Risk Management Committee Member Information and Operation Status

(1) Risk management committee member appointment criteria and responsibilities:

The objective of this committee is to improve risk governance and strengthen the board functions, and it is formed by five members elected by the board of directors. The committee members shall not be less than three, and more than half of the members shall be independent directors. Its main responsibilities are as follows:

- Review various risk management policies and frameworks, risk appetite and limit.
- Supervise the risk management mechanism operation.
- Review management report on material risk issues.
- Report the risk management status to the board of directors timely.

(2) Risk management committee member professional qualification and experience and operation status:

- Risk management committee of the Company consists of 5 members.
- Member current term of office: Term of office from January 13, 2022 to August 11, 2024.

Risk management committee held 3 times of meetings (A) in the most recent year, and the member professional qualification and experience, attendance status and discussion matters are as follows:

Title	Name	Professional qualifications and experience	No. of meetings attended in person (B)	No. of meetings Attended by proxy	In-person attendance Rate (%)(B/A)	Remark
Convener	Shu-Wen Wang	Note	3	0	100%	Appointed on January 13th, 2022
Member	Hsien-Chin Tsai	Note	3	0	100%	Appointed on January 13th, 2022
Member	Yea-Kang Wang	Note	3	0	100%	Appointed on January 13th, 2022
Member	Cheng-Ping Yu	Note	3	0	100%	Appointed on January 13th, 2022
Member	Nai-Ming Liu	Note	3	0	100%	Appointed on January 13th, 2022

Other matters required to be recorded:

Describe the meeting date, session, agenda content of the main proposals of the risk management committee, risk management committee member recommendations or dissenting opinion content, risk management committee resolution result, and Company’s handling of comments of risk management committee.

2023 risk management committee resolutions are as follows:

Risk management committee term number and date	Agenda content and resolution result	Company's handling of comments of Risk management committee
The 3rd meeting of the 1st session (May 4, 2023)	Proposal Content: Approve the discussion on the proposals of credit extension cases of customers. Resolution: Upon a comprehensive review and amendments of each customer's credit conditions, the proposal was unanimously approved by all committee members.	Not applicable.
Risk management committee term number and date	Agenda content and resolution result	Company's handling of comments of Risk management committee
The 4th meeting of the 1st session (August 7, 2023)	Proposal Content: Approve the discussion on the proposals of credit extension cases of customers. Resolution: Upon a comprehensive review and amendments of each customer's credit conditions, the proposal was unanimously approved by all committee members.	Not applicable.
The 5th meeting of the 1st session (November 28, 2023)	Proposal Content: Approved the information security risk control operation upgrade and implementation budget of the Company. Resolution: 1. The adjustment of the host backup mechanism was approved by all attending members after being consulted by the chairperson. 2. The introduction of a privileged account management was resolved to adopt the solution of the vendor Uda, but after subsequent system compatibility tests with two vendors, if there are problems, a report should be submitted to this committee.	Not applicable.

To implement risk management mechanism, the risk environment faced by the Company, management focus assessment and responsive measures are reported in the risk management meeting periodically. The chair of the Risk Management Committee has reported the risk management supervision status during the Board of Directors' meeting held on January 12, 2024.

Note: Professional scope of Risk Management Committee: Please refer to Eclat Textile Co., Ltd. 2023 Annual Report II-(I)-2 of III. Corporate Governance Report for disclosure of professional qualification of directors and supervisors and independence of independent directors.