Audit Committee

The company's "Audit Committee" was established on June 4, 2018 to replace the Committee of Supervisors. The members of the committee are served by three independent directors, and a member is elected to serve as the convener and chairman of meetings. Its operation follows the Regulations of Audit Committee", and its duties and responsibilities include: providing oversight of the financial reporting process, the audit process, the company's system of internal controls and compliance with laws and regulations; transactions of major assets or derivative commodities; raising funds or issuing securities; appointment, dismissal or compensation of accountants; appointment and dismissal of financial, accounting or internal supervisors.

Operations of 2025：

1) The Audit Committee reviewed financial reports of the company. The board of directors of the company submitted 2024 financial statements (including consolidated financial statements) for attestation by Accountants, Chuang, Chun-Wei and Yu, Chi-Lung at KPMG Taiwan, and together with Operation Report and Proposal of Distribution of Profit, they were all approved by the 6th session of 3rd Audit Committee on Febraury 27, 2025, the 10th session of 8th Board of Directors, and 2025 Shareholders' Meeting held on May 21, 2025.

2) The Audit Committee assessed the effectiveness of the internal control system. The company determines whether the design and implementation of the internal control system in 2025 are effective based on "Regulations Governing Establishment of Internal Control System by Public Companies".

Based on the results of the internal control self-assessment operations and annual audit work, no significant deficiencies have been identified in the design and implementation of the company's internal control system. The design and implementation of the company's internal control system are deemed effective. After deliberation and approval by the 3th Audit Committee of the 13th term (2026.3.11), it was subsequently presented to and resolved by the 15th meeting of the 10th Board of Directors (2026.3.11) and the "Internal Control System Statement" for 2025 was issued.

The Audit Committee convened 7 meetings in fiscal year 2025, of which the attendance is as follows:

Position	Name	Attendance in Person (B)	Attendance by Proxy	Attendance Rate(%) (B/A)	Note
Convener	Yang, Wendy	7	0	100.00	
Member	Kuo, Ping-Chen	7	0	100.00	
Member	Kuan, Hsu-Chiang	7	0	100.00	

Other matters to be recorded：

1) If any of the following situations occur in the operation of the Audit Committee, the date of the Audit Committee meeting, the session, the agenda content, the dissenting opinions of independent directors, reservations or significant recommendations, the results of the Audit Committee's decision, and the company's response to the Audit Committee's opinions shall be disclosed.

(1) Matters listed in Article 14-5 of the Securities and Exchange Act. See table below for details.

(2) In addition to the above-mentioned, resolutions that have not been approved by the Audit Committee but have been approved by more than 2/3 of directors: None.

Date Session	Proposal(s) and Resolutions	Proposals Referred to items listed in Article 14-5 of the Securities Exchange Act	Resolutions that have not been approved by the Audit Committee but have been approved by more than 1/3 of irectors
2025/02/27 6th Session of the 3rd Audit Committee	Discussion of financial statements of the 2024.	V	
	Discussion on the Company's 2024 "Internal Control System Effectiveness Assessment" and "Internal Control System Statement."	V	
	Resolution of Independent Directors (2025/02/27): All the independent directors present agreed to pass the proposals. Response to opinions of independent directors: None		
2025/05/08 8th Session of the 3rd Audit Committee	Proposal for Loans to Overseas Subsidiary.	V	
	Amendment to the Company's Internal Control System regarding the "Property, Plant, and Equipment Operational Cycle".	V	
	Resolution of Independent Directors (2025/05/08): All the independent directors present agreed to pass the proposals. Response to opinions of independent directors: None		
2025/08/07 10th Session of the 3rd Audit Committee	Amendment to the Operational Procedures of Ching Feng Singarpore Pte. Ltd. Regarding Loans to Third Parties.	V	
	A loan was provided to the overseas subsidiary, Fu Vietnam Company Limited.	V	
	Amendment to the Procedures of All Strong Industry INC. for the Acquisition or Disposal of Assets.	V	
	Resolution of Independent Directors (2025/08/07): All the independent directors present agreed to pass the proposals. Response to opinions of independent directors: None		
2025/11/11 11th Session of the 3rd Audit Committee	Accounts Receivable Exceeding the Normal Credit Period as of September 30, 2025, Are Not Considered Loans.	V	
	Amendment to "Rules of Procedure for Board of Directors Meetings".	V	
	Proposal for the 2026 Audit Plan.	V	
	Authorization for the Acquisition of Land in Longfu Section, Xitun District, Taichung City.	V	
	Resolution of Independent Directors (2025/11/11): All the independent directors present agreed to pass the proposals. Response to opinions of independent directors: None		

2) Independent Directors' recusal of interest proposals: None, all members of the Audit Committee fully expressed their opinions during the meeting.

3) Communications among independent directors and internal audit supervisors and accountant (including major events, methods and results of communication based on the company's financial and operating status):

(1) The company's independent directors have direct communication channels with internal audit supervisors and accountants; in accordance with the regulations of the competent authority, they regularly check the company's financial and operating conditions, and communicate directly with the management team.

A. The company's internal audit supervisor regularly conducts internal audit reports in quarterly audit committee meetings. The report includes the implementation of audit, inspection deficiencies, improvement, tracking and their effectiveness; in addition to providing independent directors with written audit reports every month, the internal audit supervisor also conducts reports on individual project according to the recommendations of independent directors.

B. After the quarterly financial statements have been audited by the company's accountants, the Audit Committee reports the audit results of financial statements of the company and its subsidiaries at home and abroad, as well as other matters required by relevant laws and regulations, at the audit committee meeting.

(2) The independent directors communicated well with the internal audit supervisor, and the independent directors had no other suggestions. The major items communicated in 2025 are summarized as follows:

A. Communicaton with internal audit supervisor:

Date	Items communicated	Results
2025/01/16	Report on execution result of internal audit from November 2024	None
2025/02/27	Report on execution results of internal audit for December 2024 to January 2025 2024 internal control system self-assessment and statement on internal control system	None Approved as proposed
2025/03/08	Report on execution results of internal audit from February 2025	None
2025/05/08	Report on execution results of internal audit from March 2025 Amendment to the Company's Internal Control System regarding the 'Property, Plant, and Equipment Operational Cycle Follow-up Report on Internal Audit Deficiencies for the Year 2024	None Approved as proposed
2025/08/07	Report on execution results of internal audit from April to June 2025	None
2025/11/11	Report on execution results of internal audit for July to September 2025 2026 Audit Plan	None. Approved as proposed

B. Communication with accountants:

Date	Items communicated	Results
2025/02/27	Audit Explanation for the Q4 2024 Financial Report	None
2025/05/08	Audit Explanation for the Q1 2025 Financial Report	None
2025/08/07	Audit Explanation for the Q2 2025 Financial Report	None
2025/11/11	Audit Explanation for the Q3 2025 Financial Report	None