

Information on the operation of Audit Committee or the participation of supervisors in the operation of the Board of Directors:

1. Information on the operation of the Audit Committee:

The Audit Committee of the Company consists of 4 independent directors. The Committee operates with the primary purpose of overseeing the following matters:

- I. Proper presentation of the financial statements of the company.
- II. Appointment (discharge) of Certified Public Accountant (CPA) and independence and performance of CPA.
- III. Effective implementation of internal control of the company.
- IV. Company's compliance with relevant laws and regulations.
- V. Control of existing or potential risks of the company

The duties of the Committee are as follows:

- I. Adoption or amendment of an internal control system in accordance with Article 14-1 of the Securities and Exchange Act.
- II. Assessment of the effectiveness of the internal control system.
- III. Adoption or amendment, pursuant to Article 36-1 of the Securities and Exchange Act, of handling procedures for financial or operational actions of material significance, such as acquisition or disposal of assets, derivatives trading, extension of monetary loans to others, and endorsements or guarantees for others.
- IV. A matter bearing on the personal interest of a director or supervisor.
- V. A transaction involving material asset or derivatives trading.
- VI. A material monetary loan, endorsement, or provision of guarantee.
- VII. The offering, issuance, or private placement of any equity-type securities.
- VIII. The hiring, dismissal or remuneration of an attesting certified public accountant.
- IX. The appointment or dismissal of a financial, accounting, or internal auditing officer.
- X. Annual financial reports and second quarter financial reports that must be audited and attested by a CPA, which are signed or sealed by the Chairman, managerial officer, and Head-Finance & Accounting
- XI. Any other material matter so determined by the company or the competent authority.

The Audit Committee of the Company was established on July 15, 2021. From January 1, 2024 to the date of printing of the shareholders' meeting annual report, the Audit Committee held 6 meetings (A).

The attendance of the committee members is as follows:

Position	Name	Attendance in person (B)	Attendance by proxy	Attendance rate in person (%) [B/A]	Remarks
Independent Director	Jui-Ming Chang	6	0	100	
Independent Director	Cheng Ho Hsiao	5	0	83	
Independent Director	Tu-Tsun Tsai	2	0	33	Term ended on June 13, 2024; expected to attend 2 times.
Independent Director	Chao-Hsiang Cheng	6	0	100	
Independent Director	Shu-Fen Lai	4	0	100	Took office on June 13, 2024; expected to attend 4 times.

Other matters that require reporting:

- (1) Matters listed in Article 14-5 of the Securities and Exchange Act or the matter was not approved by the audit committee but had the consent of more than two-thirds of all directors, shall state the date of the

audit committee meeting, the meeting session, the contents of the proposal, all dissent, reservation or major suggestions of independent directors, the results of the audit committee resolution and the Company's handling of the audit committee's opinion.

Date	Meeting Session	Proposals	Matters listed in Article 14-5 of the Securities and Exchange Act	Matter was not approved by the audit committee but had the consent of more than two-thirds of all directors
2024.03.13	The 15th meeting of the 1st term	<ol style="list-style-type: none"> 1. Approved the Company's 2023 financial statements. 2. Approve the Year 2023 loss offset proposal 3. Approved the evaluation of the independence and suitability of the Company's certified public accountants and their appointment. 4. Approved the 2023 "Statement of Internal Control System" of the Company. 5. Approved the amendments to the Company's " Procedure for Lending Funds to Others" 	V V V V	None
2024.05.10	The 16th meeting of the 1st term	<ol style="list-style-type: none"> 1. Approved the Company's consolidated financial statements for Q1 2024. 2. Approved the loaning of funds of US\$1 million to the subsidiary (VIETNAM) Wanshih Electronic Element Company Limited. 3. Approved to apply for the renewal of credit facilities of Suzhou Wanshih Electronic Element Co., Ltd. with the Shanghai Commercial & Savings Bank, Ltd., under the endorsement and guarantee provided by the parent company. 4. Approved the amendments to the Company's internal control system and audit procedures regarding 'Computerized Information Processing' and 'Insider Trading Prevention'. 	V V V	None
2024.08.09	The 1th meeting of the 2st term	<ol style="list-style-type: none"> 1. Approved the nomination of the convener and meeting chairperson of the Company's second Audit Committee. 2. Approved the Company's consolidated financial statements for Q2 2024. 3. Approved the loaning of funds of US\$1.5 million to the subsidiary Suzhou Wanshih Electronic Element Co., Ltd . 	V	None
2024.11.12	The 2th meeting of the 2st term	<ol style="list-style-type: none"> 1. Approved the Company's consolidated financial statements for Q3 2024. 2. Approved the loaning of funds of US\$0.6 million to the subsidiary Draco Electronics LLC. 	V	None
2024.12.20	The 3th meeting of the 2st term	<ol style="list-style-type: none"> 1. Approved to apply for the renewal of credit facilities of Suzhou Wanshih Electronic Element Co., Ltd. with the CTBC Bank Co., Ltd., under the endorsement and guarantee provided by the parent company. 2. Approved to apply for the renewal of credit facilities of Top Ben LLC with the CTBC Bank Co., Ltd. under the endorsement and guarantee provided by the parent company. 3. Approved the revisions to the Company's internal control system and audit procedures for 'Sustainability Information Management Controls', 'Financial and Non-financial Information Management Controls', and 'Sales and Collection Cycle Controls'. 	V V V	None

Date	Meeting Session	Proposals	Matters listed in Article 14-5 of the Securities and Exchange Act	Matter was not approved by the audit committee but had the consent of more than two-thirds of all directors
2025.03.12	The 4th meeting of the 2st term	1. Approved the Company's 2024 financial statements. 2. Approve the Year 2024 loss offset proposal 3. Approved the proposal for a cash distribution from the capital surplus. 4. Approved the cancellation of the guarantee limit provided by the Company to subsidiary Top Ben LLC. 5. Approved the evaluation of the independence and suitability of the Company's certified public accountants and their appointment. 6. Approved the 2024 "Statement of Internal Control System" of the Company.	V V V V	None

(2) The implementation status of the independent directors' recusal from a resolution in which they may have interests shall include the independent directors' names, the contents of the resolution, the reasons for the recusal and the participation in voting: No such situation.

(3) Communication between the independent directors and the internal auditors and the independent auditors (including the major issues, methods and results of communication regarding the financial and operating positions of the Company).

A. Communication between the independent directors and the internal auditors: The audit unit provides regular audit reports to the independent directors so that they can understand the Company's operations and the implementation status of the audit.

B. Communication between the independent directors and the CPA: The CPA communicates with the independent directors regarding the audit plan, risk assessment and key audit issues, implementation and results during the audit planning stage and the auditing process for each year, and the independent directors express no opinion.

2. The participation of supervisors in the operation of the Board of Directors:

The Company established an Audit Committee to replace the Supervisors.