

KWONG LUNG ENTERPRISE CO., LTD.

Rules for Election of Directors

- Article 1 Election of directors of the Company shall be handled under the Rules hereof.
- Article 2 Election of directors adopts voter registration and cumulative voting system. The number of certificate of attendance or shareholder reference number printed in the ballot paper can substitute for the voter registration. The number of votes exercisable in respect of one share shall be the same as the number of candidates to be elected, and the total number of votes per share may be consolidated for election of one candidate or may be split for election of two or more candidates.
- Article 3 The number of directors will be as specified in the Company's Articles of Incorporation, with voting rights separately calculated for independent and non-independent director positions. Those receiving ballots representing the highest numbers of voting rights will be elected sequentially according to their respective numbers of votes. If two (or more) candidate's poll the same number of the voting rights and exceed the number of the elected prescribed, such candidates shall draw lots to decide the elected. The Chairman shall draw lots on behalf of those who are absent.
- Election of directors of the Company shall be conducted in accordance with the candidate nomination system and procedures set out in Article 192-1 of the Company Act.
- Article 4 All of the shareholders' listed in the shareholders' roster shall have voting rights.
- Article 5 Ballots shall be issued by the Board of Directors and numbered in accordance with shareholder reference numbers, and shall indicate the number of each shareholder's voting rights.
- Article 6 Starting the election, the Chairman shall appoint several ballot examiners and tellers for implementing related tasks.
- Article 7 A ballot shall be null and void in the event of one of the following circumstances :
- (1) Failed to use the ballot paper prescribed in the Article 5 hereof.
 - (2) A blank ballot is placed in the ballot box.
 - (3) The writing is unclear and indecipherable or has been altered.
 - (4) The candidate whose name is entered in the ballot does not conform to the director candidate list.
 - (5) Other words or marks are entered in addition to the number of voting rights allotted.
- Article 8 All ballots shall be counted on the spot under the supervision of ballot examiners in public after the vote is completed as well as the results shall be announced.
- Article 9 The elected directors shall be respectively issued a notice of the elected by the Board of Directors and shall sign a " Consent to Act as Director".
- Article 10 All matters not otherwise provided for herein shall be subject to the provisions of the Company Act and relevant decrees.
- Article 11 The Rules hereunder shall be implemented after approval of shareholders' meeting, and the same shall apply to the amendment.
- Article 12 The Rules hereunder was set on May 17, 2002.
The first amendment was completed on June 9, 2015.
The second amendment was completed on May 31, 2022.