

## **Communication between Independent Board Members, Internal Audit Manager, and Accountants**

### **I. Communication policy for independent board members, the internal audit, and accountants**

(1) Communication between independent board members and accountants 1. The audit committee is composed of all independent board members, and meetings are held regularly. Auditors are asked to attend the annual financial reports and semiannual financial reports. Motions related to the financial operations of the company are communicated and discussed. 2. The audit committee appoints independent auditors to examine the reports and forms that the board submits at shareholder meetings according to “Audit Committee Organizational Regulations” (operation reports, financial reports, and revenue distribution reports). In addition, audit reports of the audit committee are provided according to the regulations.

### **(2) Communication between independent board members and the internal audit**

- A. Examination of the validity of the internal control system (internal control system statement is provided) is conducted by the audit committee, and the result is reported to the board.
- B. The regulations of the “Internal Control System” are examined by the audit committee and then reported to the board.
- C. The setting and revision of the “Internal Audit System and Practice Regulations” are examined by the audit committee and then reported to the board.
- D. The audit unit of this company is directly subordinate to the board. The audit unit is responsible for setting the organization, system, and positions of the internal audit unit; constructing the overall audit system; and managing the audit operations. The audit operation execution conditions are reported to the audit committee and the board every quarter.
- E. The audit unit regularly submits internal audit reports of the company and the subsidiaries to the independent board members.
- F. The audit unit continually tracks and reviews the examination opinions or audit errors of the financial supervisory institutions, accountants, internal audit units, and the unit itself as well as the improvement items listed in the internal control system statement. In addition, tracking, examination, and improvement statuses are reported to the audit committee and to the board.

G. The audit unit submits the audit plan of the previous year at the end of every fiscal year. The plan is examined by the audit committee and then reported to the board.

II. Communication between independent board members, the internal audit, and accountants

(1) Communication table

Date	Meeting	Communication target	Communication items	Communication outcomes
110.2.26	Audit committee	Ernst & Young accountant Yu Qianru	Communication items of accountants, independent board members, and the management	The communication was favorable with no other suggestions
		Audit manager	Audit report of the fourth quarter of 2020	No other suggestions.
		Audit manager	Internal control system statement of 2020	The statement was passed unanimously by all members.
110.5.14	Audit committee	Ernst & Young accountant Yu Qianru	Communication items of accountants, independent board members, and the management	The communication was favorable with no other suggestions
		Audit manager	Audit report of the first quarter of 2021	No other suggestions.
110.8.16	Audit committee	Ernst & Young accountant Yu Qianru	Communication items of accountants, independent board members, and the management	No other suggestions.
		Audit manager	Audit report of the second quarter of	No other suggestions.

Date	Meeting	Communication target	Communication items	Communication outcomes
			2021	
110.11.15	Audit committee	Ernst & Young accountant Yu Qianru	Communication items of accountants, independent board members, and the management	The communication was favorable with no other suggestions
		Audit manager	Audit report of the third quarter of 2021	No other suggestions.

(2) The internal audit report for the company is submitted to the independent board members every month.