



Statement of Compliance with the "Stewardship Principles for Institutional Investors"

O-Bank Co., Ltd. (hereinafter referred to as "O-Bank"), conducts business approved by the Banking Act and the competent authority. When investing its own funds in stocks, bonds, and funds, etc., O-Bank will be based on the overall interests of the fund providers (including entrusted clients, beneficiaries, or shareholders, hereinafter referred to as "fund providers"), pay attention to the investee companies, appropriately engage in dialogue with their management, promote the sustainable development of the investee companies, and incorporate the risks and performance of the investee companies in environmental, social, and governance (hereinafter referred to as "ESG") aspects into its investment process and decision-making. O-Bank declares its compliance with the "Stewardship Principles for Institutional Investors," and the compliance with the six principles is as follows:

Principle 1: Establish and Disclose Stewardship Policies

As a corporate institutional investor, O-Bank's investment objective is to diversify assets to reduce risk and generate returns, in order to maximize the interests of fund providers. To achieve this goal, O-Bank has established "Stewardship Guidelines" and related regulations to manage and execute its responsibilities as an institutional investor. The main contents are as follows:

1. O-Bank shall determine the manner, extent, and frequency of its stewardship actions based on investment objectives, costs and benefits, and the impact on the sustainable development of enterprises, and continuously pay attention to the corporate governance of investee companies through stewardship actions.
2. When O-Bank invests with its own funds, or acts as a trustee with decision-making power over trust assets, or serves as a director or supervisor of an investee company, for stock investments in domestic public companies with an original investment cost exceeding NT\$30 million, O-Bank shall perform stewardship actions. In addition to paying attention to the operational status of the investee company, it shall also exercise its rights by attending shareholder

meetings, exercising voting rights, and appropriately engaging in dialogue and interaction with the management of the investee company.

3. For equity investments, O-Bank will participate in the shareholder meetings of investee companies through stewardship actions, primarily by exercising voting rights electronically, supplemented by appointing representatives to attend shareholder meetings.
4. O-Bank conducts assessments of ESG risks, climate risks, and the positive impact on society and the environment for investment targets, and integrates them into O-Bank's banking book investment process and decision-making, in order to adhere to the concept of corporate sustainable development:
 - (1) In terms of ESG risk assessment, O-Bank excludes ESG risk industries through negative screening (including applicability review, sensitive industry review, and natural risk review), and measures the environmental, social, and governance performance of the target investment based on its "Sustainability Assessment Record" (including the following indicators: TWSE Corporate Governance Evaluation, MSCI ESG Rating, Sustainalytics ESG Risk Rating). For targets without relevant records, O-Bank's "ESG Comprehensive Assessment Form" should be used to classify their ESG risk levels.
 - (2) In terms of climate risk assessment, for high climate risk industries (including high carbon emission industries and high environmental risk industries), O-Bank's "TCFD Climate Risk Checklist" should be used to classify their climate risk levels.
 - (3) In terms of enhancing positive social and environmental impact, O-Bank assesses relevant risks and opportunities of investment targets from Environmental, Social, and Governance to determine whether they are investable targets.
 - (4) The above assessment results and risk levels are incorporated into the evaluation items of investment decisions.



5. O-Bank shall disclose its stewardship performance on its company website, and update it at least once a year.

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

To ensure that O-Bank conducts its business with the interests of fund providers as its priority, O-Bank has established relevant policies and regulations for preventing conflicts of interest. The main contents are as follows:

1. O-Bank has established "Employee Code of Conduct for Preventing Insider Trading," "Operating Guidelines for Preventing Conflicts of Interest," and "Code of Ethics," all of which prohibit O-Bank personnel from making decisions and actions that are detrimental to other clients, beneficiaries, or stakeholders for their own private gain, or for the benefit of specific clients or beneficiaries, or from engaging in insider trading using undisclosed company or client information or any information that may significantly affect securities trading prices. They are also prohibited from directly or indirectly disclosing the aforementioned information to others to prevent others from engaging in insider trading using such information.
2. When O-Bank invests in equity-related securities issued by or linked to stakeholders listed in Articles 369-1 to 369-9 of the "Company Act" or related directives, unless it complies with general authorization or other legal provisions, it shall be submitted to the board of directors for a supermajority resolution, and proof that the transaction terms are not superior to those of other similar parties shall be provided.
3. In accordance with O-Bank's "Code of Ethics," O-Bank personnel shall not, in their own name or in the name of others, engage in any acts such as lending funds, significant asset transactions, providing guarantees, or other transactions that create a conflict of interest. When O-Bank's directors and managers believe they cannot handle matters objectively or in a manner favorable to the company, or when a transaction may cause a conflict of interest, they shall proactively declare it and handle or avoid it in a legal and appropriate manner.



4. O-Bank's employees shall comply with the relevant operating procedures for preventing conflicts of interest when performing their duties, and prevent conflicts of interest through the implementation of educational promotion, layered responsibility, information control, firewall design, and supervision and control mechanisms.
5. O-Bank shall regularly or irregularly summarize and explain the causes and handling methods of significant conflicts of interest that have occurred to shareholders on its company website or in its annual report.

Principle 3: Continuously Monitor Investee Companies

To ensure that O-Bank obtains sufficient and effective information to evaluate the nature, timing, and extent of dialogue and interaction with investee companies, and to establish a good foundation for O-Bank's investment decisions. O-Bank's monitoring items for investee companies include relevant news, industry overview, operational status, financial status, financial performance, cash flow, stock price, and ESG issues.

Principle 4: Appropriate Dialogue and Interaction with Investee Companies

O-Bank, through appropriate dialogue and interaction with investee companies, further understands and communicates with their management regarding the risks and strategies faced by the industry, and strives to reach a consensus with investee companies on long-term value creation. O-Bank communicates with the management of investee companies annually through teleconferences, face-to-face meetings, participation in investor conferences, or by sending personnel to attend ordinary shareholder meetings or significant extraordinary shareholder meetings. When an investee company has a significant violation of corporate governance principles or is likely to harm the long-term value of O-Bank's shareholders on specific issues, O-Bank will irregularly inquire with the investee company's management about the handling status, and does not rule out jointly expressing demands with other investors.

Principle 5: Establish and Disclose a Clear Voting Policy and Disclose Voting Records



To maximize the interests of fund providers, O-Bank has established "Voting Guidelines and Disclosure Procedures" and actively participates in voting on shareholder meeting proposals. The relevant voting policy is explained as follows:

1. The exercise of O-Bank's equity shall be based on the best interests of the company and its shareholders. Unless otherwise stipulated by law, O-Bank shall not directly or indirectly participate in the operation of the issuing company or have improper arrangements.
2. Upon receiving a notice of a meeting from a company in which it holds shares, O-Bank shall, within the period for holding the shareholder meeting, arrange for the attendance of personnel, make decisions on the exercise of voting rights, and other related operating procedures, and retain records for future reference.
3. The voting rights exercise decision defines the types of proposals to support, oppose, or only abstain, and states that O-Bank does not absolutely support the proposals put forward by the management of the investee company. Proposals to oppose or abstain include: financial reports, dividend distribution performance below O-Bank's expectations, or frequent changes of directors and supervisors, and when communication with the investee company yields no response or the results are unsatisfactory.
4. Considering the overall operational impact and suitability analysis on the investee company, for stock investments with an original investment cost exceeding NT\$30 million, voting rights exercise operations shall be conducted. If the investee company's shareholder meeting adopts electronic voting, O-Bank may attend the shareholder meeting in person if business needs require. If electronic voting is not adopted, personnel shall be appointed to attend the shareholder meeting in person to exercise voting rights, and voting rights shall not be exercised by proxy. The original investment cost of shares held refers to the sum of investment amounts in the banking book and trading book.

5. To respect the professional management of investee companies and promote their effective development, O-Bank generally supports proposals put forward by the management; however, for proposals that hinder the sustainable development of investee companies and violate corporate governance principles (such as false financial reports, improper remuneration for directors and supervisors), or proposals that have a negative impact on the environment or society (such as environmental pollution, human rights violations, deprivation of labor rights), O-Bank generally does not support them.
6. Before attending the shareholder meeting of an investee company, O-Bank shall have personnel from the responsible unit prepare a report evaluating and analyzing the exercise of voting rights for each proposal at the shareholder meeting. If necessary, communication and understanding with the management may be conducted before the shareholder meeting. After approval by the responsible unit's supervisor, a designated person will be authorized to perform electronic voting or a representative will be appointed to attend the shareholder meeting to exercise voting rights.
7. O-Bank's voting decisions will be categorized based on environmental, social, and governance aspects. For different ESG proposals, corresponding voting guidelines will be established, aiming to encourage investee companies to integrate ESG considerations into their business decisions and strategies, thereby strengthening their social and environmental responsibilities and promoting corporate sustainable development.
8. If O-Bank entrusts external service providers to conduct voting or provide voting advice, it will ensure through communication, agreement, or supervision that the entrusted external service institutions comply with O-Bank's voting guidelines, and O-Bank remains ultimately responsible for the management and execution of outsourced matters.
9. O-Bank's participation in shareholder meetings and the exercise of voting rights, as well as evaluation reports, shall be retained for future reference.



10. To fully express opinions on the proposals of investee company shareholder meetings and reduce time and space constraints on voting, O-Bank primarily exercises voting rights electronically, supplemented by appointing representatives to attend shareholder meetings.
11. O-Bank will disclose the aggregated voting records for each year on its company website annually.

Principle 6: Regularly Disclose Stewardship Performance

O-Bank regularly discloses its stewardship performance on its website, including this statement of compliance and explanations for any principles not complied with, attendance at investee company shareholder meetings and voting records, and other significant matters.

Signatory O-Bank Co., Ltd.

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