Meeting Notice
for
Annual Shareholders' Meeting

The 2018 Annual Shareholders' Meeting (the "Meeting") of Chung Hsin Electric & Machinery Mfg. Corp. Ltd. (CHEM, the "Company") will be convened at 9:00 a.m., Friday, June 29, 2018 at CHEM's Headquarters at Linkou Auditorium (located at No.25, Wende Rd., Guishan Dist., Taoyuan City 333, Taiwan)

1. The agenda for the Meeting is as follows:

I. Report Items:

(1) To report the business review of 2017

(2) To report the Audit Committee's review report of 2017

(3) To report The Status of Endorsement and Guarantee of 2017

(4) To report the Implementation of Investments in the PRC.

(5) To report 2017 employees' profit sharing bonus and directors' compensation.

(6) To report the Revision of " Rules of Procedure for Board of directors meetings"

II. Proposals:

(1) Supervisor's & Audit Committee's Review Report on the 2017 Financial Statements

(2) Proposal for Distribution of 2017 Profits

III. Discussions :

(1) Amendment to the Company's Corporate Charter (Articles of Incorporation)

(2) Amendment to the Rules of Shareholder's Meeting

IV. Questions and Motions:

2. The proposal for the distribution of 2017 profits has been adopted at the Board of Directors' meeting. Each common shareholder will be entitled to receive a cash dividend of NT$1.0 per share.

3. Please find enclosed herewith the Notice to the Shareholders' Meeting and Power of Attorney for Proxy, one set each. If the shareholder decides to participate in the shareholders' meeting in person, please sign or affix seal on the Notice to the Shareholders' Meeting (not to be returned by mail) and present it to check in on the day scheduled for the shareholders' meeting (Time to check-in for shareholders is 8:30 a.m.). If the shareholder wishes to delegate a proxy to participate in the shareholders' meeting on one's behalf, please sign or affix seal on the Power of Attorney and fill in the name, address of the delegated Proxy, sign and affix seal thereon and serve it to the Company's shareholder services agent: KGI Securities Co. Ltd., Shareholder Services Department not later than five days prior to the date scheduled for the shareholders' meeting (5F, No. 2 Chungching S. Road, Sec. 1, Taipei City) for participation through a proxy, so that the Participation Certificate will be mailed in response. If the participants do not receive the Participation Certificate before the date scheduled for the shareholders' meeting, the shareholders may have one's proxy presenting his or her identity card or similar documents and apply for reissuance at the site of the meeting.

4. As expressly provided for in Article 26-2 of the Securities and Exchange Act: "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". Accordingly, the notice to the regular shareholders meeting shall not be additionally served by mail.

5. Shareholders may exercise their voting rights through the STOCKVOTE platform of Taiwan Depository & Clearing Corporation (http://www.stockvote.com.tw) via certificate authorities (CA) during the period from May 30 to June 26, 2018 with instructions and guidelines provided to proceed for exercising

6. For the present shareholders' meeting, KGI Securities Co. Ltd., Shareholder Services Department shall be the entity appointed to verify the statistics of the proxies.

7. Annual souvenirs are to be offered at the present regular shareholders meeting (handmade soap, shall be replaced by others with the same value if in shortage) with shareholders' meeting notice presented.

1) In case of open solicitation of proxies for the present regular shareholders meeting, the Company will upload the information through the website of the Securities and Futures Institute (http://free.sfi.org.tw) before May 29, 2018. Please check the website for guidelines on how to inquire about the solicitation. The souvenirs will be offered to the delegated proxy or the solicitors as the shareholder's requests and to be later forwarded by the delegated proxy.

2) For shareholders who exercise their voting rights through the STOCKVOTE platform and finished voting process successfully, please collect the souvenirs with the shareholder's meeting notice, identify proof from the appointed entity - KGI Securities Co. Ltd., Shareholder Services Department (5F, No. 2 Chungching S. Road, Sec. 1, Taipei City)

3) Please note that the souvenirs will not be served by mail and will not be supplied after the end of shareholders' meeting.

Addressees: All shareholders of Chung Hsin Electric & Machinery Mfg. Corp. Ltd.

Sincerely,
Board of Directors
Chung Hsin Electric & Machinery Mfg. Corp. Ltd.