Lan Fa Textile Co., Ltd

Notice of the 2018 Annual General meeting of the shareholders

Time: 9：00 a.m., Wednesday, June 27, 2018.

The Check-in Process for Shareholders will start at 8:30 a.m., the same as the meeting one.

Place: NO.291. SU SHING RD., ZU BAY CITY, SHIN ZU, TAIWAN, R.O.C. (6 Floor of the Administration Building of the ZU BAY factory.)

I. The Agenda of this meeting:

(1) Matters to Report:

(1) Business Report for 2017.

(2) Supervisors Audited Report for 2017.

(3) Cash lending、 Endorsements and Guarantees Report for 2017.

(4) Partial amendment of the Company’s “Norms Governing the Board of Directors' Meeting”.

(2) Proposed Resolutions:

(1) To ratify the Financial Statements Reports for 2017.

(2) To approve the Proposal for Distribution of 2017 earnings.

(3) Discussion Items (I) :

(1) The Company's Additional paid-in capital cash dividend for 2017.

(2) Partial amendments of Articles of Incorporation of Company.

(3) Formulate of the Company’s “Regulations Governing the Election of Directors”.

(4) Partial amendment of the Company’s “Procedural Rules for Shareholders’ Meetings”.

(5) Partial amendment of the Company’s “Acquisition or Disposal of Assets”.

(6) Partial amendments of the Company’s “Regulations for Governing Loaning of Funds and Making of Endorsement/ Guarantees”.

(5) Election Items:

Proposal for the election of the Company’s directors.

(6) Discussion Items (II) :

Lifting the non-competition pledge obligations from directors.

(7) Extempore Motion.

II. Pursuant to Article 165 of the Company Act, April 29, 2018 to June 27, 2018 is the share register closed period.

III. Enclosed please find one copy of the shareholder attendance notice for the Annual General Meeting of Shareholders and a proxy form. If you wish to attend the meeting in person, please sign or stamp your personal chop on the notice and proceed with the check-in on the day of the meeting (please do not send the signed notice to the Company if you intend to attend in person). If you wish to delegate a proxy to attend the meeting, please sign or stamp your personal chop on the proxy form, properly fill in the name of your proxy and deliver (mail) the same (which must be delivered within five (5) days (June21, 2018)prior to the meeting) to the Company's designated Stock Agent, i.e. Fubon Securities, Stock Register Agency Department, at 2F., No. 17, Xuchang St., Zhongzheng District, Taipei.

IV. In the event of a public solicitation of proxy for this Annual General Meeting of the Shareholders, the Company will upload a summary table of information from solicitors to the website of the Securities and Futures Institute at http://free.sfi.org.tw before May 25, 2018. Investors may directly enter the website and go to "system for free inquiry of relevant information on proxy announcement" then click to choose "please enter for inquiry on meeting information for proxy announcement" and type in any inquiries (company code: 1459).

V. According to Securities and Exchange Act, Article 26-2 : The notice of the shareholders meeting to be given by an issuer to shareholders who own less than 1,000 shares of nominal stocks may be given in the form of a public announcement; for a regular shareholders meeting, such public announcements shall be served with thirty days prior notice.

VI. Voting rights of the Meeting may be exercised via electronic means from May 26, 2018 to June 24, 2018. Please log in the "Electronic Voting Platform for Shareholders" of the website of Taiwan Depository and Clearing Corporation (http://www.stockvote.com.tw), and vote according to the relevant instructions.

VII. No souvenirs will be provided at this Annual General Meeting of the Shareholders.

Respectfully,

The Board of Directors of
Lan Fa Textile Co., Ltd.