

Radium Life Tech. Co., Ltd.

Endorsements and Guarantees Procedure

Article 1 Purpose

In order to ensure that the Company can comply with the provisions of Article 36-1 of the Securities and Exchange Act and the "Regulations Governing Loaning of Funds and Making of Endorsements/Guarantees by Public Companies" published by the competent authorities when it comes to matters relating to external endorsements and guarantees, these Regulations are hereby established. Any matters not covered by these Regulations shall be handled in accordance with the provisions of the relevant laws and regulations.

Article 2 Scope of Application

Endorsements and guarantees referred to in these Regulations include:

- (1) Financing endorsements and guarantees: refers to ticket discounted finance, i.e. endorsement or guarantee for the purpose of financing another company, and the creation of a separate instrument to secure a non-financial undertaking for the purpose of financing the Company.
- (2) Customs endorsements and guarantees: endorsements or guarantees for the Company or other companies in relation to customs matters.
- (3) Other endorsements and guarantees: endorsements or guarantees that cannot be classified as the first two.
- (4) Where a company provides movable or immovable property as security for a loan from another company to create a pledge or mortgage, it shall also follow these Regulations.

Article 3 Objects of Endorsement and Guarantee

The Company's endorsement and guarantee shall be limited to the following companies. However, the Company shall not be bound by any contractual interbank or joint venture guarantee, or any joint venture guarantee provided by all shareholders in proportion to their shareholding, or any interbank guarantee for the performance of a contract for the sale of a pre-sale house in accordance with the Consumer Protection Act.

- (1) Companies with which the Company has business dealings.
- (2) Companies in which the Company directly or indirectly holds more than 50% of the voting shares.
- (3) A company in which the Company directly or indirectly holds more than 50% of the voting shares.

Capital contributions, as defined in Item 1, shall mean capital contributions made directly by a public company or through a company in which it holds 100 percent of the voting shares.

An endorsement may be given by a company in which the Company directly or indirectly holds at least 90% of the voting shares. The amount of such endorsement shall not exceed 10% of the net value of the Company's most recently audited or reviewed financial statements. The amount of such endorsement shall not exceed 10% of the net value of the Company's latest audited or reviewed financial statements and shall only be given with the approval of the Board of Directors of the Company before the endorsement is made. However, this shall not apply to inter-company endorsements where the Company directly or indirectly holds 100% of the voting shares.

The net worth of the Company for the purpose of these Regulations shall mean the most recent figures of the owners' equity of the parent company as stated in the audited or reviewed financial statements of the accountants.

Article 4 Amount of Endorsement and Guarantee

The aggregate amount of the Company's external endorsements/guarantees and the aggregate amount of endorsements/guarantees available to the Company and each of its subsidiaries as a whole is limited to six times the net worth of the Company's most recently audited and certified or reviewed financial statements. The limits on the amount of endorsements/guarantees by the Company, the Company and each of its subsidiaries to a single enterprise are as follows.

- (1) The amount of the endorsement and guarantee in respect of Article 3(1) shall not exceed the total amount of business transactions between the parties (the Company and each of its subsidiaries and such endorsement and guarantee recipient).

The amount of business transactions is the higher of the amount of goods purchased (sold) by both parties in the most recent year or in the year to come at the time the endorsement is given.

- (2) The amount of the endorsement or guarantee under Article 3(b) and (c) shall not exceed three times the net value of the Company's most recent audited or reviewed financial statements.
- (3) The amount of an endorsement or guarantee between companies in which the Company directly or indirectly holds 100 per cent of the voting shares shall not exceed three times the most recent audited or reviewed net financial statements of the person providing the

endorsement or guarantee.

If the Company and each of its subsidiaries has provided for an aggregate amount of 50% or more of the net worth of the Company to be endorsed as security, the necessity and reasonableness thereof shall be stated in a general meeting.

Article 5 Levels of Decision and Authorization

(1) When the Company applies for endorsement/guarantee, the endorsement/guarantee shall be approved in accordance with the procedures stipulated in Article 6, i.e., first submitted to the Audit Committee for approval and then approved by a resolution of the Board of Directors. However, in order to meet the need for timeliness, the Board of Directors may authorize the Chairman of the Board of Directors to make the decision first, and then submit it to the Audit Committee for approval and the most recent Board of Directors for ratification, as long as the total amount of the new amount of \$500 million (inclusive) in a single transaction and the amount of the new amount of \$500 million (inclusive) in a single transaction to a single enterprise does not exceed 40% of the net value of the Company. Such endorsement and guarantee shall be submitted to the shareholders' meeting for their review.

If the foregoing paragraph is not agreed by more than one-half of all the members of the Audit Committee, it may be carried out with the consent of at least two-thirds of all the Directors and the resolution of the Audit Committee shall be recorded in the minutes of the meeting of the Directors.

(2) The Company shall give due consideration to the views of the independent directors when endorsing warranties for others. Their definite opinions and the reasons for their objections shall be recorded in the minutes of the Board.

Article 6 Procedures for Endorsement and Guarantee

(1) In processing the endorsement/guarantee, the financial unit shall, based on the application of the endorsement/guarantee recipient, examine the eligibility and amount of the endorsement/guarantee on a case-by-case basis to ensure that it complies with the provisions of the Regulations, and assess the necessity and reasonableness of the endorsement/guarantee, and whether it has met the standards to be

announced and reported. The financial unit should also conduct credit inquiries should be made on the object of the endorsement/guarantee recipient and conduct a risk assessment to assess the impact of the endorsement/guarantee on the Company's business risks, financial position and shareholders' equity. If necessary, the financial unit assesses whether the collateral should be obtained and the appraised value of the collateral. After stating the contents of the endorsement/guarantee, the reasons and the results of the risk assessment, and signing to the Chairman for approval, the endorsement/guarantee shall be submitted to the Audit Committee for approval and then to the Board of Directors for resolution. If the endorsement/guarantee is within the prescribed authorization limit, the Chairman of the Board of Directors shall approve the endorsement/guarantee in accordance with the creditworthiness and financial condition of the counterparty, and then submit it to the Audit Committee for approval and to the most recent Board of Directors for ratification.

If a subsidiary's net worth is less than one-half of its paid-in capital, the endorsement/guarantee shall specify the subsequent control measures.

If the shares of a subsidiary have no par value or have a par value other than NT\$10 per share, the amount of paid-in capital calculated in accordance with the foregoing provisions shall be the sum of the share capital plus capital surplus - issue premium.

- (2) When an endorsement/guarantee is made by a financial unit, after the endorsement/guarantee has been approved by the board of directors or ratified by the chairman of the board, in addition to applying for the seal in accordance with the prescribed procedures, a register shall be kept for the purpose of recording the object of the endorsement/guarantee, the amount, the date of approval by the board of directors or ratification by the chairman of the board, the date of the endorsement/guarantee and details of the matters that should be carefully assessed in accordance with the first paragraph of this article. The relevant instruments, contracts and other documents should be photocopied and kept in a safe place.
- (3) The financial unit should keep a checkbook of the guarantees incurred and cancelled each month for subsequent control and tracking. The financial unit should assess or recognise the contingent loss of the endorsement/guarantee and disclose the endorsement/guarantee

information appropriately in the financial report, and provide relevant information to the certifying accountant to perform the necessary audit procedures.

- (4) Before the expiry of the endorsement/guarantee date, the financial unit shall take the initiative to inform the guaranteed enterprise to withdraw the guaranteed instruments left with the bank or creditor and cancel the endorsement/guarantee deed.

Article 7 Procedures for the use and custody of the seal

- (1) The seal of the Company shall be the common seal of the Company for the purpose of endorsement/guarantee and shall be registered with the Ministry of Economic Affairs. Such seal shall be kept in the custody of a person who has obtained the consent of the Board of Directors and shall not be allowed to use the seal or issue instruments until the prescribed procedures have been followed. Any change of the custodian of the seal shall be reported to the Board for approval and the seal in its custody shall be included in the transfer.
- (2) After the endorsement/guarantee has been approved by the board of directors or the chairman, the financial unit shall follow the approved signature form or fill in the "Application for Stamp" form, together with the approved records and the stamped documents such as the endorsement/guarantee contract or the guarantee note, and obtain the approval of the competent and responsible officer before the seal is stamped by the seal keeper.
- (3) When using the seal, the seal keeper should check whether there is an approval record, whether the 'Application for Stamping Form' has been approved by the responsible officer, and whether the documents requested for stamping are consistent before stamping the seal.
- (d) When acting as a guarantor for a foreign company, the Board of Directors shall authorise the Chairman or other authorised officer to sign the letter of guarantee issued by the company.

Article 8 Time limits and contents to be announced and reported

- (1) The Company shall enter the balance of the endorsement/guarantee of the Company and its subsidiaries for the previous month on the information reporting website designated by the Financial Supervisory Commission by the 10th day of each month.
- (2) If the Company's endorsement/guarantee meets one of the following

criteria, it should be entered into the information reporting website designated by the Financial Supervisory Commission within two days from the date of occurrence:

1. The balance of the Company's and each of its subsidiaries' endorsements/guarantees amounting to 50% or more of the Company's latest net financial statements.
2. The balance of the Company's and each subsidiary's endorsement/guarantee to a single entity is 20% or more of the Company's most recent net financial statements.
3. The Company and its subsidiaries endorse/guarantee a single enterprise with a balance of NT\$10 million or more, and the aggregate amount of the endorsement/guarantee, long-term investment and loan of funds to such enterprise reaches 30% or more of the Company's most recent net financial statements.
4. The amount of the new endorsement/guarantee by the Company or each of its subsidiaries is NT\$30 million or more, and reaches 5% or more of the Company's most recent net financial position.

The date of occurrence of the fact refers to the earlier of the date of execution of the contract, the date of payment, the date of resolution of the board of directors, or the date on which the object and amount of the endorsement and guarantee are determined.

- (3) If a subsidiary of the Company is not a domestic public company, and the subsidiary has matters that should be entered into the information reporting website designated by the Financial Supervisory Commission in the fourth paragraph of the preceding paragraph, the Company shall do so on behalf of the subsidiary.

Article 9 - Precautions to be taken in handling endorsement/guarantee

- (1) The Company's internal auditors shall audit the endorsement/guarantee procedures and their implementation at least quarterly and make written records of such audits. If any material non-compliance is found, the Audit Committee shall be notified in writing immediately.
- (2) If, as a result of a change in circumstances, the subject of the endorsement/guarantee originally conformed to the provisions of Article 3 of these Regulations but subsequently does not, or if the amount of the endorsement/guarantee exceeds the amount stipulated in Article 4 of these Regulations due to a change in the basis for calculating the limit, the auditing unit shall urge the financial unit to

eliminate the amount of the endorsement/guarantee or the excess amount for the subject of the endorsement/guarantee upon the expiration of the contract or within a certain period of time, and shall send the improvement plan to the Audit Committee to complete the improvement in accordance with the planned schedule.

- (3) If the Company's endorsement/guarantee is necessary for business purposes and exceeds the limits set forth in these Regulations but meets the conditions set forth in these Regulations, it shall be submitted to the Audit Committee for approval, and then approved by the Board of Directors and jointly endorsed by more than half of the Directors for possible losses incurred by the Company in excess of the limits, and the Regulations shall be amended and reported to the shareholders' meeting for ratification. When the Company submits the foregoing matter to the Board of Directors for discussion, the Company shall give due consideration to the opinions of the independent directors and shall clearly state in the minutes of the Board of Directors the opinions they agree or disagree with and the reasons for their disagreement.

Article 10 Control Procedures for Endorsements/Guarantees by Subsidiaries

- (1) If a subsidiary of the Company intends to provide endorsements/guarantees to others, it should also establish and follow the endorsement/guarantee practices. The net worth of the subsidiary shall be calculated on the basis of its equity as stated in the most recent financial statements audited or reviewed by an accountant.
- (2) The subsidiary shall prepare and submit to the Company an endorsement/guarantee book for the previous month by the 10th day of each month (excluding).
- (3) The Company's internal auditors shall visit the subsidiaries at least quarterly to audit the endorsement/assurance procedures and their implementation, and make written records. If deficiencies are found, an "Internal Audit Improvement Notice" shall be issued to the subsidiary and the subsidiary shall respond with an estimated improvement date and make improvements. The internal auditor shall also keep track of the improvement situation and make a tracking report, and complete the improvement according to the planned schedule. If a material breach is discovered, the Audit Committee shall be notified in writing immediately.

Article 11 Penalties

If the Company's managers and organisers violate the relevant laws and regulations or these Regulations, they shall be reported and assessed in accordance with the Company's Personnel Management Regulations and Employee Handbook, and shall be punished according to the severity of the situation.

Article 12 Implementation and Amendment

These Regulations shall be implemented after they have been approved by the Board of Directors and submitted to the shareholders' meeting for approval. If any Director expresses dissenting views and there is a record or written statement to that effect, the Company shall send the dissenting views to the Audit Committee and submit them to the shareholders' meeting for discussion. The same applies to amendments.

With effect from the 9th meeting of the Board of Directors of the Company, amendments to these Practices shall be approved by at least one-half of all members of the Audit Committee and shall be submitted to the Board of Directors for resolution. If not approved by more than one-half of all members of the Audit Committee, the amendment shall be approved by more than two-thirds of all Directors and the resolution of the Audit Committee shall be recorded in the minutes of the Board of Directors' meeting.

All members of the Audit Committee and all Directors referred to in the preceding paragraph shall be counted as those who are actually in office.

Article 13 These Regulations were established on August 1, 1995.

The first amendment was made on 25 June 1997

The second amendment was made on 16 May 2001

The third amendment was made on June 24, 2003

The fourth amendment was made on 25 June 2004

The fifth amendment was made on 7 June 2005

The sixth amendment on 26 June 2006

The seventh amendment on 28th May 2007

The eighth amendment on 13 June 2008

The ninth amendment on 19 June 2009

The tenth amendment on 17 June 2010

The eleventh amendment on 19 June 2013

The twelfth amendment on 22 June 2017

The thirteenth amendment on 24 June 2019