

KWONG LUNG ENTERPRISE CO., LTD.

Codes of Ethical Conduct

1. Purpose

In order to make the behaviors of the directors, supervisors and managers of the Company conform to the ethical standards, and make the stakeholders of the company more aware of the ethical standards of the company, this standard is formulated for compliance.

2. Scope

These codes are applicable to the directors, supervisors and managers of the Company (including the chief executive officer and equivalent, the deputy general manager and equivalent, the assistant president and equivalent, the director of the finance department, the director of the accounting department, and others who have the right to manage the affairs and sign for the company).

3. Responsibility

3.1. The Human Resources Department is the special unit for receiving reports and complaints.

4. Definition: None.

5. Operation Content

5.1. Prevent conflicts of interest

5.1.1. Directors should adhere to a high degree of self-discipline. If they have an interest in the proposals listed by the board of directors or the legal person they represent, they shall explain the important contents of their interest in the current board of directors. If it is harmful to the interests of the company, they should not participate in the discussion and voting, and they should abstain from the discussion and voting, and they should not exercise their voting rights on behalf of other directors. Directors shall also be self-disciplined and not support each other improperly.

5.1.2. When directors, supervisors and managers can't handle their official duties in an objective and efficient way, or when individuals realize that some important transactions and relationships may cause personal conflicts of interest, they should take the initiative to explain their potential conflicts of interest with the company at the executive meeting or board meeting, and make handling records.

5.1.3. Directors, supervisors and managers shall not make themselves, spouses, parents, children or within the second-degree relatives gain improper benefits based on their positions in the company. The company shall pay special attention to the loan of funds to or guarantee for the affiliated enterprises of the aforementioned personnel, major asset transactions, and import (sales) transactions.

5.2. Avoid opportunities for personal gain.

When the company has profit opportunities, directors, supervisors or managers have the responsibility to increase the legitimate interests that the company can obtain and avoid the following acts:

5.2.1. Opportunities for personal gain by using company property, information or by taking advantage of position.

5.2.2. Use company property, information or position to gain personal gain.

5.2.3. Compete with company.

5.3. Confidential

5.3.1. Directors, supervisors or managers shall be obliged to keep confidential the information of the company itself or its import (sales) customers, unless authorized or disclosed by law.

5.3.2. Confidential information includes all undisclosed information that may be used by competitors or leaked to the detriment of the company or customers.

5.4. Fair Trade

Directors, supervisors or managers should treat the company's customers for import (sales), competitors and employees fairly, and shall not obtain improper benefits through manipulation, concealment, abuse, information acquired by their positions, misrepresentation of important matters or other unfair trading methods.

5.5. Protect and properly use company assets.

Directors, supervisors or managers are all responsible for protecting the company's assets and ensuring that they can be effectively and legally used for official duties. If they are stolen, neglected or wasted, they will directly affect the company's profitability.

5.6. Comply with laws and regulation

Directors, supervisors or managers shall abide by the securities exchange law and other laws and regulations in addition to the internal regulations of the company.

5.7. Encourage the reporting of any illegal or unethical behavior.

5.7.1. Within the company, we should strengthen the promotion of moral concepts, and encourage employees to list the discovered facts without being named when they suspect or find violations of laws, regulations or ethical codes of conduct, and the special unit is responsible for handling them.

5.7.2. The company shall accept any employee report, and protect the reporter from retaliation.

5.8. Punishment Measures

5.8.1. When directors, supervisors or managers violate the code of ethical conduct, they shall be dealt with in accordance with relevant laws and regulations, relevant measures, executive meeting or resolutions of the board of directors, and the violators should be given the opportunity to appeal and reply.

5.8.2. Information about the date of violation, reasons for violation, violation of the code and handling situation of those who violate the code of ethical conduct shall be immediately disclosed at the public information observatory.

5.9. Procedures for exemption

If it is necessary for the directors, supervisors or managers of the Company to be exempted from complying with the provisions of these Standards, they shall be approved by the resolution of the board of directors, and immediately disclose information such as the date when the board of directors passed the exemption, the objection or reservation opinions of independent directors, the application period of the exemption, the reasons for the application of the exemption and the application criteria of the exemption, so as to facilitate the shareholders to evaluate whether the resolution made by the board of directors is appropriate, so as to prevent arbitrary or suspicious exemption from following the standards. And to ensure that any exemption from compliance with the standards has an appropriate control mechanism to protect the company.

6. Others

The company shall disclose its codes of ethical conduct on the company website, annual report, prospectus

and market observatory post system, and the same applies when it is amended.

If the audit committee has been set up, the provisions of this Code for supervisors shall be applied to the audit committee.

7. Implementation and Revision

These codes will be announced and implemented after the board of directors passes, and the same applies when it is amended.