

Risk Management Committee

SCSB's Board of Directors established the "Risk Management Committee Charter" in March 2016 to enhance board functions, strengthen risk management mechanism, and become aligned with international risk management trends. The Risk Management Committee was established in July the same year to improve the board's operational efficiency and decision-making ability, and thus effectively lower decision-making risks, improve the quality of internal control, and realize the core value of risk management.

A. Composition, professional qualifications, experience, and independence of the member

The committee shall consist of at least three directors, of which more than half of the members shall be Independent Directors, and the convener shall be an Independent Director.

The term of a director serving as a member of the committee, except as otherwise provided by laws and regulations or the SCSB "Articles of Incorporation" or bylaws, shall extend from the date of the director's selection as committee member by the Board to the date of expiration of the director's term, the director's resignation from the committee or the directorship, or the director's replacement by another director selected as committee member by the Board. Please refer to "Disclosure of Directors' professional qualifications and independence information" under "Corporate Governance Report".

B. Duties

With authorization from the Board of Directors, the committee shall exercise the due care of a good administrator to faithfully perform the following duties, and shall submit its recommendations or reports to the Board of Directors.

- (A) Risk management policy and strategies.
- (B) The appropriateness of various risk management mechanisms and the overall risk management framework.
- (C) Risk management reports regularly submitted by the management.
- (D) Risk management-related matters that require submission to the Board of Directors.
- (E) Other matters related to duties as requested by the Board of Directors.

C. Annual work focus

- (A) Review risk management reports.
- (B) Review risk management mechanisms for new businesses.
- (C) Review the appropriateness of the risk management policy and strategies established and revised.

D. Operations

- (A) The committee is formed by 3 directors, in which 2 are independent directors; the convener is also an independent director.
- (B) The term for this committee is from June 21, 2024 to June 20, 2027. In 2025, the committee convened 4 meetings, and all directors attended in person, with an attendance rate of 100%, and the directors attended as follows:

Title	Name	Attendance in Person (B)	By Proxy	Attendance Rate (%) (B/A)	Remarks
Independent Director	TSENG, KUO-LIEH	4	0	100%	Convener
Director	CHIOU, YI-JEN	4	0	100%	
Independent Director	FANG, YEN-LING	4	0	100%	