

Yuanta Financial Holding Company

Professional Code of Ethics

Approved by the Board of Directors on March 6, 2007 (11th meeting of the 3rd board)

Amendments approved on April 22, 2008 (13th meeting of the 4th board)

Amendments approved on March 30, 2010 (42nd meeting of the 4th board)

Amendments approved on March 30, 2015 (28th meeting of the 6th board)

Amendments approved on November 27, 2017 (21st meeting of the 7th board)

Amendments approved on July 24, 2019 (4th meeting of the 8th board)

Article 1 (Purpose of and Basis for Adoption)

This Professional Code of Ethics is adopted for the purpose of encouraging the personnel of the Company to act in line with ethical standards, and to help stakeholders better understand the ethical standards of the Company.

Article 2 (Definition)

The Company's personnel stated in this Code include directors of the board, managers, and employees.

Managers include presidents, vice presidents, and department managers appointed in accordance with Article 29 of the *Company Act*.

The term "employees" in this Code refers to those who, in addition to the managers mentioned in the preceding paragraph, are paid by the Company for employment.

Article 3 (Standards of Ethical Conduct)

The Company's personnel shall perform their duties in accordance with the laws and regulations and the provisions of this Code and pursue high standards of ethical conduct.

The directors of the board and managers of the Company shall lead by example and promote the implementation of the provisions of this Code.

Article 4 (Team Spirit and Integrity Principles)

The Company's personnel shall perform their duties in a proactive, responsible, and conscientious manner, abandoning the egoism and emphasizing team spirit, and abide by the principles of integrity.

Article 5 (Equal Appointment and Prohibition of Discrimination)

The Company shall respect a pluralistic society and provide equal appointment and career development opportunities to the Company's managers and employees

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without preferential treatment or any form of discrimination on the basis of gender, race, religion, party affiliation, sexual orientation, rank, nationality, or age, etc.

Article 6 (Healthy and Safe Working Environment)

The Company shall provide a healthy and safe working environment for its personnel. The Company's personnel shall work together to maintain a healthy and safe working environment and shall not engage in any sexual harassment or other acts of violence, threat, or intimidation.

Article 7 (Respect for Privacy and Prohibition of Disseminating Rumors)

The Company's personnel shall respect each other's privacy and shall not disseminate rumors or make false statements that may harm others.

Article 8 (Confidentiality)

The Company's personnel shall carefully manage any matters, confidential information or customer data that come to their attention in the course of their duties and shall not disclose them to others or use them for purposes other than their work, except as disclosed by the Company or as required by laws and regulations. The same applies after the personnel leave office.

The information that should be kept confidential in the preceding paragraph includes all unpublished information that may be used by competitors or the disclosure of which may be harmful to the Company or its customers.

Article 9 (Proper Production and Preservation of Documentary Information)

The Company's personnel shall ensure the correctness and completeness of the production of all forms of documentary or electromagnetic recordings under their management and shall preserve them properly. In case of loss, damage, or concealment or falsification of the information in the documentary or electromagnetic recordings, it shall be reported to the head of the unit to trace the cause.

Article 10 (Proper Protection of Company Assets)

The Company's personnel have the responsibility to protect the Company's assets, to ensure that the assets are used effectively and legally in the Company's affairs, and to avoid affecting the Company's ability to operate.

In the performance of their duties, the Company's personnel shall protect the confidentiality, integrity, and availability of all information of the Company by especially avoiding any interference, destruction, or intrusion of resources such as

data, information systems, network equipment, etc. by any means.

Article 11 (Prohibition of Insider Trading)

Any information that comes to the attention of the Company's personnel in the course of their duties that may materially affect the price of securities transactions shall be kept strictly confidential in accordance with the provisions of the *Securities and Exchange Act* and shall not be used to engage in insider trading until it is publicly disclosed.

Article 12 (Prohibition of Personal Gain through the Convenience of Duty)

The Company's personnel shall not take advantage of their duties for personal gain. The Company's personnel shall safeguard the legitimate and lawful rights and interests of the Company and avoid the occurrence of the following:

1. Seeking an opportunity or acting to pursue personal gain by using company property or information or taking advantage of their positions.
2. Competing with the Company without following legal procedures, or engaging in conduct for themselves or others that is within the scope of business of the Company.

When the Company has an opportunity for profit, the Company's personnel shall be dedicated to maximize the legitimate and lawful benefits that can be obtained by the Company.

Article 13 (Prohibition of Conflicts of Interest)

The Company's personnel shall not, on their own behalf or on behalf of others, engage in any lending of funds, material asset transactions, provision of guarantees, or other transactions that conflict with the interests of the Company.

Article 14 (Prevention of Possible Conflicts of Interest)

Directors of the board and managers shall maintain a high degree of self-discipline. When a proposal at a board of directors meeting concerns the interests of the aforementioned personnel, or the interests of the juristic person they represent, and such a relationship is likely to prejudice the Company's interests, said personnel shall recuse himself or herself in accordance with his or her own judgment or a resolution by the board of directors stating that he or she should do so.

Directors of the board and managers shall take the initiative to state clearly if they are unable to conduct their business in an objective or advantageous manner to the Company, or that a related transaction or relationship may give rise to a conflict of interest, and shall deal with it in a lawful and appropriate manner or avoid dealing

with it.

Directors of the board and managers of the Company, by virtue of their position and authority, shall take the initiative to state clearly, if they, their spouses, parents, children, or relatives within the second degree of kinship, and the organizations in which they work, are involved in the Company's business dealings, and shall deal with them in a lawful and appropriate manner or avoid dealing with them.

Article 15 (Fair Trade and Treatment)

The Company's personnel shall treat the persons with whom they do business fairly and shall not engage in any unfair or unethical conduct, including:

1. Obtaining undue benefit from each other.
2. Disseminating untrue rumors about customers, dealers, competitors and the Company's personnel.
3. Intentionally misrepresenting the quality or content of the Company's products or services.
4. Other manipulation, nondisclosure, or misuse of the information learned by virtue of business positions, or through misrepresentation of important matters, or through unfair trading practices to obtain improper benefits.

The transactions between the Company's personnel and related parties or enterprises shall be conducted in accordance with the principle of fair treatment, laws, regulations of the competent authorities, and the Company's relevant regulations, and shall not be subject to special preferences.

Article 16 (Prohibition of Gifts, Bribes and Improper Benefits)

No personnel of the Company shall, in the performance of his or her duties, demand, contract, deliver, or accept any form of gift, entertainment, kickback, bribe, or other improper advantage for personal, corporate or third party benefit. However, this does not apply to gifts or hospitality that are permitted by social etiquette or Company regulations.

Article 17 (Reporting Obligation for Transaction Authenticity)

The Company's personnel who engage in transactions with others in the performance of their duties shall, in accordance with the principle of integrity, report the contents of the transactions and shall not conceal or misrepresent them to the detriment of the Company's interests.

Article 18 (Respect for the Intellectual Property Rights of Others)

In the performance of their duties, the Company's personnel shall respect and

lawfully use the intellectual property rights of others.

Article 19 (Restrictions on Engaging in Political Party Activities)

The Company's personnel shall not engage in any political party activities in the workplace or during working hours, nor shall they use the Company's resources to do so. However, this does not apply to specific public relations activities of public relations personnel.

Article 20 (Prohibition of Influencing Others for Political Party Activities)

The Company's directors of the board and managers shall not influence the Company's employees to contribute to political parties, support particular political parties or candidates, or participate in other party-based activities in the workplace or during working hours.

Article 21 (Compliance with Laws and Regulations)

The Company's personnel shall comply with all laws and regulations, including but not limited to the *Financial Holding Company Act*, *Securities and Exchange Act*, *Money Laundering Control Act*, and *Fair Trade Act*, among others.

Article 22 (Encouraging Reporting on Illegal Activities)

The Company's directors of the board and managers shall strengthen the promotion of ethical values and encourage the Company's personnel to report to their supervisors, internal audit supervisors, or other appropriate personnel immediately upon discovery or reasonable suspicion of violations of laws, regulations, or this Code, in accordance with the relevant provisions on the handling of reports, but not in a malicious manner.

The Company prohibits any retaliation or threat of retaliation against a person who has made a report as described in the preceding paragraph. In the event of retaliation, threats, or harassment, the Company shall immediately take appropriate action.

Article 23 (Disciplinary and Remedial Procedures)

If the Company's personnel are involved in significant violations of relevant laws and regulations, the Company shall pursue their civil and criminal liabilities in order to protect the interests of the Company and shareholders. Any other person who violates this Code shall be punished as appropriate in accordance with personnel regulations. The same applies if the supervisor of power and responsibility is informed and does not correct or fails to deal with the violations in accordance with

the Company's regulations.

In the event that a personnel of the Company violates this Code, the responsible unit shall report the violation to the Company for punishment in accordance with the procedures. If the sanctioned party objects to the sanction, he or she shall, within ten (10) days from the date he or she learns of the sanction, submit new evidence and submit a review with detailed reasons in writing, and the Company shall make reference to the party's complaint for appropriate handling.

In the event that a director of the board or manager violates this Code, if the Court of First Instance determines the violation, or if the board of directors of the Company determines the violation and disposes of the violation, the Company shall without delay disclose on the Market Observation Post System (MOPS) the date of the violation by the violator, reasons for the violation, the provisions of the Code violated, and the disciplinary actions taken.

Article 24 (Procedures for Exemption)

If a director of the board or a manager is exempted from the need to comply with the provisions of this Code, the exemption shall be approved by the board of directors. The approval of the board of directors shall be subject to the presence of more than two-thirds of the directors and the consent of more than three-fourths of the directors present.

In the case of the preceding paragraph, the Company shall immediately disclose on the MOPS the date on which the board of directors approved the exemption, the objections or reservations of independent directors, the period during which the exemption applies, the reasons and criteria, etc.

Article 25 (Method of Disclosure)

This Code and any amendments to it shall be disclosed on the Company's website, in its annual reports and prospectuses, and on the MOPS.

Article 26 (Establishing Methods for Implementation)

The Company shall establish relevant management measures in accordance with the principles and related matters disclosed in this Code.

The Company's subsidiaries shall establish their own code of ethical conduct with reference to this Code and the relevant laws and regulations of their respective industries for compliance.

Any personnel of a subsidiary of the Company who violates the code of ethical conduct shall be immediately reported to the Company and be dealt with in accordance with the regulations.

Article 27 (Announcement on the Enforcement)

This Code and any amendments to it shall enter into force after it has been adopted by the audit committee and board of directors, and submitted to a shareholders meeting.