

Audit Committee

一、 Audit Committee Operation Status:

The Company has established its Audit Committee to replace supervisors in accordance with the Securities and Exchange Act on June 14, 2017. To fulfill the spirit of Corporate Governance, the Committee operates in accordance with the "Audit Committee Organizational Rules" and supervises the fair presentation of the Company's financial statements, selection and independence and performance of CPAs, the effective implementation of internal control, compliance with relevant laws and regulations and the control of the Company's existing or potential risks.

二、 Main Matters for Audit Committee Review:

1. Fair Presentation of the Company's Financial Reports.
2. Selection (Dismissal) and Independence and Performance of the CPA.
3. Effective Enforcement of the Company's Internal Control.
4. The Company's Compliance with Relevant Laws and Regulations and Rules.
5. Control Mechanism to the Existing or Potential Risk of the Compan.

三、 Operation of the Committee

1. Information of Audit Committee Members

Identity	Name	Professional qualifications and experience	Number of Public Companies the Director/Supervisor Serves as Independent Director
Independent Director (convener)	Zhuang, Bo-Nian	Graduated with a Ph.D. from the Graduate Institute of Department of Industrial Education of National Changhua University of Education, currently serving as an independent director at APEX DYNAMICS, INC. Ability: Operation Judgment, Operation Management, Accounting & Finance, Industry Knowledge, Leadership Policy, Crisis Handling Professional: Operation Judgment and Industry Knowledge	1

Independent Director	Chueh, Ming-Fu	Doctor of Laws, National Chengchi University, Attorney at Law, Ability: Operation Judgment, Operation Management, Accounting & Finance, Industry Knowledge, Leadership Policy, Crisis Handling Professional: Law and Professional Advice for Law	—
Independent Director	Cheng, Wen-Zheng	Master of Management and Development, Feng Chia University, Senior bank executive, Ability: Operation Judgment, Operation Management, Accounting & Finance, Industry Knowledge, Leadership Policy, Crisis Handling Professional: Financial planning and Professional Accounting Service	1
Independent Director	Liu, Zheng-Huai	Doctor of Business Administration, National Taipei University, Adjunct Professor, Department of Accounting Information, National Taichung University of Science and Technology, Independent Director, Engley Holding (Samoa) Ltd, CPA, Hui-Jia CPA Fir, Ability: Operation Judgment, Operation Management, Accounting & Finance, Industry Knowledge, Leadership Policy, Crisis Handling Professional: Financial planning and Professional Accounting Service	2

2. Audit Committee Operation Status:

- (1) The Audit Committee of the Company consists of 4 members.
- (2) The term of office of the current committee members is from June 13, 2023 to June 12, 2026. The Audit Committee will hold four meetings in 2023. The qualifications and attendance of the members are as follows:

Role	Name	Actual Number of Attendance	Number of Delegated Presence	Actual Attendance Rate (%)	Remarks
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		(B)		(B/A) (Note 1 、 Note 2)	
Independent Director	Chueh, Ming-Fu	4	0	100%	Re-elected
Independent Director	Cheng, Wen-Zheng	4	0	100%	Re-elected
Independent Director	Liu, Zheng-Huai	3	1	75%	Re-elected
Independent Director	Zhuang, Bo-Nian	2	0	100%	New

四 、 Audit Committee Meeting

Board of Directors Date	Contents of Proposals	Opinions by All Independent Directors	Handling of the Independent Directors' Opinions by the Company
2023/03/16	<ol style="list-style-type: none"> 1. To Review 2022 Business Report, Parent-Company Only Financial Report and Consolidated Financial Report. 2. To Present 2022 Internal Control System Statement. 3. Application for offering endorsement and guarantee to the Company's sub-subsidiary HOWON POWERTRAIN CO., LTD.. 4. Amendment of certain clauses of "Procedures for Shareholders' Meetings" submitted. 5. Amendment of certain clauses of the "Articles of association" 	Agree	Passed as Proposed
2023/05/11	<ol style="list-style-type: none"> 1. To review the Consolidated Financial Report of Q1 2023. 2. Motion for the change of Appointment and Independence Assessment of the Company's CPAs from the second quarter of 2023. 3. To make loan of funds to the Company's supplier YUNG-CHIN DEVELOP FORGING CO., LTD. 4. Motion for the spin off the entire machinery department as a wholly-owned subsidiary - Hotatech, Inc. Takawa Seiki, Inc. 	Agree	Passed as Proposed

2023/08/10	<ol style="list-style-type: none"> 1. To review the Consolidated Financial Report of Q2 2023. 2. Renewal for offering endorsement and guarantee to the Company's sub-subsidiary HOWON POWERTRAIN CO., LTD. 3. Motion for the amendments to part of the provisions of the Company's "Remuneration Committee Charter " 4. Motion for the establishment of a plant in US. 	Agree	Passed as Proposed
2023/11/09	<ol style="list-style-type: none"> 1. To review the Consolidated Financial Report of Q3 2023. 2. To make loan of funds to the Company's supplier Jian-Li Enterprise Co., Ltd. 3. Proposed loan to sub-subsidiary HOWON POWERTRAIN CO., LTD. 	Agree	Passed as Proposed

Matters as stated in Article 14-4 of the Securities and Exchange Act and other matters not approved by the Audit Committee but adopted by resolution by two-third of all directors: None.