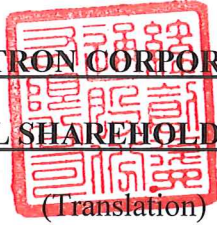


WISTRON CORPORATION

2020 ANNUAL GENERAL SHAREHOLDERS' MEETING MINUTES



(Translation)

Time: 9:00a.m., June 18, 2020

Venue: Chang Yung-Fa Foundation International Convention Center
(No. 11, Zhongshan S. Rd., Zhongzheng Dist., Taipei City, Taiwan, R.O.C.)

Total outstanding shares of Wistron Corporation: 2,839,032,050 shares. (Excluding the treasury shares 1,580,000 shares).

Total shares represented by shareholders present in person or by proxy: 2,005,653,063 shares

Percentage of outstanding shares held by shareholders present in person or by proxy: 70.65%

Chairman: Simon Lin, Chairman of the Board of Directors

Directors present: Robert Huang, Philip Peng, Jack Chen, S.J. Paul Chien, C.H. Chen, Christopher Chang and Sam Lee.

Recorder: Steven Wang

The aggregate shareholding of the shareholders present in person or by proxy constituted a quorum.
The Chairman called the meeting to order.

Chairman's Address (omitted)

I. Report Items

1. Report the business of 2019. (Please refer to Attachment 1)
2. Audit Committee's Review Report. (Please refer to Attachment 2)
3. Report the compensation for employees and directors of 2019. (Please refer to Meeting Agenda)
4. Report of amendments to the "Ethical Corporate Management Best Practice Principles." (Please refer to Meeting Agenda)
5. Report the status of treasury stocks buyback.

(1) In accordance with Article 28-2 of the Securities and Exchange Act to report the implementation of repurchase the Company's common shares in the most recent shareholders meeting:

As of May 23, 2020

Term of Repurchase	1st Repurchase of 2020
Date of board resolution	2020/03/24
Purpose of repurchase	To transfer to employees
Planned period for the repurchase	2020/03/25~2020/05/23
Number of shares to be repurchased	60,000,000 shares
Price range of the shares to be repurchased	NT\$16 to NT\$30 per share If the market price falls below the lowest range, the company is still authorized to purchase the shares.
Type and number of the shares already repurchased	58,769,000 shares of common shares
Monetary amount of the shares already repurchased	NT\$1,607,258,790
Average repurchase price per share	NT\$27.35
Accumulated number of company shares held	58,769,000 shares
Percentage of total company shares held (%)	2.07%

(2) Report of the "The Rules of 1st Repurchase of the Company's Shares Transferred to Employees in 2020." (Please refer to Meeting Agenda)

II. Ratification Items and Discussion Items

ITEM 1: Ratification of the Business Report and Financial Statements of 2019

Proposal: Submission (by the BOD) of the Company's 2019 business report and financial statements for ratification.

Details:

1. The Company's business report and financial statements for 2019 (Attachment 1: including Balance Sheets, Statements of Comprehensive Income, Statements of Changes in Equity and Statements of Cash Flows), which have all been adopted by the BOD with resolution and examined by the Audit Committee, and are hereby submitted for ratification. (Please refer to Attachment 1.)
2. Submission for ratification.

Resolution:

Voting results: Shares present at the time of voting: 2,005,653,063

Approval votes	%	Disapproval votes	%	Invalid votes	%	Abstention votes/ no votes	%
1,578,630,914 (including 1,521,134,199 votes through e-voting)	78.71	477,175 (including 477,175 votes through e-voting)	0.02	0	0	426,544,974 (including 426,437,861 votes through e-voting)	21.27

RESOLVED, that the above proposal be and hereby was approved as proposed.

ITEM 2: Ratification of the proposal for distribution of 2019 profits

Proposal: Submission (by the BOD) of the proposal for 2019 earnings distribution for ratification.

Details:

1. The unappropriated retained earnings at the beginning of 2019 is NT\$5,496,430,722, after deducting the effect of the adoption of IFRSs 16 of NT\$54,346,157, remeasurements of defined benefit obligation of NT\$92,206,898, changes in ownership interests in subsidiaries of NT\$161,932,560 and disposal of investments in equity instruments designated at fair value through other comprehensive income of NT\$188,755,383, then adding up the 2019 net profit of NT\$6,800,767,919, and set aside legal reserve of NT\$680,076,792 and adding up the reversal in special reserve of NT\$592,109,424, therefore the total amount of retained earnings available for

distribution is NT\$11,711,990,275. The dividends and bonus proposed to be distributed to the shareholders shall be NT\$5,681,224,100 in cash (NT\$2.0 per share).

2. After the adoption of the resolution at the Shareholders' Meeting, the power with respect to setting the ex-dividend date and other relevant matters is reserved for the Chairman.
3. In the event that, before the ex-dividend date, the proposed earnings distribution plan is affected due to revisions to relevant laws or regulations, or upon the request of the competent authorities, or a change to the Company's common shares (i.e. repurchasing the Company's shares for transfer or cancellation, unsecured convertible bonds converting into common shares, capital increase by cash and capital increase by issuance of GDR etc.), which results in changes in shareholders' allotment of cash dividend, it is proposed that the Chairman is authorized to duly adjust dividend payout rates.
4. Please refer to Attachment 3 for the Profit Appropriation Statement for 2019.
5. Submission for ratification.

Resolution:

Voting results: Shares present at the time of voting: 2,005,653,063

Approval votes	%	Disapproval votes	%	Invalid votes	%	Abstention votes/ no votes	%
1,593,362,005 (including 1,535,854,792 votes through e-voting)	79.44	509,763 (including 509,763 votes through e-voting)	0.03	0	0	411,781,295 (including 411,684,680 votes through e-voting)	20.53

RESOLVED, that the above proposal be and hereby was approved as proposed.

ITEM 3: Discussion of the issuance of new common shares for cash to sponsor the issuance of GDR and/or the issuance of new common shares for cash through public offering and/or the issuance of new common shares for cash through private placement and/or the issuance of new common shares for cash to sponsor the issuance of GDR through private placement.

Proposal: Submission (by the BOD) of a proposal to approve the issuance of new common shares to sponsor the issuance of GDR, the issuance of new common shares through public offering, the issuance of new common shares through private placement and/or the issuance of new common shares to sponsor the issuance of GDR through private placement of up to 250 million common shares for capital increase in order to purchase

overseas materials, or increase working capital, or repay bank loans or other needs for its future development and competitiveness enhancement.

Details:

1. Fund raising purpose and size:

For the purpose of fulfilling the funding needs of the Company to purchase overseas materials, or increase working capital, or repay bank loans or other needs for its future development and competitiveness enhancement, it is proposed to authorize the Board of Directors to issue up to 250 million common shares, depending on the market conditions and the Company's need, to choose appropriate timing and fund raising methods in accordance with the applicable laws and regulations, according to the following fund raising method and handling principles.

2. Fund raising methods and handling principles:

(1) Issuance of new common shares for cash to sponsor issuance of GDR

- A. In accordance with the existing provisions of the "Disciplinary Rules for Securities Underwriters Assisting Issuing Company in the Offering and Issuance of Securities issued by the Taiwan Securities Association," the issue price of the new common shares for cash capital increase for the issuance of GDR may not be lower than the closing price of the Company's common shares on the Taiwan Stock Exchange or 90% of the average closing price of the common shares of the Company in one, three, or five business days prior to the pricing date after adjustment for any distribution of stock and cash dividends or capital reduction. In case of any changes to the relevant domestic laws, the pricing method shall be adjusted accordingly. In view of the severe short-term fluctuations in domestic market price, it is proposed to authorize the Chair to determine the final issue price, within the scope of the said requirement under the Disciplinary Rules, after negotiation with the lead underwriter depending on international capital markets, domestic market price and the overall book building situations, to improve the subscription of international investors, so the pricing method should be reasonable.
- B. Upon the limit of 250 million common shares for the issuance of GDR through the issuance of new common shares by capital increase, the original shareholders' equity will be diluted by a maximum of 8.8%. The implementation of the fundraising plan will enhance the Company's competitiveness and benefit the shareholders; the determination of the issue price of the GDRs will be based on the fair trading price of common shares formed in the domestic market. Existing shareholders may still be able to purchase common stock in domestic stock market at the price closing to the issue price of GDR without bearing the exchange risks and liquidity risks, and may take into account their interests.
- C. Except for 10% to 15% of new common shares shall be allocated for the employees' subscription in accordance with applicable law, it is proposed for the shareholders meeting to approve that the rights to the remaining 85% to 90% of the issuance shall be waived by the shareholders and shall be offered to the public under Article 28-1 of Securities and Exchange Act as the underlying shares of GDR to be sold. It is proposed to authorize the Chairman, depending on the market needs, to allot the new common shares not subscribed by employees of the Company as underlying shares of GDR.

(2) Issuance of new common shares for cash in public offering

It is proposed to authorize the Board of Directors to issue up to 250 million common shares and the par value of the new common shares to be issued per share is NT\$10. It is also proposed to authorize the Board of Directors to choose either of the following methods to sell the new shares via public offering through the underwriter(s):

A. By book-building

- a. Except for the 10% to 15% of the new shares which must be offered to employees in accordance with Article 267, Paragraph 1 of the Company Act, the remaining 85% to 90% of the shares will be proposed to the shareholders meeting to approve that the pre-emptive rights to subscribe to the remaining shares to be waived by the shareholders in accordance with Article 28-1 of the Securities and Exchange Act and such remaining shares will be offered to the public via book building and will comply with “Taiwan Securities Association Rules Governing Underwriting and Resale of Securities by Securities Firms.” It is proposed that any new common shares not subscribed by employees of the Company will be sold to the person(s) designated by the Chairman of the Company at the issue price.
- b. According to the “Self-Disciplinary Rules for Securities Underwriters Assistant Issuing Company to Subscribe and Issue Marketable Securities,” the issuing price of new common shares shall not be lower than 90% of the simple arithmetic mean of the share’s closing price one, three, or five business days prior to the pricing date after adjustment for any distribution of stock and cash dividends or capital reduction. The Board of Directors authorizes the Chairman to determine the final issue price with the underwriter(s) based on the overall book building situation and market conditions.

B. By public subscription

- a. Except for the 10% to 15% of the new shares which must be offered to employees in accordance with Article 267, Paragraph 1 of the Company Act, it is proposed that 10% of the new shares will be sold to the public through the underwriter(s) and the remaining 75% to 80% of the shares will be subscribed to by the existing shareholders of the Company in accordance with their shareholding. It is proposed that any new common shares not subscribed by employees and existing shareholders of the Company will be sold to the person(s) designated by the Chairman of the Company at the issue price.
- b. According to the “Self-Disciplinary Rules for Securities Underwriters Assistant Issuing Company to Subscribe and Issue Marketable Securities,” the issuing price of new common shares shall not be lower than 70% of the simple arithmetic mean of the share’s closing price one, three, or five business days prior to the pricing date after adjustment for any distribution of stock and cash dividends or capital reduction. The Board of Directors authorized Chairman to determine the final issue price with the underwriter(s) based on relevant laws, regulations and market conditions.

(3) Issuance of new common shares for cash in private placement and/or issuance of new common shares for cash to sponsor issuance of GDR in private placement

A. The basis and rationale to determine the private placement price:

- a. The common stock price per share shall be set at no less than 85% of the reference price. The reference price is set as the higher of the following two basis prices:
 - (i) The simple average closing price of the common shares of the Company for either the one, three, or five business days before the price determination date, after adjustment for any distribution of stock dividends, cash dividends or capital reduction.

- (ii) The simple average closing price of the common shares of the Company for the thirty business days before the price determination date, after adjustment for any distribution of stock dividends, cash dividends, or capital reduction.
- b. The pricing date, actual reference price, theoretical price, and actual issuance price are proposed to be authorized to the Board of Directors to determine within the range approved by the shareholders meeting, after taking into consideration the market status, objective conditions, and qualification of specific parties. Considering that the Securities and Exchange Act has set the restrictions on transfers of the privately placed securities for three full years, the price determination above shall be reasonable.

B. The method to determine specific parties:

The strategic investors have the priority to be considered as specific parties for private placement if they may being qualified for the rules in Article 43-6, Securities and Exchange Act and other letters from government authorities and should also have direct or indirect benefit to the Company, and can recognize the Company's operating strategy. The company currently has not arranged the specific parties. It is proposed to authorize the Company's Board of Directors to determine the specific parties for private placement.

C. The necessity of private placement:

- a. The Company plans to invite strategic investors and strengthen competitiveness through private placement. Because of the restrictions on transfers for three full years, it is better to maintain a long-term relationship with strategic partners by such security issuance of private placement. And also considering the effectiveness and feasibility to raise capital, the Company proposes to raise capital through private placement, rather than public offering.
- b. The amount of the private placement: up to 250 million common shares.
- c. The use of proceeds and projected benefits of private placement: The Company plans to do private placement at one time or several times (no more than 3 times) based on market conditions and specific parties. The capital raised will be used to purchase overseas materials, or increase working capital, or repay bank borrowings or other needs for its future development. The private placement will expand the scale of operations and invite strategic investors and will strengthen our competitiveness, upgrade operating efficiency, and reinforce financial structure, which can benefit shareholders' equity.

3. Use of proceeds, schedule and projected benefit:

The Company plans to use the fund raising from capital increase to purchase overseas materials, or increase working capital, or repay bank borrowings or other needs for its future development. The fund raising plan will strengthen our competitiveness, upgrade operating efficiency, and reinforce financial structure, which can benefit shareholders' equity.

- 4. It is proposed to authorize the Board of Directors to determine, proceed or revise the issuance plan of new common shares to be issued to sponsor the GDR and the new common shares to be issued in public offering, new common shares in private placement and/or new common shares to sponsor issuance of GDR in private placement, including issue price, shares, terms and conditions, plan items, amount, record date, projected progresses and benefits, and any other item related to the issuance plan, based on market conditions. It is also proposed to authorize the Board of Directors to revise the issuance plan based on operation evaluation, environment changes or if receiving instructions from governmental authorities.

5. The new common shares to be issued to sponsor issuance of GDR, the new common shares to be issued in public offering, the new common shares in private placement and/or the new common shares to sponsor issuance of GDR in private placement will be issued in scripless form. However the new common shares in private placement and the new common shares to sponsor issuance of GDR are subject to the selling restrictions within three years after the delivery date under Article 43-8 of the Securities and Exchange Act, the new common shares to be issued to sponsor the GDR and the new common shares to be issued in public offering, new common shares in private placement and new common shares to sponsor issuance of GDR in private placement will have the same rights and obligations as the Company's existing issued and outstanding common shares.
6. It is proposed to authorize the Chairman or the Chairman's designee, on behalf of the Company, to handle all matters relating to, and sign all agreements and documents in connection with, issuance of new common shares to sponsor issuance of GDR and/or issuance of new common shares in public offering and/or issuance of new common shares in private placement and/or issuance of new common shares to sponsor issuance of GDR in private placement.
7. The Board is authorized to handle all matters which are not addressed herein in accordance with the applicable laws and regulations.
8. Please discuss.

Resolution:

Voting results: Shares present at the time of voting: 2,005,653,063

Approval votes	%	Disapproval votes	%	Invalid votes	%	Abstention votes/ no votes	%
1,567,750,992 (including 1,510,243,779 votes through e-voting)	78.17	25,926,272 (including 25,926,272 votes through e-voting)	1.29	0	0	411,975,799 (including 411,879,184 votes through e-voting)	20.54

RESOLVED, that the above proposal be and hereby was approved as proposed.

ITEM 4: Discussion of issuance of restricted stock awards to key employees

Proposal: Submission (by the BOD) of a proposal to approve the issuance of restricted stock awards to key employees.

Details:

1. To award and retain outstanding key employees, it is proposed to issue restricted stock awards pursuant to Article 267 of the Company Act and the “Regulations Governing the Offering and Issuance of Securities by Securities Issuers” released by the Financial Supervisory Commission.
2. The issuance of restricted stock awards may be submitted in installments to the competent authority for registration within one year of the resolution of the Annual General Shareholders’ Meeting. In accordance with practical needs, the Chairman of the Board shall be authorized to decide the actual Issue Date(s) in one tranche or in installments within one year following the date of receipt of the approval effective registration from the competent authority.
3. The following terms and conditions are included for the issuance of restricted stock awards:
 - (1) Issue amount: Not exceeding 2.22% of the outstanding shares of the Company, with 63,000,000 shares tentatively allotted.
 - (2) The conditions of issuance:
 - A. Issue price: Granted to employees for free.
 - B. Vesting conditions: Qualified with both time-based and performance-based requirements set by the issuance rules of restricted stock awards.
 - C. Type of shares: the Company’s common shares.
 - D. Measures to be taken when employees fail to meet the vesting conditions or in the event of bequeathal: The shares shall be forfeited and written off.
 - (3) Qualifications for employees and the shares granted:
 - A. The full-time employees of the Company and its subsidiary companies who had joined the Company more than three months and who have special contribution to the Company will be approved by Chairman.
 - B. The restricted stock awards shall have a lock-up period of two years, and vesting shall take place over three years, to be conditioned each year first on the Company’s overall performance and then on the employee’s individual performance indicators, as measured at the annual performance evaluation.
 - a. Base on the most recent fiscal year’s Consolidated Financial Statements after the expiration of the Company’s vested period, which is audited and attested by the CPA, each of the following two indicators is given a weight of 50% and is issued on the basis of the weighted average of the integrated points. However, if the company has a significant impact due to international or industrial conditions, it may be subject to the proposal of the Company’s compensation committee to adjust the performance indicators or the distribution ratio, and to be issued after the resolution of the board of directors. The performance-based indicators are as follows:
 - ① Earnings per share (EPS) increased by more than 10% (inclusive) from its average for the previous three years.
 - ② The growth rate of Return on Equity (ROE) is better than peer average.

(*)The Company's peers are Quanta Computer Inc., Compal Electronics, Inc., Pegatron Corporation and Inventec Corporation. If the list of peers is adjusted, it shall be approved by the compensation committee.

b. Individual Performance-based Indicators:

Grant Period	Performance Review Result and Grant Ratio		
	Excellent and above	Grade A	Grade B
2 years after grant date	34%	80% of 34%	0
3 years after grant date	33%	80% of 33%	0
4 years after grant date	33%	80% of 33%	0

c. If the shares granted cannot be allocated into three portions equally as stated above, then the appropriation principle will be descending (for example: total granted shares: 7,000. The qualifier of the first year can receive 3,000 shares. The qualifier of the second year can receive 2,000 shares and the qualifier of the third year can receive the rest of 2,000 shares.)

d. The above-mentioned shares vested shall be rounded off to the nearest 1,000 units.

(4)The reasons necessitating the issuance of restricted stock awards: To attract and retain talents, enhance employees' cohesion and sense of belonging to the Company, and foster the best interests of the Company and its shareholders.

(5)The estimated expense amount: Based on the Company's closing price before the Board Meeting held on March 24, 2020 of NT\$19.20 per share, and taking into account factors such as employees' vesting conditions, stock price volatility, and risk-free, etc., and substituting it into the option evaluation model, the annual amortization of the expense amount for 2020, 2021, 2022, 2023, and 2024 shall be NT\$44,405 thousand, NT\$176,172 thousand, NT\$151,766 thousand, NT\$66,723 thousand, and NT\$21,980 thousand.

(6)The dilution of Wistron's earnings per share (EPS) and other impacts on shareholders' equity: Based on the Company's closing price before the Board Meeting held on March 24, 2020 of NT\$19.20 per share and outstanding shares of 2,840,612,050 shares, the dilution of Wistron's earnings per share for 2020, 2021, 2022, 2023, and 2024 shall be NT\$0.02, NT\$0.06, NT\$0.05, NT\$0.02, and NT\$0.01 respectively.

(7)Concluding from the preceding evaluation, there shall be limited effects on dilution of Wistron's future EPS, and there is no material impact on existing shareholders' equity.

4. If some revision or adjustment must be made in response to a competent authority's instruction, amendment to the laws and regulations, financial market conditions, or other objective circumstances, it is proposed that at the Annual General Shareholders' Meeting, the Board of Directors be authorized with full power and authority to handle all issues regarding the issuance of the restricted stock awards.

5. The restricted stock awards issued may be held in a security trust account.

6. With respect to the issuance of restricted stock awards, the relevant restrictions, important agreements, and any other matters not set forth here shall be dealt with in accordance with applicable laws and regulations and the issuance rules set by the Company.
7. Please discuss.

Resolution:

Voting results: Shares present at the time of voting: 2,005,653,063

Approval votes	%	Disapproval votes	%	Invalid votes	%	Abstention votes/ no votes	%
1,531,440,200 (including 1,473,932,987 votes through e-voting)	76.36	62,080,635 (including 62,080,635 votes through e-voting)	3.09	0	0	412,132,228 (including 412,035,613 votes through e-voting)	20.55

RESOLVED, that the above proposal be and hereby was approved as proposed.

ITEM 5: Discussion of amendments to the “Articles of Incorporation”

Proposal: Submission (by the BOD) of a proposal to amend certain parts of the Company’s “Articles of Incorporation.”

Details:

1. In order to comply with the change of government name in Chinese and rules and regulations update, it is proposed to make amendments to the “Articles of Incorporation.”
2. Please discuss.

**Comparison between Original and Amendments to
“Articles of Incorporation”**

Items	Original Version	Amended Version	Reason
Article 5	The head office of the Company is located in the Hsinchu Science Park. Subject to the approval by board of directors and governmental authority, the	The head office of the Company is located in the Hsinchu Science Park. Subject to the approval by board of directors and governmental authority, the	In response to name amendment of the Science Park in Chinese (no

Items	Original Version	Amended Version	Reason
	Company may set up branch offices at other proper location(s).	Company may set up branch offices at other proper location(s).	changes in English translation)
Article 16-1	If the Company has net profit as a result of the yearly accounting closing, the Company shall first offset its losses in precious years and set aside a legal capital reserve at ten percent (10%) of the net profit, until the accumulated legal capital reserve has equaled the total capital of the Company; then set aside special capital reserve in accordance with relevant laws or regulations or as requested by the authorities in charge, then appropriate not less than ten percent (10%) of the remaining balance plus undistributed earnings in begin of period are available for distribution as dividends to shareholders. The board of directors may propose the distribution for approval in the shareholders' meeting.	If the Company has <u>earnings at the end of the fiscal year</u> net profit as a result of the yearly accounting closing , the Company shall first <u>pay all relevant taxes</u> , offset its losses in precious years and set aside a legal capital reserve at ten percent (10%) of the net profit, until the accumulated legal capital reserve has equaled the total capital of the Company; then set aside special capital reserve in accordance with relevant laws or regulations or as requested by the authorities in charge, then appropriate not less than ten percent (10%) of the remaining balance plus undistributed earnings in begin of period are available for distribution as dividends to shareholders. The board of directors may propose the distribution for approval in the shareholders' meeting.	To comply with the Regulation update.
Article 19	 The 21 st amendment was made on June 12, 2019.	 The 21 st amendment was made on June 12, 2019. <u>The 22nd amendment was made on June 18, 2020.</u>	Correspondence to the amendment date.

Resolution:

Voting results: Shares present at the time of voting: 2,005,653,063

Approval votes	%	Disapproval votes	%	Invalid votes	%	Abstention votes/ no votes	%
1,593,193,632 (including 1,535,686,419 votes through e-voting)	79.43	526,943 (including 526,943 votes through e-voting)	0.03	0	0	411,932,488 (including 411,835,873 votes through e-voting)	20.54

RESOLVED, that the above proposal be and hereby was approved as proposed.

ITEM 6: Discussion of amendments to the “Rules and Procedures of Shareholders’ Meeting”

Proposal: Submission (by the BOD) of a proposal to amend certain parts of the Company’s “Rules and Procedures of Shareholders’ Meeting.”

Details:

1. In order to comply with government rules and regulations and the operational needs of the Company, it is proposed to make amendments to the “Rules and Procedures of Shareholders’ Meeting.” Please refer to Attachment 4 for the comparison between the original and the amendments.
2. Please discuss.

Resolution:

Voting results: Shares present at the time of voting: 2,005,653,063

Approval votes	%	Disapproval votes	%	Invalid votes	%	Abstention votes/ no votes	%
1,593,149,552 (including 1,535,642,339 votes through e-voting)	79.43	556,105 (including 556,105 votes through e-voting)	0.03	0	0	411,947,406 (including 411,850,791 votes through e-voting)	20.54

RESOLVED, that the above proposal be and hereby was approved as proposed.

III.Extemporary Motion: None.

IV. Meeting Adjourned: 10:17 a.m., June 18, 2020.

Attachment 1

Wistron Corporation Business Report

2019 was a year with rapid changes. While the global economy had lackluster performance and trade wars became more intense, Wistron's business continuously performed well.

Furthermore, we restructured our internal organization during this critical year and divided the company into three business entities: (1) Wistron Technologies, (2) Wistron Smart Devices, and (3) Growth Incubator. We also kicked off the management transition to the next generation, actively developing and promoting outstanding younger managers to fulfill the company's future needs.

Hereby, I would like to briefly summarize Wistron's 2019 business results, business plan for 2020, and the company's future development strategy as follows.

2019 Financial and Operation Results

In 2019, our consolidated revenue reached NT\$878.26 billion, and net profit attributable to owners of parent was NT\$6,801 million, with earnings per share (EPS) of NT\$2.40. Consolidated revenue for the previous year was NT\$889.5 billion, net profit attributable to owners of parent was NT\$4,908 million, and EPS was NT\$1.76. Gross margin in 2019 was 4.8%, compared with 4.2% in 2018, and operating margin improved to 1.51% from 1.2% one year earlier.

In 2019 among our product lines, server, display, smart device, and components module businesses enjoyed growth. While the traditional consumer products (e.g. notebook, and desktop computer) suffered slower demand, their sales either remained at the same level or experienced a decline compared with the previous year.

Honors and Awards: In 2019, Wistron received the MSCI ACWI ESG rating of AA. The Company was also ranked in the top 5% in the 5th Corporate Governance Evaluation implemented by the Taiwan Stock Exchange (TWSE) and was selected as a constituent stock in the FTSE4Good TIP

Taiwan ESG Index. Wistron also received the Commonwealth Magazine Excellence in Corporate Social Responsibility award in the large enterprise category for ten consecutive years.

2020 Business and Operation Focus

The COVID-19 pandemic which began sweeping around the world starting in the first quarter seriously affected the resumption of work and transportation activities of Chinese factories and supply chains. However, the company began to initiate several contingency measures and expects that the production level will gradually recover in the second quarter.

Even with this disruption, Wistron still focuses on the effective execution of our operating strategies and continues to focus on the five major operating directions which are as follows:

(1) Optimizing global footprints

To cope with ever-changing environment with rapid change of customer needs, we are enhancing our global footprints including the extension of new manufacturing plants. We are also developing cloud technology and platforms to improve overall management and operational efficiency across global footprints.

(2) Build technology services and innovation value

In addition to improving the satisfaction of existing ODM/OEM customers, we are committed to providing a high-quality business customer experience and developing new businesses and technologies such as industrial computers, professional displays, and consumer and smart devices to increase our profitability by adjusting the product portfolio.

(3) Aggressively invest, develop and acquire key technologies

We continue to invest and seek cooperation opportunities with partners, pre-arrange the application needs of industrial value chains such as artificial intelligence (AI) and 5G, and accumulate intellectual property rights and breakthrough technologies.

(4) Making positive impacts from digital transformation

In order to optimize internal management systems, establish a high-performance team, and provide more mature products and services, Wistron actively drives the integration of

digitalization, analytics, and artificial intelligent (AI). We expect to make positive impacts throughout data-driven execution.

(5) Pursuing sustainable value for better engagement on ESG

Wistron has setup an ESG (Environment, Society, and Governance) Committee in 2019. Corporate sustainability and social responsibilities were upgraded to board level to establish the top-down strategic direction. We will closely engage with stakeholders to respond to their enquiries while promoting Wistron's ESG visibility.

Outlook for the Future

While we approach a path toward our third decade, Wistron will continue to accelerate the pace of global footprints with a diversified approach, strengthen forward-looking investments in technology and patents, implement digital transformation with artificial intelligence (AI) applications, and promote corporate sustainability with ESG performance to maintain our competitive advantage.

At the same time, Wistron will continue to develop corporate sustainability with the management philosophy of altruism, driving us to the digital vision of being “the technology powerhouse for better life and environment.”

Thank you for all your support and encouragement to Wistron over the years. Looking ahead, the company's management team and all employees will continue to act smart to create the greatest value for the company and shareholders.

Chairman: Simon Lin

President: Robert Hwang

Controller: Stone Shih



安侯建業聯合會計師事務所

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Independent Auditors' Report

To the Board of Directors of Wistron Corporation:

Opinion

We have audited the financial statements of Wistron Corporation ("the Company"), which comprise the balance sheets as of December 31, 2019 and 2018, the statements of comprehensive income, changes in equity and cash flows for the years then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Company as of December 31, 2019 and 2018, and its financial performance and its cash flows for the years then ended in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers.

Basis for Opinion

We conducted our audit of the financial statements as of and for the year ended December 31, 2019 in accordance with the Regulations Governing Auditing and Certification of Financial Statements by Certified Public Accountants Ruling No.1090360805 issued by the Financial Supervisory Commission, and the auditing standards generally accepted in the Republic of China. Furthermore, we conducted our audit of the financial statements as of and for the year ended December 31, 2018 in accordance with the Regulations Governing Auditing and Certification of Financial Statements by Certified Public Accountants, and the auditing standards generally accepted in the Republic of China. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Certified Public Accountants Code of Professional Ethics in Republic of China ("the Code"), and we have fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis of our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

1. Trade receivables valuation

Please refer to Note 4(f) "Financial Instruments" for accounting policy, Note 5(a) for accounting assumption, judgments and estimation uncertainty of trade receivables and Note 6(d) for the disclosure of the valuation of trade receivables to the financial statements.

Description of key audit matter

Trade receivable valuation is one of the key judgmental areas for our audit, particularly in respect of the great influence of given the challenging industry climate, significant judgment being applied in the management's assessment of recoverability of trade receivables.



How the matter was addressed in our audit

Our principal audit procedures included reviewing if the evaluation of trade receivables is accordance with the Company's accounting policy and recognizes loss allowances for expected credit losses; examining the records of customers' credit evaluation, and also historical data from the company's previous collection experience; assessing the collection of accounts receivables subsequently. We also considered the adequacy of the company's disclosures in this area.

2. Inventory valuation

Please refer to Note 4(g) "Inventory" for accounting policy, Note 5(b) for accounting assumption, judgments and estimation uncertainty of inventory and Note 6(f) for the disclosure of the valuation of inventory to the financial statements.

Description of key audit matter

Inventories are stated at the lower of cost or net realizable value. The rapid development of technology and the advance of new electronic products can have a significant impact on market demand, which may lead to product obsolescence that will affect the cost of inventory to be higher than its net realizable value. Consequently, the valuation of inventories has been identified as another key audit matter.

How the matter was addressed in our audit

In relation to the key audit matter above, our audit procedures included selecting samples to examine their net realizable values to verify the accuracy of inventory aging report; evaluating the reasonableness of the Company's inventory valuation policy and the management's assumption used when measuring allowance for inventory valuation and obsolescence losses; performing a retrospective review of the Company's historical accuracy of judgments with reference to inventory valuation and comparing them with the current year's calculation to evaluate the appropriateness of the estimation and assumption used for inventory valuation. We also considered the adequacy of the Company's disclosure in this area.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance (including the Audit Committee) are responsible for overseeing the Company's financial reporting process.



Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the auditing standards generally accepted in the Republic of China will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with auditing standards generally accepted in the Republic of China, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

1. Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
2. Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
3. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
4. Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
5. Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
6. Obtain sufficient and appropriate audit evidence regarding the financial information of the investment in other entities accounted for using the equity method to express an opinion on this financial statements. We are responsible for the direction, supervision and performance of the audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.



From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

The engagement partners on the audit resulting in this independent auditors' report are Ya-Ling Chen and Chia-Chien Tang.

KPMG

Taipei, Taiwan (Republic of China)
March 24, 2020

Notes to Readers

The accompanying parent company only financial statements are intended only to present the financial position, financial performance and cash flows in accordance with the accounting principles and practices generally accepted in the Republic of China and not those of any other jurisdictions. The standards, procedures and practices to audit such parent company only financial statements are those generally accepted and applied in the Republic of China.

The independent auditors' audit report and the accompanying parent company only financial statements are the English translation of the Chinese version prepared and used in the Republic of China. If there is any conflict between, or any difference in the interpretation of the English and Chinese language independent auditors' audit report and parent company only financial statements, the Chinese version shall prevail.

(English Translation of Parent Company Only Financial Statements Originally Issued in Chinese.)
WISTRON CORPORATION

Parent Company Only Balance Sheets

December 31, 2019 and 2018

(Expressed in Thousands of New Taiwan Dollars)

		December 31, 2019		December 31, 2018			
		Amount	%	Amount	%	Amount	%
Current assets:		Liabilities and Equity					
Assets		Current liabilities:					
1100	Cash and cash equivalents (note 6(a))	\$ 3,038,447	1	15,244,305	4	2100	Short-term loans (notes 6(l)(y))
1110	Current financial assets at fair value through profit or loss (note 6(b))	58,927	-	63,908	-	2120	Current financial liabilities at fair value through profit or loss (note 6(b))
1170	Notes and trade receivables, net (notes 6(d)(s))	68,863,387	20	70,492,726	19	2130	Current contract liabilities (note 6(s))
1180	Trade receivable - related parties (notes 6(d)(s) and 7)	153,326,860	44	160,521,861	44	2170	Notes and trade payables
1210	Other receivables - related parties (notes 6(e) and 7)	1,361,738	-	410,814	-	2180	Trade payable - related parties (note 7)
1220	Current tax assets	26,488	-	717,038	-	2220	Other payables - related parties (note 7)
130X	Inventories (note 6(f))	16,496,198	5	12,312,926	4	2280	Current lease liabilities (notes 6(m)(y))
1470	Other current assets (notes 6(d)(e)(k))	5,329,824	2	12,962,996	4	2322	Current portion of long-term loans (notes 6(l)(y))
	Total current assets	248,501,869	72	272,726,574	75	2365	Current refund liability (note 6(s))
Non-current assets:		Other current liabilities (note 6(u))					
1510	Non-current financial assets at fair value through profit or loss (note 6(b))	136,114	-	382,766	-	2399	Total current liabilities
1517	Non-current financial assets at fair value through other comprehensive income (note 6(c))	4,618,902	1	2,519,185	1	Non-current liabilities:	
1550	Equity - accounted investees (note 6(g))	82,823,693	24	78,951,951	22	2540	Long-term loans (notes 6(l)(y))
1600	Property, plant and equipment (notes 6(h) and 7)	5,039,467	2	4,747,740	1	2570	Deferred tax liabilities (note 6(p))
1755	Right-of-use assets (note 6(i))	397,347	-	-	-	2580	Non-current lease liabilities (notes 6(m)(y))
1780	Intangible assets (note 6(j))	770,210	-	941,498	-	2600	Other non-current liabilities (notes 6(o)(y))
1840	Deferred tax assets (note 6(p))	4,384,962	1	3,822,855	1	Total non-current liabilities	
1900	Other non-current assets (notes 6(k) and 8)	379,678	-	258,240	-	Total liabilities	
	Total non-current assets	98,550,373	28	91,624,235	25	Equity (notes 6(c)(q)) :	
						3110	Ordinary shares
						3200	Capital surplus
						3300	Retained earnings
						3400	Other equity
						3500	Treasury shares
						Total equity	
Total assets		\$ 347,052,242	100	364,350,809	100	Total liabilities and equity	
						\$ 347,052,242	100
						364,350,809	100

(English Translation of Parent Company Only Financial Statements Originally Issued in Chinese.)

WISTRON CORPORATION

Parent Company Only Statements of Comprehensive Income

For the years ended December 31, 2019 and 2018

(Expressed in Thousands of New Taiwan Dollars , except for earnings per common share)

		2019		2018	
		Amount	%	Amount	%
4000	Net revenues (notes 6(s) and 7)	\$ 735,742,458	100	750,900,387	100
5000	Cost of sales (notes 6(f)(h)(i)(j)(m)(n)(o)(u), 7 and 12)	715,395,847	97	734,976,713	98
5900	Gross profit	20,346,611	3	15,923,674	2
5910	Unrealized profit from sales	(488,515)	-	(164,564)	-
5950	Net gross profit	19,858,096	3	15,759,110	2
6000	Operating expenses (notes 6(d)(e)(h)(i)(j)(k)(m)(n)(o)(u), 7 and 12):				
6100	Selling	3,016,676	-	2,627,029	-
6200	Administrative	2,144,835	-	2,222,854	-
6300	Research and development	12,306,433	3	11,171,040	2
	Total operating expenses	17,467,944	3	16,020,923	2
6900	Operating income (loss)	2,390,152	-	(261,813)	-
7000	Non-operating income and expenses (notes 6(g)(k)(m)(n)(t)(v), 7 and 12):				
7010	Other income	596,035	-	311,483	-
7020	Other gains and losses	631,315	-	1,142,002	-
7050	Finance costs	(2,973,387)	-	(3,050,803)	-
7070	Recognized share of subsidiaries, associates and joint ventures accounted for equity method	5,879,266	1	5,780,462	1
	Total non-operating income and expenses	4,133,229	1	4,183,144	1
7900	Profit before tax	6,523,381	1	3,921,331	1
7950	Less: Income tax benefit(note 6(p))	(277,387)	-	(987,141)	-
	Net profit	6,800,768	1	4,908,472	1
8300	Other comprehensive income (notes 6(g)(o)(p)(q)(v))				
8310	Components of other comprehensive income (loss) that will not be reclassified to profit or loss				
8311	Losses on remeasurements of defined benefit plans	(96,910)	-	(160,648)	-
8316	Unrealized gains (losses) from investments in equity instruments measured at fair value through other comprehensive income	1,983,210	-	(326,017)	-
8330	Share of other comprehensive income of subsidiaries, associates and joint ventures accounted for using equity method, components of other comprehensive income that will not be reclassified to profit or loss	(22,733)	-	(552,356)	-
8349	Less: Income tax related to components of other comprehensive income that will not be reclassified to profit or loss	(53,900)	-	(54,304)	-
		1,917,467	-	(984,717)	-
8360	Components of other comprehensive income (loss) that will be reclassified to profit or loss				
8361	Exchange differences on translation of foreign financial statements	(1,434,415)	-	1,849,277	-
8380	Share of other comprehensive income of subsidiaries, associates and joint ventures accounted for using equity method, components of other comprehensive income that will be reclassified to profit or loss	(171,990)	-	(422,729)	-
8399	Less: Income tax related to components of other comprehensive income that will be reclassified to profit or loss	(86)	-	20	-
		(1,606,319)	-	1,426,528	-
8300	Other comprehensive income	311,148	-	441,811	-
8500	Total comprehensive income	\$ 7,111,916	1	5,350,283	1
	Earnings per share (in dollars) (note 6(r))				
9750	Basic earnings per share	\$ 2.40		1.76	
9850	Diluted earnings per share	\$ 2.36		1.73	

(English Translation of Parent Company Only Financial Statements Originally Issued in Chinese.)
WISTRON CORPORATION

Statements of Changes in Equity
For the years ended December 31, 2019 and 2018
(Expressed in Thousands of New Taiwan Dollars)

	Retained earnings				Other equity					
	Share capital				Unrealized gains (losses) from financial assets measured at fair value through other comprehensive income	Exchange differences on translation of foreign financial statements	Unrealized gains (losses) on available-for-sale financial assets	Treasury shares	Total equity	
	Ordinary shares	Capital surplus	Legal reserve	Special reserve	Unappropriate d retained earnings	Total				
\$	27,486,880	22,076,225	7,591,125	-	13,735,404	21,326,529	(2,740,965)	(2,069,890)	(1,753,005)	65,126,374
	-	-	-	-	641,117	641,117	-	(2,069,890)	-	(159,483)
	27,486,880	22,076,225	7,591,125	-	14,376,521	21,967,646	(2,740,965)	(2,069,890)	(1,753,005)	64,966,891
	-	-	-	-	4,908,472	4,908,472	-	-	-	4,908,472
	-	-	-	-	(118,683)	(118,683)	1,448,373	(887,879)	-	441,811
	-	-	-	-	4,789,789	4,789,789	1,448,373	(887,879)	-	5,350,283
Appropriation and distribution of retained earnings:										
Legal reserve	-	-	388,552	-	(388,552)	-	-	-	-	-
Special reserve	-	-	-	4,010,255	(4,010,255)	-	-	-	-	-
Cash dividends	-	-	-	-	(3,208,199)	(3,208,199)	-	-	-	(3,208,199)
Stock dividends	802,050	-	-	-	(802,050)	(802,050)	-	-	-	-
New shares issued through employees' compensation	301,402	409,906	-	-	-	-	-	-	-	711,308
Changes in equity of associates and joint ventures accounted for using equity method	-	359,615	-	-	379	379	-	-	-	359,994
Treasury shares retired	(169,112)	(129,116)	-	-	(73,591)	(73,591)	-	-	371,819	-
Treasury shares transferred to employees	-	(7,186)	-	-	(79,317)	(79,317)	-	-	847,950	761,447
Changes in ownership interests in subsidiaries	-	154,175	-	-	(150,702)	(150,702)	-	-	-	3,473
Disposal of investments in equity instruments designated at fair value through other comprehensive income	-	-	-	-	(122,127)	(122,127)	-	122,127	-	-
Balance at December 31, 2018	28,421,220	22,863,619	7,979,677	4,010,255	10,331,896	22,321,828	(1,292,592)	(2,835,642)	(533,236)	68,945,197
Effects of retrospective application	-	-	-	-	(54,346)	(54,346)	-	-	-	(54,346)
Balance at January 1, 2019 after adjustments	28,421,220	22,863,619	7,979,677	4,010,255	10,277,550	22,267,482	(1,292,592)	(2,835,642)	(533,236)	68,890,851
Net profit	-	-	-	-	6,800,768	6,800,768	-	-	-	6,800,768
Other comprehensive income	-	-	-	-	(92,207)	(92,207)	(1,659,589)	2,062,944	-	311,148
Total comprehensive income	-	-	-	-	6,708,561	6,708,561	(1,659,589)	2,062,944	-	7,111,916
Appropriation and distribution of retained earnings:										
Legal reserve	-	-	490,847	-	(490,847)	-	-	-	-	-
Special reserve	-	-	-	117,979	(117,979)	-	-	-	-	-
Cash dividends	-	-	-	-	(4,226,640)	(4,226,640)	-	-	-	(4,226,640)
Changes in equity of associates and joint ventures accounted for using equity method	-	(29,038)	-	-	-	-	-	-	-	(29,038)
Treasury shares retired	(15,099)	(17,904)	-	-	-	-	-	-	33,003	-
Treasury shares transferred to employees	-	(51,852)	-	-	-	-	-	-	500,233	448,381
Changes in ownership interests in subsidiaries	-	1,800,464	-	-	(161,933)	(161,933)	-	-	-	1,638,531
Share-based payments transaction	-	116,583	-	-	-	-	-	-	-	116,583
Disposal of investments in equity instruments designated at fair value through other comprehensive income	-	-	-	-	(188,755)	(188,755)	-	188,755	-	-
Balance at December 31, 2019	\$ 28,406,121	24,681,872	8,470,524	4,128,234	11,799,957	24,398,715	(2,952,181)	(583,943)	-	73,950,584

(English Translation of Parent Company Only Financial Statements Originally Issued in Chinese.)

WISTRON CORPORATION

Parent Company Only Statements of Cash Flows

For the years ended December 31, 2019 and 2018

(Expressed in Thousands of New Taiwan Dollars)

	2019	2018
Cash flows generated from operating activities:		
Profit before tax	\$ 6,523,381	3,921,331
Adjustments:		
Adjustments to reconcile profit		
Depreciation expense	483,091	392,397
Amortization expense	259,422	272,300
Expected credit loss	274,597	11,882
Net loss on financial assets or liabilities at fair value through profit or loss	389,089	45,797
Interest expense	2,973,387	3,050,803
Interest income	(80,735)	(105,172)
Dividend income	(474,301)	(145,125)
Compensation cost arising from share-based payments	116,583	-
Recognized share of associates and joint ventures accounted for equity method	(5,879,266)	(5,780,462)
Gain on disposal of property, plant and equipment	(46)	(439)
Property, plant and equipment reclassified as expenses	2,778	1,023
Other assets reclassified as expenses	9	2,395
Gain on disposal of investments	(12,475)	(5,887)
Other investment loss	13,597	-
Unrealized profit from sales	488,515	164,564
Lease modification loss	590	-
Loss (gain) on foreign currency exchange arising from loans and guarantee deposits	(686,620)	1,423,880
Total adjustments to reconcile profit	(2,131,785)	(672,044)
Changes in operating assets and liabilities:		
Changes in operating assets:		
Decrease (increase) in notes and trade receivables	1,366,986	(22,123,003)
Decrease in trade receivables - related parties	7,187,656	37,235,614
Increase in other receivable - related parties	(191,910)	(162,282)
Decrease (increase) in inventories	(4,183,272)	4,931,112
Increase in other current assets	(1,392,416)	(3,391,241)
Total changes in operating assets	2,787,044	16,490,200
Changes in operating liabilities:		
Increase (decrease) in current contract liabilities	345,282	(529,963)
Decrease in notes and trade payables	(161,339)	(563,912)
Decrease in trade payables - related parties	(6,242,623)	(28,022,793)
Increase (decrease) in other payables - related parties	(6,189,992)	5,124,038
Increase in current refund liability	1,259,621	1,020,320
Increase in other current liabilities	6,731,190	6,413,454
Decrease in other non-current liabilities	(219,837)	(36,870)
Total changes in operating liabilities	(4,477,698)	(16,595,726)
Net changes in operating assets and liabilities	(1,690,654)	(105,526)
Total changes in operating assets and liabilities	(3,822,439)	(777,570)
Cash inflow used in operations	2,700,942	3,143,761
Interest received	84,035	96,921
Dividends received	2,137,816	775,051
Interest paid	(3,086,266)	(2,986,287)
Income taxes paid	471,738	(13,542)
Net cash flows generated from operating activities	2,308,265	1,015,904
Cash flows used in investing activities:		
Acquisition of financial assets at fair value through other comprehensive income	(185,520)	(150,152)
Proceeds from disposal of financial assets at fair value through other comprehensive income	24,189	13,630
Return of financial assets at fair value through other comprehensive income	43,794	37,045
Acquisition of financial assets at fair value through profit or loss	(145,662)	(301,135)
Proceeds from disposal of financial assets at fair value through profit or loss	1,914	351,289
Decrease (increase) in other receivable - related parties	(752,650)	522,340
Addition to equity - accounted investees	(219,943)	(6,765,306)
Proceeds from disposal of equity - accounted investees	-	13,812
Proceeds from capital reduction of investments accounted for using equity method	-	586,316
Acquisition of property, plant and equipment	(532,630)	(397,159)
Proceeds from disposal of property, plant and equipment	27,957	158,136
Increase in refundable deposits	(131,293)	-
Increase in intangible assets	(88,134)	(316,343)
Increase in other non-current assets	(87,545)	(85,975)
Net cash flows used in investing activities	(2,045,523)	(6,333,502)
Cash flows used in financing activities:		
Increase in short-term loans	563,978,583	484,141,756
Repayments of short-term loans	(576,166,055)	(499,972,986)
Increase in long-term loans	8,819,755	16,158,205
Repayments of long-term loans	(5,071,489)	(10,579,610)
Increase (decrease) in guarantee deposits received	(63,804)	335,445
Payment of lease liabilities	(187,331)	-
Cash dividends paid	(4,226,640)	(3,208,199)
Treasury shares transferred to employees	448,381	761,447
Net cash flows used in financing activities	(12,468,600)	(12,363,942)
Net decrease in cash and cash equivalents	(12,205,858)	(17,681,540)
Cash and cash equivalents at beginning of year	15,244,305	32,925,845
Cash and cash equivalents at end of year	\$ 3,038,447	15,244,305



安侯建業聯合會計師事務所

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Independent Auditors' Report

To the Board of Directors of Wistron Corporation:

Opinion

We have audited the consolidated financial statements of Wistron Corporation and its subsidiaries ("the Group"), which comprise the consolidated balance sheets as of December 31, 2019 and 2018, the consolidated statements of comprehensive income, changes in equity and cash flows for the years then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Group as of December 31, 2019 and 2018, and its consolidated financial performance and its consolidated cash flows for the years then ended in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and with the International Financial Reporting Standards ("IFRSs"), International Accounting Standards ("IASs"), Interpretations developed by the International Financial Reporting Interpretations Committee ("IFRIC") or the former Standing Interpretations Committee ("SIC") endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China.

Basis for Opinion

We conducted our audit of the consolidated financial statements as of and for the year ended December 31, 2019 in accordance with the Regulations Governing Auditing and Certification of Financial Statements by Certified Public Accountants, Ruling No. 1090360805 issued by the Financial Supervisory Commission, and the auditing standards generally accepted in the Republic of China. Furthermore, we conducted our audit of the consolidated financial statements as of and for the year ended December 31, 2018 in accordance with the Regulations Governing Auditing and Certification of Financial Statements by Certified Public Accountants, and the auditing standards generally accepted in the Republic of China. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Group in accordance with the Certified Public Accountants Code of Professional Ethics in Republic of China ("the Code"), and we have fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis of our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated financial statements of the current period. These matters were addressed in the context of our audit of the consolidated financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

1. Trade receivables valuation

Please refer to Note 4(g) "Financial Instruments" for accounting policy, Note 5(a) for accounting assumption, judgments and estimation uncertainty of trade receivables and Note 6(d) for the disclosure of the valuation of trade receivables to the consolidated financial statements.



Description of key audit matter

Trade receivable valuation is one of the key judgmental areas for our audit, particularly in respect of the great influence of given the challenging industry climate, significant judgment being applied in the management's assessment of recoverability of trade receivables.

How the matter was addressed in our audit

Our principal audit procedures included reviewing if the evaluation of trade receivables is accordance with the Group's accounting policy and recognizes loss allowances for expected credit losses; examining the records of customers' credit evaluation, and also historical data from the group's previous collection experience; assessing the collection of accounts receivables subsequently. We also considered the adequacy of the group's disclosures in this area.

2. Inventory valuation

Please refer to Note 4(h) "Inventory" for accounting policy, Note 5(b) for accounting assumption, judgments and estimation uncertainty of inventory and Note 6(f) for the disclosure of the valuation of inventory to the consolidated financial statements.

Description of key audit matter

Inventories are stated at the lower of cost or realizable value. The rapid development of technology and the advance of new electronic products can have a significant impact on market demand, which may lead to product obsolescence that will affect the cost of inventory to be higher than its net realizable value. Consequently, the valuation of inventories has been identified as another key audit matter.

How the matter was addressed in our audit

In relation to the key audit matter above, our audit procedures included selecting samples to examine their net realizable values to verify the accuracy of inventory aging report; evaluating the reasonableness of the Company's inventory valuation policy and the management's assumption used when measuring allowance for inventory valuation and obsolescence losses; performing a retrospective review of the Company's historical accuracy of judgments with reference to inventory valuation and comparing them with the current year's calculation to evaluate the appropriateness of the estimation and assumption used for inventory valuation. We also considered the adequacy of the group's disclosures in this area.

Other Matter

Wistron Corporation has prepared its parent-company-only financial statements as of and for the years ended December 31, 2019 and 2018, on which we have issued an unmodified opinion.

Responsibilities of Management and Those Charged with Governance for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and with the IFRSs, IASs, IFRC, SIC endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China, and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is responsible for assessing the Group's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.



Those charged with governance (including the Audit Committee) are responsible for overseeing the Group's financial reporting process.

Auditors' Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the auditing standards generally accepted in the Republic of China will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

As part of an audit in accordance with auditing standards generally accepted in the Republic of China, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

1. Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
2. Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's internal control.
3. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
4. Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Group to cease to continue as a going concern.
5. Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
6. Obtain sufficient and appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.



From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditors' report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

The engagement partners on the audit resulting in this independent auditors' report are Ya-Ling Chen and Chia-Chien Tang.

KPMG

Taipei, Taiwan (Republic of China)
March 24, 2020.

Notes to Readers

The accompanying consolidated financial statements are intended only to present the consolidated financial position, financial performance and its cash flows in accordance with the accounting principles and practices generally accepted in the Republic of China and not those of any other jurisdictions. The standards, procedures and practices to audit such consolidated financial statements are those generally accepted and applied in the Republic of China.

The independent auditors' report and the accompanying consolidated financial statements are the English translation of the Chinese version prepared and used in the Republic of China. If there is any conflict between, or any difference in the interpretation of the English and Chinese language independent auditors' report and consolidated financial statements, the Chinese version shall prevail.

(English Translation of Consolidated Financial Statements Originally Issued in Chinese.)
WISTRON CORPORATION AND SUBSIDIARIES

Consolidated Balance Sheets

December 31, 2019 and 2018

(Expressed in Thousands of New Taiwan Dollars)

		December 31, 2019		December 31, 2018		December 31, 2019		December 31, 2018	
		Amount	%	Amount	%	Amount	%	Amount	%
Assets									
Current assets:									
1100	Cash and cash equivalents (note 6(a))	\$ 47,411,947	14	43,529,023	13	2100	Short-term loans (notes 6(m)(aa) and 8)	\$ 57,377,794	16
1110	Current financial assets at fair value through profit or loss (note 6(b))	59,430	-	67,755	-	2120	Current financial liabilities at fair value through profit or loss (note 6(b))	61,012,704	18
1170	Notes and trade receivables, net (notes 6(d)(u))	131,405,830	38	118,293,955	35	2130	Current contract liabilities (note 6(o))	75,225	-
1180	Trade receivable - related parties (notes 6(d)(u) and 7)	479,432	-	58,988	-	2170	Notes and trade payables	2,429,134	1
1210	Other receivables - related parties (notes 6(e) and 7)	4,455	-	2,845	-	2180	Trade payables - related parties (note 7)	137,536,000	40
1220	Current tax assets	565,117	-	1,111,267	-	2220	Other payables - related parties (note 7)	909,293	-
130X	Inventories (note 6(f))	85,570,281	25	89,614,023	26	2280	Current lease liabilities (notes 6(o)(aa) and 7)	26,113	-
1470	Other current assets (notes 6(d)(e)(l))	13,251,260	4	22,749,288	7	2322	Current portion of long-term loans (notes 6(m)(aa))	644,586	-
	Total current assets	<u>278,747,752</u>	<u>81</u>	<u>275,427,144</u>	<u>81</u>	2365	Current refund liability (note 6(u))	2,407,177	1
							Current current liabilities	6,177,579	2
							Other current liabilities	31,346,070	9
							Total current liabilities	<u>238,928,971</u>	<u>69</u>
	Non-current assets:								
1510	Non-current financial assets at fair value through profit or loss (note 6(b))	220,256	-	438,871	-	2399	Other current liabilities	32,768,654	10
1517	Non-current financial assets at fair value through other comprehensive income (note 6(c))	5,555,156	2	3,219,465	1		Total non-current liabilities	<u>25,692,104</u>	<u>8</u>
1550	Equity - accounted investees (note 6(g))	6,727,285	2	6,514,305	2	2540	Long-term loans (notes 6(m)(aa))	15,752,275	5
1600	Property, plant and equipment (notes 6(i) and 7)	40,673,093	12	42,868,387	13	2570	Deferred tax liabilities (note 6(q))	2,591,022	1
1755	Right-of-use assets (notes 6(j) and 7)	4,016,639	1	-	-	2580	Non-current lease liabilities (notes 6(n)(aa) and 7)	923,848	-
1780	Intangible assets (note 6(k))	957,532	-	1,077,197	-	2600	Other non-current liabilities (notes 6(p)(aa))	2,079,145	1
1840	Deferred tax assets (note 6(q))	5,820,351	2	5,776,897	2		Total non-current liabilities	<u>21,346,290</u>	<u>7</u>
1900	Other non-current assets (notes 6(l)(p) and 8)	1,458,271	-	3,780,309	1		Total liabilities	<u>260,275,261</u>	<u>76</u>
	Total non-current assets	<u>65,428,583</u>	<u>19</u>	<u>63,675,431</u>	<u>19</u>		Equity attributable to owners of parent (notes 6(o)(r)):		
							Ordinary shares	28,406,121	8
							Capital surplus	24,681,872	7
							Retained earnings	24,398,715	7
							Other equity	(3,536,124)	(1)
							Treasury shares	-	-
							Total equity attributable to owners of parent	<u>73,950,584</u>	<u>21</u>
							Non-controlling interests (notes 6(h)(r)(s))	9,950,490	3
							Total equity	<u>83,901,074</u>	<u>24</u>
							Total liabilities and equity	<u>\$ 344,176,335</u>	<u>100</u>
								<u>\$ 339,102,875</u>	<u>100</u>

(English Translation of Consolidated Financial Statements Originally Issued in Chinese.)
WISTRON CORPORATION AND SUBSIDIARIES
Consolidated Statements of Comprehensive Income
For the years ended December 31, 2019 and 2018
(Expressed in Thousands of New Taiwan Dollars, Except for Earnings Per Common Share)

		2019		2018	
		Amount	%	Amount	%
4000	Net revenues (notes 6(u) and 7)	\$ 878,255,078	100	889,536,347	100
5000	Cost of sales (notes 6(f)(i)(j)(n)(o)(p)(s)(w), 7 and 12)	836,096,528	95	851,977,091	96
5900	Gross profit	42,158,550	5	37,559,256	4
Operating expenses (notes 6(d)(e)(i)(j)(k)(n)(o)(p)(s)(w), 7 and 12):					
6100	Selling	9,243,449	1	9,226,027	1
6200	Administrative	3,417,109	1	3,163,616	-
6300	Research and development	16,198,147	2	14,403,597	2
	Total operating expenses	28,858,705	4	26,793,240	3
	Operating income	13,299,845	1	10,766,016	1
Non-operating income and expenses (notes 6(g)(n)(o)(v)(x) and 7):					
7010	Other income	2,588,732	-	1,342,857	-
7020	Other gains and losses	1,358,737	-	1,888,282	-
7050	Finance costs	(4,810,821)	-	(4,747,543)	-
7060	Recognized share of associates and joint ventures accounted for equity method	339,573	-	409,226	-
	Total non-operating income and expenses	(523,779)	-	(1,107,178)	-
7900	Profit before tax	12,776,066	1	9,658,838	1
7950	Less: Income tax expenses (note 6(q))	3,049,823	-	2,373,649	-
8200	Net profit	9,726,243	1	7,285,189	1
8300	Other comprehensive income (notes 6(g)(p)(q)(r)(x))				
8310	Components of other comprehensive income (loss) that will not be reclassified to profit or loss:				
8311	Losses on remeasurements of defined benefit plans	(110,406)	-	(157,918)	-
8316	Unrealized gains (losses) from investments in equity instruments measured at fair value through other comprehensive income	1,995,704	-	(855,713)	-
8320	Share of other comprehensive income of associates and joint ventures accounted for using equity method, components of other comprehensive income that will not be reclassified to profit or loss	(3,516)	-	(3,361)	-
8349	Less: Income tax related to components of other comprehensive income that will not be reclassified to profit or loss	(34,799)	-	(32,278)	-
		1,916,581	-	(984,714)	-
8360	Components of other comprehensive income (loss) that will be reclassified to profit or loss:				
8361	Exchange differences on translation of foreign financial statements	(1,665,881)	-	1,543,718	-
8370	Share of other comprehensive income of associates and joint ventures accounted for using equity method, components of other comprehensive income that will be reclassified to profit or loss	2,586	-	(40,048)	-
8399	Less: Income tax related to components of other comprehensive income that will be reclassified to profit or loss	(86)	-	20	-
		(1,663,209)	-	1,503,650	-
	Total other comprehensive income, net of tax	253,372	-	518,936	-
8500	Total comprehensive income	\$ 9,979,615	1	7,804,125	1
Net profit attributable to (notes 6(h)(r)):					
8610	Owners of parent	\$ 6,800,768	1	4,908,472	1
8620	Non-controlling interests	2,925,475	-	2,376,717	-
		\$ 9,726,243	1	7,285,189	1
Comprehensive income attributable to (notes 6(h)(r)):					
8710	Owners of parent	\$ 7,111,916	1	5,350,283	1
8720	Non-controlling interests	2,867,699	-	2,453,842	-
		\$ 9,979,615	1	7,804,125	1
Earnings per share (in dollars) (note 6(t))					
9750	Basic earnings per share	\$ 2.40		1.76	
9850	Diluted earnings per share	\$ 2.36		1.73	

Consolidated Statements of Changes in Equity
For the years ended December 31, 2019 and 2018
(Expressed in Thousands of New Taiwan Dollars)

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WISTRON CORPORATION AND SUBSIDIARIES

Consolidated Statements of Cash Flows

For the years ended December 31, 2019 and 2018

(Expressed in Thousands of New Taiwan Dollars)

	2019	2018
Cash flows generated from operating activities:		
Profit before tax	\$ 12,776,066	9,658,838
Adjustments:		
Adjustments to reconcile profit		
Depreciation expense	9,783,921	7,938,345
Amortization expense	300,039	311,116
Expected credit loss	299,462	55,411
Net loss on financial assets or liabilities at fair value through profit or loss	383,430	98,188
Interest expense	4,810,821	4,747,543
Interest income	(2,009,432)	(1,071,586)
Dividend income	(483,430)	(149,758)
Compensation cost arising from share-based payments	281,579	105,898
Recognized share of associates and joint ventures accounted for equity method	(339,573)	(409,226)
Loss on disposal of property, plant and equipment	41,412	13,819
Property, plant and equipment reclassified as expenses	5,677	48,303
Other non-current assets reclassified as expenses	17,395	70,051
Gain on disposal of investments	(193,365)	(106,370)
Other investment loss (income)	13,597	(94,394)
Lease modification loss	2,134	-
Total adjustments to reconcile profit	12,913,667	11,557,340
Changes in operating assets and liabilities:		
Changes in operating assets:		
Increase in notes and trade receivables	(14,734,428)	(22,772,441)
Increase in trade receivables - related parties	(421,539)	(26,174)
Decrease (increase) in other receivable - related parties	(1,624)	23,839
Decrease in inventories	2,501,700	4,377,793
Decrease (increase) in other current assets	403,016	(7,065,234)
Total changes in operating assets	(12,252,875)	(25,462,217)
Changes in operating liabilities:		
Increase (decrease) in current contract liabilities	827,420	(338,873)
Increase in notes and trade payables	790,748	3,969,628
Increase (decrease) in trade payables - related parties	(156,117)	232,131
Increase (decrease) in other payables - related parties	(14,153)	72,714
Increase in current refund liability	1,259,621	1,020,320
Increase in other current liabilities	7,709,075	8,018,766
Decrease in other non-current liabilities	(197,900)	(93,126)
Total changes in operating liabilities	10,218,694	12,881,560
Net changes in operating assets and liabilities	(2,034,181)	(12,580,657)
Total changes in operating assets and liabilities	10,879,486	(1,023,317)
Cash generated from operations	23,655,552	8,635,521
Interest received	2,142,126	1,265,370
Dividends received	879,384	526,962
Interest paid	(5,160,731)	(4,840,306)
Income taxes paid	(2,920,769)	(1,431,460)
Net cash generated from operating activities	18,595,562	4,156,087
Cash flows used in investing activities:		
Acquisition of financial assets at fair value through other comprehensive income	(410,463)	(725,898)
Proceeds from disposal of financial assets at fair value through other comprehensive income	24,189	21,344
Return of financial assets at fair value through other comprehensive income	44,382	91,464
Acquisition of financial assets at fair value through profit or loss	(37,968,045)	(17,644,212)
Proceeds from disposal of financial assets at fair value through profit or loss	37,783,409	17,992,587
Addition to equity - accounted investees	(352,166)	(200,264)
Proceeds from disposal of equity - accounted investees	248,112	329,228
Acquisition of property, plant and equipment	(6,610,228)	(8,565,871)
Proceeds from disposal of property, plant and equipment	102,267	33,479
Increase in refundable deposits	(126,822)	(8,899)
Increase in intangible assets	(185,619)	(330,052)
Decrease (increase) in other receivable - related parties	1,634	(3,886)
Increase in other non-current assets	(1,324,851)	(5,215,276)
Net cash flows used in investing activities	(8,774,201)	(14,226,256)
Cash flows used in financing activities:		
Increase in short-term loans	725,995,118	614,004,234
Repayments of short-term loans	(728,625,680)	(637,235,698)
Increase in long-term loans	8,819,755	21,590,472
Repayments of long-term loans	(10,593,725)	(10,539,915)
Increase (decrease) in guarantee deposits received	(66,975)	327,888
Repayments of lease liabilities	(710,956)	-
Cash dividends paid	(4,226,640)	(3,208,199)
Treasury shares transferred to employees	448,381	761,447
Change in non-controlling interests	3,878,374	735,017
Net cash flows used in financing activities	(5,082,348)	(13,564,754)
Effect of exchange rate changes on cash and cash equivalents	(856,089)	1,177,829
Net increase (decrease) in cash and cash equivalents	3,882,924	(22,457,094)
Cash and cash equivalents at beginning of year	43,529,023	65,986,117
Cash and cash equivalents at end of year	\$ 47,411,947	43,529,023

Attachment 2

Audit Committee's Review Report

The Board of Directors has prepared the Company's 2019 Business Report, Financial Statements, and proposal for allocation of profits. The CPA firm of KPMG was retained to audit Wistron's Financial Statements and has issued an audit report relating to the Financial Statements. The Business Report, Financial Statements, and profit allocation proposal have been reviewed and determined to be correct and accurate by the Audit Committee of Wistron Corporation. According to Article 14-4 of the Securities and Exchange Act and Article 219 of the Company Act, I hereby submit this report.

Wistron Corporation

Convener of the Audit Committee :

A handwritten signature in black ink, appearing to be 'Jalldh', written over a horizontal line.

March 24, 2020

Attachment 3

Wistron Corporation
Profit Appropriation Statement for 2019

Unit: NT\$

Unappropriated retained earnings at the beginning of the year		5,496,430,722
Plus (Less):		
Effect of Adoption of IFRSs 16	(54,346,157)	
Remeasurements of defined benefit obligation	(92,206,898)	
Changes in ownership interests in subsidiaries	(161,932,560)	
Disposal of investments in equity instruments designated at fair value through other comprehensive income	(188,755,383)	
Net Profit of 2019	6,800,767,919	
Set aside Legal Reserve	(680,076,792)	
Reversal in special reserve	592,109,424	
Retained Earnings Available for Distribution		11,711,990,275
Distribution Items:		
Stock Dividends to Common Shareholders	0	
Cash Dividends to Common Shareholders	(5,681,224,100)	(5,681,224,100)
Unappropriated Retained Earnings		6,030,766,175

Note 1: Stock dividend: NT\$0.

Note 2: Cash dividend: NT\$2.0 per share, and the cash dividend is rounded down to the nearest NT dollar; the amount rounded off will be credited to other income of Wistron.

Chairman: Simon Lin

President: Robert Hwang

Controller: Stone Shih

Attachment 4

Comparison between Original and Amendments to “Rules and Procedures of Shareholders’ Meeting”

Items	Original Version	Amended Version	Reason
Article 1	The Shareholders’ Meeting (the “Meeting”) of Wistron Corporation (“Wistron”) shall be conducted in accordance with these Rules and Procedures.	The Shareholders’ Meeting (the “Meeting”) of Wistron Corporation (“Wistron”), <u>except as otherwise provided by law, regulation, or the articles of incorporation</u> , shall be conducted in accordance with these Rules and Procedures.	Merge the content of Article 20 and make some wording corrections.
Article 14	When the Chairman considers that the discussion for a motion has reached the extent for making a resolution, he may announce discontinuance of the discussion and submit the motion for resolution.	<u>The chair shall allow ample opportunity during the meeting for explanation and discussion of proposals and of amendments or extraordinary motions put forward by the shareholders;</u> When the Chairman considers that the discussion for a motion has reached the extent for making a resolution, he may announce discontinuance of the discussion and submit the motion for resolution and arrange adequate voting time.	To comply with the Regulation update and the Company’s operational needs.
Article 15	The persons for supervising the casting of votes and the counting thereof for resolutions shall be designated by the Chairman, provided, however, that the person supervising the casting of votes shall be a shareholder. Voting counting or election ballots shall be conducted in public at the place of the Shareholders’ Meeting. After the completion of the vote count, the voting results shall be announced on the spot, including the shares voted by Shareholders and recorded in the meeting minutes. In addition, in the case of the election of directors and independent directors, the Company shall announce the election results, including the	The persons for supervising the casting of votes and the counting thereof for resolutions shall be designated by the Chairman, provided, however, that the person supervising the casting of votes shall be a shareholder. Voting counting or election ballots shall be conducted in public at the place of the Shareholders’ Meeting. After the completion of the vote count, the voting results shall be announced on the spot, including the shares voted by Shareholders and recorded in the meeting minutes. In addition, in the case of the election of directors and independent directors, the Company shall announce the election results, including the	To comply with the Regulation update and the Company’s operational needs.

Items	Original Version	Amended Version	Reason
	number of directors elected and the number of ballots received by each.	number of directors elected and the number of ballots received by each. <u>The ballots for the election shall be sealed with the signatures of the monitoring personnel and kept in proper custody for at least 1 year.</u>	
Article 16	Except otherwise specified in the Company Act or the Articles of Incorporation of the Company, a resolution shall be adopted by a majority of the votes represented by the shareholders present at the Meeting.	<u>A shareholder shall be entitled to one vote for each share held, except when the shares are restricted shares or are deemed non-voting shares under Article 179, paragraph 2 of the Company Act.</u> <u>When the Company holds a shareholders' meeting, it shall adopt exercise of voting rights by electronic means and may adopt exercise of voting rights by correspondence. When voting rights are exercised by correspondence or electronic means, the method of exercise shall be specified in the shareholders meeting notice. A shareholder exercising voting rights by correspondence or electronic means will be deemed to have attended the meeting in person, but to have waived his/her rights with respect to the extraordinary motions and amendments to original proposals of that meeting.</u> <u>A shareholder intending to exercise voting rights by correspondence or electronic means under the preceding paragraph shall deliver a written declaration of intent to this Corporation before 2 days before the date of the shareholders meeting. When duplicate declarations of intent are delivered, the one received earliest shall prevail, except when a declaration is made to cancel the earlier declaration of intent.</u>	To comply with the Regulation update and the Company's operational needs.

Items	Original Version	Amended Version	Reason
		<u>After a shareholder has exercised voting rights by correspondence or electronic means, in the event the shareholder intends to attend the shareholders meeting in person, a written declaration of intent to retract the voting rights already exercised under the preceding paragraph shall be made known to this Corporation, by the same means by which the voting rights were exercised, before 2 business days before the date of the shareholders meeting. If the notice of retraction is submitted after that time, the voting rights already exercised by correspondence or electronic means shall prevail. When a shareholder has exercised voting rights both by correspondence or electronic means and by appointing a proxy to attend a shareholders meeting, the voting rights exercised by the proxy in the meeting shall prevail.</u> Except otherwise specified in the Company Act or the Articles of Incorporation of the Company, a resolution shall be adopted by a majority of the votes represented by the shareholders present at the Meeting. <u>At the time of a vote, the chairman or a person designated by the chairman shall first announce the total number of voting rights represented by the attending shareholders, followed by a poll of the shareholders.</u>	
Article 17	If there is an amendment to or substitute for a discussion item, the Chairman shall decide the sequence of voting for such discussion item and the amendment or substitute. If	If there is an amendment to or substitute for a discussion item, the Chairman shall decide the sequence of voting for such discussion item and the amendment or substitute. If any	The deleted part is incorporated into the amended Article 16.

Items	Original Version	Amended Version	Reason
	any one of them has been adopted, the others shall be deemed vetoed and no further voting is necessary. The shareholders who voted in writing or electronically shall be deemed to have waived his/her/its voting power with respect to any extemporary motion(s) and/or the amendment(s) to the contents of the original proposal(s) at the said Shareholders' Meeting.	one of them has been adopted, the others shall be deemed vetoed and no further voting is necessary. The shareholders who voted in writing or electronically shall be deemed to have waived his/her/its voting power with respect to any extemporary motion(s) and/or the amendment(s) to the contents of the original proposal(s) at the said Shareholders' Meeting.	
Article 18	The Chairman may direct disciplinary personnel (or security personnel) to maintain the order of the Meeting. For doing so they shall wear a badge bearing the words of "disciplinary personnel."	The Chairman may direct disciplinary personnel (or security personnel) to maintain the order of the Meeting. For doing so they shall wear a badge bearing the words of "disciplinary personnel." <u>At the place of a shareholders meeting, if a shareholder attempts to speak through any device other than the public address equipment set up by this Corporation, the chair may prevent the shareholder from so doing.</u> <u>When a shareholder violates the rules of procedure and defies the chair's correction, obstructing the proceedings and refusing to heed calls to stop, the chair may direct the proctors or security personnel to escort the shareholder from the meeting.</u>	To comply with the Regulation update and the Company's operational needs.
Article 20	Any matter not provided in these Rules and Procedures shall be handled in accordance with the Company Act and the Article of Incorporation of Wistron.	Any matter not provided in these Rules and Procedures shall be handled in accordance with the Company Act and the Article of Incorporation of Wistron.	This article is deleted and incorporated into the amended Article 1.
Article 20 21	 The 2 nd amendment was made on June 14, 2013.	 The 2 nd amendment was made on June 14, 2013. <u>The 3rd amendment was made on June 18, 2020.</u>	Correspondence to the amendment date.