



Implementation of Audit Committee

SCSB's Board of Directors passed the Audit Committee Charter in November 2014 to implement corporate governance. The Audit Committee was established in June 2015.

A. The composition of the Audit Committee, professional qualifications, experience, and independence of the member

The Committee is composed of all Independent Directors and shall not be less than three members. One of them shall be the convener, and at least one of them shall have accounting or financial expertise.

Please refer to "Disclosure of Directors' professional qualifications and Independent Directors' independence information" under "Corporate Governance Report" for details

B. Duties

The Audit Committee mainly supervises the fair presentation of the financial statements, the appointment (dismissal) and independence and performance of CPAs, the effective implementation of internal controls, the compliance with related laws and rules, and the management and control of the existing or potential risks.

C. Annual work focus

- a. Establishment or amendments to the internal control system according to Article 14-1 of the "Securities and Exchange Act".
- b. Evaluation of the effectiveness of internal control policies.
- c. Establishment or amendments to asset acquisition/disposal procedures, derivative trading procedures, procedures on loans to others, endorsement and guarantee procedures, and other procedures of major financial consequences as specified in Article 36-1 of the Securities and Exchange Act.
- d. Matters concerning the personal interests of directors.
- e. Major asset transactions or derivatives.



- f. Raising, issuance, or private placement of equity-type securities.
- g. Appointment, dismissal, or compensation of CPAs.
- h. Appointment and removal of the financial, accounting, or internal audit officers.
- i. Annual financial statements signed or sealed by the Chairman, managerial personnel and accounting officers, and the financial statement for the 2nd quarter subject to the audit and certification of CPAs.
- j. Other important matters regulated by SCSB or competent authorities.

D. Operations

- a. The 3rd-term Audit Committee consisted of 3 members, including all Independent Directors, and 1 member had accounting expertise.

The start date of the third term of membership: 2021/7/5.

- b. The 4th-term Audit Committee consisted of 3 members, including all Independent Directors, and 1 member had accounting expertise.

The start date of the third term of membership: 2024/6/21.

- c. A total of 7 (A) Audit Committee meetings were held in 2024.



The attendance record of the Audit Committee members was as follows:

Title	Name	Attendance in Person (B)	By Proxy	Attendance Rate (%) (B/A)	Remarks
Independent Managing Director	CHEN, MU-TSAI	7	0	100%	Convener
Independent Director	HSIEH, KING-HU	4	0	100%	*1
Independent Director	TSENG, KUO-LIEH	7	0	100%	
Independent Director	FANG, YEN-LING	3	0	100%	*2

*1 : Mr. HSIEH, KING-HU will step down on 2024/6/21.

*2 : Ms. FANG, YEN-LING's term start date: 2024/6/21.