

## 2023 Annual key operations and operation status of Audit Committee

### Holding 4 times (A) of Audit Committee Meetings, the attendance status of Independent Directors in 2023 :

Title	Name	Times of Attendance(B)	Proxy	Actual Percentage of Attendance (%) (B/A)	Remark
Convener (Note)	Lawrence Juen-Yee LAU	4	0	100	
Convener (Note)	Jyuo-Min Shyu	4	0	100	
Member	Ta-Sung Lee	4	0	100	

Note : The convener of the 7th & 8th Meeting of the 3rd Term Audit Committee meetings is Independent Director Mr. Lawrence Juen-Yee LAU. Starting from the 9th Meeting of the 3rd Term Audit Committee meetings, Independent Director Mr. Jyuo-Min Shyu serves as the convener of the Audit Committee.

### Experience and professional qualifications of Audit Committee Members

Title	Name	Experience and professional qualifications
Convener (Note)	Lawrence Juen-Yee LAU	Ralph and Claire Landau Professor of Economics, The Chinese University of Hong Kong; Serving as the Academician of Academia Sinica, expert in Economic Development and Economic Growth, also serves as a non-executive director of several foreign listed companies, and possesses a broad global perspective and financial background.
Convener (Note)	Jyuo-Min Shyu	Served in ITRI for 18 years, leading the ITRI team to engage in cutting-edge technology research and development. Profound practical experience in technological innovation and industrial cooperation. Also served as Minister of Science and Technology. The Ministry of Science and Technology is the government's specialized agency for promoting the development of science and technology.
Member	Ta-Sung Lee	Specializes in communication systems and signal processing. Served as a member of the National Communication and Communication Committee. Distinguished Professor of the Department of Electrical Engineering of NYCU and the director of the Internet of Things Smart System Research Center.

Note : The convener of the 7th & 8th Meeting of the 3rd Term Audit Committee meetings is Independent Director Mr. Lawrence Juen-Yee LAU. Starting from the 9th Meeting of the 3rd Term Audit Committee meetings, Independent Director Mr. Jyuo-Min Shyu serves as the convener of the Audit Committee.

### Annual key operations of Audit Committee:

The Committee is composed of 3 independent directors. The Audit Committee assists the Board in fulfilling its oversight of the quality and integrity of the accounting, auditing, reporting, and financial control practices of the Company.

Holding 4 times of Audit Committee Meetings in 2023. The powers of the Committee are as follows:

1. The adoption of or amendments of the internal control system pursuant to Article 14-1 of the

Securities and Exchange Act.

2. Assessment of the effectiveness of the internal control system.
3. The adoption or amendment, pursuant to Article 36-1 of the Securities and Exchange Act, of the procedures for handling financial or business activities of a material nature, such as acquisition or disposal of assets, derivatives trading, loaning of funds to others, and providing endorsements or guarantees to others.
4. Matters in which a director is an interested party.
5. Asset transactions or derivatives trading of a material nature.
6. Loans of funds, endorsements, or provision of guarantees of a material nature.
7. The offering, issuance, or private placement of equity-type securities.
8. The hiring or dismissal of an external certified public accountant, or their compensation.
9. The appointment or discharge of a financial, accounting, or internal audit officer.
10. Annual and quarters financial reports.
11. Other material matters as required by this Corporation or by the competent authority.

• **Audit Committee's Review Report**

The Board of Directors has prepared the Company's 2022 Business Report, the Financial Statements and the Proposal for Profit Distribution. The CPAs of Deloitte & Touche, Yung-Hsiang Chao and Chih-Ming Shao have audited the Financial Statements (including the Stand-alone & the Consolidated Financial Reports) and issued the audit opinions. The Business Report, Financial Statements, and the Proposal for Profit Distribution have been reviewed and determined to be correct and accurate by the Audit Committee members of Far Eastone Telecommunications Co., Ltd.

• **The evaluation of effectiveness of the internal control system**

The evaluation of effectiveness of the internal control system design and implementation is performed in accordance with "Regulations Governing Establishment of Internal Control Systems by Public Companies" (the Regulations). The Regulations examine the following components throughout the internal control process: (1) control environment, (2) risk assessment, (3) control activities, (4) information and communication, and (5) monitoring activities. Details could be referred to the Regulations. The Company management has assessed the effectiveness of the internal control system design and implementation based on the above Regulations. The Company management declares that the internal control system (including Subsidiary Governance) has effectively assured that the following objectives have been reasonably achieved during the assessment period:

1. Effectiveness and efficiency of business operations (including earnings, operating performance and the safeguard of company assets);
2. Reliability, timeliness, transparency, and regulatory compliance of reporting;
3. Compliance with applicable laws, regulations, and bylaws.

• **The hiring of Certified Public Accountant**

To ensure the independence of the signing accounting firm, the Audit committee evaluated the independence, professionalism, and competence of the accountants based on Standard of Ethics No.10 of the Code of Professional Ethics and Audit Quality Indicators (AQIs). After review and approval at 3rd term Audit Committee and the 8th meeting of the 9th Board of Directors on February 15, 2023, it was confirmed that the accountants, Yung-Hsiang Chao and Chih-Ming Shao, from Deloitte & Touche,

meet the independence standards.

**Other matters of importance:**

1. If any of below listed-circumstances of operation of Audit Committee Meetings, it's necessary to be disclosed, including dates of Audit Committee meetings, sessions, the contents of motions, all independent opinions from Audit Committee members and the Company's response to Audit Committee's opinions:

1-1The issues of Article 14-5 of the Securities and Exchange Act:

Dates & sessions of Board of Director	Contents and motions	The content of motions, and objections, reservations or major recommendations of the independent directors	Resolution:	The Company's response to Audit Committee's opinions:
The 7th Meeting of the 3rd Term (February 15, 2023)	The disposal of equipment	None	Ratified by all attending Members without objection.	Ratified by all attending Directors without objection.
	The 2022 annual financial statements and consolidated financial statements of the Company			
	The distribution cash dividend from retained earnings and legal reserve of the Year 2022			
	The 2022 business report of the Company			
	The amendments to the "Handling Procedure for Acquisition and Disposal of Assets" and other related regulations of the Company			Approved by all attending Directors without objection.
	The 2023 business plan			
	The 2023 H1 consolidated financial forecast			
2023 appointment and assessment result of independence and suitability of Certified Public Accountant, and add the "Pre-				

Dates & sessions of Board of Director	Contents and motions	The content of motions, and objections, reservations or major recommendations of the independent directors	Resolution:	The Company's response to Audit Committee's opinions:
	<p>approval policy for Certified Public Accountant to provide Non-Assurance Services” of the Company.</p> <p>The internal audit update</p> <p>The Declaration of Internal Control System of the Company</p>			
The 8th Meeting of the 3rd Term (May 3, 2023)	<p>The disposal of equipment and other assets of the Company</p> <p>The Q1 2023 consolidated financial statements of the Company</p> <p>The internal audit update</p>	None	<p>Ratified by all attending Members without objection.</p> <p>Approved by all attending Members without objection.</p>	<p>Ratified by all attending Directors without objection.</p> <p>Approved by all attending Directors without objection.</p>
The 9th Meeting of the 3rd Term (August 9, 2023)	<p>The disposal of equipment and other assets of the Company</p> <p>The Q2 2023 consolidated financial statements of the Company</p> <p>The Q3 2023 consolidated financial forecast of the Company</p> <p>The Wind Power Energy purchasing proposal of the Company, and to authorize the chairman or a person designated by chairman to sign a Memorandum of Understanding (“MOU”) and Corporate Power Purchase Agreements (“CPPAs”)</p> <p>The internal audit update</p>	None	<p>Ratified by all attending Members without objection.</p> <p>Approved by all attending Members without objection.</p>	<p>Ratified by all attending Directors without objection.</p> <p>Approved by all attending Directors without objection.</p>

Dates & sessions of Board of Director	Contents and motions	The content of motions, and objections, reservations or major recommendations of the independent directors	Resolution:	The Company's response to Audit Committee's opinions:
The 10th Meeting of the 3rd Term (November 3, 2023)	The disposal of equipment and other assets of the Company	None	Ratified by all attending Members without objection.	Ratified by all attending Directors without objection.
	The Q3 2023 consolidated financial statements of the Company		Approved by all attending Members without objection.	Approved by all attending Directors without objection.
	The Q1 2024 Critical Capital Expenditure budget			
	The acquisition of WuGu land for Network room from Far Eastern Resource Development Co., LTD. to ensure the long-term equipment room use needs			
	The amendments to the "Internal Control System" of the Company			
	The internal audit update			
	The 2024 Audit Plan			

1-2 Any resolutions approved by over two-thirds of the board directors but not approved by the Audit Committee : None.

2. Any Independent Director's avoidance of motions due to conflict of interest, including the Independent Directors' names, the contents of motions, the causes for avoidance and voting: None.