



C SUN MFG. LTD.

2023 Annual Shareholder's Meeting

Meeting Agenda
(Translation)

Date : May 23, 2023

Content

I 、 Meeting Procedure	1
II 、 Meeting Agenda.....	2
III 、 Reporting Items	3~4
IV 、 Ratification Items.....	5~6
V 、 Discussion Items	7~9
VI 、 Extempore Motions	9
VII 、 Adjournment.....	9
VIII 、 Attachments.....	10
Attachment 1 : 2022 Business Report	10
Attachment 2 : Audit Committee’s Review Report	11
Attachment 3 : Auditor’s Report and Financial Statements.....	12~35
Attachment 4 : Comparison Table for Articles of Association.....	36~38
Attachment 5 : Regulations for the 2023 Restricted Stock Award Offering	39~41
IX 、 Appendix.....	42
Appendix 1: Articles of Association (Before revision)	42~49
Appendix 2: Rules of Procedures for Shareholders’ Meeting	50~54
Appendix 3: Effects of the Right Issue on the Company’s Operating Performance, Earnings Per Share, and Shareholder’s Return on Investment	55
Appendix 4: Statutory Shareholding and Number of Shares Held by Directors	56

C Sun MFG. Ltd.

Meeting Procedure for 2023 Shareholders' Meeting

I. Call Meeting to Order (Report on Number of Shares Held by Attending
Shareholders)

II. Chairperson's Remarks

III. Reporting Items

IV. Ratification Items

V. Discussion Items

VI. Extempore Motions

VII. Conclusion

C Sun MFG. Ltd.

Meeting Agenda for 2023 Shareholders' Meeting

- I. Time: 10:00 AM, 23 May 2023 (Tuesday)
- II. Venue: Conference Room, No. 266, Sec. 1, Wenhua 2nd Rd., Linkou Dist., New Taipei City, Taiwan (R.O.C.)
- III. Convening Method of the Shareholders' Meeting: Physical shareholders' meeting
- IV. Chairperson's Remarks
- V. Reporting Items
 - (1) 2022 Business Report
 - (2) 2022 Audit Committee's Review Report
 - (3) Report on the Distribution of Remuneration of Employees and Remuneration of Directors for 2022
 - (4) Surplus Appropriation and Cash Dividend of Year 2022
 - (5) Report on the Implementation of Private Placements of Securities
 - (6) Other Reporting Items (Including A Report on Shareholders' Proposals)
- VI. Ratification Items
 - (1) 2022 Final Account Statements for Ratification
 - (2) Proposal of 2022 Earning Distribution for Ratification
- VII. Discussion Items
 - (I) Amendments to the "Articles of Association"
 - (II) Proposal for the Private Offering of the Company's Ordinary Shares
- VIII. Extempore Motions
- IX. Adjournment

III. Reporting Items

(I) 2022 Business Report

Explanation: For the 2022 business report, please see Attachment 1 (page 10) of the Handbook.

(II) 2022 Audit Committee's Review Report

Explanation:

- (1) The Company's 2022 final account report was certified by CPAs Li, Dian-Yi and Tseng, Guo-Hwa from PwC (Taiwan) and reviewed by the Audit Committee, and the auditor's report and the Audit Committee's review report were issued, respectively. Please see Attachment 2 (page 11) and Attachment 3 (page 12 to 33) of the Handbook.
- (2) Members of the Audit Committee are invited to read out the review report.
- (3) Submitted for review.

(III) Report on the Distribution of Remuneration of Employees and Remuneration of Directors for 2022

Explanation:

- (1) The Board of the Company passed the resolution related to the remuneration of employees of NT\$8,708,855 and the remuneration of Directors of NT\$19,594,924 for 2022 for full distribution in cash on 24 February 2023.
- (2) In addition, the performance bonuses of employees have been appropriated and distributed quarterly in 2022, with an amount of approximately NT\$161,820 thousand.
- (3) There is no difference between the remuneration amount of employees and Directors proposed to be distributed by the Board and the estimated amount recognized as expenses for the year.

(IV) Surplus Appropriation and Cash Dividend of Year 2022

Explanation:

- (1) The Board of the Company passed the distribution of cash dividends of NT\$564,319,253 (NT\$3.6 per share) on 24 February 2023, the Chairman of the Board is authorized to otherwise set an ex-dividend day and perform the distribution as resolved.

- (2) The Chairman of the Board is authorized to discretionally adjust the dividend distribution rates based on the number of shares outstanding in case of any change in the number of shares outstanding due to repurchase of the Company's shares, employee stock options, transfers of treasury shares to employees, or unsecured convertible corporate bond before the ex-dividend day.
- (3) The sum of fractional amounts less than NT\$1 arising from the calculation of cash dividend is appropriated to the income of the Company's Employee Welfare Committee.

(V) Report on the Implementation of Private Placements of Securities

- (1) Pursuant to Paragraphs 3 and 7, Article 43-6 of the Securities and Exchange Act, where the private placement of securities in installments over a period of one year is adopted at the company's shareholders' meeting or the meeting of the Board of Directors, the amount payable for the private placement of securities must be paid in full before the end of the one-year period. If it is expected that the private placement in installments would not be fulfilled within the time limit, or the Company is not planning to continue the private placement in the remaining period, the Board of Directors shall convene a meeting to formulate the termination of the private placement and the disposition of the funds raised.
- (2) For the seasoned equity offering by means of private placement of 12,000 thousand shares adopted at the 2022 shareholders' regular meeting, it is envisaged that the issue will discontinue in consideration of the proximity of the end of the one-year period starting from the effective date (9 June 2022) and situation of fundraising.

(VI) Other Reporting Items

Explanation: During the proposal period of the 2023 regular shareholders meeting, no shareholder holding more than 1% of the total number of the issued shares has put forward a proposal.

IV. Ratification Items

Proposed by the Board of Directors

(1) 2022 accounting books and statements submitted for ratification.

Explanation:

- (1) The financial statements of the year 2022 of the company, including balance sheet, statement of comprehensive income, statement of changes in equity, statement of cash flow, and consolidated financial statements, have been audited by accountants and, together with the business report, approved at the meeting of the Board of Directors on 24 February 2023 before being reviewed by the audit committee.
- (2) Refer to Attachment 1 (page 10) and Attachment 3 (pages 12~33) of this manual for the 2022 business report, auditor's report, and the abovesaid financial statements.
- (3) Hereby submitted for ratification.

Resolution:

Proposed by the Board of Directors

(2) **2022 Surplus Distribution submitted for ratification.**

Explanation:

(1) The breakdown of the surplus distribution of year 2022 is as follows:

C Sun MFG. Ltd.
2022 Earnings Distribution Table

Unit: NT\$

	Amount	
	Subtotal	Total
Undistributed earnings at the beginning of the period		241,404,178
Profit after tax of the year		718,964,885
Adjustment of earnings retained for items subject to unrealized profits and losses:		27,892,320
Actuarial gains and losses incorporated into retained earnings	25,211,411	
Disposition of equity instrument measured at fair value through other comprehensive income	1,827,657	
Change of associates recognized using equity method	1,360,225	
Treasury shares transferred to employees	(506,973)	
Profit after tax of the year plus the amount incorporated into undistributed earnings of the year other than the net profit of the period		746,857,205
Less: 10% Legal reserve set aside		74,685,721
Surplus available for distribution		913,575,662
Distribution items:		
Dividend to shareholders – Cash (NT\$ 3.6 per share)		564,319,253
Undistributed earnings at the end of the period		349,256,409

Chairman: Morrison Liang

Manager: Liang, Yu-Wen

Chief Accountant: Lai, Chiu-Yen

(2) Hereby submitted for ratification.

Resolution:

V. Discussion Items

Proposed by the Board

(I) Amendments to the “Articles of Association”

Explanation:

1. In response to the amendments to the Company Act and in order to meet the company's business needs, the “Articles of Association” is amended to facilitate the flexibility of operation. It is proposed to amend some of the provisions of the “Articles of Association” of the company. Refer to Attachment 4 of this manual (pages 34~35) for a comparison table of the original provisions and the amended provisions.

Resolution:

Proposed by the Board

(II) Proposal for the Issuance of Restricted Stock Award

Explanation:

1. To attract and retain professional talents required by the Company, provide incentives for employees, and improve employees' cohesiveness in the hope of jointly creating the maximum interests of the Company and shareholders, the Company offers the restricted stock award (RSA) in accordance with relevant requirements under Article 267 of the Company Act and the “Regulations Governing the Offering and Issuance of Securities by Securities Issuers” (the “Regulations for Offering and Issuance”) promulgated by the Financial Supervisory Commission. For the offering regulations.

2. The content of the intended RSA for offering is as follows:

- (1) Total issue Amount: The total issue amount is NT\$12,000,000, with a par value of NT\$10 per share, totaled 1,200,000 shares.

- (2) Issue Conditions:

Issue Price: NT\$0 per share.

Vesting Condition: Those who fulfill the year of service and performance conditions stated in the regulations for the RSA offering.

Category of the Share Issuance: Ordinary shares of the Company.

Handling methods for employees who fails to fulfill the vesting conditions or upon the occurrence of inheritance after being offered or subscribe the restricted stocks:

Handling methods for employees fail to fulfill the vesting conditions

For voluntarily separation, dismissal, lay off, death resulting from non-occupational disaster, leave without pay, transfer to affiliates, or personal performances failing to reach level A for the evaluation of employees within three years from the offer date, the Company will retrieve the unvested shares from the employees without compensation.

Share dividends and cash dividends distributed during the vesting period: The Company distributes such dividends to employees without compensation.

Before fulfilling the vesting conditions, the Company will retrieve the restricted stocks without compensation when employees violate the Company's offering regulations and terminate or cancel the proxy authorization of the Company.

Upon the occurrence of the following circumstances, the unvested RSA shall be handled according to the following methods:

For unvested RSA of those who are unable to continue assuming their positions due to physical disabilities resulting from occupational disasters, the Company will retrieve the RSA with no compensation from the effective date of separation.

For unvested RSA of those who passed away due to occupational disasters, upon the death of the employees, the unvested restricted shares shall be deemed fully vested. After completing necessary legal procedures and providing relevant certifying documents, the successors may apply for collecting shares or interests disposed of that they shall inherit.

Since being offered the RSA, for those who violated the labor contract or working rules, or with material mistakes, or those who provided a written notice to the Company to give up the RSA voluntarily, the Company is entitled to retrieve and cancel the unvested RSA.

The Company will cancel the RSA it retrieved.

Restrictions on the rights of shares before fulfilling the vesting conditions:

During the vesting period, employees shall not sell, pledge, transfer, offer to others, create rights, or make other disposals for its RSA.

During the vesting period, the RSA shall be entitled to the share dividends, cash dividends, and share subscription for capital increase in cash.

After the offering of the RSAs, they shall be immediately trusted; also, before the fulfillment of the vesting conditions, employees may not request the return of the RSA by any reason or means from the trustee.

3. Qualification of Employees and Number of Shares Distributed and Subscribed:

The RSA shall only be offered to the full-time formal employees of the Company who had assumed office on the date of the offering.

The Chairman shall review the number of RSA available for or actually granted to the employees with taking into consideration the length of service, job rank, work performance, overall contributions, special achievements, or other conditions that must be referred to for the purpose of management and submit it to the Board for approval. However, offering to Directors who are managerial personnel or employees shall be subject to the consent of the Remuneration Committee; offering to employees who are not managerial personnel shall be subject to the consent of the Audit Committee.

The sum of the cumulative number of shares available for subscription with restricted shares issued under paragraph 1, Article 56-1 of the Regulations for Offering and Issuance, together with the total number of cumulative restricted shares, shall not exceed 0.3% of the total issued shares; furthermore, the cumulative number of shares available for subscription with restricted shares issued under paragraph 1, Article 56-1 of the Regulations for Offering and Issuance shall not exceed 1% of the total issued shares.

4.Reason for the Necessity of the RSA Offering: To attract and retain professional talents required by the Company, provide incentives for employees, and improve employees' cohesiveness in the hope of jointly creating the maximum interests of the Company and shareholders.

5.Matters for potential expensing amounts, dilution of the Company's earnings per share, and other effects on shareholders' interests: The offering of RSA totaled 1,200,000 shares, and the price is temporarily set at the closing price of the Company's ordinary shares of NT\$44.40 per share on 15 February 2023 (the day immediately prior to the date of convening notice for the Board meeting); according to the vesting period set, the total potential expensing amount shall be NT\$53,280,000 during the year. Based on 156,755,348 shares issued on 15 February 2023, it is provisionally estimated that the earnings per share after the expenditure may decrease by NT\$0.3399. The Company expects to record a growing trend for its operations for the following years; therefore, based on the overall evaluation, such circumstances shall have limited effects on the dilution of the Company's earnings per share in the following years, and have no significant effect on the interests of existing shareholders.

Resolution:

VI 、 Extempore Motions

VII 、 Conclusion

Attachment 1

Dear shareholders,

We would like to extend our appreciation to our shareholders for their long-term support to C Sun. We hereby report to the shareholders' meeting our 2021 business status:

(I) Business Results

Unit: NT\$000'			
Item	2022	2021	Increase (decrease) ratio
Net operating income	5,366,976	5,723,265	-6.2%
Operating gross profit	1,908,005	1,941,841	-1.7%
Operating expenses	1,178,172	1,201,725	-2.0%
Operating net profit	729,833	740,116	-1.4%
Non-operating income (expenses)	230,932	134,856	71.2%
Net profit after tax	782,622	716,406	9.2%
Net profit attributable to the parent company	718,965	660,294	8.9%

(II) Summary of Financial Income and Expenses and Profitability:

1. Financial structure:

The ratio of shareholder equities to assets	=	42.48%
The ratio of debts to assets	=	57.52%

2. Solvency:

Current ratio	=	155.10%
Quick ratio	=	126.12%

3. Profitability:

Return on assets	=	9.26%
Return on equity (ROE)	=	22.03%
Net profit margin (EPS)	=	13.40%
	=	4.59

Recent years have seen a dramatic change in the industry chain and trading environment due to the changes in China–United States relations, COVID-19, and other global events. C SUN flexibly adjusted the organization and adopted a "paisley formation" to accustom itself to the changes in the environment; we also engaged in a wide variety of industry-university cooperation activities to deepen and expand the core technologies; for horizontal integration, C SUN and G2C+alliance partners adopted T-shaped strategies to coordinate the resources of the alliance partners, for vertical integration, we stuck to the motto of the invisible champion, which led to an unprecedented profit in this year.

For the upcoming 2023, C SUN will continue to expand the G2C+alliance and the core technologies, cultivate and deepen the existing industries, products, and customer bases in an innovative fashion, keep abreast of emerging industries and ESG and AI applications so as to keep up with the trends of industry localization, provide One Stop Shopping services to meet the needs of customers, optimize the existing services, fulfill our corporate social responsibilities, and, in the hope of attaining the goal of "coordinating efforts to fulfill the joint sustainability", create profitability for customers, shareholders and employees.

Chairman: Morrison Liang

Manager: Liang, Yu-Wen

Chief Accountant: Lai, Chiu-Yen

Attachment 2

Audit Committee's Review Report

The Board has prepared and submitted the business report, financial statements (including individual and consolidated financial statements), and the proposal of earning distribution for 2022. The financial statements (including individual and consolidated financial statements) had been duly audited by CPAs Li, Dian-Yi and Tseng, Guo-Hwa from PwC (Taiwan) appointed by the Board of Directors, and they have issued an audit report with an unqualified opinion. The said business report, financial statements, and the proposal of earning distribution had been reviewed by the Audit Committee and we considered that they are in compliance with the Company Act and relevant laws and regulations. Therefore, the Audit Committee's report is hereby prepared in accordance with Article 14-4 and Article 219 of the Company Act. Submitted for your review.

To

2023 shareholders' meeting of the Company

C Sun MFG. Ltd.

Convener of the Audit Committee Chu, Zhi-Yuan

24 February 2023

Attachment 3

INDEPENDENT AUDITORS' REPORT TRANSLATED FROM CHINESE

PWCR 22000226

To the Board of Directors and Shareholders of C SUN MFG. LTD.

Opinion

We have audited the accompanying consolidated balance sheets of C SUN MFG. LTD. and subsidiaries (the “Group”) as at December 31, 2022 and 2021, and the related consolidated statements of comprehensive income, of changes in equity and of cash flows for the years then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Group as at December 31, 2022 and 2021, and its consolidated financial performance and its consolidated cash flows for the years then ended in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and the International Financial Reporting Standards, International Accounting Standards, IFRIC Interpretations that came into effect as endorsed by the Financial Supervisory Commission.

Basis for opinion

We conducted our audits in accordance with the Regulations Governing Auditing and Attestation of Financial Statements by Certified Public Accountants and Standards on Auditing of the Republic of China. Our responsibilities under those standards are further described in the *Auditors' responsibilities for the audit of the consolidated financial statements* section of our report. We are independent of the Group in accordance with the Norm of Professional Ethics for Certified Public Accountants in the Republic of China, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key audit matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the Group's 2022 consolidated financial statements. These matters were addressed in the context of our audit of the consolidated financial statements as a whole and, in forming our opinion thereon, we do not provide a separate opinion on these matters.

Key audit matters for the Group's 2022 consolidated financial statements are stated as follows :

Revenue recognition

Description

Refer to Notes 4(30) and 6(21) of the Group's 2022 consolidated financial statements for accounting

policies on revenue recognition and the description of significant accounts – operating revenue, respectively.

The Group is primarily engaged in the manufacture and sale of related manufacturing equipment of printed circuit board and flat panel display. Main revenue recognition is based on customers' confirmation for acceptance. Since the timing of the transfer of risks and rewards of goods ownerships are subject to judgment and the result could affect sales revenue significantly in the consolidated financial statements. Thus, revenue recognition has been identified as a key audit matter.

How our audit addressed the matter

Our audit procedures performed included the following:

1. Assessed the appropriateness of the policy of sales revenue recognition.
2. Assessed and tested the design and operating effectiveness of the key controls over sales revenue recognition.
3. Sampled and tested the sales transactions including checking customer purchase orders and evidences of sales transactions.
4. Performed cut-off test on sales transactions for a specific period of time prior to and after the balance sheet date.

Other matter – Parent company only financial reports

We have audited and expressed an unqualified opinion on the parent company only financial statements

of C SUN MFG. LTD. as at and for the years ended December 31, 2022.

Responsibilities of management and those charged with governance for the consolidated financial statements

Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and the International Financial Reporting Standards, International Accounting Standards, IFRIC Interpretations, and SIC Interpretations that came into effect as endorsed by the Financial Supervisory Commission, and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is responsible for assessing the Group's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

Those charged with governance, including the audit committee, are responsible for overseeing the Group's financial reporting process.

Auditors' responsibilities for the audit of the consolidated financial statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Standards on Auditing of the Republic of China will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

As part of an audit in accordance with the Standards on Auditing of the Republic of China, we exercise professional judgment and professional skepticism throughout the audit. We also:

1. Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
2. Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's internal control.
3. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
4. Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Group to cease to continue as a going concern.
5. Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
6. Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Li, Tien-Yi

Chiang, Tsai-Yen

For and on behalf of PricewaterhouseCoopers, Taiwan

February 24, 2023

The accompanying consolidated financial statements are not intended to present the financial position and results of operations and cash flows in accordance with accounting principles generally accepted in countries and jurisdictions other than the Republic of China. The standards, procedures and practices in the Republic of China governing the audit of such financial statements may differ from those generally accepted in countries and jurisdictions other than the Republic of China. Accordingly, the accompanying consolidated financial statements and independent auditors' report are not intended for use by those who are not informed about the accounting principles or auditing standards generally accepted in the Republic of China, and their applications in practice.

As the financial statements are the responsibility of the management, PricewaterhouseCoopers cannot accept any liability for the use of, or reliance on, the English translation or for any errors or misunderstandings that may derive from the translation.

C SUN MFG. LTD. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
DECEMBER 31, 2022 AND 2021
(Expressed in thousands of New Taiwan dollars)

Assets		Notes	December 31, 2022		December 31, 2021			
			AMOUNT	%	AMOUNT	%		
Current assets								
1100	Cash and cash equivalents	6(1)	\$	1,371,810	17	\$	1,060,848	14
1110	Financial assets at fair value through profit or loss - current	6(2)		206,181	2		87,008	1
1120	Current financial assets at fair value through other comprehensive income	6(3)		396,931	5		316,216	4
1150	Notes receivable, net	6(5)		113,124	1		125,482	2
1170	Accounts receivable, net	6(5)		2,314,127	28		1,961,156	27
1180	Accounts receivable - related parties	6(5) and 7		-	-		436	-
1200	Other receivables			15,960	-		18,683	-
130X	Inventories	6(6)		950,833	12		1,151,756	16
1410	Prepayments			58,554	1		74,210	1
1470	Other current assets			5,891	-		7,819	-
11XX	Current Assets			5,433,411	66		4,803,614	65
Non-current assets								
1517	Non-current financial assets at fair value through other comprehensive income	6(3)		76,031	1		121,832	2
1535	Non-current financial assets at amortised cost, net	6(4)		388,555	5		270,358	4
1550	Investments accounted for under equity method	6(7)		1,198,348	15		1,106,872	15
1600	Property, plant and equipment	6(8) and 8		808,393	10		778,211	11
1755	Right-of-use assets	6(9)		73,010	1		69,218	1
1780	Intangible assets			51,599	1		46,376	1
1840	Deferred income tax assets	6(28)		124,493	1		116,209	1
1900	Other non-current assets	6(5)(15)		33,503	-		26,054	-
15XX	Non-current assets			2,753,932	34		2,535,130	35
1XXX	Total assets		\$	8,187,343	100	\$	7,338,744	100

(Continued)

C SUN MFG. LTD. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
DECEMBER 31, 2022 AND 2021
(Expressed in thousands of New Taiwan dollars)

Liabilities and Equity		Notes	December 31, 2022		December 31, 2021	
			AMOUNT	%	AMOUNT	%
Current liabilities						
2100	Short-term borrowings	6(11)	\$ 695,000	9	\$ 694,981	10
2120	Current financial liabilities at fair value through profit or loss	6(12)	329	-	3,399	-
2130	Current contract liabilities	6(21)	669,327	8	520,329	7
2150	Notes payable		18,689	-	40,504	1
2170	Accounts payable		803,317	10	884,425	12
2180	Accounts payable - related parties	7	21,755	1	30,985	-
2200	Other payables	6(13)	822,193	10	774,927	11
2230	Current income tax liabilities	6(28)	98,917	1	61,106	1
2280	Current lease liabilities	6(9)	14,032	-	9,992	-
2320	Long-term liabilities, current portion	6(14)	344,000	4	105,250	1
2399	Other current liabilities, others		15,667	-	16,526	-
21XX	Current Liabilities		3,503,226	43	3,142,424	43
Non-current liabilities						
2540	Long-term borrowings	6(14)	756,000	9	739,750	10
2570	Deferred income tax liabilities	6(28)	436,519	6	371,089	5
2580	Non-current lease liabilities	6(9)	11,624	-	10,978	-
2600	Other non-current liabilities	6(15)	2,160	-	24,741	-
25XX	Non-current liabilities		1,206,303	15	1,146,558	15
2XXX	Total Liabilities		4,709,529	58	4,288,982	58
Equity attributable to owners of parent						
	Share capital	6(17)				
3110	Share capital - common stock		1,567,553	19	1,521,897	21
	Capital surplus	6(18)				
3200	Capital surplus		273,693	3	243,751	3
	Retained earnings	6(19)				
3310	Legal reserve		338,618	4	273,986	4
3320	Special reserve		51,901	1	105,878	2
3350	Unappropriated retained earnings		988,262	12	754,285	10
	Other equity interest	6(20)				
3400	Other equity interest		(29,489)	-	(29,523)	(1)
3500	Treasury shares	6(17)	-	-	(41,977)	-
31XX	Equity attributable to owners of the parent		3,190,538	39	2,828,297	39
36XX	Non-controlling interest		287,276	3	221,465	3
3XXX	Total equity		3,477,814	42	3,049,762	42
	Significant contingent liabilities and unrecognised contract commitments	9				
	Significant events after the balance sheet date	11				
3X2X	Total liabilities and equity		\$ 8,187,343	100	\$ 7,338,744	100

The accompanying notes are an integral part of these consolidated financial statements.

C SUN MFG. LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
YEARS ENDED DECEMBER 31, 2022 AND 2021
(Expressed in thousands of New Taiwan dollars, except earnings per share amount)

Items		Notes	Year ended December 31			
			2022		2021	
			AMOUNT	%	AMOUNT	%
4000	Sales revenue	6(21) and 7	\$ 5,366,976	100	\$ 5,723,265	100
5000	Operating costs	6(6)(26)(27) and 7	(3,458,971)	(64)	(3,781,424)	(66)
5900	Net operating margin		<u>1,908,005</u>	<u>36</u>	<u>1,941,841</u>	<u>34</u>
	Operating expenses	6(26)(27)				
6100	Selling expenses		(484,725)	(9)	(538,937)	(9)
6200	General and administrative expenses		(356,432)	(7)	(344,191)	(6)
6300	Research and development expenses		(323,506)	(6)	(323,418)	(6)
6450	Expected credit losses	12(2)	(13,509)	-	4,821	-
6000	Total operating expenses		(1,178,172)	(22)	(1,201,725)	(21)
6900	Operating profit		<u>729,833</u>	<u>14</u>	<u>740,116</u>	<u>13</u>
	Non-operating income and expenses					
7100	Interest income	6(22)	21,321	-	22,141	-
7010	Other income	6(23)	55,590	1	44,223	1
7020	Other gains and losses	6(24)	55,695	1	2,790	-
7050	Finance costs	6(25)	(31,144)	-	(16,539)	-
7060	Share of profit of associates and joint ventures accounted for under equity method	6(7)	<u>129,470</u>	<u>2</u>	<u>82,241</u>	<u>1</u>
7000	Total non-operating income and expenses		<u>230,932</u>	<u>4</u>	<u>134,856</u>	<u>2</u>
7900	Profit before income tax		960,765	18	874,972	15
7950	Income tax expense	6(28)	(178,143)	(3)	(158,566)	(3)
8200	Profit for the period		<u>\$ 782,622</u>	<u>15</u>	<u>\$ 716,406</u>	<u>12</u>

(Continued)

C SUN MFG. LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
YEARS ENDED DECEMBER 31, 2022 AND 2021
(Expressed in thousands of New Taiwan dollars, except earnings per share amount)

Items	Notes	Year ended December 31			
		2022		2021	
		AMOUNT	%	AMOUNT	%
Other comprehensive income					
Components of other comprehensive income that will not be reclassified to profit or loss	6(20)				
8311 Gains (losses) on remeasurements of defined benefit plans	6(25)	\$ 25,212	- (\$	11,585)	-
8316 Unrealized gains(losses) on investments in equity instruments at fair value through other comprehensive income	6(3)	(7,654)	-	72,980	1
8320 Share of other comprehensive income of associates and joint ventures accounted for using equity method, components of other comprehensive income that will not be reclassified to profit or loss		(21,638)	-	24,125	1
8310 Components of other comprehensive income that will not be reclassified to profit or loss		(4,080)	-	85,520	2
Components of other comprehensive income that will be reclassified to profit or loss	6(20)				
8361 Financial statements translation differences of foreign operations		36,116	-	2,164	-
8370 Share of other comprehensive income of associates and joint ventures accounted for using equity method, components of other comprehensive income that will be reclassified to profit or loss		2,218	-	1,051	-
8399 Income tax related to components of other comprehensive income that will be reclassified to profit or loss	6(28)	(5,026)	-	(883)	-
8360 Components of other comprehensive (loss) income that will be reclassified to profit or loss		33,308	-	2,332	-
8300 Other comprehensive income for the period		<u>\$ 29,228</u>	<u>-</u>	<u>\$ 87,852</u>	<u>2</u>
8500 Total comprehensive income for the period		<u>\$ 811,850</u>	<u>15</u>	<u>\$ 804,258</u>	<u>14</u>
Profit attributable to:					
8610 Owners of the parent		\$ 718,965	14	\$ 660,294	11
8620 Non-controlling interest		63,657	1	56,112	1
Profit for the period		<u>\$ 782,622</u>	<u>15</u>	<u>\$ 716,406</u>	<u>12</u>
Comprehensive income attributable to:					
8710 Owners of the parent		\$ 746,039	14	\$ 748,656	13
8720 Non-controlling interest		65,811	1	55,602	1
Total comprehensive income for the period		<u>\$ 811,850</u>	<u>15</u>	<u>\$ 804,258</u>	<u>14</u>
Basic earnings per share	6(29)				
9750 Total basic earnings per share		<u>\$ 4.59</u>		<u>\$ 4.22</u>	
Diluted earnings per share	6(29)				
9850 Total diluted earnings per share		<u>\$ 4.58</u>		<u>\$ 4.22</u>	

The accompanying notes are an integral part of these consolidated financial statements.

C SUN MFG. LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
YEARS ENDED DECEMBER 31, 2022 AND 2021
(Expressed in thousands of New Taiwan dollars)

		Equity attributable to owners of the parent											
		Retained Earnings					Other equity interest						
							Financial statements translation differences of foreign operations	Total Unrealised gains (losses) from financial assets measured at fair value through other comprehensive income	Gains (losses) on remeasurements of defined benefit plan	Treasury shares	Total	Non-controlling interest	Total equity
	Notes	Share capital - common stock	Capital surplus	Legal reserve	Special reserve	Unappropriated retained earnings							
<u>2021</u>													
		\$ 1,492,055	\$ 232,800	\$ 227,431	\$ 51,901	\$ 611,356	(\$ 135,531)	\$ 29,123	\$ 530	\$ -	\$ 2,509,665	\$ 172,827	\$ 2,682,492
		-	-	-	-	660,294	-	-	-	-	660,294	56,112	716,406
	6(20)	-	-	-	-	(11,045)	2,842	96,565	-	-	88,362	(510)	87,852
		-	-	-	-	649,249	2,842	96,565	-	-	748,656	55,602	804,258
Distribution of 2020 earnings:													
	6(19)												
		-	-	46,555	-	(46,555)	-	-	-	-	-	-	-
		-	-	-	53,977	(53,977)	-	-	-	-	-	-	-
		-	-	-	-	(373,014)	-	-	-	(373,014)	-	(373,014)	-
		29,842	-	-	-	(29,842)	-	-	-	-	-	-	-
Disposal of equity instruments at fair value through other comprehensive income													
	6(20)	-	-	-	-	23,052	-	(23,052)	-	-	-	-	-
Changes in equity of associates accounted for using equity method													
	6(18)	-	10,951	-	-	(25,984)	-	-	-	(15,033)	-	(15,033)	-
Cash dividends from subsidiaries													
		-	-	-	-	-	-	-	-	-	-	(3,873)	(3,873)
Stock repurchase													
		-	-	-	-	-	-	-	-	(41,977)	(41,977)	-	(41,977)
Changes in non-controlling interests													
		-	-	-	-	-	-	-	-	-	-	(3,091)	(3,091)
Balance at December 31, 2021													
		\$ 1,521,897	\$ 243,751	\$ 273,986	\$ 105,878	\$ 754,285	(\$ 132,689)	\$ 102,636	\$ 530	(\$ 41,977)	\$ 2,828,297	\$ 221,465	\$ 3,049,762
<u>2022</u>													
Balance at January 1, 2022													
		\$ 1,521,897	\$ 243,751	\$ 273,986	\$ 105,878	\$ 754,285	(\$ 132,689)	\$ 102,636	\$ 530	(\$ 41,977)	\$ 2,828,297	\$ 221,465	\$ 3,049,762
Profit for the period													
		-	-	-	-	718,965	-	-	-	-	718,965	63,657	782,622
Other comprehensive income (loss) for the period													
	6(20)	-	-	-	-	25,212	31,154	(29,292)	-	-	27,074	2,154	29,228
Total comprehensive income (loss)													
		-	-	-	-	744,177	31,154	(29,292)	-	-	746,039	65,811	811,850
Appropriation of 2021 earnings:													
	6(19)												
		-	-	64,632	-	(64,632)	-	-	-	-	-	-	-
		-	-	-	(53,977)	53,977	-	-	-	-	-	-	-
		-	-	-	-	(456,569)	-	-	-	(456,569)	-	(456,569)	-
		45,656	-	-	-	(45,656)	-	-	-	-	-	-	-
Disposal of equity instruments at fair value through other comprehensive income													
	6(20)	-	-	-	-	1,828	-	(1,828)	-	-	-	-	-
Changes in equity of associates accounted for using equity method													
	6(18)	-	29,942	-	-	1,359	-	-	-	-	31,301	-	31,301
Treasury stock transferred to employees													
	6(17)	-	-	-	-	(507)	-	-	-	41,977	41,470	-	41,470
Balance at December 31, 2022													
		\$ 1,567,553	\$ 273,693	\$ 338,618	\$ 51,901	\$ 988,262	(\$ 101,535)	\$ 71,516	\$ 530	\$ -	\$ 3,190,538	\$ 287,276	\$ 3,477,814

The accompanying notes are an integral part of these consolidated financial statements.

C SUN MFG. LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
YEARS ENDED DECEMBER 31, 2022 AND 2021
(Expressed in thousands of New Taiwan dollars)

		Year ended December 31	
	Notes	2022	2021
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before tax		\$ 960,765	\$ 874,972
Adjustments			
Adjustments to reconcile profit (loss)			
Depreciation	6(26)	74,192	77,994
Amortization	6(26)	6,242	5,813
Expected credit impairment loss	12(2)	13,509	(4,821)
Net gain on financial assets or liabilities at fair value through profit or loss	6(24)	(24,625)	(1,422)
Interest expense	6(25)	31,144	16,539
Interest income	6(22)	(21,321)	(22,141)
Dividend income	6(23)	(32,830)	(16,097)
Share of profit of associates and joint ventures accounted for using equity method	6(7)	(129,470)	(82,241)
Property, plant, and equipment transferred to expenses		-	242
(Gain) loss on disposal of property, plant and equipment, net	6(24)	(395)	351
Gains on disposals of investments	6(24)	(815)	(4,917)
Impairment loss from non – financial assets	6(24)	1,330	1,303
Changes in operating assets and liabilities			
Changes in operating assets			
Financial assets at fair value through profit or loss		(93,871)	47,916
Notes receivable		14,097	(90,297)
Accounts receivable		(391,871)	(15,480)
Accounts receivable-related parties		436	(543)
Other receivables		2,228	(7,527)
Inventories		212,345	(199,461)
Prepayments		16,569	5,986
Other current assets		1,961	(2,079)
Other non-current assets		42,530	-
Changes in operating liabilities			
Contract liabilities		142,135	(38,548)
Notes payable		(21,815)	(26,728)
Accounts payable		(86,426)	(188,092)
Accounts payable-related parties		(9,230)	19,570
Other payables		28,249	158,054
Other current liabilities		861	(9,384)
Accrued pension liabilities		(8,826)	(8,826)
Cash inflow generated from operations		727,098	490,136
Interest paid		(20,925)	(12,452)
Income tax paid		(94,202)	(105,232)
Net cash flows from operating activities		611,971	372,452

(Continued)

C SUN MFG. LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
YEARS ENDED DECEMBER 31, 2022 AND 2021
(Expressed in thousands of New Taiwan dollars)

		Year ended December 31	
	Notes	2022	2021
CASH FLOWS FROM INVESTING ACTIVITIES			
Acquisition of financial assets at fair value through other comprehensive income		(\$ 62,110)	(\$ 301,547)
Proceeds from disposal of financial assets at fair value through other comprehensive income		16,621	1,984
Capital reduction of financial assets at fair value through other comprehensive income		2,124	11,798
Acquisition of financial assets at amortised cost		(114,556)	(270,049)
Dividend received from investment accounted for under the equity method	6(7)	88,161	58,687
Increase in investment accounted for under the equity method		(37,709)	(130,630)
Acquisition of property, plant and equipment	6(30)	(89,989)	(139,204)
Proceeds from disposal of property, plant and equipment		1,887	5,682
Acquisition of intangible assets		(5,543)	(1,597)
Decrease in other financial assets		-	842
Refundable deposits refunded (paid)		2,505	(10,024)
Decrease (increase) in other non-current assets		1,165	(1,500)
Interest received		20,844	22,404
Dividend received		32,830	16,097
Net cash flows used in investing activities		(143,770)	(737,057)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from short-term borrowings		2,052,462	5,543,031
Repayment of short-term borrowings		(2,052,443)	(5,418,650)
Proceeds from long-term borrowings		345,000	1,186,000
Repayment of long-term borrowings		(90,000)	(1,073,000)
Increase in guarantee deposits received		13	85
Repayment of principal portion of lease liabilities		(15,141)	(13,829)
Cost of repurchase of treasury shares	6(17)	-	(41,977)
Treasury stock transferred to employees	6(17)	41,470	-
Payment of cash dividends	6(19)	(456,569)	(373,014)
Decrease in non-controlling interests		-	(3,000)
Cash dividends from subsidiaries		-	(3,873)
Net cash flows used in financing activities		(175,208)	(198,227)
Effect of exchange rate		17,969	1,701
Net increase (decrease) in cash and cash equivalents		310,962	(561,131)
Cash and cash equivalents at beginning of year	6(1)	1,060,848	1,621,979
Cash and cash equivalents at end of year	6(1)	\$ 1,371,810	\$ 1,060,848

The accompanying notes are an integral part of these consolidated financial statements.

INDEPENDENT AUDITORS' REPORT TRANSLATED FROM CHINESE

PWCR22000225

To the Board of Directors and Shareholders of C SUN MFG. LTD.

Opinion

We have audited the accompanying parent company only balance sheets of C SUN MFG. LTD. as at December 31, 2022 and 2021, and the related parent company only statements of comprehensive income, of changes in equity and of cash flows for the years then ended, and notes to the parent company only financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying parent company only financial statements present fairly, in all material respects, the financial position of C SUN MFG. LTD. as at December 31, 2022 and 2021, and its financial performance and its cash flows for the years then ended in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers.

Basis for opinion

We conducted our audits in accordance with the Regulations Governing Auditing and Attestation of Financial Statements by Certified Public Accountants and Standards on Auditing of the Republic of China. Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the parent company only financial statements* section of our report. We are independent of C SUN MFG. LTD. in accordance with the Norm of Professional Ethics for Certified Public Accountants in the Republic of China, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key audit matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of C SUN MFG. LTD.'s 2022 the parent company only financial statements. These matters were addressed in the context of our audit of the parent company only financial statements as a whole and, in forming our opinion thereon, we do not provide a separate opinion on these matters.

Key audit matters for C SUN MFG. LTD.'s 2022 the parent company only financial statements are stated as follows:

Revenue recognition

Description

Refer to Notes 4(29) and 6(19) of the parent company only financial statements for accounting policies on revenue recognition and the description of significant accounts – operating revenue, respectively.

C SUN MFG. LTD. is primarily engaged in the manufacture and sale of related manufacturing equipment of printed circuit board and flat panel display. Main revenue recognition is based on customers' confirmation for acceptance. Since the timing of the transfer of risks and rewards of goods ownerships are subject to judgment and the result could affect sales revenue significantly in the parent company only financial statements. Thus, revenue recognition has been identified as a key audit matter.

How our audit addressed the matter

Our audit procedures performed included the following:

1. Assessed the appropriateness of the policy of sales revenue recognition.
2. Assessed and tested the design and operating effectiveness of the key controls over sales revenue recognition.
3. Sampled and tested the sales transactions including checking customer purchase orders and evidences of sales transactions.
4. Performed cut-off test on sales transactions for a specific period of time prior to and after the balance sheet date.

Responsibilities of management and those charged with governance for the parent company only financial statements

Management is responsible for the preparation and fair presentation of the parent company only financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers, and for such internal control as management determines is necessary to enable the preparation of parent company only financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the parent company only financial statements, management is responsible for assessing C SUN MFG. LTD.'s ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate C SUN MFG. LTD. or to cease operations, or has no realistic alternative but to do so.

Those charged with governance, including the audit committee, are responsible for overseeing C SUN MFG. LTD. financial reporting process.

Auditors' responsibilities for the audit of the parent company only financial statements

Our objectives are to obtain reasonable assurance about whether the parent company only financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Standards on Auditing of the Republic of China will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these parent company only financial statements.

As part of an audit in accordance with the Standards on Auditing of the Republic of China, we exercise professional judgment and professional skepticism throughout the audit. We also:

1. Identify and assess the risks of material misstatement of the parent company only financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
2. Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of C SUN MFG. LTD.'s internal control.
3. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
4. Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on C SUN MFG. LTD.'s ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the parent company only financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause C SUN MFG. LTD. to cease to continue as a going concern.
5. Evaluate the overall presentation, structure and content of the parent company only financial statements, including the disclosures, and whether the parent company only financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
6. Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within C SUN MFG. LTD. to express an opinion on the parent company only financial statements. We are responsible for the direction, supervision and performance of the audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the parent company only financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditors' report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Li, Tien-Yi

Chiang, Tsai-Yen

For and on behalf of PricewaterhouseCoopers, Taiwan

February 24, 2023

The accompanying parent company only financial statements are not intended to present the financial position and results of operations and cash flows in accordance with accounting principles generally accepted in countries and jurisdictions other than the Republic of China. The standards, procedures and practices in the Republic of China governing the audit of such financial statements may differ from those generally accepted in countries and jurisdictions other than the Republic of China. Accordingly, the accompanying parent company only financial statements and independent auditors' report are not intended for use by those who are not informed about the accounting principles or auditing standards generally accepted in the Republic of China, and their applications in practice.

As the financial statements are the responsibility of the management, PricewaterhouseCoopers cannot accept any liability for the use of, or reliance on, the English translation or for any errors or misunderstandings that may derive from the translation.

C SUN MFG. LTD.
PARENT COMPANY ONLY BALANCE SHEETS
DECEMBER 31, 2022 AND 2021
(Expressed in thousands of New Taiwan dollars)

Assets		Notes	December 31, 2022		December 31, 2021			
			AMOUNT	%	AMOUNT	%		
Current assets								
1100	Cash and cash equivalents	6(1)	\$	177,205	3	\$	218,938	4
1110	Financial assets at fair value through profit or loss - current	6(2)		171,512	2		58,383	1
1120	Current financial assets at fair value through other comprehensive income	6(3)		396,931	6		316,216	5
1150	Notes receivable, net	6(4)		20,430	-		5,297	-
1170	Accounts receivable, net	6(4)		1,239,889	18		868,828	14
1180	Accounts receivable - related parties	6(4) and 7		38,305	1		82,984	1
1200	Other receivables			715	-		2,313	-
1210	Other receivables - related parties	7		7,892	-		14,574	-
130X	Inventories	6(5)		486,302	7		511,992	9
1410	Prepayments			14,676	-		33,090	1
1470	Other current assets			5,475	-		7,431	-
11XX	Current Assets			2,559,332	37		2,120,046	35
Non-current assets								
1517	Non-current financial assets at fair value through other comprehensive income	6(3)		73,505	1		109,887	2
1535	Non-current financial assets at amortised cost			-	-		18,224	-
1550	Investments accounted for under equity method	6(6)		3,590,683	51		3,139,953	52
1600	Property, plant and equipment	6(7) and 8		579,343	8		558,486	9
1755	Right-of-use assets	6(8)		22,503	-		19,382	-
1780	Intangible assets			6,644	-		3,378	-
1840	Deferred income tax assets			123,593	2		115,308	2
1900	Other non-current assets	6(14)		30,502	1		18,672	-
15XX	Non-current assets			4,426,773	63		3,983,290	65
1XXX	Total assets		\$	6,986,105	100	\$	6,103,336	100

(Continued)

C SUN MFG. LTD.
PARENT COMPANY ONLY BALANCE SHEETS
DECEMBER 31, 2022 AND 2021
(Expressed in thousands of New Taiwan dollars)

(Expressed in thousands of New Taiwan dollars)						
Liabilities and Equity			December 31, 2022		December 31, 2021	
			AMOUNT	%	AMOUNT	%
Current liabilities						
2100	Short-term borrowings	6(9)	\$ 695,000	10	\$ 694,981	11
2120	Financial liabilities at fair value through profit or loss - current	6(10)	329	-	3,399	-
2130	Current contract liabilities	7	459,498	7	125,076	2
2150	Notes payable		18,689	-	40,504	1
2170	Accounts payable	6(11)	443,832	6	539,746	9
2180	Accounts payable - related parties	7	67,194	1	97,616	2
2200	Other payables	6(12)	473,931	7	452,647	7
2230	Current income tax liabilities		63,167	1	46,508	1
2280	Current lease liabilities	6(8)	12,030	-	8,908	-
2320	Long-term liabilities, current portion	6(13)	344,000	5	105,250	2
2399	Other current liabilities, others		14,819	-	16,464	-
21XX	Current Liabilities		2,592,489	37	2,131,099	35
Non-current liabilities						
2540	Long-term borrowings	6(13)	756,000	11	739,750	12
2570	Deferred income tax liabilities		436,519	6	371,089	6
2580	Non-current lease liabilities	6(8)	10,559	-	10,502	-
2600	Other non-current liabilities	6(14)	-	-	22,599	1
25XX	Non-current liabilities		1,203,078	17	1,143,940	19
2XXX	Total Liabilities		3,795,567	54	3,275,039	54
Equity						
Share capital						
3110	Share capital - common stock	6(16)	1,567,553	22	1,521,897	25
Capital surplus						
3200	Capital surplus	6(17)	273,693	4	243,751	3
Retained earnings						
3310	Legal reserve	6(18)	338,618	5	273,986	5
3320	Special reserve		51,901	1	105,878	2
3350	Unappropriated retained earnings		988,262	14	754,285	12
Other equity interest						
3400	Other equity interest		(29,489)	-	(29,523)	-
3500	Treasury shares	6(16)	-	-	(41,977)	(1)
3XXX	Total equity		3,190,538	46	2,828,297	46
Significant contingent liabilities and unrecognized contract commitments						
Significant events after the balance sheet date						
3X2X	Total liabilities and equity		\$ 6,986,105	100	\$ 6,103,336	100

The accompanying notes are an integral part of these parent company only financial statements.

C SUN MFG. LTD.
PARENT COMPANY ONLY STATEMENTS OF COMPREHENSIVE INCOME
YEARS ENDED DECEMBER 31, 2022 AND 2021
(Expressed in thousands of New Taiwan dollars, except earnings per share amount)

				Year ended December 31			
				2022		2021	
Items	Notes	AMOUNT	%	AMOUNT	%		
4000 Sales revenue	7	\$ 3,017,502	100	\$ 3,381,533	100		
5000 Operating costs	6(5) and 7	(2,036,369)	(67)	(2,331,872)	(69)		
5900 Net operating margin		981,133	33	1,049,661	31		
5910 Unrealized profit from sales		(16,172)	(1)	(42,562)	(1)		
5920 Realized profit from sales		42,562	1	16,722	-		
5950 Net operating margin		1,007,523	33	1,023,821	30		
Operating expenses	7						
6100 Selling expenses		(277,277)	(9)	(308,829)	(9)		
6200 General and administrative expenses		(232,592)	(8)	(235,296)	(7)		
6300 Research and development expenses		(206,293)	(7)	(194,874)	(6)		
6450 Expected credit losses	12(2)	(20,309)	-	19,465	1		
6000 Total operating expenses		(736,471)	(24)	(719,534)	(21)		
6900 Operating profit		271,052	9	304,287	9		
Non-operating income and expenses							
7100 Interest income		927	-	2,438	-		
7010 Other income	7	52,556	2	31,054	1		
7020 Other gains and losses		44,213	1	6,792	-		
7050 Finance costs		(30,928)	(1)	(16,478)	-		
7070 Share of profit of associates and joint ventures accounted for using equity method, net	6(6)	504,762	17	422,103	12		
7000 Total non-operating income and expenses		571,530	19	445,909	13		
7900 Profit (loss) before income tax		842,582	28	750,196	22		
7950 Income tax expense		(123,617)	(4)	(89,902)	(3)		
8200 Profit (loss) for the year		\$ 718,965	24	\$ 660,294	19		

(Continued)

C SUN MFG. LTD.
PARENT COMPANY ONLY STATEMENTS OF COMPREHENSIVE INCOME
YEARS ENDED DECEMBER 31, 2022 AND 2021
(Expressed in thousands of New Taiwan dollars, except earnings per share amount)

		Year ended December 31					
		2022		2021			
Items	Notes	AMOUNT	%	AMOUNT	%		
Other comprehensive income							
Components of other comprehensive income that will not be reclassified to profit or loss							
8311	Actuarial gains (losses) on defined benefit plans	6(14)					
		\$	25,212	1	(\$ 11,585)	-	
8316	Unrealised (losses) gains from investments in equity instruments measured at fair value through other comprehensive income	6(3)					
		(11,477)	-	70,213	2	
8330	Share of other comprehensive income of subsidiaries associates and joint ventures accounted for using equity method, components of other comprehensive (loss) income that will not be reclassified to profit or loss						
		(17,815)	(1)	26,892	1
8310	Components of other comprehensive (loss) income that will not be reclassified to profit or loss						
		(4,080)	-	85,520	3	
Components of other comprehensive income that will be reclassified to profit or loss							
8361	Financial statements translation differences of foreign operations						
			234,998	8	-	-	
8380	Share of other comprehensive (loss) income of subsidiaries associates and joint ventures accounted for using equity method, components of other comprehensive income that will be reclassified to profit or loss						
		(198,818)	(7)	3,725	-
8399	Income tax related to components of other comprehensive (loss) income that will be reclassified to profit or loss						
		(5,026)	-	(883)	-
8360	Components of other comprehensive income that will be reclassified to profit or loss						
			31,154	1	2,842	-	
8300	Other comprehensive income for the year						
		\$	27,074	1	\$ 88,362	3	
8500	Total comprehensive income for the year						
		\$	746,039	25	\$ 748,656	22	
Basic earnings per share							
9750	Total basic earnings per share						
		\$	4.59	\$	4.22		
Diluted earnings per share							
9850	Total diluted earnings per share						
		\$	4.58	\$	4.22		

The accompanying notes are an integral part of these parent company only financial statements.

C SUN MFG. LTD.
PARENT COMPANY ONLY STATEMENTS OF CHANGES IN EQUITY
YEARS ENDED DECEMBER 31, 2022 AND 2021
(Expressed in thousands of New Taiwan dollars)

	Notes	Share capital - common stock	Capital surplus	Retained Earnings			Other equity interest			Treasury shares	Total equity
				Legal reserve	Special reserve	Unappropriated retained earnings	Financial statements translation differences of foreign operations	Unrealised gains (losses) from financial assets measured at fair value through other comprehensive income	Other		
<u>2021</u>											
Balance at January 1, 2021		\$ 1,492,055	\$ 232,800	\$ 227,431	\$ 51,901	\$ 611,356	(\$ 135,531)	\$ 29,123	\$ 530	\$ -	\$ 2,509,665
Profit for the year		-	-	-	-	660,294	-	-	-	-	660,294
Other comprehensive (loss) income	6(18)	-	-	-	-	(11,045)	2,842	96,565	-	-	88,362
Total comprehensive income		-	-	-	-	649,249	2,842	96,565	-	-	748,656
Distribution of 2020 earnings:	6(17)										
Legal reserve		-	-	46,555	-	(46,555)	-	-	-	-	-
Special reserve		-	-	-	53,977	(53,977)	-	-	-	-	-
Cash dividends		-	-	-	-	(373,014)	-	-	-	-	(373,014)
Stock dividends		29,842	-	-	-	(29,842)	-	-	-	-	-
Disposal of equity instruments at fair value through other comprehensive income	6(18)	-	-	-	-	23,052	-	(23,052)	-	-	-
Changes in equity of associates accounted for using equity method	6(16)	-	10,951	-	-	(25,984)	-	-	-	-	(15,033)
Purchase of treasury share	6(15)	-	-	-	-	-	-	-	-	(41,977)	(41,977)
Balance at December 31, 2021		<u>\$ 1,521,897</u>	<u>\$ 243,751</u>	<u>\$ 273,986</u>	<u>\$ 105,878</u>	<u>\$ 754,285</u>	<u>(\$ 132,689)</u>	<u>\$ 102,636</u>	<u>\$ 530</u>	<u>(\$ 41,977)</u>	<u>\$ 2,828,297</u>
<u>2022</u>											
Balance at January 1, 2022		\$ 1,521,897	\$ 243,751	\$ 273,986	\$ 105,878	\$ 754,285	(\$ 132,689)	\$ 102,636	\$ 530	(\$ 41,977)	\$ 2,828,297
Profit for the year		-	-	-	-	718,965	-	-	-	-	718,965
Other comprehensive (loss) income	6(18)	-	-	-	-	25,212	31,154	(29,292)	-	-	27,074
Total comprehensive income		-	-	-	-	744,177	31,154	(29,292)	-	-	746,039
Distribution of 2021 earnings:	6(17)										
Legal reserve		-	-	64,632	-	(64,632)	-	-	-	-	-
Special reserve		-	-	-	(53,977)	53,977	-	-	-	-	-
Cash dividends		-	-	-	-	(456,569)	-	-	-	-	(456,569)
Stock dividends		45,656	-	-	-	(45,656)	-	-	-	-	-
Disposal of equity instruments at fair value through other comprehensive income	6(18)	-	-	-	-	1,828	-	(1,828)	-	-	-
Changes in equity of associates accounted for using equity method	6(16)	-	29,942	-	-	1,359	-	-	-	-	31,301
Treasury stock transferred to employees	6(15)	-	-	-	-	(507)	-	-	-	41,977	41,470
Balance at December 31, 2022		<u>\$ 1,567,553</u>	<u>\$ 273,693</u>	<u>\$ 338,618</u>	<u>\$ 51,901</u>	<u>\$ 988,262</u>	<u>(\$ 101,535)</u>	<u>\$ 71,516</u>	<u>\$ 530</u>	<u>\$ -</u>	<u>\$ 3,190,538</u>

The accompanying notes are an integral part of these parent company only financial statements.

C SUN MFG. LTD.
PARENT COMPANY ONLY STATEMENTS OF CASH FLOWS
YEARS ENDED DECEMBER 31, 2022 AND 2021
(Expressed in thousands of New Taiwan dollars)

		Year ended December 31	
	Notes	2022	2021
<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>			
Profit before tax		\$ 842,582	\$ 750,196
Adjustments			
Adjustments to reconcile profit (loss)			
Depreciation		40,478	33,580
Amortization		5,229	4,868
Expected credit impairment loss (gain)	12(2)	20,309 (	19,465)
Net (gain) or loss on financial assets or liabilities at fair value through profit or loss		(21,800)	1,147
Gain on disposal of investment		(856 ) (	4,917)
Interest expense		30,928	16,478
Interest income		(927 ) (	2,438)
Dividend income		(32,830 ) (	16,097)
Share of profit of subsidiaries, associates, and joint ventures accounted for under the equity method	6(6)	(504,762 ) (	422,103)
Gain on disposal of property, plant and equipment, net		(252)	-
Property, plant and equipment transferred to expenses	6(7)	-	242
Unrealized profits from sales		16,172	42,562
Realized profits from sales		(42,562 ) (	16,722)
Changes in operating assets and liabilities			
Changes in operating assets			
Financial assets at fair value through profit or loss		(93,543)	4,498
Notes receivable		(15,241 ) (	1,561)
Accounts receivable		(391,262)	142,937
Accounts receivable-related parties		44,679 (	43,421)
Other receivables		1,598 (	2,313)
Other receivables-related parties		6,682 (	6,849)
Inventories		25,690	38,000
Prepayments		18,414	5,510
Other current assets		1,956	62
Changes in operating liabilities			
Current contract liabilities		334,422 (	164,868)
Notes payable		(21,815 ) (	26,720)
Accounts payable		(95,914 ) (	47,516)
Accounts payable - related parties		(30,422)	15,711
Other payables		11,138	93,485
Pension liabilities		(8,826 ) (	8,826)
Other current liabilities		(1,645)	1,696
Cash inflow generated from operations		137,620	367,156
Income tax paid		(54,837 ) (	37,611)
Interest paid		(20,709 ) (	12,390)
Net cash flows from operating activities		62,074	317,155

(Continued)

C SUN MFG. LTD.
PARENT COMPANY ONLY STATEMENTS OF CASH FLOWS
YEARS ENDED DECEMBER 31, 2022 AND 2021
(Expressed in thousands of New Taiwan dollars)

		Year ended December 31	
	Notes	2022	2021
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>			
Acquisition of financial assets at fair value through other comprehensive income		(\$ 62,110)	(\$ 301,547)
Proceeds from disposal of financial assets at fair value through other comprehensive income		4,750	1,984
Capital reduction of financial assets at fair value through other comprehensive income		1,549	8,685
Acquisition of financial assets at amortised cost		-	(18,224)
Disposal of financial assets at amortised cost		18,224	-
Increase in investment accounted for under the equity method		(37,709)	(130,630)
Dividend received from investment accounted for under the equity method		167,797	114,782
Proceeds from distributing the acquisition of liquidation of subsidiaries		-	6,185
Acquisition of property, plant and equipment		(53,795)	(119,310)
Proceeds from disposal of property, plant and equipment		952	-
Acquisition of intangible assets		(4,277)	(534)
Refundable deposits refunded		(1,587)	(6,382)
Increase in other non-current assets		-	(1,500)
Interest received		927	2,438
Dividend received		32,830	16,097
Net cash flows from (used in) investing activities		67,551	(427,956)
<u>CASH FLOWS FROM FINANCING ACTIVITIES</u>			
Increase in short-term borrowings		2,052,462	5,543,031
Repayment of short-term borrowings		(2,052,443)	(5,418,650)
Increase in long-term borrowings		345,000	1,186,000
Repayment of long-term borrowings		(90,000)	(1,073,000)
Payment of cash dividends	6(18)	(456,569)	(373,014)
Repayment of principal portion of lease liabilities		(11,278)	(6,614)
Treasury stock transferred to employees	6(16)	41,470	-
Payments to acquire treasury shares	6(16)	-	(41,977)
Net cash flows used in financing activities		(171,358)	(184,224)
Net decrease in cash and cash equivalents		(41,733)	(295,025)
Cash and cash equivalents at beginning of year	6(1)	218,938	513,963
Cash and cash equivalents at end of year	6(1)	<u>\$ 177,205</u>	<u>\$ 218,938</u>

The accompanying notes are an integral part of these parent company only financial statements.

Attachment 4

The comparison table before and after the amendments to the “Articles of Association” is as follows:

Before Amendments	After Amendments	Reason for the Amendments
<p>Article 31: 1%~9% of the annual earnings of the Company, if any, shall be set aside for employee remuneration, which may be extended in the form of stocks or cash, whichever the Board of Directors finds appropriate. Employees of subordinate companies who meet the required conditions may also be entitled to the distribution;</p> <p>The Board of Directors may decide to set aside no more than 2.25% of the aforesaid annual earnings for the directors' remuneration. The proposal of distribution of employee and director remuneration shall be put forward and discussed at the shareholders' meeting.</p> <p>However, the Company shall first set aside a corresponding amount to offset the accumulated losses, if any, before distribution of the employee and director remuneration at the rate said in the preceding paragraph.</p> <p>Any earnings after the Company's annual accounts: the Company shall set aside a corresponding amount for the taxes payable and the accumulated losses and then set aside 10% of the amount as the legal reserve, unless the legal reserve has been no less than the paid-in capital of the Company,</p> <p>And then set aside or reverse a corresponding amount for special reserve as required by laws and regulations;</p> <p>For the remaining amount, if any, together with the accumulated undistributed earnings, the Board of Directors may decide to set aside a certain amount based on the operation of the Company and put forward a distribution proposal at the shareholders' meeting in accordance with the Company's dividend policy as set forth in Article 31-1.</p> <p>The Company authorizes the Board of</p>	<p>Article 31: 1%~9% of the annual earnings of the Company, if any, shall be set aside for employee remuneration, which may be extended in the form of stocks or cash, whichever the Board of Directors finds appropriate. Employees of subordinate companies who meet the required conditions may also be entitled to the distribution;</p> <p>The Board of Directors may decide to set aside no more than 2.25% of the aforesaid annual earnings for the directors' remuneration. The proposal of distribution of employee and director remuneration shall be put forward and discussed at the shareholders' meeting.</p> <p>However, the Company shall first set aside a corresponding amount to offset the accumulated losses, if any, before distribution of the employee and director remuneration at the rate said in the preceding paragraph.</p> <p>Any earnings after the Company's annual accounts: the Company shall set aside a corresponding amount for the taxes payable and the accumulated losses and then set aside 10% of the amount as the legal reserve, unless the legal reserve has been no less than the paid-in capital of the Company,</p> <p>And then set aside or reverse a corresponding amount for special reserve as required by laws and regulations;</p> <p>For the remaining amount, if any, together with the accumulated undistributed earnings, the Board of Directors may decide to set aside a certain amount based on the operation of the Company and put forward a distribution proposal at the shareholders' meeting in accordance with the Company's dividend policy as set forth in Article 31-1.</p> <p>The Company authorizes the Board of</p>	<p>Revised in accordance with the amendments to the laws to facilitate flexibility.</p>

<p>Directors to pass a special resolution to distribute all or part of the dividends and bonuses in cash in accordance with the laws and regulations, provided that the decision must be reported to the shareholders at shareholders' meetings. In this case, the provisions set out in the preceding paragraph shall not apply.</p>	<p>Directors to pass a special resolution to distribute all or part of the dividends and bonuses in cash in accordance with the laws and regulations, provided that the decision must be reported to the shareholders at shareholders' meetings. In this case, the provisions set out in the preceding paragraph shall not apply.</p> <p><u>The Company may distribute the legal reserve and capital reserve in accordance with the laws and regulations. However, where the distribution is fulfilled by means of issue of new shares, it shall be subject to a resolution made at the shareholders' meeting; in the case of distribution in cash, the distribution shall be approved by a majority of the directors present at a meeting attended by at least two-thirds of the directors and reported to the shareholders at shareholders' meetings.</u></p>	
<p>Article 35: The "Articles of Association" was formulated on 22 March, 1978</p> <p>The first amendment was made on 6 April 1978</p> <p>The second amendment was made on 21 May 1984</p> <p>The third amendment was made on 16 July 1985</p> <p>The fourth amendment was made on 13 October 1989</p> <p>The fifth amendment was made on 16 March 1991</p> <p>The sixth amendment was made on 30 March 1992</p> <p>The seventh amendment was made on 11 October 1992</p> <p>The eighth amendment was made on 20 October 1994</p> <p>The ninth amendment was made on 11 August 1995</p> <p>The tenth amendment was made on 24 November 1995</p> <p>The eleventh amendment was made on 29 June 1996</p> <p>The twelfth amendment was made on 25 November 1996</p> <p>The thirteenth amendment was made on 21 June 1997</p> <p>The fourteenth amendment was made on 30 October 1997</p>	<p>Article 35: The "Articles of Association" was formulated on 22 March, 1978</p> <p>The first amendment was made on 6 April 1978</p> <p>The second amendment was made on 21 May 1984</p> <p>The third amendment was made on 16 July 1985</p> <p>The fourth amendment was made on 13 October 1989</p> <p>The fifth amendment was made on 16 March 1991</p> <p>The sixth amendment was made on 30 March 1992</p> <p>The seventh amendment was made on 11 October 1992</p> <p>The eighth amendment was made on 20 October 1994</p> <p>The ninth amendment was made on 11 August 1995</p> <p>The tenth amendment was made on 24 November 1995</p> <p>The eleventh amendment was made on 29 June 1996</p> <p>The twelfth amendment was made on 25 November 1996</p> <p>The thirteenth amendment was made on 21 June 1997</p> <p>The fourteenth amendment was made on 30 October 1997</p>	<p>Added the date of amendments</p>

<p>The fifteenth amendment was made on 9 May 1998</p> <p>The sixteenth amendment was made on 8 April 1999</p> <p>The seventeenth amendment was made on 26 April 2000</p> <p>The eighteenth amendment was made on 26 April 2001</p> <p>The nineteenth amendment was made on 21 May 2002</p> <p>The twentieth amendment was made on 6 June 2003</p> <p>The twenty-first amendment was made on 15 June 2004</p> <p>The twenty-second amendment was made on 10 June 2005</p> <p>The twenty-third amendment was made on 15 June 2006</p> <p>The twenty-fourth amendment was made on 15 June 2007. But the amendment to Article 33 shall apply starting from the effective date designated and announced by the competent authority (1 January 2008).</p> <p>The twenty-fifth amendment was made on 19 June 2008.</p> <p>The twenty-sixth amendment was made on 19 June 2009.</p> <p>The twenty-seventh amendment was made on 17 June 2010.</p> <p>The twenty-eighth amendment was made on 16 June 2011.</p> <p>The twenty-ninth amendment was made on 25 May 2012.</p> <p>The thirtieth amendment was made on 14 June 2016.</p> <p>The thirty-first amendment was made on 8 June 2017.</p> <p>The thirty-second amendment was made on 29 May 2018.</p> <p>The thirty-third amendment was made on 13 June 2019.</p> <p>The thirty-fourth amendment was made on 21 May 2020.</p> <p>The thirty-fifth amendment was made on 9 June 2022.</p>	<p>The fifteenth amendment was made on 9 May 1998</p> <p>The sixteenth amendment was made on 8 April 1999</p> <p>The seventeenth amendment was made on 26 April 2000</p> <p>The eighteenth amendment was made on 26 April 2001</p> <p>The nineteenth amendment was made on 21 May 2002</p> <p>The twentieth amendment was made on 6 June 2003</p> <p>The twenty-first amendment was made on 15 June 2004</p> <p>The twenty-second amendment was made on 10 June 2005</p> <p>The twenty-third amendment was made on 15 June 2006</p> <p>The twenty-fourth amendment was made on 15 June 2007. But the amendment to Article 33 shall apply starting from the effective date designated and announced by the competent authority (1 January 2008).</p> <p>The twenty-fifth amendment was made on 19 June 2008.</p> <p>The twenty-sixth amendment was made on 19 June 2009.</p> <p>The twenty-seventh amendment was made on 17 June 2010.</p> <p>The twenty-eighth amendment was made on 16 June 2011.</p> <p>The twenty-ninth amendment was made on 25 May 2012.</p> <p>The thirtieth amendment was made on 14 June 2016.</p> <p>The thirty-first amendment was made on 8 June 2017.</p> <p>The thirty-second amendment was made on 29 May 2018.</p> <p>The thirty-third amendment was made on 13 June 2019.</p> <p>The thirty-fourth amendment was made on 21 May 2020.</p> <p>The thirty-fifth amendment was made on 9 June 2022.</p> <p><u>The thirty-sixth amendment was made on 23 May 2023 after being adopted at the regular shareholders' meeting.</u></p>	
--	--	--

Attachment 5

C Sun MFG. Ltd. Regulations for the 2023 Restricted Stock Award Offering

Article 1 Purpose

To attract and retain professional talents required by the Company, provide incentives for employees, and improve employees' cohesiveness in the hope of jointly creating the maximum interests of the Company and shareholders, the Company established the Regulations for the Restricted Stock Award Offering of the Company in accordance with relevant requirements under Article 267 of the Company Act and the "Regulations Governing the Offering and Issuance of Securities by Securities Issuers" (the "Regulations for Offering and Issuance") promulgated by the Financial Supervisory Commission.

Article 2 Issue Period

Within one year from the date of service of the declaration notice from the competent authority, the Company may offer the RSA at once or in batches; the Chairman is authorized by the Board for determining the actual issue date.

Article 3 Qualification for the Offering

- (I) The RSA shall only be offered to the full-time formal employees of the Company who had assumed office upon the date of offering.
- (II) The Chairman shall review the number of RSA available for or actually granted to the employees with taking into consideration the length of service, job rank, work performance, overall contributions, special achievements, or other conditions that must be referred to for the purpose of management and submit it to the Board for approval. However, offering to Directors who are managerial personnel or employees shall be subject to the consent of the Remuneration Committee; offering to employees who are not managerial personnel shall be subject to the consent of the Audit Committee.
- (III) The sum of the cumulative number of shares available for subscription with restricted shares issued under paragraph 1, Article 56-1 of the Regulations for Offering and Issuance, together with the total number of cumulative restricted shares, shall not exceed 0.3% of the total issued shares; furthermore, the cumulative number of shares available for subscription with restricted shares issued under paragraph 1, Article 56-1 of the Regulations for Offering and Issuance shall not exceed 1% of the total issued shares.

Article 4 Total Issue Amount

The total issue amount is NT\$12,000,000, with a par value of NT\$10 per share, totaled 1,200,000 shares.

Article 5 Issue Conditions

(I) Issue Price: NT\$0 per share.

(II)Category of the Share Issuance: Ordinary shares of the Company; apart from the stipulation in paragraph (7), its rights and obligations are the same as other issued shares.

(III)Vesting Condition:

The shares shall be fully vested for those who are still providing services at the Company for one year from the date of grant and achieved level A for the performance evaluation during the year of the RSA grant.

(IV)Handling methods for employees fail to fulfill the vesting conditions

- 1.For voluntarily separation, dismissal, lay off, death resulting from non-occupational disaster, leave without pay, transfer to affiliates, or personal performances failing to reach level A for the evaluation of employees within three years from the offer date, the Company will retrieve the unvested shares from the employees without compensation.
- 2.Share dividends and cash dividends distributed during the vesting period: The Company distributes such dividends to employees without compensation.
- 3.Before fulfilling the vesting conditions, the Company will retrieve the restricted stocks without compensation when employees violate the Company's offering regulations and terminate or cancel the proxy authorization of the Company as stated under paragraphs 7 and 8 of the Article.

(V)Upon the occurrence of the following circumstances, the unvested RSA shall be handled according to the following methods (including the handling methods for the succession):

- 1.For unvested RSA of those who are unable to continue assuming their positions due to physical disabilities resulting from occupational disasters, the Company will retrieve the RSA with no compensation from the effective date of separation.
- 2.For unvested RSA of those who passed away due to occupational disasters, upon the death of the employees, the unvested restricted shares shall be deemed fully vested. After completing necessary legal procedures and providing relevant certifying documents, the successors may apply for collecting shares or interests disposed of that they shall inherit.
- 3.Since being offered the RSA, for those who violated the labor contract or working rules, or with material mistakes, or those who provided a written notice to the Company to give up the RSA voluntarily, the Company is entitled to retrieve and cancel the unvested RSA.

(VI)The Company will cancel the RSA it retrieved without compensation.

(VII) Restrictions on the rights of shares before fulfilling the vesting conditions:

1. During the vesting period, employees shall not sell, pledge, transfer, offer to others, create rights, or make other disposals for its RSA.
2. During the vesting period, the RSA shall be entitled to the share dividends, cash dividends, and share subscription for capital increase in cash.
3. After the offering of the RSAs, they shall be immediately trusted; also, before the fulfillment of the vesting conditions, employees may not request the return of the RSA by any reason or means from the trustee.

(VIII) Other Agreements:

During the trusted period of TSA, the Company shall be responsible for (including but not limited to) the negotiation, execution, amendments to, extension, cancelation, and termination of the trust contract, as well as the delivery, utilization, and disposal instructions with the trust institution on employees' behalf.

Article 6 Contract Signing and Confidentiality

Employees who are offered the RSA shall observe the requirements of confidentiality. Apart from the requirements of laws and regulations or the competent authority, employees shall not disclose the volume of shares being offered or other relevant content. For any violation committed by an employee that the Company deem material, the employee shall immediately lose the qualification for receiving such shares for RSA with unfulfilled conditions; the Company shall be entitled to retrieve its shares for cancelation.

Article 7 Other Significant Matters

- (I) The Regulations received the consent from over half of the attending Directors at a Board meeting with over two-thirds of the Directors attended; subsequently, when amendments are required due to amendments to laws and regulations, review requirements of the competent authority, or the changes in the objective environment, the Chairman is authorized to amend the Regulations, and the issuance is subject to the submission to and ratification by the Board.
- (II) Before fulfilling the vesting conditions, the rights to attendance, proposal, speech, vote, and other matters related to shareholders' interests at the shareholders' meeting of the Company shall be exercised by the trust institution engaged on their behalf.
- (III) Unaddressed matters in the Regulations shall be subject to relevant laws and regulations.

Appendix 1

Articles of Association of C Sun MFG. Ltd. (Before Revision)

Article 1: The Company has been established and named “C Sun MFG. Ltd.” in accordance with the provisions related to “company limited” of the Company Act.

Article 2: Scope of business of the Company is as follow:

1. Manufacturing and sales of industrial heating equipment with constant temperature, accessories, and machine parts for electronics, textile, plastic, rubber, printing, chemical engineering, and aerospace.
2. Processing, manufacturing, and trading of UV dryer, plate solarization set, exposure machine, environmental testing equipment, industrial drying oven, IR dryer, convey dryer, precision testing oven, environmental chamber, muffle furnace, electric heating panel, vacuum oven, soldering furnace, vacuum impregnator, thermal cycling testing machine, auto punching pre-heat machine, dust-free room oven, auto exposure equipment, and UV surface cleaning machine.
3. Quotation, tender, and distribution for products related to the above paragraph for domestic or foreign suppliers.
4. E604010 Machinery Installation Construction.
5. CB01990 Other Machinery Manufacturing Not Elsewhere Classified.
6. CE01030 Photographic and Optical Equipment Manufacturing.
7. CB01010 Machinery and Equipment Manufacturing.
8. CC01101 Restrained Telecom Radio Frequency Equipment and Materials Manufacturing.
9. F401021 Restrained Telecom Radio Frequency Equipment and Materials Import.
10. F401010 International Trade.
11. I199990 Other Consultancy.
12. ZZ99999 All business items that are not prohibited or restricted by law, except those that are subject to special approval.

Article 3: The headquarter of the Company is in New Taipei City, and the Company may establish foreign or domestic branches and branch institutions such as plants, offices, or contact offices according to the resolutions of the Board meeting when necessary.

Article 4: The Company may provide external guarantees to companies within the same industry and affiliates; however, such guarantees shall be submitted to and passed and agreed by the Board according to the Company's "Regulations for External Endorsement and Guarantee."

Article 5: When the Company becomes a shareholder with limited responsibility due to its investment in another company, the total investment shall be exempted from the restrictions under Article 13 of the Company Act; however, such investments shall be made according to the "Procedures for the Acquisition and Disposal of Assets."

Chapter 2 Shares

Article 7: The total capital amount of the Company is NT\$2 billion, divided into 200,000,000 ordinary shares, with a value of NT\$10 per share; the Board is authorized to issue the unissued shares in batches. NT\$100 million in the total capital amount in the previous paragraph shall be reserved for the issuance of conversion shares for employee stock options. The Board is authorized to issue a total of 10,000,000 conversion shares of NT\$10 each in batches.

Article 7-1: With consent from two-thirds of the voting rights of attending shareholders at an annual shareholder meeting with the attendance of shareholders holding the majority of the total issued shares, the Company may transfer its shares to employees at an average price lower than the actual prices of share repurchases.

Article 7-2: With consent from two-thirds of the voting rights of attending shareholders at an annual shareholder meeting with the attendance of shareholders holding the majority of the total issued shares, the Company may issue employee stock options at a price lower than the closing price of ordinary shares of the Company on the date of issuance.

Article 7-3: The Company may, after being adopted by at least two-thirds of the shareholders present at a regular shareholders' meeting attended by shareholders representing more than half of the issued shares, issue employee stock option certificates at a price not subject to Article 53 of the "Regulations Governing the Offering and Issuance of Securities by Securities Issuers".

Article 8: The Company's shares are registered, signed or affixed seal by the Director representing the Company, and issued after being certified according to the law.

The Company is a public issuer; the issuance of shares is exempted from printing the share certificate; the Company registers its shares with centralized securities depository enterprises.

Article 9: Deleted

Article 10: The transfer, succession, gifting, loss, and ruin of share certificates shall be subject to the Company Act and relevant laws and regulations. For replacement or re-issuance of share certificate due to losses or other reasons, the Company may discretionally charge the nominal fees.

Article 11: The alteration of registrations in the member's registrar shall be suspended 60 days prior to the annual shareholders' meeting, 30 days prior to the extraordinary shareholders' meeting, and

within 5 days from the base day on which the Company determines to distribute dividends or other benefits.

Chapter 3 Shareholders' Meeting

Article 12: Shareholders' meetings are divided into annual shareholders' meeting and extraordinary shareholders' meeting:

1. The annual shareholders' meeting shall be convened by the Board within six months after the end of each fiscal year according to the law.
2. An extraordinary shareholders meeting may be convened in accordance with the relevant laws and regulations. The meeting may be held in the form of a video conference or in a manner designated by the competent authority, provided that, in case of natural disasters, incidents, or force majeure, the competent authority may authorize the Company to convene a meeting not subject to the provisions of the "Articles of Association" within a predefined period in the form of a video conference or in a manner designated by the competent authority. In the case of video conferences, the shareholders who attend shall be deemed to be present in person.
3. Notwithstanding the provisions in the preceding two paragraphs, the meetings shall be subject to the requirements provided by the security authorities.

Article 13: The meeting date, time, venue, and reason for the convening of the annual shareholders' meeting and extraordinary shareholders' meeting shall be made 30 days and 15 days prior to the meeting, respectively.

Article 14: Where a shareholder is unable to attend the shareholders' meeting, the shareholder may provide a proxy that sets out the scope of authorization to engage a proxy for attending the shareholders' meeting or exercise its rights through electronic methods. Regulations of shareholders' engaging a proxy shall be subject to the requirements under Article 177 of the Company and the "Regulations Governing the Use of Proxies for Attendance at Shareholder Meetings of Public Companies" promulgated by the competent authority.

Article 15: The Chairman shall be the chairperson of shareholders' meetings. When the Chairman is absent, the Chairman may appoint one Director to act on its behalf. When no appointment is made, one Director shall be elected among the Directors to act on the Chairman's behalf. When a shareholders' meeting is convened by another convener, the convener shall be the chairperson; where there are two conveners or above, one person shall be elected among them to act as the chairperson.

Article 16: Except for otherwise provided by the Company Act, a resolution made at the shareholders' meeting shall receive consent from the majority of the voting rights of attending shareholders at a meeting with the attendance of shareholders holding the majority of the total issued shares.

Article 17: Except for shares with no voting rights stated in Article 179 of the Company Act, shareholders of

the Company are entitled to one vote for each share. The exercise of their voting right may be made in writing or through electronic methods.

Article 18: A meeting minutes shall be prepared for the resolutions made at a shareholders' meeting subject to the requirements under Article 183 of the Company Act.

Chapter 4 Directors and the Audit Committee

Article 19: The Company has seven to nine Directors, who shall be elected among the list of candidates at the shareholders' meeting by adopting a candidate nomination system. Their term of office shall be three years and; however, at the expiry of the term and before the time of re-election, their terms for executing their duties may be extended until the newly elected Directors had assumed their posts. When the vacancy of Directors achieved one-third of the seats, the Board shall convene an extraordinary shareholders' meeting for the by-election, and the Directors so elected shall only hold their positions until the expiry of the original term. When the number of Independent Directors is less than the number stated in the Articles due to the dismissal of Independent Directors for other causes, a by-election shall take place at the upcoming shareholders' meeting. When Independent Directors are all dismissed, the Company shall convene an extraordinary meeting for the by-election within 60 days from the date of occurrence. The total number of registered shares held by all Directors of the Company shall be subject to the requirements enacted by the securities management authority.

Article 19-1: According to the requirements under Article 14-2 of the Securities Exchange Act, among the above number of the Company's Directors, there shall be no less than three Independent Directors who account for no less than one-fifth of the number of Directors, and they shall be elected from the list of Independent Director candidate at a shareholders' meeting by adopting the candidate nomination system. The professional qualification, shareholdings, restriction on concurrent positions, nomination and election methods of Independent Directors, and other matters to be observed shall be subject to relevant requirements enacted by the securities management authority.

Article 20: The Board shall comprise of all Directors. The Chairman and the Vice Chairman shall be elected among Directors when receiving the consent from the majority of the Directors attending the Board meeting with over two-thirds of the Directors attending. The Chairman represents the Company externally. Internally, the Chairman is the chairperson of shareholders' meetings and Board meetings; externally, the Chairman represents the Company and executes all affairs of the Company based on the laws and regulations, Articles, and resolutions made at shareholders' meetings and Board meetings. When the Chairman is unable to execute its duties due to other causes, its proxy shall act on its behalf according to the requirements under Article 208 of the Company Act.

Article 21: Functions of the Board is as follows:

1. Determining the Company's operating policies and monitoring the business execution.

2. Appointment and dismissal of the General Manager, Chief Accountant, and Chief Auditor, and the appointment or dismissal of positions that shall be determined by the Board according to the laws and regulations.
3. Review and discussion on funding and final account.
4. Proposal of earning distribution or loss compensation and capital increase and reduction.
5. Approval for investments or loans to other companies and pledge of assets.
6. Establishment, adjustments, and cancellation of significant organizations and review of significant rules and regulations and significant contracts of the Company.
7. Approval of acquisition, disposal, and pledge of significant properties and real estate.
8. Convening of shareholders' meetings.
9. Determination on matters of discussion handed over by the Chairman and determination on matters proposed by the General Manager.
10. Obligations of being the joint guarantor of borrowings provided by the Company to external parties.
11. Exercise of other functions granted according to laws and regulations and by the shareholders' meeting.

Article 22: Except for otherwise required by the Company Act, resolutions made at a Board meeting shall receive consent from the majority of the Directors attending at a Board meeting with the majority of the Directors attending. When a Director is unable to attend the meeting due to other causes, it shall provide a proxy that sets out the scope of authorization to engage another Director to act on its behalf; however, a Director may only act on one other Director's behalf. The Board meeting shall be convened one to two times every three months and at least four times a year. Directors shall be notified for the convening of a Board meeting seven days prior to the meeting with reasons stated; however, the Board meeting may be convened at any time upon any emergencies. Notice for the convening of a Board meeting may be made in writing or via fax or e-mail.

Article 23: Meeting minutes shall be made for the procedures of Board meetings; the meeting minutes shall be signed or affixed with seal by the chairperson, and the copies of the meeting minutes shall be distributed to Directors within 20 days from the meeting.

Article 24: The remuneration of the Chairman, Directors, and Independent Directors shall be paid regardless of profit or loss recorded by the Company; the amount of such remunerations shall be determined based on their level of participation in the Company's operations and the value of their contributions with reference to the domestic and foreign standards within the industry.

Article 24-1: The Company has established its Audit Committee that comprises all Independent Directors. The number of members, term of office, functions, rules of procedures, and other matters shall be otherwise stated within its Organizational Regulations of Audit Committee according to relevant requirements under the Regulations Governing the Exercise of Powers by Audit Committees of Public Companies

Chapter 5 Managers

Article 25: The Company may resolve to set one CEO and one deputy executive officer to assist the CEO in processing affairs. The CEO coordinates and is responsible for the operations and decision-making of the Company and all affiliates of the Company. The General Manager is the COO of the Company who acts in the nature of a Director and shall be monitored by the Board under the guidance of the Chairman. The General Manager is responsible for executing the overall business and operations within the assigned scope of responsibilities according to the Company's policies and reports to the Board, and the General Manager shall monitor and control the daily business and operations of the Company based on the policies made by the Board under the guidance of the Chairman.

Article 26: The General Manager shall execute duties designated by the Board. The CEO may authorize managers to sign for the management affairs of the Company within their scope of business in writing.

Article 27: Appointment and dismissal of the General Manager, Chief Accountant, and Chief Auditor, and the appointment or dismissal of positions that shall be determined by the Board shall be proposed by the Chairman to the Board and receive consent from the majority of the Director attending the meeting.

Chapter 6 Accounting

Article 28: The accounting period for each fiscal year of the Company is from 1 January to 31 December each year.

Article 29: Appointment and dismissal of the Chief Accountant shall be proposed by the Chairman to the Board and receive consent from the majority of the Director attending the meeting.

Article 30: At the end of each fiscal year, the Board shall prepare the following statements of the Company, submit to the Audit Committee for review 30 days prior to the annual shareholders' meeting, and propose to the shareholders' meeting for ratification.

1. Business report.
2. Financial statements.
3. Proposal of earning distribution or loss compensation.

Article 31: When the Company recorded profits for the year, the Company shall appropriate 1% to 9% of such profits as the remuneration of employees, and the distribution in shares or cash shall be determined by the Board; the distribution targets include employees of subsidiaries that fulfill certain conditions. The Board may determine to appropriate no more than 2.25% of the amount of the above profits of the Company as the remuneration of Directors.

Proposal of remuneration of employees and remuneration of Directors shall be reported to the shareholders' meeting.

However, when the Company has cumulative losses, the amount for compensation shall be reserved, and the appropriation of remuneration of employees and remuneration of Directors according to the above ratios.

Where the Company has any earning after the final annual account:

1. Pay taxation according to the law;
2. Compensate accumulated losses;
3. Appropriate 10% of the remaining earnings as the statutory surplus reserve; however, when the statutory surplus reserve has reached the paid-up capital of the Company, the appropriation is no longer required;
4. Appropriate or revers special surplus reserve from the remaining earning according to laws and regulations;

For any remaining balance, combine it with the accumulated undistributed earnings; the Board shall reserve a portion of such earnings and prepare the proposal of distribution according to the Company's operating status at its discretion and propose to the shareholders' meeting to distribute shareholder's dividend and bonuses according to the dividend policies of the Company set out in Article 33-1.

The Company authorizes the Board of Directors to pass a special resolution to distribute all or part of the dividends and bonuses in cash in accordance with the laws and regulations, provided that the decision must be reported to the shareholders at shareholders' meetings. In this case, the provisions set out in the preceding paragraph shall not apply.

Article 31-1: Dividend policies:

Considering the environment in which it operates and its growth, in response to the future capital demand and long-term financial planning, and to satisfy the cash demand of shareholders, the cash dividend shall account for no less than 20% of the shareholder's dividend stated in the previous paragraph.

Article 31-2: During the period when the Directors of the Company hold the office, for the responsibility and liability concerning the business they perform, the Directors shall take out liability insurance to reduce and diversify the risk of damage incurred by all Directors as a whole, the Company, and the shareholders. The acquisition and renewal of the liability insurance shall be brought up at the latest meeting of the Board of Directors.

Chapter 7 Appendix

Article 32: According to the requirements under Article 267 of the Company Act, the Company shall reserve 20% to 15% of shares within the total shares initially issued upon the issuance of new shares for employees to subscribe. Shares subscribed by the Company's employees may not be transferred within a certain period according to relevant requirements and restrictions stated in the Company Act.

Article 33: The Articles of Association of the Company shall be established by the Board; other regulations and rules shall be approved by the General Manager based on its authority and propose to the Board for passing.

Article 34: Unaddressed matters in the Articles shall be subject to requirements of the Company and relevant laws and regulations.

Article 35: The Articles were established on 22 March 1978

The 1st amendment was made on 6 April 1978.

The 2nd amendment was made on 21 May 1984

The 3rd amendment was made on 16 July 1985

The 4th amendment was made on 13 October 1989

The 5th amendment was made on 16 March 1991

The 6th amendment was made on 30 March 1992

The 7th amendment was made on 11 October 1992

The 8th amendment was made on 20 October 1994

The 9th amendment was made on 11 August 1995

The 10th amendment was made on 24 November 1995

The 11th amendment was made on 29 June 1996

The 12th amendment was made on 25 November 1996

The 13th amendment was made on 21 June 1997

The 14th amendment was made on 30 October 1997

The 15th amendment was made on 9 May 1998

The 16th amendment was made on 8 April 1999

The 17th amendment was made on 26 April 2000

The 18th amendment was made on 26 April 2001

The 19th amendment was made on 21 May 2002

The 20th amendment was made on 6 June 2003

The 21st amendment was made on 15 June 2004

The 22nd amendment was made on 10 June 2005

The 23rd amendment was made on 15 June 2006

The 24th amendment was made on 15 June 2007; however, the amended provisions of Article 33 shall become applicable on the implementation date (1 January 2008) announced by the competent authority.

The 25th amendment was made on 19 June, 2008

The 26th amendment was made on 19 June, 2009

The 27th amendment was made on 17 June, 2010

The 28th amendment was made on 16 June, 2011

The 29th amendment was made on 25 May, 2012

The 30th amendment was made on 14 June, 2006

The 31st amendment was made on 8 June, 2007

The 32nd amendment was made on 29 May, 2008

The 33rd amendment was made on 13 June, 2009

The 34th amendment was made on 21 May, 2020

The 35th amendment was made on 9 June 2022

C Sun MFG. Ltd.

Chairman Morrison Liang

Appendix 2

C Sun MFG. Ltd.

Rules of Procedures for Shareholders' Meeting

Article 1: Except for otherwise required by laws and regulations, the procedures of the Company's shareholders' meeting shall be subject to the Rules.

Changes to the convening method of shareholders' meetings shall be approved by the Board of Directors and shall be made no later than the delivery of the meeting notice.

Article 2: The meeting notice shall specify the name of the addressee, solicitor, and proxy agent (hereinafter referred to as the shareholder), the time of sign-in, and other matters that need attention.

For shareholders who attend a video conference, the notice shall specify how the conference will be held, how the shareholders exercise their rights, what is the fallback plan in case of video conference platform failure or failure to participate in the conference due to force majeure, including the time for reorganization or resumption of the conference in case of postponement or after adjournment; for a video conference, the alternatives for shareholders who find difficult to attend shall also be specified.

As set forth in the preceding paragraph, the shareholders shall sign in for the meeting at least 30 minutes before the meeting commences; the reception desk shall have conspicuous marks with sufficient competent personnel on duty; for video conferences, the shareholders shall sign in on the video conference platform at least 30 minutes before the meeting starts and the shareholders who successfully sign in for the meeting must be deemed to be present in person.

Shareholders who are going to attend a video conference must register with the Company two days prior to the meeting.

The Company shall upload the relevant materials, such as the meeting agenda handbook, the annual reports, to the video conference platform at least 30 minutes before the meeting commences. The disclosure of the said materials shall last until the end of the meeting.

The Company shall properly keep various records related to video conferences, such as the shareholders' registration, sign-in, attendance, questions, voting, and vote counting process, and keep an uninterrupted video/audio recording of the meeting.

The Company shall properly keep the video/audio recording set out in the preceding paragraph for a period as long as the Company exists and provide the meeting organizer a copy of the recording for archiving.

Shareholders (or proxies) present shall submit their meeting invitation card and attendance sign-in card, or other attendance certificates to authenticate their attendance of the meeting. Except the documents required, the Company has no right to unilaterally request for other supporting

documents nor subject the attendance to additional requirements. Solicitors for proxy solicitation shall present their identity documents for authentication.

Article 2-1: The video/audio recording shall cover all the processes of the meeting, including shareholder sign-in, the agenda, and vote counting.

The audio and video data stated in the previous paragraph shall be preserved for at least one year. However, for litigations initiated by shareholders according to Article 189 of the Company Act, such data shall be preserved until the end of litigations.

Article 2-2: The meeting shall be held in the county or city where the Company is located or at a suitable venue convenient for the shareholders to attend. The meeting shall commence no earlier than 9:00 a.m. or later than 3:00 p.m., and due consideration must be given to the opinion expressed by the independent directors when determining the place and time of the meeting.

For video conferences, the restrictions set forth in the preceding paragraph shall not apply.

Article 3: The attendance at the shareholders' meeting shall be calculated based on shares. The calculation shall be made based on the sign-in card and the number of shares registered by the attending shareholders when signing in on the video conference platform plus the number of shares represented by those who exercise their voting rights in writing or through electronic methods. The chairperson shall call the meeting to order when shareholders representing the majority of the total issued shares had attended the meeting. Where the quorum does not attend the meeting after the scheduled time of the meeting, the chairperson may announce an extension. Where the quorum (i.e. the number of shareholders representing one-third of the issued shares) still does not attend the meeting after two extensions (20 minutes for the first extension and 10 minutes for the second extension), tentative resolutions may be adopted by the majority of the shareholders with voting rights present according to the requirements of Article 175 of the Company Act. In the case of a video conference, the Company shall otherwise announce the cancellation of the meeting on the video conference platform. During the process of making the tentative resolutions set out in the previous paragraph, when the number of shares represented by the attending shareholders has reached the quorum, the chairperson may formally call the meeting to order and submit the tentative resolutions made to the shareholders' meeting for voting.

Article 4: The agenda of the shareholders' meetings shall be established by the Board, and the agenda shall be dispatched to attending shareholders or proxies of shareholders; the meeting process shall be carried out according to the agenda.

Article 5: Attending shareholders who submitted speech slips without speaking shall be deemed as non-spoken. For inconsistency between the content of speech and the descriptions in speech slips, the content of speech shall prevail.

Article 6: A speech by an attending shareholder shall not exceed three minutes. However, the speech may be extended once for up to three minutes with the permission of the chairperson.

In the case of video conferences, the shareholders present may raise questions in writing on the video conference platform during the period between the commencement and the conclusion of the meeting, provided that the questions related to the same issue shall not be brought up more than twice nor shall a single question exceed 200 words. In this case, the provisions set out in paragraphs 1 through 5 shall not apply.

Ideally, questions relevant and raised in accordance with the provisions herein shall be disclosed on the video conference platform for public accessibility.

Article 7: A shareholder may not speak over two times regarding the same proposal.

Article 8: For an overtime speech or a speech with content beyond the scope of the proposal, the chairperson may forbid the shareholder's speech.

Article 9: When discussing proposals, the chairperson may announce the end of discussions in due course and announce the end of discussions when necessary.

Article 10: When the end or suspension of discussions is announced for a proposal, the chairperson shall propose for a vote.

Article 11: Shareholders are entitled to one vote for the possession of each share; however, this shall not apply to restricted shares or shares with no voting right as set out in paragraph 2, Article 179 of the Company Act.

When convening the Company's shareholders' meeting, shareholders may exercise their voting rights in writing or through electronic methods. When exercising voting rights in writing or through electronic methods, the exercising method shall be set out in the notice of convening the shareholders' meeting. Shareholders exercising their voting rights in writing or through electronic methods are deemed as attending the shareholders' meeting in person. However, such shareholders shall be deemed as abstaining from voting for extempore motions and amendments made to the original proposals at the shareholders' meeting.

Shareholders exercising their voting rights in writing or through electronic methods set out in the previous paragraph, their declaration of intention shall be delivered to the Company two days prior to the shareholders' meeting; when there are repetitive declarations of intention, the first declaration delivered shall prevail. However, this shall not apply to the declaration of intention stating the cancellation of the former declaration of intention.

After exercising their voting rights in writing or through electronic methods, when the shareholders intend to attend the shareholder meeting in person, they shall cancel the declaration of intention for the exercise of their voting rights mentioned in the previous paragraph by using the same method for exercising their voting rights two days prior to the shareholders' meeting. For those canceled after the expiry, the voting rights exercised in writing or through electronic methods shall prevail. For those who exercised their voting rights in writing or through electronic methods and appointed proxies to attend the shareholders' meeting by presenting proxy forms, the voting rights exercised by the attending proxies shall prevail.

After the Company is served with the proxy, shareholders who are planning to attend the meeting through video conferencing shall give a written notice of revocation to the Company two days before the meeting; the right to vote granted to the proxy shall be deemed exercisable in the event of failure to revoke within the time limit.

Except for otherwise required by the Company Act and the Company's Articles of Association, the votes for proposals shall be passed when receiving consent regarding the majority of the shareholders' voting rights. Upon voting, shareholders shall cast their votes for proposals on a case-by-case basis after the chairperson or the personnel appointed by the chairperson has announced the total number of voting rights of the attending shareholders on a case-by-case basis; the results of shareholders' consent, opposition, or abstention shall be uploaded to MOPS on the day after the shareholders' meeting.

For proposals of amendment or proposals of substitution for the same proposal, the chairperson shall determine the sequence of votes for the proposals of amendment, proposals of substitution, and the initial proposal. When any of the proposal is passed, other proposals are deemed as rejected, and the vote is no longer required. Scrutineers and vote-counters for the proposals shall be appointed by the chairperson; however, scrutineers shall act in the nature of shareholders.

The vote-counting for votes or elections at the shareholders' meeting shall be performed at a public place within the venue of the shareholders' meeting, and the voting results (including the weights of the statistics) shall be announced after the completion of vote-counting, and records shall be made accordingly.

In the case of video conferences, votes shall be counted once and only once after the chairman announces the voting session ends, and the results of votes and elections shall be announced immediately.

Where the Company convenes a hybrid shareholders meeting, shareholders, solicitors, and proxy agents who have registered to attend the meeting through video conferencing shall revoke their registration two days before the shareholders meeting in the same manner as they registered should they decide to attend the physical meeting in person; if their registration is not revoked within the time limit, they may only attend the shareholders meeting through video conferencing.

Shareholders who exercise their right to vote in writing or electronic manner and participate in the meeting through video conferencing may not exercise their right to vote for the same proposal, propose an amendment to the same proposal, or exercise their right to vote for the amendment to the same proposal unless their manifestation of intention have been withdrawn.

Article 12: During the course of the meeting, the chairperson may announce the break time in due course.

Article 13: When an air-raid alert occurred during the course of the meeting, the meeting shall be immediately suspended for evacuation. The meeting shall continue one hour after the release of the alert.

Article 14: Unaddressed matters in the Rules shall be subject to requirements under the Company Act, relevant laws and regulations, and the Company's Articles of Association.

Article 15: The Rules are implemented after being passed by the shareholders' meeting; the same shall apply upon any amendments.

Article 16: The Regulations were established on 11 February 1999

The 1st amendment was made on 26 April 2001

The 2nd amendment was made on 21 May 2002

The 3rd amendment was made on 19 June 2009

The 4th amendment was made on 18 June 2013

The 5th amendment was made on 8 June 2017

The 6th amendment was made on 9 June 2022

Appendix 3

Effects of the Right Issue on the Company's Operating Performance, Earnings Per Share, and Shareholder's Return on Investment

Item			2023
Paid-up capital at the beginning of the period			1,567,553,480
Share distribution and dividend distribution for the year	Cash dividend per share (NT\$) (Note 1)		3.60000000
	Number of shares distributed per share for the capital increase from earnings (share) (Note 1)		0
	Cash distributed from the capital reserve per share (NT\$)		0
Changes in business performance	Operating gains		Note applicable (Note 2)
	Year-on-year increase (decrease) ratio of operating gains		
	Net profit after tax		
	Year-on-year increase (decrease) ratio of net profit after tax		
	Earnings per share		
	Year-on-year increase (decrease) ratio of earnings per share		
	Average annual investment return (average annual inverse PE ratio)		
Tentative earnings per share and PE ratio	When adopting the full distribution of cash dividend for the capital increase from earnings	Tentative earnings per share	Note applicable (Note 2)
		Tentative average annual investment return	
	When no capital increase from capital reserve is not organized	Tentative earnings per share	
		Tentative average annual investment return	
	When no capital increase from capital reserve is not organized and adopting the full distribution of cash dividend for the capital increase from earnings	Tentative earnings per share	
		Tentative average annual investment return	

Note 1: The resolution made at the annual shareholders' meeting on 24 February 2023.

Note 2: According to the requirements under the "Regulations Governing the Publication of Financial Forecasts of Public Companies," the Company is not required to disclose the information on its financial forecasts for 2023.

Appendix 4

C Sun MFG. Ltd.

Statutory Shareholding and Number of Shares Held by Directors

1. According to the requirements under Article 26 of the Securities Exchange Act:

The minimum number of shares held by all Directors of the Company in aggregate shall be 9,405,320 shares.

2. As of the book closure day (25 March 2023) for the shareholders' meeting, the actual number of shares held by all Directors is as follows:

Title	Name	Number of shares held
Chairman	Morrison Liang	4,082,111 4,000,000 (Note)
Director	Liang, Mao-Chung	2,482,346 6,000,000 (Note)
Director	Shen, Xian-He	0
Director	Chen, Zheng-Xing	15,760
Director	YANG, HSIEN-TSENG	0
Independent Director	TSOU, CHIA-CHUN	0
Independent Director	Lin, Ming-Jie	33,313
Independent Director	Chu, Ji-Yuan	0
Independent Director	Lin, Shu-Xian	0
Actual number of shares held by all Directors		16,580,217
Number of shares held by all Directors reached the statutory number of shares		

(Note) Number of trust shares with discretion reserved