Risk Management Committee Member Information and Operation Status

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 made up of 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 on the risk management status to the board of directors timely.

Risk management committee member professional qualification and experience and operation status:

- The Company's Risk Management Committee consists of five members.
- Term of office of the current Committee: From June 20, 2024 to June 11, 2027.
- The Risk Management Committee held six meetings (A) in the most recent year. The members' professional qualifications and experience, attendance, and matters discussed are as follows:

Title	Name	No. of Meetings Attended (B)	Proxy Attendance	Attendance Rate (%) (B/A)	Remarks
Convener	Shu-Wen Wang	6	0	100%	Reappointed on Jun. 20, 2024
Member	Cheng-Ping Yu	6	0	100%	
Member	Nai-Ming Liu	6	0	100%	
Member	Jui-Ting Hung	6	0	100%	Newly appointed on Jun. 20, 2024
Member	Chiu-Chun Lai	6	0	100%	

Other matters required to be recorded:

Description of the meeting date, session, agenda item, content of member recommendations or objections, resolution results of the Risk Management Committee, and the Company's response:

Resolutions Passed by the Risk Management Committee in 2025:

Session & Date	Agenda Item and Resolution Result	Company's Handling of Committee Opinion
2nd Term, 3rd Meeting Jan 16, 2025	Agenda: Ratification and discussion on accounts receivable credit limits. Resolution: Each case was discussed according to credit terms, and all members agreed to approve.	According to the "Customer Credit Investigation and Credit Management Guidelines," as the customer credit authorization cases this time did not reach the threshold for board approval, they became effective upon unanimous approval by all attending committee members.
	Agenda: Customer credit authorization discussion. Resolution: Each case was discussed according to credit terms, and all members agreed to approve.	
2nd Term, 4th Meeting Feb. 27, 2025	Agenda: Customer credit authorization discussion. Resolution: Discussed according to the customer's credit terms and unanimously approved by all members.	According to the "Customer Credit Investigation and Credit Management Guidelines," as the customer credit authorization cases this time did not reach the threshold for board approval, they became effective upon unanimous approval by all attending committee members.
	Extempore Motion: Medium-to-long-term risk assessment of Eclat Textile's	Identify risks in accordance with the "Risk Management Policies" and ensure

Session & Date	Agenda Item and Resolution Result	Company's Handling of Committee Opinion
	production bases in Vietnam. (Proposed by Independent Director, Cheng-Ping Yu) Resolution: The Company shall continue to collect relevant information in accordance with its Risk Management Policies to evaluate and monitor potential risks, ensuring effective management and response strategies are in place.	continuous tracking.
2nd Term, 5th Meeting May 8, 2025	Agenda: Ratification of client cases approved via circular signing. Resolution: Each case was discussed according to credit terms, and all members agreed to approve.	According to the "Customer Credit Investigation and Credit Management Guidelines," as the customer credit authorization cases this time did not reach the threshold for board approval, they became effective upon unanimous approval by all attending committee members.
	Agenda: Customer credit authorization discussion. Resolution: Each case was discussed according to credit terms, and all members agreed to approve.	
	Extempore Motion: Assessment of salary structures and risks following the redistricting of administrative regions in Vietnam. (Proposed by Independent Director Cheng-Ping Yu) Resolution: Following the redistricting in Vietnam, the company will monitor future changes and further collect information regarding environmental protection regulations to ensure risk control.	Identify risks in accordance with the "Risk Management Policies" and ensure continuous tracking.
2nd Term, 6th Meeting Aug. 7, 2025	Agenda: Customer credit authorization discussion. Resolution: Each case was discussed according to credit terms, and all members agreed to approve	According to the "Customer Credit Investigation and Credit Management Guidelines," as the customer credit authorization cases this time did not reach the threshold for board approval, they became effective upon unanimous approval by all attending committee members.
2nd Term, 7th Meeting Nov. 6, 2025	Agenda: Approval for the implementation of Cloud Large Language Model (LLM) services. Resolution: Unanimously approved the adoption of Cloud LLM services. The implementation will utilize a UI interface and Enterprise Knowledge RAG established on-premises, while the LLM computation will be cloud-based. Microsoft Azure OpenAI (AOAI) Service is the recommended provider.	Submitted to the Board of Directors and approved unanimously by all attending directors.
	Extempore Motion: Discussion on customer credit cases (Proposed by the Finance Department). Resolution: Discussed based on customer credit terms; approved unanimously by all members.	According to the "Customer Credit Investigation and Credit Management Guidelines," as the customer credit authorization cases this time did not reach the threshold for board approval, they became effective upon unanimous approval by all attending committee members.
2nd Term, 8th Meeting DEC. 17, 2025	Agenda: Customer credit authorization discussion. Resolution: Each case was discussed according to credit terms, and all members agreed to approve	According to the "Customer Credit Investigation and Credit Management Guidelines," as the customer credit authorization cases this time did not reach the threshold for board approval,

Session & Date	Agenda Item and Resolution Result	Company's Handling of Committee Opinion
		they became effective upon unanimous approval by all attending committee members.

To ensure the robust implementation of our risk management framework, the company periodically reports on the risk landscape, key management assessments, and mitigation measures during Risk Management Committee meetings. On January 15, 2026, the Chairperson of the Risk Management Committee presented a report on the 2025 risk management oversight status to the Committee. This report was subsequently submitted to and concluded at the first Board of Directors meeting of 2026.

Note: Professional scope of Risk Management Committee: Please refer to Eclat Textile Co., Ltd. 2025 Annual Report 2.2.1 of II. Corporate Governance Report for disclosure of professional qualifications of directors and supervisors and independence of independent directors.