder meetings, and engaging in constructive dialogue and interaction with company management, and other collaborative methods to participate in the corporate governance of investee companies. Stewardship activities are updated regularly on the Company’ s website

As the Company’ s investment scope broadens, the application of stewardship gradually expands beyond equities to include fix incomes, private placement funds, and other asset classes permitted under the laws and regulations of the R.O.C.

Principle 2: Establish and Disclose Policies on Managing Conflicts of Interest

Our Stewardship Policy prioritizes the interests of our clients, beneficiaries, and shareholders in business operations and includes guidelines for managing conflicts of interest. The key principles are summarized below:

- I. The Company shall not act in a way that benefits itself, its personnel, or any specific client at the expense of others.

- II. Clients and beneficiaries shall be treated fairly to prevent conflicts of interest.
- III. Responsible individuals and employees shall fulfill their fiduciary duties diligently and prioritize clients' interests when conflicts arise. Conflicts must be identified and addressed through appropriate internal controls.
- IV. Employees shall not engage in transactions or actions intended to manipulate the price of specific securities or engage in insider trading.

Principle 3: Regularly Monitor Investee Companies

The Company regularly assesses the nature, timing, and frequency of its communication and interactions with investee companies to ensure it gathers sufficient and effective information for sound investment decisions. In addition to continuously monitoring relevant news, financial performance, industry trends, and business strategies of these companies, the Company incorporates their environmental, social responsibility, labor rights, and corporate governance (ESG) practices and associated risks into its investment decision-making process. This approach promotes the sustainable development of investee companies, enhances long-term benefits for clients, beneficiaries, and shareholders, and has a positive impact on society as a whole.

Principle 4: Maintain an Appropriate Dialogue and Interaction with Investee Companies

The Company engages in suitable dialogue and interaction with investee companies to further understand and communicate the industry's risks and strategies with management, and strives to reach an agreement with investee companies on long-term value creation. The Company communicates with the management of investee companies annually through conference calls, face-to-face meetings, participation in investor conferences, and attendance at general or extraordinary shareholder meetings. When an investee company materially violates corporate governance principles on a specific issue or may damage the long-term value of the Company's customers, beneficiaries, or shareholders, the Company will irregularly inquire management of the investee company about the situation. It may also express concerns with other investors, jointly exerting the influence of investors.

Principle 5: Establish and Disclose Clear Voting Policies and Voting Results

To safeguard the overall interests of our clients, beneficiaries, and shareholders, the Company has established a clear voting policy within its Stewardship Policy, which is published on the company website. This policy serves as a guide for voting on shareholder resolutions, and does not always vote in favor of motions proposed by management. Each year, the Company discloses voting specifics on the company website.

Principle 6: Periodically Disclose the Status of Fulfilment of Stewardship Responsibilities

The Company periodically discloses its stewardship activities on its company website. The content of such disclosure includes compliance with this Statement, explanations for non-compliance with certain principles, attendance at shareholders' meetings of investee companies, voting activities, and other material events.

Signed by: Fuh Hwa Securities Investment Trust Co., Ltd.

Signed on: September 29, 2020