



Stock Code: 2433

Huxen Corporation

2024 General Shareholders' Meeting

Meeting Handbook

(Translation)

Date of Shareholders' Meeting: 9:00 a.m., Tuesday, June 18, 2024

Meeting Venue: 3F., No. 2, Sec. 5, Xinyi Rd., Taipei City (Physical
shareholders' meeting)
(Multi-functional Conference Room, Aurora Plaza)

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Huxen Corporation

Procedure for 2024 general shareholders' meeting

- I. Reporting the Number of Shares Represented at the Meeting
- II. Meeting Called to Order
- III. Chairman's Remarks
- IV. Announcements
- V. Proposed Resolutions
- VI. Elections
- VII. Other proposals
- VIII. Extempore Motions
- IX. Adjournment

【Announcements】

I. 2023 Business Report

Huxen Corporation 2023 Business Report

The Company focuses on the development of its main business and operates steadily, maintains its core competitiveness and strengthens research and development innovations to strive for breakthroughs in order to enhance its growth and profitability. The following is a summary of the Company's business results for 2023 and plans for 2024:

I. 2023 Operating Results

(I) Actual results of operations:

1. In 2023, the consolidated operating revenue was NT\$2,893,725 thousand, the net profit after tax was NT\$490,289 thousand and the earnings per share after tax was NT\$3.39. The table of comparative income is as follows:

Unit: NTD In Thousands

Item/Year		2023	2022	Increase (Decrease)
Operating Revenue	Consolidated	2,893,725	3,193,629	(299,904)
	Parent company only	1,429,198	1,415,637	13,561
Net Income After Tax (attributable to parent company)		490,289	561,175	(70,886)
Earnings Per Share After Tax (NTD)		3.39	3.88	(0.49)

2. In terms of consolidated financial structure, the current ratio is 239%, and the debt (to assets) ratio is 41 %, both of which are sound.

(II) Operating Performance Review:

In keeping with our operating strategy of focusing on our core business, the Company's after-tax earnings per share in 2023 decreased by \$0.49 compared to last year. The parent company only revenue increased by 1% compared to last year and the consolidated revenue decreased by 9%.

II. 2024 Annual Plan and Future Development Strategy

- (I) Impact from geopolitics, global economic trends and the overall business environment:

The global economic downturn and continuing geopolitical disruptions are not favorable for the expansion of trade. However, due to the low base period, the growth trend of export-oriented countries is better than that of domestic demand-oriented countries. Chung-Hua Institution for Economic Research forecasts that Taiwan's economic growth will be 3.10% in 2024. The growth trend will slow down each quarter due to factors of the base period. The growth rate will slow down from 5.60% in the first quarter to 1.41% in the fourth quarter. The support for economic growth has shifted from relying solely on private consumption last year to investment and net foreign demand this year and the growth pattern has become passable both domestically and externally.

Evaluating the environment of the multi-function printer, core product, industry, the print volume is decreasing year by year due to the impact of the digital transformation of enterprises and the increase of mobile applications, and the price has become an important consideration when making purchasing decisions. In contrast, the demand for information services and information security from enterprises is gradually increasing. The office integration solutions that the Company has been pro-actively developing in recent years can satisfy the different needs of large, medium and small enterprises in terms of installation, which will become a differentiation advantage in the pursuit of growth in the short to medium term.

With the changing domestic regulatory environment, ESG, environmental protection, social responsibility and corporate governance are becoming essential topics for corporate operations. In order to do so, the Company simultaneously requires suppliers to comply with and introduce energy-saving and carbon reduction software and hardware products and continues to build the best partnership and investment platform for customers, partners, shareholders and society as a whole.

Looking forward to 2024, the Company will be more prudent when facing environmental variables, grasp the business opportunities brought by new office models and ESG development, and continue to satisfy customers through value-added integration platforms in order to extend the needs of existing patronizing customers and enlarge the development of new customers.

- (II) The Company's business development strategy is as follows:

1. Grasp the market trend and follow the trend to meet the demand

In addition to the growing demand for digital transformation, in the wave of ESG, every enterprise must comply with the norms of the supply chain and laws and regulations. In order to assist enterprises in the promotion of ESG, the Company continues to introduce more energy-efficient office equipment to provide a 360-degree one-stop service platform for the needs of enterprises in digital transformation and the promotion of ESG, which consists of seven major solutions.

- Access control and attendance management

- Weak current engineering
- Office cloud service
- Smart video conferencing
- Document output and digital application
- Information security and IT service
- Office energy conservation

We rigorously select office equipment with domestic and international environmental certification for our customers, and we are also committed to improving the integration of software and hardware, providing professional consulting services before, during and after sales, to solve the cumbersome needs of corporate customers when purchasing office products and services. Consequently customers are able to focus on the development of their core business, thereby creating a win-win situation together. By doing so, the Company expects to stabilize the sales volume of its digital multi-function products and extend the revenue growth from the integrated business.

2. Digital intelligent services and increasing customer stickiness

Exquisite service and customer satisfaction are the Company's primary business objectives. We continue to enhance the exquisite service from pre-sales, sales to after-sales and construct a diverse platform of digitalization and intelligence through the Internet of Things to provide customers with the best service experience pro-actively

- Intelligent customer service: Through the complete customer usage record data and AIOT application, "Intelligent Prediction" allows us to proactively grasp the replacement cycle of parts and accessories of the customer's equipment. The "Remote Repair" can complete the online real-time maintenance and the "Customer Service APP" allows the customer to have the fastest communication and grasp the relevant service information.
- Digital marketing: We will increase our investment in digital advertisements, and use big data to carry out precise EDM marketing, member marketing, fan marketing and other diversified online operations, in order to quickly and massively expose our brand and communicate with consumers, thus creating a greater source of revenue from new customers.
- Virtual showroom: In response to the heat of the meta-universe topic, the Company, in order to provide consumers with a simulated reality and interactive experience, has created the industry-leading "360 Degree Office LOHAS" virtual showroom. Combined with the services of a professional offline consulting marketing team, the Company is able to provide an O2O immersive experience that goes beyond the customer's experience.

III. Conclusion

Looking ahead to 2024, Huxen, with 40 years of experience and expertise in the office equipment market, will not only provide customers with office-related solutions, but also proactively promote green and sustainable solutions based on the core concept of "dual-axis integration" to help customers easily introduce "Green and Digital synergy" services, assist enterprises to move towards an intelligent and sustainable future, and realize the vision of efficient and low-carbon offices, with the aim of becoming the "best provider of digital office integration services" to expand the market share. The Company is confident that it will once again achieve excellent results and create higher performance for all shareholders in return for their love and support.

Chairperson: Liao, Ching-Chang Manager: Weng, Kuo-Hua Comptroller: Hsieh, Shu-Hui

【Announcements】

II. Audit Committee Review Report on Huxen's 2023 Financial

Audit Committee's Review Report

The business report, financial statements, and distribution of earnings for 2023 were approved by the board of directors; among them, the financial statements have been audited by Deloitte & Touche Taiwan, CPA firm appointed by the board of directors and an audit report has been issued.

The said business report, financial statements, and the proposal for earnings distribution have been audited by the Audit Committee and determined to be in compliance with the Company Act and other relevant laws and regulations. The Audit Committee's Report is hereby prepared in accordance with Article 219 of the Company Act.

Hereby presented for review

To:

2014 General Shareholders ' Meeting of Huxen Corporation

Convener of the Audit Committee

Huang, Chung-Hsing

March 13, 2024

【Announcements】

III. Distribution of Employees' Compensation of 2023

Explanatory Notes: The amount of employees' compensation of Huxen for 2023 is NT\$5,393,000 and is proposed to be distributed in the form of cash, which matches the estimated amount of recognized expenses for the year.

【Announcements】

IV. The company's 2023 report on the distribution of earnings and cash dividends

Explanatory Notes:

- (I) The board of directors is empowered to decide to pay all or a portion of dividends and bonuses in cash in accordance with Article 29 of the company's articles of incorporation.
- (II) The Company appropriated NT\$433,488,033 (the same currency hereinafter) from the distributable earnings of 2023 (including the amount of undistributed earnings of previous years) for shareholders' dividends distribution in the form of cash dividends of NT\$3 per share and authorized the chairperson of the board of directors to set a record date for the dividends distribution.
- (III) According to the distribution ratio, the current cash dividends shall be calculated up to the dollar and rounded down below the dollar. The total distribution amount less than NT\$1 shall be included in other income for the company.

【Proposed Resolutions】

[Proposal 1]

Proposal: Proposal for the Ratification of the 2023 Business Report and Financial Statements.

[Proposed by the board of directors]

Explanatory Notes:

- (I) The Company's 2023 annual business report and the financial statements audited and attested by CPA Huang, Hai-Yueh and CPA Chih, Jui-Chuan of Deloitte & Touche Taiwan, have been submitted and audited by the audit committee and an audit committee review report has been issued.

- (II) The Business Report and all financial statements are provided in the following pages for ratification.
 1. Business Report (Please Refer to Page 2-5)
 2. Parent Company Only Balance Sheet (Please Refer to Page 16)
 3. Parent Company Only Statement of Comprehensive Income (Please Refer to Page 17-19)
 4. Parent Company Only Statement of Changes in Equity (Please Refer to Page 20)
 5. Parent Company Only Statement of Cash Flows (Please Refer to Page 21-22)
 6. Consolidated Balance Sheet (Please Refer to Page 28)
 7. Consolidated Statement of Comprehensive Income (Please Refer to Page 29-30)
 8. Consolidated Statement of Changes in Equity (Please Refer to Page 31)
 9. Consolidated Statement of Cash Flows (Please Refer to Page 32-33)

Attachments:

1. Audit Committee's Review Report (Please Refer to Page 6)
2. Independent Auditors' Parent Company Only Audit Report (Please Refer to Page 11-15)
3. Independent Auditors' Consolidated Audit Report (Please Refer to Page 23-27)

Resolutions:

Independent Auditors' Report

To Huxen Corporation:

Opinion

We have audited the accompanying consolidated financial statements of Huxen Corporation (the "Company") which comprise the parent company only balance sheets for the years ended December 31, 2023 and 2022, and the parent company only statements of comprehensive income, parent company only statements of changes in equity and parent company only statements of cash flows and notes to parent company only financial statements, including a summary of significant accounting policies, for the years ended December 21, 2023 and 2022.

In our opinion, the accompanying parent company only financial statements present fairly, in all material respects, the parent company only financial position of the Company as of December 31, 2023 and 2022, and its parent company only financial performance and its parent company only cash flows for the years ended December 21, 2023 and 2022 in accordance with the regulations Governing the Preparation of Financial Reports by Securities Issuers.

Basis for Opinion

We are entrusted to conduct the audit in accordance with the Regulations Governing the Audit of Financial Statements and Auditing Standards. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Report section of our report. We are independent of the Company in accordance with The Norm of Professional Ethics for certified Public Accountant in Republic of China, and we have fulfilled our other ethical responsibilities in accordance with the requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the parent company only financial statements of the Company for the year ended December 31, 2023. These matters were addressed in the context of our audit of the Parent Company only Financial Report as a whole, and in forming our opinion thereon, but we do not provide a separate opinion on these matters.

Key audit matters for the parent company only financial statements of the Company for the year ended December 31, 2023 are stated as follows:

Key audit matter: sales revenue

The main business of the Company is the purchase, sale and lease of multi-function printers. Revenue per transaction from the sale of multi-function printers, peripherals, and consumables is large and variable compared to rental revenue that is generally collected on a monthly basis. Hence, this type of revenue is expected to be highly risky and has a material impact on the financial statements. The primary risk is whether the revenue was actually earned and; accordingly, we have identified this as a key audit matter.

Please refer to Note 4 (12) for the accounting policy on operating revenue.

We understand and have tested the design, implementation and effectiveness of internal controls over the recognition of sales revenue. We also selected appropriate samples from sales transactions (revenue from sales of multi-function printers, peripherals and consumables) and reviewed the transaction applications, signed receipt documents from customers, and we has checked whether the recipients were the same as the counterparties in order to confirm whether there were material misstatements in sales revenue.

Responsibilities of Management and Those Charged with Governance for the Parent Company Only Financial Statements

Management is responsible for the preparation and fair presentation of the Parent Company only financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers, and for such internal control as management determines is necessary to enable the preparation of parent company only financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the parent company only financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern

basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance (including members of the Audit Committee) are responsible for overseeing the Company's financial reporting process.

Auditors' Responsibilities for the Audit of the Parent Company Only Financial Statements

Our objectives are to obtain reasonable assurance about whether the parent company only financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with the auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this parent company only financial report.

As part of an audit in accordance with the auditing standards., we exercise professional judgement and professional skepticism throughout the audit. We also:

1. Identify and assess the risks of material misstatement of the parent company only financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
2. Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
3. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
4. Conclude on the appropriateness of the management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the

related disclosures in the parent company only financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Company to cease to continue as a going concern.

5. Evaluate the overall presentation, structures and contents of the parent company only financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.
6. Obtain sufficient appropriate audit evidence regarding the parent company only financial information of the entities or business activities within the Company to express an opinion on the parent company only financial report. We are responsible for the direction, supervision and performance of the Company audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, actions taken to eliminate threats or safeguards applied.

From the matters communicated with those charged with governance, we determine those matters that were of most significant in the audit of the parent company only financial statements of the Company ended December 31, 2023 and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Deloitte & Touche

CPA Huang, Hai-Yue

CPA: Chih, Jui-Chuan

Approval Number of Securities and
Futures Commission

Tai-Tsai-Cheng-Liu-Tzu number
0920131587

Approval number of the Financial
Supervisory Commission

Chin-Kuan-Cheng-Shen-Tzu number
1060023872

March 13, 2024

Huxen Corporation
Parent Company Only Balance Sheet
December 31, 2023 and 2022

Unit: NTD in Thousand

Code	Assets	December 31, 2023		December 31, 2022	
		Amount	%	Amount	%
	Current assets				
1100	Cash (Note 4 and 6)	\$ 71,922	1	\$ 113,092	2
1120	Financial assets at fair value through other comprehensive income – current (Note 4 & 7)	717,074	12	735,001	12
1150	Notes receivable (Note 4 & 8)	53,205	1	64,847	1
1172	Accounts receivable (Note 4 & 8)	90,068	1	84,955	1
1180	Accounts receivable – related parties (Note 4, 8 & 27)	33,806	1	32,071	1
1200	Other receivables (Note 4 & 27)	2,555	-	3,550	-
130X	Inventories (Note 4 & 9)	223,981	4	207,951	4
1479	Other current assets	1,923	-	887	-
11XX	Total current assets	<u>1,194,534</u>	<u>20</u>	<u>1,242,354</u>	<u>21</u>
	Non-current assets				
1550	Investments accounted for using the equity method (Note 4, 10 & 28)	4,170,439	70	4,199,299	70
1600	Property, plant and equipment (Note 4, 11 & 27)	301,108	5	263,689	4
1755	Right-of-use assets (Notes 4, 12 & 27)	34,780	-	37,401	-
1760	Investment property (Note 4, 13 & 28)	228,458	4	231,999	4
1821	Other intangible assets (Note 4 & 14)	581	-	600	-
1840	Deferred income tax assets (Notes 4 & 22)	39,801	1	38,599	1
1990	Refundable deposits (Note 27)	9,750	-	8,971	-
15XX	Total non-current assets	<u>4,784,917</u>	<u>80</u>	<u>4,780,558</u>	<u>79</u>
1XXX	Total assets	<u>\$5,979,451</u>	<u>100</u>	<u>\$6,022,912</u>	<u>100</u>
	Liabilities and equity				
	Current liabilities				
2100	Short-term loans (Notes 15)	\$ 600,000	10	\$ 400,000	7
2110	Short-term bills payables (Notes 15)	-	-	499,872	8
2170	Accounts payable (Note 16)	133,929	2	102,291	2
2180	Accounts payable – related parties (Note 16 & 27)	1,486	-	2,216	-
2219	Other payables (Note 17 & 27)	76,560	1	74,005	1
2230	Current tax liabilities (Note 4 & 22)	20,836	1	24,191	-
2280	Lease liabilities – current (Note 4, 12 & 27)	17,357	-	23,806	-
2300	Other current liabilities (Note 17)	22,720	1	33,482	1
21XX	Total current liabilities	<u>872,888</u>	<u>15</u>	<u>1,159,863</u>	<u>19</u>
	Non-current liabilities				
2540	Long-term loans (Note 15)	1,099,965	18	740,000	12
2570	Deferred income tax liabilities (Note 4 & 22)	212	-	295	-
2580	Lease liabilities – non-current (Note 4, 12 & 27)	17,691	-	13,797	-
2640	Net defined benefit liability – non-current (Note 4 & 18)	150,154	3	149,589	3
2645	Guarantee deposits (Note 27)	3,574	-	4,140	-
25XX	Total non-current liabilities	<u>1,271,596</u>	<u>21</u>	<u>907,821</u>	<u>15</u>
2XXX	Total liabilities	<u>2,144,484</u>	<u>36</u>	<u>2,067,684</u>	<u>34</u>
	Equity (Note 19)				
	Capital stock				
3110	Common stock	1,444,960	24	1,444,960	24
3200	Capital surplus	42,643	1	42,643	1
	Retained earnings				
3310	Legal reserve	992,009	17	934,760	15
3350	Unappropriated earnings	497,747	8	587,701	10
3300	Total retained earnings	1,489,756	25	1,522,461	25
3400	Other equity	857,608	14	945,164	16
3XXX	Total equity	<u>3,834,967</u>	<u>64</u>	<u>3,955,228</u>	<u>66</u>
	Total liabilities and equity	<u>\$5,979,451</u>	<u>100</u>	<u>\$6,022,912</u>	<u>100</u>

The accompanying notes are an integral part of the parent company only financial statements.

Chairman: Liao, Ching-Chang

Manager: Weng, Kuo-Hua

Comptroller: Hsieh, Shu-Hui

Huxen Corporation
Parent Company Only Statements of Comprehensive Income
January 1~December 31, 2023 and 2022

Unit: NTD in Thousand (Earnings per Share in Dollars)

Code		2023		2022	
		Amount	%	Amount	%
	Operating revenue (Note 4, 20 & 27)				
4100	Sales revenue				
4110	Sales revenue	\$1,433,864	100	\$1,422,424	100
4170	Sales return	(4,081)	-	(6,270)	-
4190	Sales allowances	(585)	-	(517)	-
4000	Total operating revenue	1,429,198	100	1,415,637	100
5000	Operating costs (Note 4, 9, 21 & 27)	<u>755,282</u>	<u>53</u>	<u>739,381</u>	<u>52</u>
5900	Gross profit	673,916	47	676,256	48
5910	Unrealized sales profit from subsidiaries	(69,512)	(5)	(54,150)	(4)
5920	Realized sales profit from subsidiaries	<u>65,037</u>	<u>5</u>	<u>65,380</u>	<u>5</u>
5950	Realized gross profit	<u>669,441</u>	<u>47</u>	<u>687,486</u>	<u>49</u>
	Operating expenses (Note 4, 8, 12, 21 & 27)				
6100	Marketing expenses	320,248	23	323,850	23
6200	Administrative expenses	124,407	9	123,646	9
6450	Expected credit loss	<u>1,322</u>	-	<u>749</u>	-
6000	Total operating expenses	<u>445,977</u>	<u>32</u>	<u>448,245</u>	<u>32</u>
6900	Net income from operations	<u>223,464</u>	<u>15</u>	<u>239,241</u>	<u>17</u>
	Non-operating income and expenses (Note 4, 10, 21 & 27)				
7100	Interest income	224	-	100	-
7010	Other income	68,143	5	84,615	6

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Code		2023		2022	
		Amount	%	Amount	%
7020	Other gain and loss	(\$ 3,935)	-	(\$ 4,476)	(1)
7050	Finance costs	(25,865)	(2)	(16,847)	(1)
7070	Share of profits/losses of subsidiaries	<u>271,794</u>	<u>19</u>	<u>307,743</u>	<u>22</u>
7000	Total non-operating income and expenses	<u>310,361</u>	<u>22</u>	<u>371,135</u>	<u>26</u>
7900	Net income before income tax	533,825	37	610,376	43
7950	Income tax expense (Note 4 & 22)	<u>43,536</u>	<u>3</u>	<u>49,201</u>	<u>3</u>
8200	Net income for the period	<u>490,289</u>	<u>34</u>	<u>561,175</u>	<u>40</u>
	Other comprehensive income (Note 4, 10, 18,19 & 22)				
8310	Items not reclassified to profit/loss				
8311	Remeasurements of defined benefit plans	(3,510)	-	14,138	1
8316	Unrealized gains/losses from investments in equity instruments measured at fair value through other comprehensive income	(17,927)	(1)	(112,279)	(8)
8330	Share of other comprehensive income of subsidiaries, associates and joint ventures	(39,503)	(3)	(247,416)	(18)
8349	Income tax related to items not reclassified to profit/loss	<u>702</u>	<u>-</u>	(<u>2,828</u>)	<u>-</u>
		(<u>60,238</u>)	(<u>4</u>)	(<u>348,385</u>)	(<u>25</u>)
8360	Items that may be reclassified subsequently to profit/loss				
8361	Exchange differences on translation of foreign operation's financial statements	(<u>30,126</u>)	(<u>2</u>)	<u>22,313</u>	<u>2</u>
8300	Total net other comprehensive income	(<u>90,364</u>)	(<u>6</u>)	(<u>326,072</u>)	(<u>23</u>)
8500	Total comprehensive income for the period	<u>\$ 399,925</u>	<u>28</u>	<u>\$ 235,103</u>	<u>17</u>

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<u>Code</u>	Earnings per share (Note 23)	<u>2023</u>		<u>2022</u>	
		<u>Amount</u>	<u>%</u>	<u>Amount</u>	<u>%</u>
9710	Basic	<u>\$ 3.39</u>		<u>\$ 3.88</u>	
9810	Diluted	<u>\$ 3.39</u>		<u>\$ 3.88</u>	

The accompanying notes are an integral part of the parent company only financial statements.

Chairman: Liao, Ching-Chang Manager: Weng, Kuo-Hua Comptroller: Hsieh, Shu-Hui

Huxen Corporation
Parent Company Only Statements of Changes in Equity
January 1~December 31, 2023 and 2022

Unit: NTD in Thousand

Code		Capital stock	Capital surplus	Retained earnings		Other equity		Total equity
				Legal reserve	Unappropriated earnings	Exchange differences on translation of foreign operation's financial statements	Unrealized valuation gains/loss from financial assets measured at fair value through other comprehensive income	
A1	Balance, January 1, 2021	\$1,444,960	\$ 42,643	\$ 879,732	\$ 575,980	(\$ 142,257)	\$1,424,803	\$4,225,861
	Appropriations of earnings for 2021							
B1	Legal reserve	-	-	55,028	(55,028)	-	-	-
B5	Cash dividends to shareholders of the Company	-	-	-	(505,736)	-	-	(505,736)
D1	Net income in 2022	-	-	-	561,175	-	-	561,175
D3	Other comprehensive income after tax in 2022	-	-	-	11,310	22,313	(359,695)	(326,072)
D5	Total comprehensive income in 2022	-	-	-	572,485	22,313	(359,695)	235,103
Z1	Balance, December 31, 2022	1,444,960	42,643	934,760	587,701	(119,944)	1,065,108	3,955,228
	Appropriations of earnings for 2022							
B1	Legal reserve	-	-	57,249	(57,249)	-	-	-
B5	Cash dividends to shareholders of the Company	-	-	-	(520,186)	-	-	(520,186)
D1	Net income in 2023	-	-	-	490,289	-	-	490,289
D3	Other comprehensive income after tax in 2023	-	-	-	(2,808)	(30,126)	(57,430)	(90,364)
D5	Total comprehensive income in 2023	-	-	-	487,481	(30,126)	(57,430)	399,925
Z1	Balance on December 31, 2023	<u>\$1,444,960</u>	<u>\$ 42,643</u>	<u>\$ 992,009</u>	<u>\$ 497,747</u>	<u>(\$ 150,070)</u>	<u>\$1,007,678</u>	<u>\$3,834,967</u>

The accompanying notes are an integral part of the parent company only financial statements.

Chairman: Liao, Ching-Chang

Manager: Weng, Kuo-Hua

Comptroller: Hsieh, Shu-Hui

Huxen Corporation
Parent Company Only Statements of Cash Flows
January 1~December 31, 2023 and 2022

Unit: NTD in Thousand

Code		2023	2022
	Cash flows from operating activities		
A00010	Net income before income tax	\$ 533,825	\$ 610,376
A20010	Gain/loss		
A20100	Depreciation expense	175,162	168,517
A20200	Amortization expense	504	312
A20300	Expected credit loss	1,322	749
A20900	Finance costs	25,865	16,847
A21200	Interest income	(224)	(100)
A21300	Dividend income	(44,345)	(56,611)
A22300	Share of profits/losses of subsidiaries	(271,794)	(307,743)
A29900	Loss on modification of lease	198	-
A22500	Loss on disposal of property, plant and equipment	292	274
A23900	Unrealized (realized) profits/losses from Subsidiaries	4,475	(11,230)
A30000	Changes in operating assets and liabilities, net		
A31130	Notes receivable	11,642	3,701
A31150	Accounts receivable	(6,435)	3,043
A31160	Accounts receivable – related parties	(1,735)	2,632
A31180	Other receivables	995	25,299
A31200	Inventories	(197,208)	(198,148)
A31240	Other current assets	(1,036)	61
A32150	Accounts payable	31,638	5,504
A32160	Accounts payable – related parties	(730)	(228)
A32180	Other payables	1,898	(31,296)
A32230	Other current liabilities	(10,762)	2,528
A32240	Net defined benefit liabilities	(2,945)	(3,843)
A33000	Cash generated from operations	250,602	230,644
A33100	Interest received	224	100
A33300	Interest paid	(25,208)	(16,870)
A33500	Income tax paid	(47,474)	(46,381)
AAAA	Net cash generated from operating activities	<u>178,144</u>	<u>167,493</u>
	Cash flows from investing activities		
B02700	Payments for property, plant and equipment	(2,078)	(685)
B02800	Proceeds from disposal of property, plant and equipment	1	1

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Code		2023	2022
B0370 0	Increase in refundable deposits	(\$ 779)	(\$ 880)
B0450 0	Payments for intangible assets	(485)	(508)
B0760 0	Dividends received	<u>270,895</u>	<u>295,085</u>
BBBB	Net cash generated from investing activities	<u>267,554</u>	<u>293,013</u>
	Cash flows from financing activities		
C0010 0	Increase in short-term loans	200,000	-
C0020 0	Decrease in short-term loans	-	(600,024)
C0050 0	Proceeds from short-term bill payables	-	499,872
C0060 0	Repayments of short-term bill payables	(499,872)	-
C0160 0	Long-term loans	359,965	240,000
C0300 0	Receipt of guarantee deposits	-	13
C0310 0	Decrease in deposits received	(566)	-
C0402 0	Repayment of lease liabilities	(26,209)	(28,836)
C0450 0	Dividends paid	<u>(520,186)</u>	<u>(505,736)</u>
CCCC	Net cash used in financing activities	<u>(486,868)</u>	<u>(394,711)</u>
EEEE	Net increase (decrease) in cash	(41,170)	65,795
E0010 0	Cash at beginning of year	<u>113,092</u>	<u>47,297</u>
E0020 0	Cash at end of year	<u>\$ 71,922</u>	<u>\$ 113,092</u>

The accompanying notes are an integral part of the parent company only financial statements.

Chairman: Liao, Ching-Chang Manager: Weng, Kuo-Hua Comptroller: Hsieh, Shu-Hui

Independent Auditors' Report

To Huxen Corporation:

Opinion

We have audited the accompanying consolidated financial statements of Huxen Corporation (the "Company") and its subsidiaries which comprise the consolidated balance sheets for the years ended December 31, 2023 and 2022, and the consolidated statements of comprehensive income, consolidated statements of changes in equity and consolidated statements of cash flows and notes to consolidated financial statements, including a summary of significant accounting policies, for the years ended December 21, 2023 and 2022.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Company and its subsidiaries as of December 31, 2023 and 2022, and its consolidated financial performance and its consolidated cash flows for the years ended December 21, 2023 and 2022 in accordance with the regulations Governing the Preparation of Financial Reports by Securities Issuers and the International Financial Reporting Standards (IFRS), International Accounting Standards (IAS), IFRS Interpretations (IFRIC) and SIC Interpretations (SIC) endorsed and issued into effects by the Financial Supervisory Commission.

Basis for Opinion

We are entrusted to conduct the audit in accordance with the Regulations Governing the Audit of Financial Statements and Auditing Standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Report section of our report. We are independent of the Company and its subsidiaries in accordance with the Norm of Professional Ethics for certified Public Accountants in Republic of China, and we have fulfilled our other ethical responsibilities in accordance with the requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated financial statements of the Company and its subsidiaries for the year ended December 31, 2023. These matters were addressed in the context of our audit of the Financial Report as a whole, and in forming our opinion thereon, but we do not provide a separate opinion on these matters.

Key audit matters for the consolidated financial statements of the Company and its subsidiaries for the year ended December 31, 2023 are stated as follows:

Key audit matter: sales revenue

The main business of the Group is the purchase, sale and lease of multi-function printers. Revenue per transaction from the sale of multi-function printers, peripherals, and consumables is large and variable compared to rental revenue that is generally collected on a monthly basis. Hence, this type of revenue is expected to be highly risky and has a material impact on the financial statements. The primary risk is whether the revenue was actually earned and; accordingly, we have identified this as a key audit matter.

Please refer to Note 4(13) for the accounting policy on operating revenues.

We understand and have tested the design, implementation and effectiveness of internal controls over the recognition of sales revenue. We also selected appropriate samples from sales transactions (revenue from sales of multi-function printers, peripherals and consumables) and reviewed the transaction applications, signed receipt documents from customers, and we has checked whether the recipients were the same as the counterparties in order to confirm whether there were material misstatements in sales revenue.

Other Matter

The Company has prepared the parent company only financial statements for 2023 and 2022, for which we have issued an independent auditor's report with unqualified opinion.

Responsibilities of Management and Those Charged with Governance for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and the IFRS, IAS, IFRIC, and SIC endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China, and for such internal control as management determines is necessary to enable

the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is responsible for assessing the Group's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

Those charged with governance (including members of the Audit Committee) are responsible for overseeing the Group's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with the auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

As part of an audit in accordance with the auditing standards., we exercise professional judgement and professional skepticism throughout the audit. We also:

1. Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
2. Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's internal control.
3. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
4. Conclude on the appropriateness of the management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on

the Group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Group to cease to continue as a going concern.

5. Evaluate the overall presentation, structure and contents of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.
6. Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the financial report. We are responsible for the direction, supervision and performance of the Group audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, actions taken to eliminate threats or safeguards applied.

From the matters communicated with those charged with governance, we determine those matters that were of most significant in the audit of the consolidated financial statements of the Company and its subsidiaries ended December 31, 2023 and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Deloitte & Touche
CPA Huang, Hai-Yue

CPA: Chih, Jui-Chuan

Approval Number of Securities and
Futures Commission
Tai-Tsai-Cheng-Liu-Tzu number
0920131587

Approval number of the Financial
Supervisory Commission
Chin-Kuan-Cheng-Shen-Tzu number
1060023872

March 13, 2024

Huxen Corporation and Subsidiaries
Consolidated Balance Sheet
December 31, 2023 and 2022

Unit: NTD in Thousand

Code	Assets	December 31, 2023		December 31, 2022	
		Amount	%	Amount	%
	Current assets				
1100	Cash and cash equivalents (Note 4 & 6)	\$ 536,065	7	\$ 689,960	9
1120	Financial assets at fair value through other comprehensive income – current (Note 4 & 7)	1,675,425	22	1,717,310	22
1136	Financial assets at amortized cost – current (Note 4 & 8)	1,046,425	14	771,420	10
1150	Notes receivable (Note 4 & 9)	53,220	1	65,769	1
1172	Accounts receivable (Note 4, 9 & 30)	90,127	1	85,156	1
1175	Lease receivables (Note 4, 10 & 30)	164,277	2	218,705	3
1200	Other receivables (Note 4 & 30)	12,721	-	14,130	-
130X	Inventories (Note 4 & 11)	223,981	3	207,951	2
1479	Other current assets (Note 13)	121,437	1	150,489	2
11XX	Total current assets	<u>3,923,678</u>	<u>51</u>	<u>3,920,890</u>	<u>50</u>
	Non-current assets				
1517	Financial assets at fair value through other comprehensive income – non-current (Note 4 & 7)	621,786	8	637,331	8
1600	Property, plant and equipment (Note 4, 14 & 30)	2,473,487	32	2,532,608	33
1755	Right-of-use assets (Notes 4, 15 & 30)	34,961	1	37,443	1
1760	Investment property (Note 4, 16 & 31)	228,458	3	231,999	3
1805	Goodwill (Note 4 & 17)	238,979	3	238,979	3
1821	Other intangible assets (Note 4 & 17)	581	-	600	-
1840	Deferred income tax assets (Notes 4 & 25)	42,934	1	43,804	1
1935	Lease receivables – non-current (Note 4, 10 & 30)	109,370	1	112,504	1
1990	Refundable deposits (Note 30)	10,352	-	9,721	-
15XX	Total non-current assets	<u>3,760,908</u>	<u>49</u>	<u>3,844,989</u>	<u>50</u>
1XXX	Total assets	<u>\$ 7,684,586</u>	<u>100</u>	<u>\$ 7,765,879</u>	<u>100</u>
	Liabilities and equity				
	Current liabilities				
2100	Short-term loans (Notes 18)	\$ 1,230,000	16	\$ 650,000	9
2110	Short-term bills payables (Notes 18)	-	-	879,759	11
2170	Accounts payable (Note 19)	133,967	2	102,293	1
2180	Accounts payable – related parties (Note 19 & 30)	92,025	1	92,766	1
2219	Other payables (Note 20 & 30)	91,564	1	89,939	1
2230	Current tax liabilities (Note 4 & 25)	41,633	1	46,687	1
2280	Lease liabilities – current (Note 4, 15 & 30)	17,426	-	23,848	-
2399	Other current liabilities (Note 20)	35,423	-	47,175	1
21XX	Total current liabilities	<u>1,642,038</u>	<u>21</u>	<u>1,932,467</u>	<u>25</u>
	Non-current liabilities				
2540	Long-term loans (Note 18)	1,099,965	15	740,000	9
2570	Deferred income tax liabilities (Note 4 & 25)	1,562	-	1,601	-
2580	Lease liabilities – non-current (Note 4, 15 & 30)	17,804	-	13,797	-
2640	Net defined benefit liability (Note 4 & 21)	150,154	2	149,589	2
2670	Guarantee deposits (Note 30)	244,856	3	287,120	4
25XX	Total non-current liabilities	<u>1,514,341</u>	<u>20</u>	<u>1,192,107</u>	<u>15</u>
2XXX	Total liabilities	<u>3,156,379</u>	<u>41</u>	<u>3,124,574</u>	<u>40</u>
	Equity attributable to owners of the Company (Note 22)				
	Capital stock				
3110	Common stock	1,444,960	19	1,444,960	19
3200	Capital surplus	42,643	1	42,643	-
	Retained earnings				
3310	Legal reserve	992,009	13	934,760	12
3350	Unappropriated earnings	497,747	6	587,701	8
3300	Total retained earnings	1,489,756	19	1,522,461	20
3400	Other equity	857,608	11	945,164	12
31XX	Equity attributable to owners of the Company	<u>3,834,967</u>	<u>50</u>	<u>3,955,228</u>	<u>51</u>
36XX	Non – controlling interests (Note 12)	693,240	9	686,077	9
3XXX	Total equity	<u>4,528,207</u>	<u>59</u>	<u>4,641,305</u>	<u>60</u>
	Total liabilities and equity	<u>\$ 7,684,586</u>	<u>100</u>	<u>\$ 7,765,879</u>	<u>100</u>

The accompanying notes are an integral part of the consolidated financial statements.

Chairman: Liao, Ching-Chang

Manager: Weng, Kuo-Hua

Comptroller: Hsieh, Shu-Hui

Huxen Corporation and Subsidiaries
Consolidated Statements of Comprehensive Income
January 1~December 31, 2023 and 2022

Unit: NTD in Thousand (Earnings per Share in Dollars)

Code		2023		2022	
		Amount	%	Amount	%
4000	Operating revenue (Note 4, 23 & 30)	\$2,893,725	100	\$3,193,629	100
5000	Operating Costs (Note 4, 11, 24 & 30)	<u>1,902,465</u>	<u>66</u>	<u>2,162,017</u>	<u>68</u>
5900	Gross profit	<u>991,260</u>	<u>34</u>	<u>1,031,612</u>	<u>32</u>
	Operating expenses (Note 4, 9, 24 & 30)				
6100	Marketing expenses	418,817	15	424,979	13
6200	Administrative expenses	125,677	4	124,342	4
6450	Expected credit loss	<u>5,892</u>	<u>-</u>	<u>8,597</u>	<u>-</u>
6000	Total operating expenses	<u>550,386</u>	<u>19</u>	<u>557,918</u>	<u>17</u>
6900	Net income from operations	<u>440,874</u>	<u>15</u>	<u>473,694</u>	<u>15</u>
	Non-operating income and expenses (Note 4, 24 & 30)				
7100	Interest income	32,484	1	20,731	1
7010	Other income	167,585	6	209,902	6
7020	Other gain and loss	5,145	-	9,161	-
7050	Finance costs	(<u>34,755</u>)	(<u>1</u>)	(<u>23,005</u>)	(<u>1</u>)
7000	Total non-operating income and expenses	<u>170,459</u>	<u>6</u>	<u>216,789</u>	<u>6</u>
7900	Net income before income tax	611,333	21	690,483	21
7950	Income tax expense (Note 4 & 25)	(<u>100,970</u>)	(<u>3</u>)	(<u>106,687</u>)	(<u>3</u>)
8200	Net income for the period	<u>510,363</u>	<u>18</u>	<u>583,796</u>	<u>18</u>

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Code		2023		2022	
		Amount	%	Amount	%
	Other comprehensive income (Note 4, 12, 21, 22 & 25)				
8310	Items not reclassified to profit/loss				
8311	Remeasurements of defined benefit plans	(\$ 3,510)	-	\$ 14,138	-
8316	Unrealized gains/losses from investments in equity instruments measured at fair value through other comprehensive income	(57,430)	(2)	(359,695)	(11)
8349	Income tax related to items not reclassified to profit/loss	<u>702</u>	<u>-</u>	(<u>2,828</u>)	<u>-</u>
		(<u>60,238</u>)	(<u>2</u>)	(<u>348,385</u>)	(<u>11</u>)
8360	Items that may be reclassified subsequently to profit/loss				
8361	Exchange differences on translation of foreign operation's financial statements	(<u>43,037</u>)	(<u>2</u>)	<u>31,876</u>	<u>1</u>
8300	Total other comprehensive income	(<u>103,275</u>)	(<u>4</u>)	(<u>316,509</u>)	(<u>10</u>)
8500	Total comprehensive income for the period	<u>\$ 407,088</u>	<u>14</u>	<u>\$ 267,287</u>	<u>8</u>
	Net income attributable to:				
8610	Owners of the Company	\$ 490,289	17	\$ 561,175	17
8620	Non-controlling interests	<u>20,074</u>	<u>1</u>	<u>22,621</u>	<u>1</u>
8600		<u>\$ 510,363</u>	<u>18</u>	<u>\$ 583,796</u>	<u>18</u>
	Total comprehensive income attributable to:				
8710	Owners of the Company	\$ 399,925	14	\$ 235,103	7
8720	Non-controlling interests	<u>7,163</u>	<u>-</u>	<u>32,184</u>	<u>1</u>
8700		<u>\$ 407,088</u>	<u>14</u>	<u>\$ 267,287</u>	<u>8</u>
	Earnings per share (Note 26)				
9710	Basic	<u>\$ 3.39</u>		<u>\$ 3.88</u>	
9810	Diluted	<u>\$ 3.39</u>		<u>\$ 3.88</u>	

The accompanying notes are an integral part of the consolidated financial statements.

Chairman: Liao, Ching-Chang Manager: Weng, Kuo-Hua Comptroller: Hsieh, Shu-Hui

Huxen Corporation and Subsidiaries
Consolidated Statements of Changes in Equity
January 1~December 31, 2023 and 2022

Unit: NTD in Thousand

Code		Capital stock	Capital surplus	Retained earnings		Other equity		Total equity attributable to shareholders of the parent company	Non-controlling interests	Total equity
				Legal reserve	Unappropriated earnings	Exchange differences on translation of foreign operation's financial statements	Unrealized valuation gains/loss from financial assets measured at fair value through other comprehensive income			
A1	Balance, January 1, 2021	\$ 1,444,960	\$ 42,643	\$ 879,732	\$ 575,980	(\$ 142,257)	\$ 1,424,803	\$ 4,225,861	\$ 653,893	\$ 4,879,754
B1	Appropriations of earnings for 2021									
	Legal reserve	-	-	55,028	(55,028)	-	-	-	-	-
B5	Cash dividends to shareholders of the Company	-	-	-	(505,736)	-	-	(505,736)	-	(505,736)
D1	Net income in 2022	-	-	-	561,175	-	-	561,175	22,621	583,796
D3	Other comprehensive income in 2022	-	-	-	11,310	22,313	(359,695)	(326,072)	9,563	(316,509)
D5	Total comprehensive income in 2022	-	-	-	572,485	22,313	(359,695)	235,103	32,184	267,287
Z1	Balance, December 31, 2022	1,444,960	42,643	934,760	587,701	(119,944)	1,065,108	3,955,228	686,077	4,641,305
B1	Appropriations of earnings for 2022									
	Legal reserve	-	-	57,249	(57,249)	-	-	-	-	-
B5	Cash dividends to shareholders of the Company	-	-	-	(520,186)	-	-	(520,186)	-	(520,186)
D1	Net income in 2023	-	-	-	490,289	-	-	490,289	20,074	510,363
D3	Other comprehensive income in 2023	-	-	-	(2,808)	(30,126)	(57,430)	(90,364)	(12,911)	(103,275)
D5	Total comprehensive income in 2023	-	-	-	487,481	(30,126)	(57,430)	399,925	7,163	407,088
Z1	Balance on December 31, 2023	\$ 1,444,960	\$ 42,643	\$ 992,009	\$ 497,747	(\$ 150,070)	\$ 1,007,678	\$ 3,834,967	\$ 693,240	\$ 4,528,207

The accompanying notes are an integral part of the consolidated financial statements.

Chairman: Liao, Ching-Chang

Manager: Weng, Kuo-Hua

Comptroller: Hsieh, Shu-Hui

Huxen Corporation and Subsidiaries
Consolidated Statements of Cash Flows
January 1~December 31, 2023 and 2022

Unit: NTD in Thousand

Code		2023	2022
	Cash flows from operating activities		
A00010	Net income before income tax	\$ 611,333	\$ 690,483
A20010	Gain/loss		
A20100	Depreciation expense	1,148,686	1,206,736
A20200	Amortization expense	504	312
A20300	Expected credit loss	5,892	8,597
A20400	Gain on financial assets at fair value through profit or loss, net	(9,230)	(14,042)
A20900	Finance costs	34,755	23,005
A21200	Interest income	(32,484)	(20,731)
A21300	Dividend income	(142,064)	(181,359)
A22500	Loss on disposal of property, plant and equipment	159,548	191,669
A29900	Loss on modification of lease	198	-
A30000	Changes in operating assets and liabilities, net		
A31130	Notes receivable	12,549	3,658
A31150	Accounts receivable	43,724	(20,738)
A31180	Other receivables	1,409	22,634
A31200	Inventories	(330,405)	(335,115)
A31240	Other current assets	29,052	37,774
A31990	Lease receivables – non- current	2,975	10,661
A32150	Accounts payable	31,674	4,866
A32160	Accounts payable – related parties	(1,639)	973
A32180	Other payables	676	(4,450)
A32230	Other current liabilities	(11,752)	1,876
A32240	Net defined benefit liabilities	(2,945)	(3,843)
A33000	Cash generated from operations	1,552,456	1,622,966
A33100	Interest received	3,329	4,739
A33300	Interest paid	(33,806)	(22,944)
A33500	Income tax paid	(104,782)	(103,082)
AAAA	Net cash generated from operating activities	<u>1,417,197</u>	<u>1,501,679</u>

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Code		2023	2022
	Cash flows from investing activities		
B00040	Purchase of financial assets at amortized cost	(\$ 245,850)	(\$ 314,960)
B00100	Purchase of financial assets at fair value through profit/loss	(1,603,628)	(2,299,388)
B00200	Disposal of financial assets at fair value through profit/loss	1,612,858	2,313,430
B02700	Payments for property, plant and equipment (Note 27)	(1,032,750)	(1,014,627)
B02800	Proceeds from disposal of property, plant and equipment	111,068	100,793
B03700	Increase in refundable deposits	(631)	(997)
B04500	Payments for intangible assets	(485)	(508)
B07600	Dividends received	<u>142,064</u>	<u>181,359</u>
BBBB	Net cash used in from investing activities	(<u>1,017,354</u>)	(<u>1,034,898</u>)
	Cash flows from financing activities		
C00100	Increase in short-term loans	580,000	-
C00200	Decrease in short-term loans	-	(950,024)
C00500	Proceeds from short-term bill payables	-	799,764
C00600	Repayments of short-term bill payables	(879,759)	-
C01600	Long-term loans	359,965	240,000
C03100	Payment of guarantee deposits	(42,264)	(31,208)
C04020	Repayment of lease liabilities	(26,279)	(28,907)
C04500	Dividends paid	(<u>520,186</u>)	(<u>505,736</u>)
CCCC	Net cash used in financing activities	(<u>528,523</u>)	(<u>476,111</u>)
DDDD	Effect of exchange rate changes on cash and cash equivalents	(<u>25,215</u>)	<u>8,770</u>
EEEE	Decrease in cash and cash equivalents, net	(153,895)	(560)
E00100	Cash and cash equivalents at beginning of year	<u>689,960</u>	<u>690,520</u>
E00200	Cash and cash equivalents at end of year	<u>\$ 536,065</u>	<u>\$ 689,960</u>

The accompanying notes are an integral part of the consolidated financial statements.

Chairman: Liao, Ching-Chang Manager: Weng, Kuo-Hua Comptroller: Hsieh, Shu-Hui

【Proposed Resolutions】

[Proposal 2]

Proposal: Ratification of the 2023 Profit Distribution Plan.

【Proposed by the board of directors】

Explanatory Notes:

- (I) The Company's 2023 after-tax profit has been compiled in accordance with Article 228 of the Company Act. The distributable earnings (including the undistributed earnings of prior years) amounted to NT\$448,999,117, which is proposed to be distributed based on the Statement of Distribution of Earnings (please refer to page 35).
- (II) Proposed for ratification.

Resolutions:

Huxen Corporation
Statement of Distribution of Earnings
2023

Unit: NT\$

Item	Amount
Beginning undistributed earnings	10,266,558
Actuarial gain (loss) included in retained earnings	(2,808,027)
Adjusted undistributed earnings	7,458,531
Add: Net profit after tax of 2023	490,288,648
Less: Legal reserve	(48,748,062)
Distributable earnings of the period	448,999,117
Less: Distributable items (note)	
Dividends to shareholders - cash (144,496,011 shares * NT\$ 3 per share)	(433,488,033)
Undistributed earnings at the end of the period	15,511,084

Note: 1. The net income of 2023 will be distributed in priority.

Note: 2. In accordance with Article 29 of the Company's Articles of Incorporation, the board of directors is authorized to resolve to distribute all or part of the dividends and bonuses that should be distributed in the form of cash.

Chairperson: Liao, Ching-Chang Manager: Weng, Kuo-Hua Comptroller: Hsieh, Shu-Hui

【Proposed Resolutions】

[Proposal 3]

Proposal: Amendment to the Company's articles of incorporation.

【Proposed by the board of directors】

Explanatory Notes:

- (I) In order to expand the communications market and to be eligible to participate in the bidding of private and public sector, the business item "E701010 Telecommunications Construction" is proposed to be added.
- (II) In order to comply with the existing regulations and to strengthen the functions of the board of directors, amendments to certain provisions of the Company's Articles of Incorporation are proposed.
- (III) The comparison table of the amended provisions is as follows:

Paragraph	Contents		Description
	Wording after amendments	Wording before amendments	
I	<p>Article 2 The business scope of the Company is as follows:</p> <p><u>I. E701010 Telecommunications Construction</u></p> <p><u>II. F401010 International Trade</u></p> <p><u>III. ZZ99999 All business activities that are not prohibited or restricted by law, except those that are subject to special approval.</u></p>	<p>Article 2 The business scope of the Company is as follows: <u>(Newly added)</u></p> <p><u>I. F401021 Restrained Telecom Radio Frequency Equipment and Materials Import</u></p> <p><u>II. ZZ99999 All business activities that are not prohibited or restricted by law, except those that are subject to special approval</u></p>	<p>In accordance with OA Business Department of Huxen (2023) Document Hu-Zheng-Zi No. 007, One business item has been added and the second paragraph has been revised in accordance with the existing business items.</p>

Paragraph	Contents		Description
	Wording after amendments	Wording before amendments	
II	<p>Article 8 <u>The Company may be exempted from printing any share certificate for the shares issued. When the Company prints share certificates, they shall be registered share certificates and shall be issued in accordance with the provisions of the Company Act of the R.O.C. and other relevant laws and regulations.</u></p>	<p>Article 8 <u>All the share certificates of the Company are in registered form, signed by, or affixed with seals of, and serially numbered, at least three directors, and authenticated by the competent authority or its certified issuance registration agency before issuance. Shares issued by the Company may also be exempt from printing of share certificates, and the Company shall arrange for such shares to be recorded by a centralized securities custodian institution.</u></p>	<p>In accordance with the Ministry of Economic Affairs' letter Ching-Shou-Shang-Tzu No. 11101110800, the contents of the articles are revised to comply with the provisions of the Company Law of the Republic of China (ROC) and other relevant laws and regulations.</p>
III	<p>Article 13 Paragraph 1 (omitted)</p> <p>Shareholders' meetings of the Company may be held by video conference or other means announced by the central competent authorities.</p> <p><u>Unless otherwise provided in the "Regulations Governing the Administration of Shareholder Services of Public Companies," when the Company convene a shareholders' meeting with video conferencing, it shall expressly provide for such meetings in its Articles of Incorporation and obtain a resolution of its board of directors. Furthermore, convening of a virtual-only shareholders' meeting shall require a resolution adopted by a majority vote at a meeting of the board of directors attended by at least</u></p>	<p>Article 13 Paragraph 1 (omitted)</p> <p>Shareholders' meetings of the Company may be held by video conference or other means announced by the central competent authorities.</p> <p><u>(Newly added)</u></p>	<p>As the Company convenes shareholders' meetings via video conferencing, shareholders may not participate in the physical meeting, and there are more restrictions on shareholders' rights. Therefore, this provision is added.</p>

Paragraph	Contents		Description
	Wording after amendments	Wording before amendments	
	<u>two-thirds of the total number of directors.</u>		
IV	<p>Article 19 Paragraph 1 (omitted)</p> <p>The number of independent directors in the preceding paragraph includes independent directors. The number of independent directors shall not be less than three. <u>The independent directors shall not serve more than three consecutive terms.</u> The procedure of the nomination of candidates and the announcement and other related matters shall be in accordance with the provisions of the Company Act and the regulations of the competent security authorities.</p>	<p>Article 19 Paragraph 1 (omitted)</p> <p>The above number of directors includes independent directors. The number of independent directors shall not be less than three, and the nomination and announcement of candidates shall be made in accordance with the Company Act and the regulations of the competent securities regulatory authorities.</p>	The requirement that independent directors should not serve three consecutive terms is added in order to meet the needs of corporate governance.
V	<p>Article 22 When a board meeting is convened, directors shall attend the meeting in person. If a director is unable to attend a meeting for any reason, the director shall entrust another director to attend the meeting on his/her behalf and state the scope of authorization to each cause of convening in each proxy form. However, a proxy may only be entrusted by one person. In case a meeting of the Board of Directors is proceeded via visual communication network, then the directors taking part in such a visual</p>	<p>Article 22 Each director shall attend the meeting of the board of directors in person. However, if a director is unable to attend the meeting for any reason, <u>except for those who reside outside of the country, he or she may appoint another shareholder who resides in the country to act as regular proxy in accordance with the law.</u> Further, a proxy form shall be issued to specify the scope of authorization for the meeting subjects on each case so as to appoint other directors to attend as proxy;</p>	The text that is inconsistent with the current laws and regulations is deleted.

Paragraph	Contents		Description
	Wording after amendments	Wording before amendments	
	communication meeting shall be deemed to have attended the meeting in person.	nonetheless, a proxy may only be appointed by one person. In case a meeting of the Board of Directors is proceeded via visual communication network, then the directors taking part in such a visual communication meeting shall be deemed to have attended the meeting in person.	
VI	<p>Article 33 These articles of incorporation were formulated on August 10, 1984. ... (Omitted) The 33rd amendment was made on June 8, 2022. <u>The 34th amendment was made on June 18, 2024.</u></p>	<p>Article 33 These articles of incorporation were formulated on August 10, 1984. ... (Omitted) The 33th amendment was made on June 8, 2022.</p>	The date of the amendment was added

(IV) Please review.

Resolutions:

【Proposed Resolutions】

[Proposal 4]

Proposal: Amendment to the Company’s “Rules of Procedure for Shareholders’ Meeting”

[Proposed by the board of directors]

Explanatory Notes:

- (I) In line with the policy of the competent authorities to promote virtual-only shareholders' meetings, the Company's "Rules of Procedure for Shareholders' Meetings" are proposed to be amended in part.
- (II) The comparison table of the amended provisions is as follows:

Paragraph	Contents		Description
	Wording after amendments	Wording before amendments	
I.	<p>Article II Call of shareholders' meeting and meeting notice</p> <p>I. Shareholders' meetings of the Company shall be convened by the board of directors, unless otherwise provided in the law. <u>Unless otherwise provided in the “Regulations Governing the Administration of Shareholder Services of Public Companies”, a company that will convene a shareholders' meeting with video conferencing shall expressly provide for such meetings in its Articles of Incorporation and obtain a resolution of its board of directors. Furthermore, convening of a virtual-only shareholders' meeting shall require a resolution adopted by a majority vote at a meeting of the board of directors attended by at least two-thirds of the total number of directors.</u> Changes to how the Company convenes its</p>	<p>Article II Call of shareholders' meeting and meeting notice</p> <p>I. Shareholders' meetings of the Company shall be convened by the board of directors, unless otherwise provided in the law. Changes to how the Company convenes its shareholders' meeting shall be resolved by the board of directors, and shall be made no later than mailing of the shareholders' meeting notice.</p>	<p>As the Company convenes shareholders' meetings via video conferencing, shareholders may not participate in the physical meeting, and there are more restrictions on shareholders' rights. Therefore, this provision is added.</p>

Paragraph	Contents		Description
	Wording after amendments	Wording before amendments	
	<p>shareholders' meeting shall be resolved by the board of directors, and shall be made no later than mailing of the shareholders' meeting notice.</p> <p>II–V (Omitted)</p>	<p>II–V (Omitted)</p>	
II	<p>Article VI Preparation of documents such as the attendance book</p> <p>I. ... (the preceding part is omitted); when convening a virtual-only shareholders' meeting, the Company furthermore shall specify appropriate alternative measures available to shareholders who have difficulty taking part in a virtual shareholders' meeting. <u>Except in the circumstances set out in Article 44-9, paragraph 6, it shall at least provide the shareholders with connection facilities and necessary assistance, and specify the period during which shareholders may apply to the Company and other related matters requiring attention.</u> The time during which shareholder attendance registrations will be accepted, shall be at least 30 minutes prior to the time the meeting commences; (the following is omitted).</p>	<p>Article VI Preparation of documents such as the attendance book</p> <p>I. ... (the preceding part is omitted); when convening a virtual-only shareholders' meeting, the Company furthermore shall specify appropriate alternative measures available to shareholders who have difficulty taking part in a virtual shareholders' meeting. The time during which shareholder attendance registrations will be accepted, shall be at least 30 minutes prior to the time the meeting commences; (the following is omitted).</p>	<p>This specifies that the Company shall at least provide shareholders with connecting facilities, necessary assistance and other matters that should be taken into account during the application period for the convening of a virtual-only shareholders' meeting.</p>

Paragraph	Contents		Description
	Wording after amendments	Wording before amendments	
III	<p>Article XXI Handling of communication barriers and digital divide of shareholders</p> <p>VII. When convening a virtual-only shareholders' meeting, the Company shall provide appropriate alternative measures available to shareholders with difficulties in attending a virtual shareholders' meeting online. <u>Except in the circumstances set out in Article 44-9, paragraph 6, it shall at least provide the shareholders with connection facilities and necessary assistance, and specify the period during which shareholders may apply to the Company and other related matters requiring attention.</u></p>	<p>Article XXI Handling of communication barriers and digital divide of shareholders</p> <p>VII. When convening a virtual-only shareholders' meeting, the Company shall provide appropriate alternative measures available to shareholders with difficulties in attending a virtual shareholders' meeting online.</p>	<p>This specifies that the Company shall at least provide shareholders with connecting facilities, necessary assistance and other matters that should be taken into account during the application period for the convening of a virtual-only shareholders' meeting.</p>
IV	<p>Article XXII Implementation</p> <p>These Rules shall take effect after having been submitted to and approved by a shareholders' meeting. Subsequent amendments thereto shall be effected in the same manner. These Rules were formulated on June 8, 2018.</p> <p>... (Omitted) The 3rd amendment was made on June 8, 2022. <u>The 4th amendment was made on June 18, 2024.</u></p>	<p>Article XXII Implementation</p> <p>These Rules shall take effect after having been submitted to and approved by a shareholders' meeting. Subsequent amendments thereto shall be effected in the same manner. These Rules were formulated on June 8, 2018.</p> <p>... (Omitted) The 3rd amendment was made on June 8, 2022.</p>	<p>The date of the amendment was added</p>

(III) Please review.

Resolutions:

【Elections】

Proposal: Election of directors of the Company.

[Proposed by the board of directors]

Explanatory Notes:

- (I) The term of office of the Company's directors expires on July 13, 2024. An election for the directors is made to accommodate the date of the shareholders' meeting.
- (II) According to Article 19 of the Company's Articles of Incorporation, 7 directors (including 3 independent directors) were elected this time from the list of director candidates for a term of 3 years, i.e. starting from June 18, 2024. to June 17, 2027 .
- (III) The Company adopts a candidate nomination system for its directors, whose qualifications were reviewed and approved at the 14th meeting of the 11th board of directors on April 25, 2024. The list of candidates for the current term of directors (including independent directors) and the related information are set forth below:

Candidate type	Candidate name	Academic background	Experience	Current position	Number of shares held (Unit: Shares)
Director	Liao, Ching-Chang	Master's in Business Administration, National Taiwan University	Director, Aurora Co., Ltd. President, Aurora Telecom Corporation	Chairperson, Huxen Corporation Chairperson, Aurora Leasing Corporation	0
Director	Aurora Holdings Incorporated Representative: Chuang, Hsiao-Chen	Department of Physical Education (2-year program), Taipei Physical Education College	Director and President, Tomson Golf Shanghai Co., Ltd. Independent Director, Hitron Technologies Inc.	Director, Huxen Corporation Independent Director, Interactive Digital Technologies Inc. Director, Formosa Advanced Technologies Co., Ltd.	39,359,689
Director	Aurora Holdings Incorporated Representative: Chen, Yi-Hsiung	PhD, Chinese Literature, Tunghai University	President, LONTALAE Co., Ltd.	Director, Huxen Corporation	39,359,689
Director	Wu, Tang-Hai	Department of Marine Engineering, Suao Marine and Fisheries Vocational High School	Visiting Lecturer, Peking University	Director, Huxen Corporation Director, Chen, Yung-Tai Sustainable Operations Foundation	101,001

Candidate type	Candidate name	Academic background	Experience	Current position	Number of shares held (Unit: Shares)
Independent Director	Chen, Chen-Mei	Department of Banking and Insurance, Chihlee University of Technology	Assistant Manager of Finance Department, Aurora Co., Ltd. President, Aurora Holdings Incorporated	None	0
Independent Director	Wang Tzu-Chi	Department of Law, Fu Jen Catholic University	Supervisor of Legal Affairs Office, Aurora Co., Ltd.	None	0
Independent Director	Wang, Jen-Kuo	Department of Mechanical Engineering, Taha University of Science and Technology	Head of Human Resources, UB Office Systems Inc. Operations Manager, UB Office Systems Inc.	Independent Director, Huxen Corporation Founding Dean, Bai Da Ming Shi College	0

(IV) The election was held in accordance with the Company's Regulations Governing the Election of Directors, please refer to Appendix III (p. 72–75).

(V) Please vote.

Election results:

【Other Proposals】

Proposal: Application for permission of the Company's directors' competitive business

[Proposed by the board of directors]

Explanatory Notes: Pursuant to Article 209 of the Company Act, directors' competitive business shall be approved by the shareholders' meeting. Directors of the Company may serve as directors of other companies with the same or similar scope of business as the Company. However, their participation in the business is beneficial to the development of the Company. In order to meet the needs of our business strategy, we intend to propose to the shareholders' meeting to allow the Company's newly elected directors and their representatives to engage in competitive businesses and the scope and content of such matter will be supplemented on the spot prior to the discussion of this proposal at the shareholders' meeting.

Resolutions:

【Extempore Motions】

【Appendix I】

Articles of Incorporation of Huxen Corporation

Chapter I General Provisions

Article I The Company is incorporated under the Company Act with the name of Huxen Corporation

Article II The business scope of the Company is as follows:
(I) F401021 Restrained Telecom Radio Frequency Equipment and Materials Import
(II) ZZ99999 All business activities that are not prohibited or restricted by law, except those that are subject to special approval

Article III The Company may provide endorsement and guarantee.

Article IV The Company's total amount of investment in other businesses is not subject to the limitation of 40% of the Company's paid-in capital under Article 13 of the Company Act.

Article V The Company is headquartered in Taipei City, and when necessary incorporation/alteration/nullification registration of branches at home and abroad may be made as resolved by the Board of Directors.

Article VI Public announcements of the Company shall be made in accordance with the Company Act and other applicable regulations.

Chapter II Shares

Article VII The authorized capital of the Company is NT\$190 million consisting of 19 million shares. The par value of each share is NT\$10 and the Board of Directors is authorized to issue the shares in separate installments.

Article VII-I When the Company is legally entitled to repurchase the Company's shares, the Board of Directors is authorized to do so in accordance with the provisions of the law.

Article VIII All the share certificates of the Company are in registered form, signed by, or affixed with seals of, and serially numbered, at least three directors, and authenticated by the competent authority or its certified issuance registration agency before issuance. Shares issued by the Company may also be exempt from printing of share certificates, and

the Company shall arrange for such shares to be recorded by a centralized securities custodian institution.

Article IX If shareholders conduct share affairs or exercise their share rights with the Company in writing, they shall affix the registered seal.

Article X The transfer, inheritance, gift, pledge, loss, damage, and other handling of shares shall be handled in accordance with the Company Act and the Regulations Governing the Administration of Shareholder Services of Public Companies.

For the purpose of reasonable stock management, the shares issued by the Company, upon the request of the centralized securities custodian institution, may be merged in exchange for the security with large par value.

Article XI Except for stock dividends, when the Company issues new shares, 10% of the total number of shares issued shall be reserved for subscription by the Company's employees, and the shares acquired by employees shall not be transferred within two years.

Article XII The transfer of shares shall be suspended within sixty days prior to the convening date of each regular shareholders' meeting, within thirty days prior to the convening date of the special shareholders' meeting, or within five days prior to the target date fixed by the Company to distribute dividends, bonuses, or other benefits.

Chapter III Shareholders' Meeting

Article XIII Shareholders' meetings of the Company are of two types, namely: regular meetings and special meetings. Regular meetings shall be convened within six months after the close of each fiscal year. Special meetings shall be convened in accordance with the applicable regulations. Shareholders' meetings of the Company may be held by video conference or other means announced by the central competent authorities.

Article XIV In the event that a shareholder is unable to attend the shareholders' meeting in person, he or she may appoint a proxy to attend the meeting by producing a proxy form issued by the Company specifying the scope of the authority. The proxy form shall be delivered to the Company five days before the date of the shareholders' meeting.

A shareholder may only issue one proxy form and appoint one proxy. In the event of duplicate proxy forms, the first proxy form delivered shall prevail, except for those who declare that they revoke the previous proxy form.

In the event that shareholders appoint a proxy to attend the meeting, they shall comply with Article 177 of the Company Act and the regulations of the competent authorities.

Article XV If a shareholders' meeting is convened by the Board of Directors, the meeting shall be chaired by the chairperson of the board. When the chairperson of the board is on leave or for any reason unable to exercise the powers of the chairperson, one of the directors shall be appointed to act as chair. Where the chairperson does not make such a designation, the directors shall select from among themselves one person to serve as chair. If a shareholders' meeting is convened by a party with power to convene but other than the Board of Directors, the convening party shall chair the meeting. When there are two or more such convening parties, they shall mutually select a chair from among themselves.

Article XVI A shareholder shall be entitled to one vote for each share held, except when the shares are restricted shares or are deemed non-voting shares under the Company Act or other applicable laws.

Article XVII Except as otherwise provided by the Company Act or these Articles of Incorporation, resolutions of a shareholders' meeting shall be adopted at a meeting attended by shareholders representing a majority of the total number of issued shares and at which meeting a majority of the shareholders vote in favor of such resolutions.

Article XVIII Matters relating to the resolutions of a shareholders' meeting shall be recorded in the meeting minutes. The meeting minutes shall be signed or sealed by the chair of the meeting and a copy distributed to each shareholder within twenty days after the conclusion of the meeting. The distribution of meeting minutes may be done in the form of public announcement. The day, month and year of the meeting, venue of the meeting, chairperson's name and how a proposal was resolved, as well as the summary information about how the meeting was proceeded and the result of the meeting shall be recorded in the minutes. The minutes of the shareholders' meeting, the attendance book and the proxy forms shall be kept in the Company.

Chapter IV Directors and Audit Committee

- Article XIX The Company shall have five to seven directors to form the Board of Directors, and the Company's directors shall be elected by a candidate nomination system from persons having legal capacity at a shareholders' meeting. The election shall be conducted in a cumulative manner, and the term of office is three years. Besides this, elected directors are eligible for re-election. The total shares of the Company held by all directors of the Company are handled in accordance with the regulations of the securities regulatory authorities.
- The above number of directors includes independent directors. The number of independent directors shall not be less than three, and the nomination and announcement of candidates shall be made in accordance with the Company Act and the regulations of the competent securities regulatory authorities.
- Article XX In case no election of new directors is effected after expiration of the term of office of existing directors, the term of office of out-going directors shall be extended until the time new directors have been elected and assumed their office. However, the competent authority may, ex officio, order the Company to elect new directors within a given time limit; and if no re-election is effected after expiry of the given time limit, the out-going directors shall be discharged ipso facto from such expiration date.
- Article XX-I Except for those directors who are paid in accordance with the Company's regulations for their positions in the Company, the Company may pay remuneration to directors for the performance of their duties, regardless of the Company's operating profit or loss. The board of directors is authorized to determine their remuneration based on the performance of their duties and with reference to the industry norms.
- Article XXI The Board of Directors shall elect a chairperson of the Board Directors from among the directors by a majority vote at a meeting attended by over two-thirds of the directors. The chairperson of the Board of Directors shall internally preside the shareholders' meeting and the meeting of the Board of Directors, and shall execute affairs of the Company in accordance with the laws and regulations, the Articles of Incorporation, and the resolutions of the shareholders' meeting and the Board of Directors.

When the chairperson of the board is on leave or for any reason unable to exercise the powers of the chairperson, one of the directors shall be appointed to act as proxy. Where the chairperson does not make such a designation, the directors shall select from among themselves one person to serve as the proxy.

The Chairperson of the Board of Directors shall convene the Board of Directors' meeting. If the Chairperson of the Board of Directors is unable to convene the Board of Directors' meeting for any reason, the preceding provisions shall apply to the order of proxy.

Notice of a meeting of the Board of Directors may be given in writing, by e-mail or by fax.

Article XXII Each director shall attend the meeting of the board of directors in person. However, if a director is unable to attend the meeting for any reason, except for those who reside outside of the country, he or she may appoint another shareholder who resides in the country to act as regular proxy in accordance with the law. Further, a proxy form shall be issued to specify the scope of authorization for the meeting subjects on each case so as to appoint other directors to attend as proxy; nonetheless, a proxy may only be appointed by one person. In case a meeting of the Board of Directors is proceeded via visual communication network, then the directors taking part in such a visual communication meeting shall be deemed to have attended the meeting in person.

Article XXIII Each director shall have one vote, and resolutions of the Board of Directors shall be made with the presence of a majority of the directors and the consent of a majority of the directors present, except as otherwise provided in the Company Act or these Articles of Incorporation.

Article XXIV Matters relating to the resolutions a meeting the Board of Directors shall be recorded in the meeting minutes. The meeting minutes shall be signed or sealed by the chair of the meeting and a copy distributed to each Director within twenty days after the conclusion of the meeting. The day, month and year of the meeting, venue of the meeting, chairperson's name and how a proposal was resolved, as well as the summary information about how the meeting was proceeded and the result of the meeting shall be recorded in the minutes. The minutes of the shareholders' meeting, the attendance book and the proxy forms shall be kept in the Company.

Article XXV The Company has established an audit committee in accordance with laws and regulations. It consists of all independent directors and is responsible for carrying out the duties of supervisors under the Company Act, Securities and Exchange Act and other laws and regulations. The supervisors are abolished on the date the Company's Audit Committee is established in accordance with the law. The number of Audit Committee members, terms of office, authority, rules of procedure and the resources to be provided when exercising the authority shall be formulated by the Board of Directors in accordance with the Audit Committee's organizational rules.

Chapter V Corporate Bond

Article XXVI The Company may issue corporate bonds according to the provisions of the Company Act for business purposes.

Chapter VI Managerial Officers

Article XXVII The Company may have a number of managers, and their appointment, dismissal and remuneration shall be in accordance with the provisions of the Company Law.

Chapter VII Accounting

Article XXVIII The Company's fiscal year begins on January 1 and ends on December 31 of each year. After the end of each fiscal year, the Board of Directors shall prepare and submit to the regular shareholders' meeting for recognition in accordance with the statutory procedures for each of the following reports and statements:

- (I) Business report.
- (II) Financial statements.
- (III) Proposal concerning the distribution of earnings or covering of losses.

Article XXIX If the Company earns a profit in a year ("profit" is defined as income before tax, less employee bonus), 1% to 10% of the profit shall be appropriated as employee bonus; however, if the Company still has accumulated deficit, it shall be offset. The recipients of the share/cash bonuses listed in the previous paragraph include employees of affiliates who meet certain criteria.

The matters listed in the previous two paragraphs shall be performed upon a resolution of the Board of Directors with at least two-thirds of the directors present and a majority of the directors present, and reported to the shareholders' meeting.

The annual net income of the Company, if any, is distributed in the following order.

- (I) Offsetting the accumulated deficit (including adjusting the amount of undistributed earnings).
- (II) Contributing 10% as legal reserve. However, this is not applicable when the legal reserve has reached the total paid-in capital.
- (III) Appropriating or reversing special reserve in accordance with the law or the regulations of the competent authority.
- (IV) The Board of Directors shall prepare a proposal for the distribution of the remaining amount and the ending undistributed earnings (including the amount of adjusted undistributed earnings) and submit it to the shareholders for resolution.

The Company may authorize the distributable dividends and bonuses, capital surplus or legal reserve in part or in whole, to be paid in cash after a resolution has been adopted by a majority vote at a meeting of the Board of Directors attended by two-thirds of the total number of directors; and in addition thereto a report of such distribution shall be submitted to the shareholders' meeting.

Article XXX

The Company's industry is now in a stable growth stage, and its capital need is moderated. In the future, the Company will return its operating results to the shareholders as much as possible in the future. In consideration the balance between the Company's business development, capital and financial position, capital expansion and shareholders' equity, the Company's dividend policy shall be based on the principle of a combination of cash and stock dividends, and the ratio of cash dividends shall not be less than 10% of the total amount of dividends distributed in the year.

Chapter VIII Supplementary Provisions

- Article XXXI The organizational rules and the detailed procedures of business operation shall be determined by the Board of Directors.
- Article XXXII Matters not covered in the Articles of Incorporation are to be handled in accordance with the Company Act and other laws and regulations.
- Article XXXIII These articles of incorporation were formulated on August 10, 1984.
The 1st amendment was made on February 28, 1985.
The 2nd amendment was made on December 5, 1985.
The 3rd amendment was made on October 14, 1986.
The 4th amendment was made on April 16, 1988.
The 5th amendment was made on November 21, 1988.
The 6th amendment was made on June 15, 1989.
The 7th amendment was made on July 16, 1990.
The 8th amendment was made on June 30, 1991.
The 9th amendment was made on November 29, 1991.
The 10th amendment was made on March 23, 1992.
The 11th amendment was made on August 18, 1992.
The 12th amendment was made on June 22, 1993.
The 13th amendment was made on May 20, 1994.
The 14th amendment was made on August 19, 1994.
The 15th amendment was made on May 27, 1996.
The 16th amendment was made on May 26, 1997.
The 17th amendment was made on September 30, 1997.
The 18th amendment was made on May 12, 1998.
The 19th amendment was made on May 17, 1999.
The 20th amendment was made on May 10, 2000.
The 21st amendment was made on August 25, 2000.
The 22nd amendment was made on May 30, 2002.
The 23rd amendment was made on May 29, 2003.
The 24th amendment was made on July 14, 2005.
The 25th amendment was made on June 15, 2006.
The 26th amendment was made on June 10, 2009.
The 27th amendment was made on June 25, 2010.
The 28th amendment was made on June 6, 2012.
The 29th amendment was made on June 11, 2014.
The 30th amendment was made on June 7, 2016.
The 31st amendment was made on June 9, 2020.
The 32nd amendment was made on July 14, 2021.
The 33rd amendment was made on June 8, 2022.

【Appendix II】

Huxen Corporation Rules of Procedure for Shareholders' Meetings

Article I Applicable principles

1. To establish a strong governance system and sound supervisory capabilities for the Company's shareholders' meetings, and to strengthen management capabilities, these Rules are adopted.
2. The rules of procedures for the Company's shareholders' meetings, except as otherwise provided by law, regulation, or the articles of incorporation, shall be as provided in these Rules.

Article II Shareholders' meeting convening and meeting notice

1. Unless otherwise provided by law or regulation, the Company's shareholders' meetings shall be convened by the board of directors. Changes to how the Company convenes its shareholders' meeting shall be resolved by the board of directors, and shall be made no later than mailing of the shareholders' meeting notice.
2. This Company shall prepare electronic versions of the shareholders' meeting notice and proxy forms, and the origins of and explanatory materials relating to all proposals, including proposals for ratification, matters for deliberation, and upload them to the MOPS before thirty days before the date of a regular shareholders' meeting or before fifteen days before the date of a special shareholders' meeting. The Company shall prepare electronic versions of the shareholders' meeting agenda and supplemental meeting materials and upload them to the MOPS before twenty one days before the date of the regular shareholders' meeting or before fifteen days before the date of the special shareholders' meeting. Before fifteen days before the date of the shareholders' meeting, the Company shall also have prepared the shareholders' meeting agenda and supplemental meeting materials and made them available for review by shareholders at any time. The meeting agenda and supplemental materials shall also be displayed at the Company and the professional shareholder services agent designated thereby.
3. The reasons for convening a shareholders' meeting shall be specified in the meeting notice and public

- announcement. With the consent of the addressee, the meeting notice may be given in electronic form.
4. Election or dismissal of directors, amendments to the articles of incorporation, reduction of capital, application for the approval of ceasing its status as a public company, approval of competing with the company by directors, surplus profit distributed in the form of new shares, reserve distributed in the form of new shares, the dissolution, merger, or demerger of the Company, or any matter under Article 185, paragraph 1 of the Company Act, Articles 26-1 and 43-6 of the Securities Exchange Act, Articles 56-1 and 60-2 of the Regulations Governing the Offering and Issuance of Securities by Securities Issuers shall be set out and the essential contents explained in the notice of the reasons for convening the shareholders' meeting. None of the above matters may be raised by an extraordinary motion.
 5. Where election of all directors and supervisors as well as their inauguration date is stated in the notice of the reasons for convening the shareholders' meeting, after the completion of the re-election in said meeting such inauguration date shall not be altered by any extraordinary motion or otherwise in the same meeting.

Article III

Proposals and Processing Prior to Shareholders' Meetings

1. A shareholder holding one percent or more of the total number of issued shares may submit to the Company a proposal for discussion at a regular shareholders' meeting. The number of items so proposed is limited to one only, and no proposal containing more than one item will be included in the meeting agenda. When the circumstances of any subparagraph of Article 172-1, paragraph 4 of the Company Act apply to a proposal put forward by a shareholder, the board of directors may exclude it from the agenda. A shareholder may propose a recommendation for urging the corporation to promote public interests or fulfill its social responsibilities, provided procedurally the number of items so proposed is limited only to one in accordance with Article 172-1 of the Company Act, and no proposal containing more than one item will be included in the meeting agenda.
2. Prior to the book closure date before a regular shareholders' meeting is held, the Company shall publicly announce its acceptance of shareholder

- proposals in writing or electronically, and the location and time period for their submission; the period for submission of shareholder proposals may not be less than ten days.
3. The company shall include the proposal submitted by a shareholder in the list of proposals to be discussed at a regular meeting of shareholders and specifies it in the meeting notice after review by the Board of Directors, unless any of the following circumstances is satisfied:
 - (1) Where the subject of the proposal cannot be settled or resolved by a resolution to be adopted at the shareholders' meeting.
 - (2) Where the number of shares of the Company in the possession of the shareholder making the proposal is less than one percent of the total number of outstanding shares at the time when the share transfer registration is suspended by the Company.
 - (3) Where the proposal is submitted on a day beyond the deadline fixed and announced by the Company for accepting shareholders' proposals.
 - (4) Where the proposal contains more than 300 words (including punctuation) or more than one matter in a single proposal or is not made in writing.
 4. The Company shall, prior to preparing and delivering the shareholders' meeting notice, inform, by a notice, all the proposal submitting shareholders of the proposal screening results, and shall list in the shareholders' meeting notice the proposals conforming to the requirements set out in this Article. With regard to the proposals submitted by shareholders but not included in the agenda of the meeting, the cause of exclusion of such proposals and explanation shall be made by the board of directors at the shareholders' meeting to be convened.
 5. Shareholders' proposals listed in an agenda in accordance with the third paragraph may be combined if they are of the same type.
 6. The shareholder who has submitted a proposal shall attend, in person or by a proxy, the regular shareholders' meeting whereat his proposal is to be discussed and shall take part in the discussion of such proposal.

Article IV

Shareholders' sign-in

1. For each shareholders' meeting, a shareholder may appoint a proxy to attend the meeting by providing the proxy form issued by the Company and stating the scope of the proxy's authorization.
2. A shareholder may issue only one proxy form and appoint only one proxy for any given shareholders' meeting, and shall deliver the proxy form to the Company before five days before the date of the shareholders' meeting. When duplicate proxy forms are delivered, the one received earliest shall prevail, unless a declaration is made to cancel the previous proxy appointment.
3. After a proxy form has been delivered to the Company, if the shareholder intends to attend the meeting in person or to exercise voting rights by correspondence or electronically, a written notice of proxy cancellation shall be submitted to the Company before two days before the meeting date. If the cancellation notice is submitted after that time, votes cast at the meeting by the proxy shall prevail.
4. If, after a proxy form is delivered to the Company, a shareholder wishes to attend the shareholders' meeting online, a written notice of proxy cancellation shall be submitted to the Company two business days before the meeting date. If the cancellation notice is submitted after that time, votes cast at the meeting by the proxy shall prevail.

Article V

Principles determining the time and place of a shareholders meeting

1. The venue for a shareholders' meeting shall be the premises of the Company, or a place easily accessible to shareholders and suitable for a shareholders' meeting. The meeting may begin no earlier than 9 a.m. and no later than 3 p.m.
2. The restrictions on the place of the meeting shall not apply when the Company convenes a virtual-only shareholders' meeting.

Article VI

Preparation of documents such as the attendance book

1. The Company shall specify in its shareholders' meeting notices the time during which attendance registrations for shareholders, solicitors and proxies (collectively "shareholders") will be accepted, the place to register for

- attendance, and other matters for attention. If a shareholders' meeting is held by means of a video conference, the participation of shareholders and the method of exercising their rights shall be recorded. The method of participation and exercise of rights by shareholders, the handling of any force majeure that may hinder participation on the video conferencing platform or the video conferencing process, the date of any postponement or continuation of the meeting and other noteworthy matters should be recorded. Further, if a video shareholders' meeting is held, the appropriate alternative measures for shareholders who have difficulty to participate by visual means should be recorded. The time during which shareholder attendance registrations will be accepted shall be at least thirty minutes prior to the time the meeting commences. The place at which attendance registrations are accepted shall be clearly marked and a sufficient number of suitable personnel assigned to handle the registrations. For virtual shareholders' meetings, shareholders may begin to register on the virtual meeting platform thirty minutes before the meeting starts. Shareholders completing registration will be deemed as attend the shareholders' meeting in person.
2. Shareholders or proxies appointed by shareholders (collectively "shareholders") shall attend shareholders' meetings based on attendance cards. The Company shall not arbitrarily add requirements for other documents beyond those showing eligibility to attend presented by shareholders. Solicitors soliciting proxy forms shall also bring identification documents for verification.
 3. The Company shall furnish the attending shareholders with an attendance book to sign, or attending shareholders may hand in a sign-in card in lieu of signing in.
 4. This Corporation shall furnish attending shareholders with the meeting agenda book, annual report, attendance card, speaker's slips, voting slips, and other meeting materials. Where there is an election of directors, pre-printed ballots shall also be furnished.
 5. When the government or a juristic person is a shareholder, it may be represented by more than one representative at a shareholders' meeting. When a

- juristic person is appointed to attend as proxy, it may designate only one person to represent it in the meeting.
6. In the event of a virtual shareholders' meeting, shareholders wishing to attend the meeting online shall register with the Company two days before the meeting date.
 7. In the event of a virtual shareholders' meeting, the Company shall upload the meeting agenda book, annual report and other meeting materials to the virtual meeting platform at least 30 minutes before the meeting starts, and keep this information disclosed until the end of the meeting.

Article VII

The chair and non-voting participants of a shareholders meeting

1. If a shareholders' meeting is convened by the board of directors, the meeting shall be chaired by the chairperson of the board. When the chairperson of the board is on leave or for any reason unable to exercise the powers of the chairperson, one of the directors shall be appointed to act as chair. Where the chairperson does not make such a designation, the directors shall select from among themselves one person to serve as chair.
2. If a shareholders' meeting is convened by a party with power to convene but other than the board of directors, the convening party shall chair the meeting. When there are two or more such convening parties, they shall mutually select a chair from among themselves.
3. The Company may appoint its attorneys, certified public accountants, or related persons retained by it to attend a shareholders' meeting in a non-voting capacity.

Article VIII

Documentation of a shareholders' meeting by audio or video

1. The Company shall make an uninterrupted audio and video recording of the whole proceedings of the shareholders' meeting, and the recorded materials shall be retained for at least one year. If, however, a shareholder files a lawsuit pursuant to Article 189 of the Company Act, the ballots shall be retained until the conclusion of the litigation.
2. Where a shareholders' meeting is held online, the Company shall keep records of shareholder registration, sign-in, check-in, questions raised, votes cast and

results of votes counted by the Company, and continuously audio and video record, without interruption, the proceedings of the virtual meeting from beginning to end.

3. The information and audio and video recording in the preceding paragraph shall be properly kept by the Company during the entirety of its existence, and copies of the audio and video recording shall be provided to and kept by the party appointed to handle matters of the virtual meeting.

Article IX

Calculation of Shares of calling the shareholders' meeting to order

1. Attendance at shareholders' meetings shall be calculated based on numbers of shares. The number of shares in attendance shall be calculated according to the shares indicated by the attendance book and sign-in cards handed in, and the shares checked in on the virtual meeting platform, plus the number of shares whose voting rights are exercised by correspondence or electronically.
2. The chair shall call the meeting to order at the appointed meeting time and disclose information concerning the number of nonvoting shares and number of shares represented by shareholders attending the meeting. However, when the attending shareholders do not represent a majority of the total number of issued shares, the chair may announce a postponement, provided that no more than two such postponements, for a combined total of no more than one hour, may be made. If the quorum is not met after two postponements and the attending shareholders still represent less than one third of the total number of issued shares, the chair shall declare the meeting adjourned. In the event of a virtual shareholders' meeting, the Company shall also declare the meeting adjourned at the virtual meeting platform.
3. If the quorum is not met after two postponements as referred to in the preceding paragraph, but the attending shareholders represent one third or more of the total number of issued shares, a tentative resolution may be adopted pursuant to paragraph 1, Article 175 of the Company Act; all shareholders shall be notified of the tentative resolution and another shareholders' meeting shall be convened within one month. In the event of a

virtual shareholders' meeting, shareholders intending to attend the meeting online shall re-register to the Company in accordance with Article 6.

4. When, prior to conclusion of the meeting, the attending shareholders represent a majority of the total number of issued shares, the chair may resubmit the tentative resolution for a vote by the shareholders' meeting pursuant to Article 174 of the Company Act.

Article X

Discussion on proposals

1. If a shareholders' meeting is convened by the board of directors, the meeting agenda shall be set by the board of directors. Votes shall be cast on each separate proposal in the agenda (including extraordinary motions and amendments to the original proposals set out in the agenda). The meeting shall proceed in the order set by the agenda, which may not be changed without a resolution of the shareholders' meeting.
2. The provisions of the preceding paragraph apply mutatis mutandis to a shareholders' meeting convened by a party with the power to convene that is not the board of directors.
3. The chair may not declare the meeting adjourned prior to completion of deliberation on the meeting agenda of the preceding two paragraphs (including extraordinary motions), except by a resolution of the shareholders' meeting. If the chair declares the meeting adjourned in violation of the rules of procedure, the other members of the board of directors shall promptly assist the attending shareholders in electing a new chair in accordance with statutory procedures, by agreement of a majority of the votes represented by the attending shareholders, and then continue the meeting.
4. The chair shall allow ample opportunity during the meeting for explanation and discussion of proposals and of amendments or extraordinary motions put forward by the shareholders; when the chair is of the opinion that a proposal has been discussed sufficiently to put it to a vote, the chair may announce the discussion closed, call for a vote, and schedule sufficient time for voting.

Article XI

Shareholder statement

1. Before speaking, an attending shareholder must specify on a speaker's slip the subject of the speech, his/her shareholder account number (or attendance card number), and account name. The order in which

- shareholders speak will be set by the chair.
2. A shareholder in attendance who has submitted a speaker's slip but does not actually speak shall be deemed to have not spoken. When the content of the speech does not correspond to the subject given on the speaker's slip, the spoken content shall prevail.
 3. Except with the consent of the chair, a shareholder may not speak more than twice on the same proposal, and a single speech may not exceed 5 minutes. If the shareholder's speech violates the rules or exceeds the scope of the agenda item, the chair may terminate the speech.
 4. When an attending shareholder is speaking, other shareholders may not speak or interrupt unless they have sought and obtained the consent of the chair and the shareholder that has the floor; the chair shall stop any violation.
 5. When a juristic person shareholder appoints two or more representatives to attend a shareholders' meeting, only one of the representatives so appointed may speak on the same proposal.
 6. After an attending shareholder has spoken, the chair may respond in person or direct relevant personnel to respond.
 7. Where a virtual shareholders' meeting is convened, shareholders attending the virtual meeting online may raise questions in writing at the virtual meeting platform from the chair declaring the meeting open until the chair declaring the meeting adjourned. No more than two questions for the same proposal may be raised. Each question shall contain no more than 200 words. The regulations in paragraphs 1 to 5 do not apply.
 8. As long as questions so raised in accordance with the preceding paragraph are not in violation of the regulations or beyond the scope of a proposal, it is advisable the questions be disclosed to the public at the virtual meeting platform.

Article XII

Calculation of voting shares and recusal rules

1. Voting at a shareholders' meeting shall be calculated based the number of shares.
2. With respect to resolutions of shareholders' meetings, the number of shares held by a shareholder with no voting rights shall not be calculated as part of the total number of issued shares.

3. When a shareholder is an interested party in relation to an agenda item, and there is the likelihood that such a relationship would prejudice the interests of this Corporation, that shareholder may not vote on that item, and may not exercise voting rights as proxy for any other shareholder.
4. The number of shares for which voting rights may not be exercised under the preceding paragraph shall not be calculated as part of the voting rights represented by attending shareholders.
5. With the exception of a trust enterprise or a shareholder services agent approved by the competent securities authority, when one person is concurrently appointed as proxy by two or more shareholders, the voting rights represented by that proxy may not exceed three percent of the voting rights represented by the total number of issued shares. If that percentage is exceeded, the voting rights in excess of that percentage shall not be included in the calculation.

Article XIII

Voting on proposal

1. A shareholder shall be entitled to one vote for each share held, except when the shares are restricted shares or are deemed non-voting shares under Article 179, paragraph 2 of the Company Act.
2. When the Company holds a shareholders' meeting, it shall adopt exercise of voting rights by electronic means and may adopt exercise of voting rights by correspondence. When voting rights are exercised by correspondence or electronic means, the method of exercise shall be specified in the shareholders' meeting notice. A shareholder exercising voting rights by correspondence or electronic means will be deemed to have attended the meeting in person, but to have waived his/her rights with respect to the extraordinary motions and amendments to original proposals of that meeting; it is therefore advisable that the Company avoid the submission of extraordinary motions and amendments to original proposals.
3. A shareholder intending to exercise voting rights by correspondence or electronic means under the preceding paragraph shall deliver a written declaration of intent to the Company before two days before the date of the shareholders' meeting. When duplicate declarations of intent are delivered, the one received

- earliest shall prevail, except when a declaration is made to cancel the earlier declaration of intent.
4. After a shareholder has exercised voting rights by correspondence or electronic means, in the event the shareholder intends to attend the shareholders' meeting in person or online, a declaration of intent to retract the voting rights already exercised under the preceding paragraph shall be made known to the Company, by the same means by which the voting rights were exercised, before two business days before the date of the shareholders' meeting. If the notice of retraction is submitted after that time, the voting rights already exercised by correspondence or electronic means shall prevail. When a shareholder has exercised voting rights both by correspondence or electronic means and by appointing a proxy to attend a shareholders' meeting, the voting rights exercised by the proxy in the meeting shall prevail.
 5. Except as otherwise provided in the Company Act and in the Company's articles of incorporation, the passage of a proposal shall require an affirmative vote of a majority of the voting rights represented by the attending shareholders. At the time of a vote, for each proposal, the chair or a person designated by the chair shall first announce the total number of voting rights represented by the attending shareholders, followed by a poll of the shareholders. After the conclusion of the meeting, on the same day it is held, the results for each proposal, based on the numbers of votes for and against and the number of abstentions, shall be entered into the MOPS.
 6. When there is an amendment or an alternative to a proposal, the chair shall present the amended or alternative proposal together with the original proposal and decide the order in which they will be put to a vote. When any one among them is passed, the other proposals will then be deemed rejected, and no further voting shall be required.
 7. Vote monitoring and counting personnel for the voting on a proposal shall be appointed by the chair, provided that all monitoring personnel shall be shareholders of the Company.
 8. Vote counting for shareholders' meeting proposals or elections shall be conducted in public at the place of the shareholders' meeting. Immediately after vote counting has been completed, the results of the voting, including

the statistical tallies of the numbers of votes, shall be announced on-site at the meeting, and a record made of the vote.

9. In the event of a virtual shareholders' meeting, votes shall be counted at once after the chair announces the voting session ends, and results of votes and elections shall be announced immediately.
10. When the Company convenes a hybrid shareholders' meeting, if shareholders who have registered to attend the meeting online in accordance with Article 6 decide to attend the physical shareholders' meeting in person, they shall revoke their registration two days before the shareholders' meeting in the same manner as they registered. If their registration is not revoked within the time limit, they may only attend the shareholders' meeting online.
11. When shareholders exercise voting rights by correspondence or electronic means, unless they have withdrawn the declaration of intent and attended the shareholders' meeting online, except for extraordinary motions, they shall not exercise voting rights on the original proposals or make any amendments to the original proposals or exercise voting rights on amendments to the original proposal.

Article XIV

Election

1. The election of directors at a shareholders' meeting shall be held in accordance with the applicable election and appointment rules adopted by the Company, and the voting results shall be announced on-site immediately, including the names of those elected as directors and the numbers of votes with which they were elected.
2. The ballots for the election referred to in the preceding paragraph shall be sealed with the signatures of the monitoring personnel and kept in proper custody for at least one year. If, however, a shareholder files a lawsuit pursuant to Article 189 of the Company Act, the ballots shall be retained until the conclusion of the litigation.

Article XV

Meeting minutes and signatures

1. Matters relating to the resolutions of a shareholders' meeting shall be recorded in the meeting minutes. The meeting minutes shall be signed or sealed by the chair of the meeting and a copy distributed to each

- shareholder within twenty days after the conclusion of the meeting. The meeting minutes may be produced and distributed in electronic form.
2. The Company may distribute the meeting minutes of the preceding paragraph by means of a public announcement made through the MOPS.
 3. The meeting minutes shall accurately record the year, month, day, and place of the meeting, the chair's full name, the methods by which resolutions were adopted, and a summary of the deliberations and their voting results (including the number of voting rights), and disclose the number of voting rights won by each candidate in the event of an election of directors or supervisors. The minutes shall be retained for the duration of the existence of the Company.
 4. Where a virtual shareholders' meeting is convened, in addition to the particulars to be included in the meeting minutes as described in the preceding paragraph, the start time and end time of the shareholders' meeting, how the meeting is convened, the chair's and secretary's name, and actions to be taken in the event of disruption to the virtual meeting platform or participation in the meeting online due to natural disasters, accidents or other force majeure events, and how issues are dealt with shall also be included in the minutes.

Article XVI

Public disclosure

1. On the day of a shareholders' meeting, the Company shall compile in the prescribed format a statistical statement of the number of shares obtained by solicitors through solicitation, the number of shares represented by proxies and the number of shares represented by shareholders attending the meeting by correspondence or electronic means, and shall make an express disclosure of the same at the place of the shareholders' meeting. In the event a virtual shareholders' meeting, the Company shall upload the above meeting materials to the virtual meeting platform at least thirty minutes before the meeting starts, and keep this information disclosed until the end of the meeting. During the Company's virtual shareholders' meeting, when the meeting is called to order, the total number of shares represented at the meeting shall be disclosed on the virtual meeting platform. The same shall apply whenever

- the total number of shares represented at the meeting and a new tally of votes is released during the meeting.
2. If matters put to a resolution at a shareholders' meeting constitute material information under applicable laws or regulations or under Taiwan Stock Exchange Corporation regulations, the Company shall upload the content of such resolution to the MOPS within the prescribed period.

Article XVII Maintenance of order at the meeting

1. Staff handling administrative affairs of a shareholders' meeting shall wear identification cards or arm bands.
2. The chair may direct the proctors or security personnel to help maintain order at the meeting place. When proctors or security personnel help maintain order at the meeting place, they shall wear an identification card or armband bearing the word "Proctor."
3. At the place of a shareholders' meeting, if a shareholder attempts to speak through any device other than the public address equipment set up by the Company, the chair may prevent the shareholder from so doing.
4. When a shareholder violates the rules of procedure and defies the chair's correction, obstructing the proceedings and refusing to heed calls to stop, the chair may direct the proctors or security personnel to escort the shareholder from the meeting.

Article XVIII Recess and resumption of a shareholders' meeting

1. When a meeting is in progress, the chair may announce a break based on time considerations. If a force majeure event occurs, the chair may rule the meeting suspended temporarily and announce a time when, in view of the circumstances, the meeting will be resumed.
2. If the meeting venue is no longer available for continued use, and not all of the items (including extraordinary motions) on the meeting agenda have been addressed, the shareholders' meeting may adopt a resolution to resume the meeting at another venue.
3. A resolution may be adopted at a shareholders' meeting to defer or resume the meeting within five days in accordance with Article 182 of the Company Act.

Article XIX Disclosure of information at virtual meetings

In the event of a virtual shareholders' meeting, the Company shall disclose real-time results of votes and

election immediately after the end of the voting session on the virtual meeting platform according to the regulations, and this disclosure shall continue at least fifteen minutes after the chair has announced the meeting adjourned.

Article XX

Locations of the chair of the virtual-only shareholders' meeting and the person who takes the minutes of the meeting

When the Company convenes a virtual-only shareholders' meeting, both the chair and secretary shall be in the same location of the country, and the chair shall declare the address of their location when the meeting is called to order.

Article XXI

Handling for shareholders with communication barriers and digital disparities

1. In the event of a virtual shareholders' meeting, the Company may offer a simple connection test to shareholders prior to the meeting, and provide relevant real-time services before and during the meeting to help resolve communication technical issues.
2. In the event of a virtual shareholders' meeting, when declaring the meeting open, the chair shall also declare, unless under a circumstance where a meeting is not required to be postponed to or resumed at another time under Article 44-20 of the Regulations Governing the Administration of Shareholder Services of Public Companies, if the virtual meeting platform or participation in the virtual meeting is obstructed due to natural disasters, accidents or other force majeure events before the chair has announced the meeting adjourned, and the obstruction continues for more than thirty minutes, the meeting shall be postponed to or resumed on another date within five days, in which case Article 182 of the Company Act shall not apply.
3. During a postponed or resumed session of a shareholders' meeting held under the above paragraph, no further discussion or resolution is required for proposals for which votes and list of elected directors and supervisors have been cast and counted and results have been announced.
4. When postponing or resuming a meeting according to the second paragraph, the Company shall handle the preparatory work based on the date of the original

- shareholders' meeting in accordance with the requirements listed under paragraph 4, Article 44-20 of the Regulations Governing the Administration of Shareholder Services of Public Companies. Besides this, shareholders whose names appear on the register of shareholders at the original shareholders' meeting at which the transfers were closed are entitled to attend the shareholders' meeting
5. For dates or period set forth under Article 12, second half, and paragraph 3, Article 13 of Regulations Governing the Use of Proxies for Attendance at Shareholders' Meetings of Public Companies, and paragraph 2 of Article 44-5, Article 44-15, and paragraph 1, Article 44-17 of the Regulations Governing the Administration of Shareholder Services of Public Companies, the Company shall handle the matter based on the date of the shareholders' meeting that is postponed or resumed under the second paragraph.
 6. When the Company convenes a hybrid shareholders' meeting, and the virtual meeting cannot continue as described in second paragraph, if the total number of shares represented at the meeting, after deducting those represented by shareholders attending the virtual shareholders' meeting online, still meets the minimum legal requirement for a shareholders' meeting, then the shareholders' meeting shall continue, and not postponement or resumption thereof under the second paragraph is required.
 7. When convening a virtual-only shareholders' meeting, the Company shall provide appropriate alternative measures available to shareholders with difficulties in attending a virtual shareholders' meeting online.

Article XXII

Implementation

These Rules shall take effect after having been submitted to and approved by a shareholders' meeting. Subsequent amendments thereto shall be effected in the same manner. These Rules were formulated on June 8, 2018. The 1st amendment was made on June 9, 2020. The 2nd amendment was made on July 14, 2021. The 3rd amendment was made on June 8, 2022.

【Appendix III】

Huxen Corporation

Regulations Governing the Election of Directors

Article I Purpose

To ensure a just, fair and open election of directors, these Regulations are adopted.

Article II Applicable principles

Except as otherwise provided by law and regulation or by the Company's articles of incorporation, elections of directors shall be conducted in accordance with these Regulations.

Article III Election of directors

1. When the Company's directors are to be elected, consideration should be given to the composition of the Board of Directors as a whole. The composition of the board of directors shall be determined by taking diversity into consideration and the basic conditions and values and professional knowledge and skills shall be the criteria.
2. All members of the board shall have the knowledge, skills, and Qualities, such as Ability to make operating judgments, ability to perform accounting and financial analysis, ability to conduct management administration, ability to conduct crisis management, Knowledge of the industry, an international market perspective, ability to lead and ability to make policy decisions.
3. A spousal relationship or a familial relationship within the second degree of kinship may not exist among more than half of the directors.

Article IV Election of independent directors

The qualification and election of the Company's independent directors shall comply with the "Regulations Governing Appointment of Independent Directors and Compliance Matters for Public Companies" and shall be conducted in accordance with the "Corporate Governance Best Practice Principles for TWSE/TPEX0-Listed Companies."

Article V Nomination and elections

1. Independent directors of the Company are subject to the procedures of the candidate nomination system. The review includes the qualifications, educational and experience background of the independent director candidates and whether or not there are any of the matters set out in Article

30 of the Companies Act. No additional qualification documents shall be added arbitrarily and the results of the review shall be provided to the shareholders for their reference.

2. If the number of directors is less than five due to dismissal, the Company shall hold a by-election at the most recent shareholders' meeting. However, when the number of directors falls short by one-third of the total number prescribed by the articles of incorporation, the company shall convene a special shareholders' meeting within 60 days of the occurrence of that fact to hold a by-election for directors.
3. When the number of independent directors is lower than the requirement in the proviso to Article 14-2, paragraph 1 of the Securities and Exchange Act or the applicable provisions of the TWSE Rules Governing Review of Securities Listings, a by-election for independent directors shall be held at the next shareholders' meeting. When all independent directors have been dismissed, the company shall convene a special shareholders' meeting to hold a by-election within 60 days from the date on which the fact occurred.

Article VI Voting method

The Company shall adopt a cumulative voting system for the election of directors. The number of votes exercisable with respect to one share shall be the same as the number of directors to be elected and the total number of votes per share may be consolidated for the election of one candidate or may be split for the election of two or more candidates. Independent and non-independent directors shall be elected at the same time, but in separately calculated numbers.

Article VII Ballot

The board of directors shall prepare separate ballots for directors in numbers corresponding to the directors to be elected. The number of voting rights associated with each ballot shall be specified on the ballots, which shall then be distributed to the attending shareholders at the shareholders' meeting. Attendance card numbers printed on the ballots may be used instead of recording the names of voting shareholders.

Article VIII Vote counting principles

The number of directors will be as specified in this Corporation's Articles of Incorporation, with voting rights separately calculated for independent and non-independent director positions. Those receiving ballots representing the highest numbers of voting rights will be elected sequentially according to their respective

numbers of votes. When two or more persons receive the same number of votes, thus exceeding the specified number of positions, they shall draw lots to determine the winner, with the chair drawing lots on behalf of any person not in attendance.

Article IX Ballot verification

Before the election begins, the chair shall appoint a number of persons with shareholder status to perform the respective duties of vote monitoring and counting personnel. The ballot boxes shall be prepared by the board of directors and publicly checked by the vote monitoring personnel before the voting commences.

Article X How to fill in the ballot

If a candidate is a shareholder, a voter must enter the candidate's account name and shareholder account number on the "candidate" column of the ballot; for a non-shareholder, the voter shall enter the candidate's full name and identity card number. However, when the candidate is a government organization or juristic-person shareholder, the name of the government organization or juristic-person shareholder shall be entered in the column for the candidate's account name in the ballot paper, or both the name of the government organization or juristic-person shareholder and the name of its representative may be entered. When there are multiple representatives, the names of each respective representative shall be entered.

Article XI Invalid ballot

A ballot is invalid if one of the following occurs:

1. The ballot was not prepared by a person with the right to convene.
2. A blank ballot is placed in the ballot box.
3. The writing is unclear and indecipherable or has been altered.
4. The candidate whose name is entered in the ballot does not conform to the director candidate list.
5. Other words or marks are entered in addition to the number of voting rights allotted.

Article XII Ballot counting

1. The voting rights shall be calculated on site immediately after the end of the poll and the results of the calculation, including the list of persons elected as directors and the numbers of votes with which they were elected, shall be announced by the chair or his/her designee on the site.
2. The ballots for the election referred to in the preceding paragraph shall be sealed with the signatures of the

monitoring personnel and kept in proper custody for at least one year. If, however, a shareholder files a lawsuit pursuant to Article 189 of the Company Act, the ballots shall be retained until the conclusion of the litigation.

Article XIII Implementation

These Regulations, and any amendments hereto, shall be implemented after approval by a shareholders' meeting. These Regulations were enacted on June 8, 2018. The 1st amendment was made on July 14, 2021.

【Appendix IV】

Huxen Corporation

Current Shareholding of Directors

- I. The amount of statutory number of shares held by the current members of the 11th board directors of Huxen Corporation is as follows:

Number of common shares issued by Huxen	144,496,011 shares
Statutory number of shares held by all directors	8,669,760 shares

- II. The shareholding status of the individual and all directors as recorded in the shareholders' meeting on the book closure date of this shareholders' meeting is as follows:

Book closure date: April 20 , 2024 (Unit: Shares)

Title	Name	Number of shares held recorded in shareholders register on book closure date	Remark
Chairperson	Liao, Ching-Chang	0	
Director	Chuang, Hsiao-Chen	39,359,689	Representative of Aurora Holdings Incorporated
Director	Chen, I-Hsiung		
Director	Wu, Tang-Hai	101,001	
Independent Director	Huang, Chung-Hsing	0	
Independent Director	Yang, Hui-Ling	0	
Independent Director	Wang, Jen-Kuo	0	
Total shares of all directors: 39,460,690 shares Percentage of shareholding: 27.31%			

- Note: 1. As of April 20, 2024, the total number of issued shares of the Company : 144,496,011 shares.
2. Huxen has established an Audit Committee. Therefore, the statutory shareholding for supervisors is not applicable.