

2024 Operation of the Audit Committee

The audit committee convened 13 (A) meetings in the most recent year (2024), and the attendance of the independent directors is as follows:

Title	Name	Number of Actual Attendance (B)	Number of Attendance by Proxy	Actual Attendance Rate (%) [B/A](Note 3)	Remarks
Independent Director	Ming Ling Hsueh	13	0	100	
Independent Director	Kuang Si Shiu	13	0	100	
Independent Director	Hsing Yi Chow	13	0	100	
Independent Director	Sheau Wen Yang	13	0	100	

Other items which should be recorded:

1. In cases where the operation of the audit committee meets any of the following circumstances, the minutes concerned shall clearly state the meeting date of the board of directors, term, contents of motions, resolutions of the audit committee, and the Company's handling of the audit committee's opinions:

(1) Items listed in Article 14-5 of the *Securities and Exchange Act*

1. The 22nd meeting of the 9th audit committee on January 23, 2024

Motion: Evaluation of the independence of the Company's certified public accountants (CPAs) and the audit quality indicators, and the appointment and remuneration for 2024.

Audit committee's resolution: Approved by all the committee members present.

Company's handling of the audit committee's opinions: Approved by all the directors of the board present at the 23rd meeting of the 9th board of directors on January 31, 2024.

2. The 23rd meeting of the 9th audit committee on February 27, 2024

Motion: For the joint sale of Chengde Building through subsidiaries Yuanta Securities and Yuanta Bank.

Audit committee's resolution: This motion was voted on and approved by separate division.

Company's handling of the audit committee's opinions: At the 24th meeting of the 9th board of directors held on March 14, 2024, the Company's board of directors had a total of nine seats, and nine seats of directors were present in this motion. This motion was voted on individually by division and passed as a whole.

3. The 24th meeting of the 9th audit committee on March 14, 2024

(1) Motion: The Company's 2023 consolidated financial statements.

Audit committee's resolution: Approved by all the committee members present.

Company's handling of the audit committee's opinions: Approved by all the directors of the board present at the 24th meeting of the 9th board of directors on March 14, 2024.

(2) Motion: The Company's distribution of earnings for 2023.

Audit committee's resolution: Approved by all the committee members present.

Company's handling of the audit committee's opinions: Approved by all the directors of the board present at the 24th meeting of the 9th board of directors on March 14, 2024, and presented for approval at this year's Annual General Meeting of Shareholders.

(3) Motion: The Company's issuance of new shares for converting earnings into new capital for the year 2023.

Audit committee's resolution: Approved by all the committee members present.

Company's handling of the audit committee's opinions: Approved by all the directors of the board present at the 24th meeting of the 9th board of directors on March 14, 2024, and presented for discussion at this year's Annual General Meeting of Shareholders.

4. The 25th meeting of the 9th audit committee on March 19, 2024

Motion: The Company's Statement on the Internal Control System for the year 2023.

Audit committee's resolution: Approved by all the committee members present.

Company's handling of the audit committee's opinions: Approved by all the directors of the board present at the 25th meeting of the 9th board of directors on March 27, 2024.

5. The 26th meeting of the 9th audit committee on April 16, 2024

Motion: The change of the Company's auditor-general

Audit committee's resolution: Approved by all the committee members present.

Company's handling of the audit committee's opinions: Approved by all the directors of the board present at the 26th meeting of the 9th board of directors on April 24, 2024.

6. The 27th meeting of the 9th audit committee on May 21, 2024

Motion: The Company's consolidated financial statements for the first quarter of 2024.

Audit committee's resolution: Approved by all the committee members present.

Company's handling of the audit committee's opinions: Approved by all the directors of the board present at the 27th meeting of the 9th board of directors on May 22, 2024.

7. The 29th meeting of the 9th audit committee on July 16, 2024

(1) Motion: The Company's planning to participate in the subscription of the cash capital increase processed by its subsidiary, Yuanta Life Insurance Co., Ltd. for the year 2024.

Audit committee's resolution: Apart from the stakeholder, Independent Director Sheau Wen Yang, who recused herself, the remaining directors present agreed to pass the motion.

Company's handling of the audit committee's opinions: At the 29th meeting of the 9th board of directors held on July 26, 2024, this motion was approved with the consent of the remaining directors present, except for Director Wei Chen Ma, Director Daniel YM Song, and Independent Director Sheau Wen Yang, who were stakeholders and recused from participating in the discussion and voting.

(2) Motion: The Company's issuance of new shares from converting earnings to increase capital in 2023 and the setting of the base date for stock dividend distribution and the base date for the capital increase and issuance of new shares.

Audit committee's resolution: Approved by all the committee members present.

Company's handling of the audit committee's opinions: Approved by all the directors of the board present at the 29th meeting of the 9th board of directors on July 26, 2024.

8. The 30th meeting of the 9th audit committee on August 20, 2024

Motion: The Company's consolidated financial statements for the second quarter of 2024.

Audit committee's resolution: Approved by all the committee members present.

Company's handling of the audit committee's opinions: Approved by all the directors of the board present at the 30th meeting of the 9th board of directors on August 23, 2024.

9. The 33rd meeting of the 9th audit committee on November 19, 2024

(1) Motion: The Company's consolidated financial statements for the third quarter of 2024.

Audit committee's resolution: Approved by all the committee members present.

Company's handling of the audit committee's opinions: Approved by all the directors of the board present at the 33rd meeting of the 9th board of directors on November 20, 2024.

(2) Motion: For the purpose of centralized management of software licenses for Yuanta Group's SAP financial accounting system, the Company intends to purchase the software licenses held by Yuanta Securities Co., Ltd., a stakeholder.

Audit committee's resolution: This motion was approved with the consent of the remaining committee members present, except Independent Director Hsing Yi Chow, who was a stakeholder and recused from participating in the discussion and voting.

Company's handling of the audit committee's opinions: At the 33rd meeting of the 9th board of directors held on November 20, 2024, the Company's board of directors had a total of nine seats, and nine seats of directors were present in this motion. This motion was approved with the consent of the remaining directors present, except for Chairman Tony Shen, Director Wei Chen Ma, and Independent Director Hsing Yi Chow, who were stakeholders and recused from participating in the discussion and voting.

10. The 34th meeting of the 9th audit committee on December 17, 2024

(1) Motion: The incorporation of the Company's review of sustainable information management into the internal control system and the related planning matters.

Audit committee's resolution: Approved by all the committee members present.

Company's handling of the audit committee's opinions: Approved by all the directors of the board present at the 34th meeting of the 9th board of directors on December 25, 2024.

(2) Motion: The Company intends to subscribe for a portion of the 30 million shares of Yuanta Futures Co., Ltd. by way of cash capital increase in the year 2024 at the Company's original shareholding ratio and in the capacity of a specified person. The tentative price range per share is NT\$65 to NT\$85 (subject to the final issue price), and the maximum subscription amount is NT\$2.295 billion.

Audit committee's resolution: Approved by all the committee members present.

Company's handling of the audit committee's opinions: Approved by all the directors of the board present at the 34th meeting of the 9th board of directors on December 25, 2024.

(3) Motion: The Company's 2025 Annual Audit Plan.

Audit committee's resolution: Approved by all the committee members present.

Company's handling of the audit committee's opinions: At the 34th meeting of the 9th board of directors held on December 25, 2024, this motion was approved with the consent of the remaining directors present except Director Chien Weng, who had his own conflict of interest and recused himself from the discussion and voting.

11. The 35th meeting of the 9th audit committee on January 16, 2025

Motion: Evaluation of the independence of the Company's CPAs and the audit quality indicators, and the appointment and remuneration for 2025.

Audit committee's resolution: Approved by all the committee members present.

Company's handling of the audit committee's opinions: Approved by all the directors of the board present at the 35th meeting of the 9th board of directors on January 20, 2025.

(2) Apart from aforementioned, resolution(s) which were approved with the consent of two thirds of the board of directors but were not approved by the audit committee: None.

2. In cases where an independent director recused himself/herself due to a conflict of interest, the minutes shall clearly state the independent director's name, contents of motions, reason for recusing him/herself, and final voting status:

(1) 23rd meeting of the 9th audit committee on February 27, 2024

The motion for the joint sale of Chengde Building through subsidiaries Yuanta Securities and Yuanta Bank.

Supplementary notes: This motion was discussed and voted on individually by division:

1. Independent Directors Ming Ling Hsueh and Kuang Si Shiu recused themselves with respect to the part involving Yuanta Bank. Independent Director Hsing Yi Chow was appointed as acting chairman.
2. Independent Director Hsing Yi Chow recused himself with respect to the part involving Yuanta Securities.

Resolution: This motion was voted on and approved by separate division and reported to the board of directors for resolution.

(2) 29th meeting of the 9th audit committee on July 16, 2024

The motion for the Company's planning to participate in the subscription of the cash capital increase processed by its subsidiary, Yuanta Life Insurance Co., Ltd. for the year 2024.

Resolution: Except for Independent Director Sheau Wen Yang, who was a stakeholder and recused from taking part in the discussion and voting, the motion was approved by the remaining committee members present and reported to the board of directors for resolution.

(3) 33rd meeting of the 9th audit committee on November 19, 2024

The motion for the purpose of centralized management of software licenses for Yuanta Group's SAP financial accounting system, the Company intends to purchase the software licenses held by Yuanta Securities Co., Ltd., a stakeholder.

Resolution: Except for Independent Director Hsing Yi Chow, who was a stakeholder and recused from taking part in the discussion and voting, the motion was approved by the remaining committee members present and reported to the board of directors for resolution.

3. Communication between independent directors and internal auditing heads as well as CPAs (which shall include material matters, methods, and results of communication regarding the Company's financial and business status, etc.):

(1) In order to enhance the efficiency and effectiveness of its operations and to strengthen the interaction with the internal audit unit and accounting unit, the audit committee has established the "Communication Procedures for Audit Committee and Internal Auditing Department" and the "Communication Procedures for Audit Committee and Certified Public Accountants" to supervise the audit unit in performing and fulfilling its functions. The communication process between the audit committee and the internal auditors and CPAs is carried out in accordance with the aforementioned procedures, and the communication is generally good. In addition, an overall performance evaluation of the internal auditors and CPAs is conducted at the end of each year, and the relevant evaluation results are submitted to the board of directors.

1. Communication between independent directors and CPAs:

- (1) The audit committee of the Company is composed of all independent directors. In order to enhance the efficiency and effectiveness of the audit committee's operations and to strengthen the interaction with the CPAs, the audit committee has established the Communication Procedures for Audit Committee and Certified Public Accountants to monitor the fair presentation of the Company's financial statements and the independence and performance of the CPAs.
- (2) The regular communication matters regulated by the Communication Procedures for Audit Committee and Certified Public Accountants is mainly during the CPAs' planning of the audit, during the audit, and before the completion of the audit report. The Company discloses the status of communication and implementation results on its website on a quarterly basis. In addition, if necessary, communication will be conducted from time to time to maintain good communication procedures between the CPAs and the audit committee.
- (3) In addition to the quarterly audited (reviewed) financial statements and profit and loss accounts, the following is an excerpt of important matters from the communication meetings between the audit committee and the CPAs for the year 2024:
 - A. Described the progress and accounting treatment of the litigation of the securities overseas subsidiary.
 - B. Inquired about the reasonableness of the methodology and parameters for the valuation of unlisted stocks.
 - C. Inquired about the impact of the global corporate minimum tax regime on the Group.
 - D. The accounting firm's quality control procedures.
 - E. Audit quality indicator information.

2. Communication between independent directors and internal auditing heads:

- (1) The Company has an internal auditing department under the board of directors, which is responsible for handling internal audit affairs and supervising, integrating, and evaluating subsidiaries' affairs within its scope of responsibilities, and reporting monthly to the audit committee and the board of directors on the implementation of the Company's and each subsidiary's audits.
- (2) The Company's internal auditing department will continue to follow up and review the inspection opinions or audit deficiencies listed by the financial inspection authority, internal audit unit, and internal units, and the items listed in the Statement on the Internal Control System that should be improved until they are fully improved. The Company's internal auditing department also reports the status of the improvement tracking of important inspection deficiencies and internal audit deficiencies to the audit committee every six months.

- (3) The Company's internal auditing department submits annual audit plans and Statement on Internal Control System, as well as from time to time amendments to the main regulations of the internal auditing department (the "Implementation Measures for Internal Audits," "Assessment Points for Audit Operations of Subsidiaries," etc.) to the audit committee for review.
- (4) Each year, the audit committee holds a communication meeting with the internal auditors, in which the auditor-general reports on the matters related to internal audit, and fully communicates with the members of the audit committee on issues of concern.
- (5) When the Company or a subsidiary notifies the Company of a material eventuality, the Company's internal auditing department notifies all directors simultaneously by e-mail or text messaging, and then submits a report to the audit committee, so that the audit committee can grasp the information at the first instance.
- (2) The Company discloses the information about the status of communication between independent directors and internal auditing heads and CPAs in "Committees/Audit Committee" in the section of "Corporate Governance" under "Investor Relations" on the Company's website: <https://www.yuanta.com/EN/IR/Governance/Committees>.

Date	Way of Communication	Object of Communication	Communication Focus	Communication Results
January 23, 2024	Audit Committee	Auditor-General	1. Audit business report of December 2023 of the Company and its direct affiliates. 2. The improvement handling situation with regard to the inspection opinions of the Financial Examination Bureau of the Financial Supervisory Commission R.O.C. (Taiwan).	1. Received and acknowledged; transferred to report to the board of directors. 2. Received and acknowledged; transferred to report to the board of directors.
February 27, 2024	Audit Committee	Auditor-General	Audit business report of January 2024 of the Company and its direct affiliates.	Received and acknowledged; transferred to report to the board of directors.
March 19, 2024	Audit Committee	Auditor-General	1. Audit business report of February 2024 of the Company and its direct affiliates. 2. 2023 Statement of the Internal Control System.	1. Received and acknowledged; transferred to report to the board of directors. 2. Passed; reported to the board of directors for decision.
April 16, 2024	Audit Committee	Auditor-General	Audit business report of March 2024 of the Company and its direct affiliates.	Received and acknowledged; transferred to report to the board of directors.
May 21, 2024	Audit Committee	Auditor-General	Audit business report of April 2024 of the Company and its direct affiliates.	Received and acknowledged; transferred to report to the board of directors.
June 18, 2024	Audit Committee	Auditor-General	Audit business report of May 2024 of the Company and its direct affiliates.	Received and acknowledged; transferred to report to the board of directors.
July 16, 2024	Audit Committee	Auditor-General	Audit business report of June 2024 of the Company and its direct affiliates.	Received and acknowledged; transferred to report to the board of directors.

August 20, 2024	Audit Committee	Auditor-General	<ol style="list-style-type: none"> 1. Audit business report of July 2024 of the Company and its direct affiliates. 2. The improvement handling situation with regard to the inspection opinions of the Financial Examination Bureau of the Financial Supervisory Commission R.O.C. (Taiwan). 	<ol style="list-style-type: none"> 1. Received and acknowledged; transferred to report to the board of directors. 2. Received and acknowledged; transferred to report to the board of directors.
September 18, 2024	Audit Committee	Auditor-General	Audit business report of August 2024 of the Company and its direct affiliates.	Received and acknowledged; transferred to report to the board of directors.
October 15, 2024	Audit Committee	Auditor-General	Audit business report of September 2024 of the Company and its direct affiliates.	Received and acknowledged; transferred to report to the board of directors.
November 19, 2024	Audit Committee	Auditor-General	<ol style="list-style-type: none"> 1. Audit business report of October 2024 of the Company and its direct affiliates. 2. The results of the Company's assessment of its subsidiaries' internal auditing operations. 	<ol style="list-style-type: none"> 1. Received and acknowledged; transferred to report to the board of directors. 2. Received and acknowledged; transferred to report to the board of directors.
December 17, 2024	Audit Committee	Auditor-General	<ol style="list-style-type: none"> 1. Audit business report of November 2024 of the Company and its direct affiliates. 2. The Company's 2025 annual audit plan. 	<ol style="list-style-type: none"> 1. Received and acknowledged; transferred to report to the board of directors. 2. Passed; reported to the board of directors for decision.
January 16, 2025	Audit Committee	Auditor-General	Audit business report of December 2024 of the Company and its direct affiliates.	Received and acknowledged; transferred to report to the board of directors.

4. Operation and functions of the audit committee:

- (1) The responsibility of the Company's audit committee is to "improve the Company's internal mechanism and assist the board of directors in enhancing corporate governance performance." The committee is comprised of only independent directors, and the committee is the most important functional committee in the operation of the Company's board of directors. The audit committee establishes the Annual Plan for Events and Agenda based on the Company's mid-term and long-term development strategies each year, which is the core of the execution of annual strategic objectives by the Company's board of directors. The annual work focuses include review of the Company's annual business and strategic plans, corporate governance-related issues, various financial reports, and internal audit affairs, etc. Based on the Annual Plan for Events and Agenda, the audit committee and the board of directors perform and review their effectiveness every year.
- (2) The main function of the audit committee is to supervise matters such as the fair presentation of the financial reports of the Company, the hiring (and dismissal), independence, and performance of CPAs, the effective implementation of the internal control system of the Company, the compliance with relevant laws and regulations by the Company, etc.
- (3) The powers of the audit committee include the following:
 1. The adoption of or amendments to the internal control system.

2. Assessment of the effectiveness of the internal control system.
 3. The adoption of or amendments to 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 endorsements or guarantees for others.
 4. Matters in which a director of the board is a stakeholder.
 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 a CPA, or their compensation.
 9. The appointment or discharge of a financial, accounting, or internal audit officer.
 10. Annual financial report signed or sealed by the chairperson, the managers, and the accounting supervisors and the second-quarter financial report, which is subject to an audit and certification by CPAs.
 11. Other material matters as may be required by the Company or by the competent authority.
- The audit committee meets regularly on a monthly basis, and within the scope of its powers, may request the managers of relevant departments, internal audit officers, CPAs, legal counsels, or other personnel of the Company to attend the meeting as non-voting participants and provide pertinent and necessary information, provided that they shall leave the meeting when discussion or voting takes place:
- (4) The audit committee held a total of 13 meetings in the year 2024, and the matters that were considered and the annual work highlights are as follows:
1. The 2023 consolidated financial statements, Statement on the Internal Control System, and auditor-general changes.
 2. The 2025 annual audit plan; the evaluation of the independence of the Company's CPAs and the audit quality indicators, and the appointment and remuneration; the consolidated financial statements for the first quarter; the consolidated financial statements for the second quarter; the consolidated financial statements for the third quarter; distribution of earnings; the issuance of new shares for converting earnings into new capital; participation in the subscription of the cash capital increase processed by the subsidiary, Yuanta Life Insurance Co., Ltd. for the year 2024; the issuance of new shares from converting earnings to increase capital and the setting of the base date for stock dividend distribution and the base date for the capital increase and issuance of new shares; and the Company's intention to subscribe for a portion of the 30 million shares of Yuanta Futures Co., Ltd. by way of cash capital increase in the year 2024 at the Company's original shareholding ratio and in the capacity of a specified person. The tentative price range per share is NT\$65 to NT\$85 (subject to the final issue price), and the maximum subscription amount is NT\$2.295 billion.
 3. Amendments to Fund Management Regulations; Transaction Rules between the Company and Stakeholders; Articles of Incorporation; Audit Committee Charter; Equity Investment Measures; Measures for the Administration of Investment Business; Whistleblowing System and Implementation Measures; and Organizational Rules.
 4. Approved the joint sale of Chengde Building through subsidiaries Yuanta Securities and Yuanta Bank; the Company's intention to purchase the software licenses held by Yuanta Securities Co., Ltd., a stakeholder, for the purpose of centralized management of software licenses for Yuanta Group's SAP financial accounting system; and the Company's intention to purchase the software licenses held by Yuanta Securities Co., Ltd., a stakeholder.
 5. Approved the 2023 Medium- to Long-Term Business Strategy Implementation and Review Report and established the incorporation of the sustainable information management into the internal control system and the related planning matters.
- (5) The information about the audit committee is disclosed in "Committees/Audit Committee" in the section of "Corporate Governance" under "Investor Relations" on the Company's website:
<https://www.yuanta.com/EN/IR/Governance/Committees>

Note 1: The Company's independent directors were elected on June 29, 2007, and the audit committee was set up on the same day.

Note 2: The Company's independent directors of the 9th board of directors were elected on June 10, 2022.

Note 3: (1) Where an independent director may be relieved from duties before the end of the fiscal year, the date of discharge shall be specified in the "Remark" section. Actual attendance rate (%) was calculated based on the number of audit committee meetings held during each independent director's term and the number of meetings actually attended by that independent director.

(2) Where a reelection may be held for filling the vacancies of independent directors before the end of the fiscal year, both the new and the discharged directors shall be listed, and they shall be specified in the "Remark" section if they are the former directors, newly-elected, or re-elected, and the date of the reelection shall also be specified. Actual attendance rate (%) was calculated on the basis of the number of audit committee meetings held during each independent director's term and the number of meetings actually attended by that independent director.