Stock Code：4440

# Yi Shin Textile Industrial Co., Ltd.

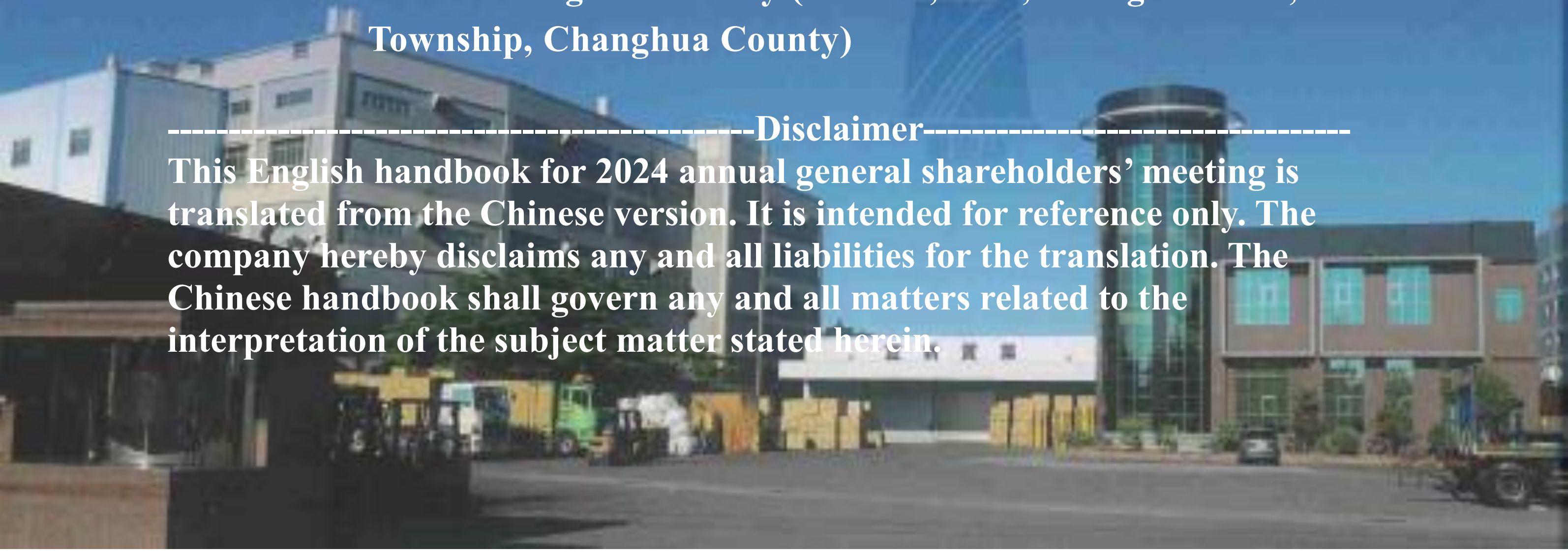
# 2025 Annual General Shareholders' meeting (Translation)

# Meeting Handbook

**Time：June 5, 2025 (Thursday) at 9:00 a.m.**

**Type: Physical Shareholders meeting**

**Location：Yi Shin Changhua Factory (No.91-1,Sec.1, Zhongshan Rd., Huatan Township, Changhua County)**



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**Meeting Agenda**

Yi Shin Textile Industrial Co., Ltd.

2025 Annual Shareholders' Meeting Agenda

Typte：Physical shareholders meeting

Time：June 5, 2025 (Thursday) at 9:00 a.m.

Location：Yi Shin Changhua Factory (No.91-1, Sec. 1, Zhongshan Rd., Huatan Township, Changhua County)

1.Call the Meeting to Order

2.Chairman's Address

3.Matters to Report：

(1) To Report the Business of 2024.

(2) Audit Committee's Review Report on the 2024 Audited Financial Statements.

(3) To Report 2024 employees' profit sharing bonus and directors' compensation.

(4) To Report 2024 Directors' Remuneration.

(5) To Report 2024 Cash Distribution of Earnings.

4.Proposals Matters：Adoption of the 2024 Business Report, Financial Statements, and Proposal for Earnings Distribution.

5.Discussion Matters 1: Amendments of Articles of Incorporation

6. Election Matters: A Comprehensive Re-election of Director

7. Discussion Matters 2: Proposal for Lifting the Non-Compete Restrictions on the Company's Newly Appointed Directors and Their Representatives

8. Questions and Motions

9.Adjournment

# 【Matters To Report】

**1.<u>To Report the Business of 2024</u>**

Explanatory Notes： Please refer to Attachment 1 (Page 7~8)

**2.<u>Audit Committee's Review Report on the 2024 Audited Financial Statements</u>**

Explanatory Notes：Please refer to Attachment 2 (Page 9)

**3.<u>To Report 2024 employees' profit sharing bonus and directors' compensation</u>**

Explanatory Notes：

(1) In accordance with Article 25 of the Articles of Incorporation.

(2) The Company's profit before tax for 2024, before deducting employees' and directors' remuneration, was NT$133,375,904. It is proposed to allocate no less than 2.0% (NT$2,680,899) as employees' compensation and no more than 1.0% (NT$300,000) as directors' remuneration. Both amounts will be distributed in cash and are consistent with the accruals recorded in the financial statements..

**<u>4.To Report 2024 Directors' Remuneration</u>**

Explanatory Notes：Please refer to Attachment 3 (Page 10)

**<u>5.To Report 2024 Cash Distribution of Earnings</u>**

Explanatory Notes：

(1) In 2024, the Company intends to distribute cash dividends in the amount of NT$ 108,156,800. NT$ 1.6 per share.

(2) The above cash dividends have been distributed on April 29, 2025.

# 【Proposals Matters】

**1.Adoption of the 2024 Business Report, Financial Statements, and Proposal for Earnings Distribution. (Proposed by the Board of Directors)**

Explanatory Notes：

(1) 2024 Financial Statements were audited by independent auditors, Pan, Jun-Ming and Emily Tsou, of KPMG with issuance of reports with unqualified opinion.

(2) 2024 Business Report, Independent Auditors' Report are attached hereto as Attachments 1 (Page 7-8), and the aforementioned Financial Statements are attached hereto as Attachments 4 (Page 11-21).

(3) The 2024 Proposal for Earnings Distribution is as follows:

Yi Shin Textile Industrial Co., Ltd.
2024 Earnings Distribution

Unit: NT$

| | |
|---|---|
| Beginning retained earnings | $125,397,725 |
| Add: net profit after tax | 118,785,375 |
| Distributable net profit | $244,183,100 |
| Less:10% legal reserve | (11,878,538) |
| Subtotal: Distributable Earnings | $232,304,562 |
| Less: 2024 Cash Dividends (NT$1.6 per share) | (108,156,800) |
| Unappropriated retained earnings | $124,147,762 |
| Note: The unappropriated earnings of 2024 were distributed first. | |

| Chairman: | Manager: | Chief Accountant: |
|---|---|---|
| CHAN,CHENG-TIEN | WENG,MAO-CHENG | CHEN,SHU-HUI |

(4) Please approve.

Resolution:

# 【Discussion Matters 1】

1. **Amendment to the Company's Articles of Incorporation. (Proposed by the Board of Directors)**
   Explanatory Notes:
   To comply with legal amendments, the Company proposes to revise certain provisions of the Articles of Incorporation. Please refer to the Attachment 5 (P.22) for the Comparison Table of Amendments to Articles of Incorporation.
   Resolution:

# 【Election Matters】

1. **<u>A Comprehensive Re-election of Director (Proposed by the Board of Directors)</u>**

   Explanatory Notes:

   （1） The current (5th term) Board of Directors will complete its term on May 23, 2025.

   （2） In accordance with Article 14 of the Articles of Incorporation, it is proposed to elect nine directors, including three independent directors. The newly elected directors shall assume office on the date of election and serve a three-year term from June 5, 2025 to June 4, 2028. The term of the current directors shall end upon the assumption of office by the new directors.

   （3） The election shall adopt a candidate nomination system. The list of nominated director candidates was approved by resolution of the Board of Directors on March 11, 2025, and is hereby submitted for election.

| Nominated as | Name | Education | Backgrounds | Shares | Represented Entity (Government o Legal Entity) |
|---|---|---|---|---|---|
| Director | Chan,Cheng-Tien | Chia-Yang High School | Chairman, Yi Jinn Industrial Co., Lt | 1,484,400 | None |
| Director | Lee, KuoChih | Graduate Institute of Textile Engineering, Feng Chia University | Vice President, Formosa Chemicals & Fibre Corporation<br>Vice President, Kwang Ming Silk Mill Co., Ltd | 2,126,700 | None |
| Director | Tsai,Chin-Hsiang | National Changhua Senior High School | General Manager, Li Xin Rubber Co., Ltd. | 1,951,646 | Guang Shun Investment Co., Ltd. |
| Director | Chan,Shun-Chuan | Chin-Min Institute of Technology | Chairman, Yii Shing Industrial Co., Ltd | 750,000 | None |
| Director | Weng,Mao-Cheng | Feng Chia University | General Manager, Yi Jinn Industrial Co., Ltd | 0 | None |
| Director | Liu,Shan-Ming | National Taitung Senior Commercial Vocational School | Chairman, Cheering Knitting Industrial Co., Ltd | 762,900 | Cheering Knitting Industrial Co., Ltd |
| Independent Director | Tsai,Lien-Sheng | Department of International Trade, Feng Chia University<br>Graduate Institute of Mainland China Studies, Tamkang University | Chief Secretary, International Trade Administration, MOEA<br>Executive Secretary, Department of Investment Review, Ministry of Economic Affairs<br>Director General, Taiwan Intellectual Property Office | 0 | None |
| Independent Director | Lin,Wen-Chung | Graduate Institute of Commerce Automation, National Taipei University of Technology | Vice Chairman, Lealea Enterprise Co., Ltd.<br>Vice Chairman, Li Peng Enterprise Co., Ltd. | 0 | None |
| Independent Director | Lin,Ku-Tung | Department of Accounting, National Chengchi University<br>MBA, University of Tennessee, USA | CPA and Chairman, Deloitte Taiwan | 0 | None |

   Resolution:

# 【Discussion Matters 2】

1. **<u>Proposal for Lifting the Non-Compete Restrictions on the Company's Newly Appointed Di-rectors and Their Representatives (Proposed by the Board of Directors)</u>**

   Explanatory Notes:

   （1） In accordance with Article 209 of the Company Act, if a director who does anything for himself or on behalf of another person that is within the scope of the company's business shall explain to the shareholders' meeting the essential contents of such an act and obtain its approval.

   （2） If any of the newly elected directors of the Company are subject to the above circumstances, and provided that such conduct does not harm the interests of the Company, it is proposed to grant approval for lifting the non-compete restrictions on the directors and their representatives.

   （3） The list of directors and their concurrent positions at other companies proposed for exemption is as follows:

| Title | Name | Concurrent<br>Company and Position |
|---|---|---|
| Director | Chan,Cheng-Tien | Chairman, Guang Shun Investment Co., Ltd.<br>Chairman, Yi Jinn Industrial Co., Ltd<br>Chairman, Kwang Ming Silk Mill Co., Ltd<br>Director, Everest Textile Co., Ltd.<br>Chairman, Yi Tong Fiber Co., Ltd. |
| Director | Weng,Mao-Cheng | Director, Yi Jinn Industrial Co., Ltd |
| Director | Cheering Knitting Industrial Co., Ltd<br>Representative: Liu,Shan-Ming | Chairman, Chu Sing Industrial Co., Ltd.<br>Chairman, Cheering Knitting Industrial Co., Ltd |
| Independent Director | Lin,Wen-Chung | Independent Director, Tah Tong Textile Co., Ltd. |

   Resolution:

# 【Questions and Motions】

# 【Adjournment】

**Attachment 1**

# Yi Shin Textile Industrial Co., Ltd
# 2024 Business Report

1. 2024 Business Report

(I) Business Plan Implementation Result

The Company's net revenue for 2024 amounted to NT$1,123,724 thousand, representing an increase of approximately 13% compared to the net revenue of NT$994,301 thousand in 2023. Gross profit for 2024 was NT$133,789 thousand, up approximately 50% from NT$89,076 thousand in 2023. Overall, the Company achieved a net income after tax of NT$118,786 thousand in 2024, a 162% increase compared to NT$45,274 thousand in 2023.

(II) Review Budget Implementation: The Company did not disclose its 2024 financial forecast, so there is no need to disclose the budget implementation status.

(III) Financial income and expense and profitability analysis

Unit: NT$ thousand

| Item | | 2024 | 2023 | 2024 & 2023 Increase (decrease) % |
|---|---|---|---|---|
| Financial receipts and expenditures | Operating income | 1,123,724 | 994,301 | 13% |
| | Gross profit | 133,789 | 89,076 | 50% |
| | Net income before tax | 130,396 | 52,391 | 149% |
| | Profit after tax | 118,786 | 45,274 | 162% |
| Profitability | Return on total assets (%) | 5.83 | 2.54 | - |
| | Return on equity (%) | 8.43 | 3.27 | - |
| | Pre-tax income to paid-in capital (%) | 19.29 | 7.75 | - |
| | Profit margin (%) | 10.57 | 4.55 | - |
| | Earnings per share (NT$) | 1.76 | 0.67 | - |

Notes:

1. The Company's inventory decreased from 2,751 tons in January 2024 to 1,540 tons in December 2024, representing a 44% reduction. This significantly mitigated valuation losses from obsolete inventory. Benefiting from strong demand starting in Q3, the Company achieved a positive cycle across inventory, production, and sales.

2. While Q4 has traditionally been the off-season for elastic yarns, market demand defied expectations starting in Q3 2024, showing strong upward momentum. With a rapid ramp-up in production capacity and early alignment with target product specifications, the Company gained a first-mover advantage in market demand.

2. Summary of the 2025 Business Plan

(1) Market Demand Growth

With the expansion of textile and industrial applications, the demand for drawn textured yarn (DTY) is expected to continue rising. In particular, the need for highstrength and abrasion-resistant yarns in high-performance textiles and industrial uses is increasing.

(2) Technological Innovation

a) The production technology of DTY continues to advance. The application of new materials and processing technologies enhances both product performance and quality.

b) Adoption of automation and intelligent manufacturing technologies to improve production efficiency and reduce costs.

(3) Diversified Applications

a) DTY is widely used in textiles, packaging, medical, and industrial sectors. As emerging markets develop, Yi Shin Textile Industrial can explore more opportunities for application.

b) Especially with increasing demand for eco-friendly and sustainable products, the development of environmentally friendly yarns will become a competitive edge.

(4) Global Market Expansion

a) Increasing global demand for high-quality DTY presents an opportunity for Yi Shin Textile Industrial to expand into international markets and enhance export capabilities.

b) Participation in international exhibitions and building overseas partnerships will help strengthen brand influence.

(5) Supply Chain Management

a) Strengthen supply chain flexibility and stability to ensure a steady supply of raw materials in response to market fluctuations.

b) Establish long-term cooperative relationships with suppliers to enhance overall competitiveness. The Company will continue investing in R&D to develop new technologies that enhance product performance and reduce production costs.

Chairman: Chan, Cheng-Tien
General Manager: Weng, Mao-Cheng
Accounting Officer: Chen, Shu-Hui

**Attachment 2**

# Audit Committee's Review Report

The Board of Directors has prepared the 2024 Final Accounts including the Business Report, Financial Statements, and the earnings distribution plan, among which the financial statements were audited by KPMG, who issued an audit report.

We have reviewed the above Business Report, Financial Statements, and the earnings distribution proposal, to which we have found no misstatement, and we hereby issue a review report as presented above in accordance with Article 14-4 of the Securities and Exchange Act and Article 219 of the Company Act. Please proceed to review it.

To:

The 2025 General Shareholders' Meeting of Yi Shin Textile Industrial Co., Ltd.

Yi Shin Textile Industrial Co., Ltd.

Tsai, Lien-Sheng, Convener of the Audit Committee

March 11, 2025

**Attachment 3**

# Remuneration of Directors and Independent Directors

December 31, 2024 Unit: NT$ Thousand; %

| Title | Name | Director's Remuneration | | | | | | | | Ratio of Total Remuneration (A+B+C+D) to Net Income | | Relevant Remuneration Received by Directors Who are Also Employees | | | | | | | | Amount and Ratio of Total A, B, C, D, E, F, and G to Net Income | | Compensation to Directors from Non-consolidated Affiliates or Parent Company |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | | Base Compensation (A) | | Severance Pay and Pensions (B) | | Compensation to Directors (C) | | Allowances (D) | | | | Salary, Bonuses, and Allowances (E) | | Severance Pay (F) | | Employee Compensation (G) (Note 3) | | | | | | |
| | | From the Company | From All Consolidated entities | From the Company | From All Consolidated entities | From the Company | From All Consolidated entities | From the Company | From All Consolidated entities | From the Company | From All Consolidated entities | From the Company | From All Consolidated entities | From the Company | From All Consolidated entities | From the Company | | From All Consolidated entities | | From the Company | From All Consolidated entities | |
| | | | | | | | | | | | | | | | | Cash | Stock Market | Cash | Stock Market | | | |
| Chairman | Guang Shun Investment Limited Representative: Chan,Cheng-Tien (Note 1) | – | – | – | – | 100 | 100 | 5 | 5 | 105<br>0.09% | 105<br>0.09% | – | – | – | – | – | – | – | – | 105<br>0.09% | 105<br>0.09% | |
| Director | Chiu,Tsang-Pei (Note 2) | 348 | 348 | 0 | 0 | 0 | 0 | 15 | 15 | 363<br>0.31% | 363<br>0.31% | 1,479 | 1,479 | 0 | 0 | 0 | 0 | 0 | 0 | 1,842<br>1.55% | 1,842<br>1.55% | |
| Director | Lee, KuoChih | 96 | 96 | 0 | 0 | 100 | 100 | 30 | 30 | 226<br>0.19% | 226<br>0.19% | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 226<br>0.19% | 226<br>0.19% | |
| Director | Yu Liang Investment Limited Representative: Liu, YaLing (Note 3) | 48 | 48 | 0 | 0 | 0 | 0 | 10 | 10 | 58<br>0.05% | 58<br>0.05% | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 58<br>0.05% | 58<br>0.05% | |
| Director | Guang Shun Investment Limited Representative: Tsai,Chin-Hsiang | 96 | 96 | 0 | 0 | 100 | 100 | 30 | 30 | 226<br>0.19% | 226<br>0.19% | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 226<br>0.19% | 226<br>0.19% | |
| Director | Guang Shun Investment Limited Representative: Chan, Shun-Da (Note 1) | 24 | 24 | 0 | 0 | 0 | 0 | 5 | 5 | 29<br>0.02% | 29<br>0.02% | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 29<br>0.02% | 29<br>0.02% | |
| Independent Director | Tsai,Lien-Sheng | 480 | 480 | 0 | 0 | 0 | 0 | 25 | 25 | 505<br>0.43% | 505<br>0.43% | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 505<br>0.43% | 505<br>0.43% | |
| Independent Director | Lin,Wen-Chung | 480 | 480 | 0 | 0 | 0 | 0 | 30 | 30 | 510<br>0.43% | 510<br>0.43% | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 510<br>0.43% | 510<br>0.43% | |
| Independent Director | Lin,Ku-Tung | 480 | 480 | 0 | 0 | 0 | 0 | 25 | 25 | 505<br>0.43% | 505<br>0.43% | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 505<br>0.43% | 505<br>0.43% | |
| Independent Director | Chen, RuiLiang | 480 | 480 | 0 | 0 | 0 | 0 | 30 | 30 | 510<br>0.43% | 510<br>0.43% | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 510<br>0.43% | 510<br>0.43% | |

(1) The policy, system, standards and structure in place for paying remuneration to directors and describe the relationship of factors such as the duties and risks undertaken and time invested by the directors to the amount of remuneration paid:
In addition to considering the results of the performance evaluation of directors, the remuneration of the Company's independent directors is also determined in accordance with Article 23 of the Company's Articles of Incorporation, which states: "The remuneration of the Company's directors shall be based on the level of their participation in the Company's operations and the value of their contributions, with reference to domestic and international industry standards. The remuneration shall be proposed by the Compensation Committee and submitted to the Board of Directors for approval."

(2) In addition to what is disclosed in the above table, please specify the amount of remuneration received by directors in the most recent fiscal year for providing services (e.g., for serving as a non-employee consultant to the parent company /any consolidated entities /invested enterprises): None

Note 1: On April 2, 2024, Guang Shun Investment Limited reappointed its corporate representative. Mr. Chan,Cheng-Tien succeeded Mr. Chan, Shun-Da in exercising the duties of director.

Note 2: Director Mr. Chiu,Tsang-Pei resigned on June 28, 2024.

Note 3: Corporate director Yu Liang Investment Limited resigned on June 28, 2024.

**Attachment 4**

## Independent Auditors' Report

To the Board of Directors of Yi Shin Textile Industrial Co., Ltd.

**Audit opinions**

We have audited the accompanying parent company only financial statements of Yi Shin Textile Industrial Co., Ltd. (the "Company"), which comprise the balance sheets from January 1 to December 31, 2024 and 2023, the related statements of comprehensive income, changes in equity, and cash flows from January 1 to December 31, 2024 and 2023, 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 from January 1 to December 31, 2024 and 2023, 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 and International Financial Reporting Standards (IFRS), International Accounting Standards (IAS), IFRIC Interpretations (IFRIC), and SIC Interpretations (SIC) endorsed and issued by the Financial Supervisory Commission of the Republic of China.

**Basis for Opinion**

We conducted our audits in accordance with the Regulation Governing Auditing and Certification of Financial Statements by Certified Public Accountants and auditing standards generally accepted in the R.O.C.. The responsibilities of the CPAs under said standards will be explained further in the section about responsibilities in auditing financial statements. Independently governed staff in the accounting firm that the CPAs belong to have followed moral regulations in honor of the profession of CPA and have remained independent of Yi Shin Textile Industrial Co., Ltd. and fulfilled other responsibilities under the said regulations. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for 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 Company for the year ended December 31, 2024. 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. Key audit matters for the Company's financial statements are states as follows:

**Notes to Readers**

The independent auditors' report and the accompanying financial statements are the English translation of 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 financial statements, the Chinese version shall prevail.

I. Revenue recognition

For the accounting policy on revenue recognition, please refer to Note 4(12) to the financial statements; for the description of revenue recognition, please refer to Note 6(17) to the financial statements for revenue from customer contracts.

Description of Key Audit Matters:

The Company's main source of revenue is from the manufacturing of processed yarn, raw yarn, and high twisted yarn products. The risk of revenue recognition is the authenticity of revenue recognition, as operating income is highly influenced by fluctuations in economic conditions. Thus, revenue recognition testing is one of the important matters that we consider in performing our audit of the financial statements of Yi Shin Textile Industrial Co., Ltd.

Corresponding Audit Procedures:

- Tested the design and implementation of internal controls for the sales and collection cycle.
- Performed analysis on customer revenue from sales and compared the related changes or variances to assess whether there were significant discrepancies; and
- Randomly checked whether management has obtained external evidence that indicates the control of commodity has been transferred to the buyer and tested the sales transactions in the period before and after the year end to assess the correctness of the revenue recognition period.

II. Inventory Valuation

For the accounting policies related to inventory evaluation, please refer to Note 4 (7) of the financial reports for inventory recognition; for the uncertainty of accounting estimation assumptions for inventory valuation, please refer to Note 5 (1) of the financial reports; for instructions on inventory evaluation, please refer to the individual financial statements. Report Note 6 (5) Inventory.

Description of Key Audit Matters:

The Company's inventories are subject to volatile fluctuations in international raw material prices and market supply and demand, which may cause the selling price and sales volume to fluctuate significantly, resulting in the risk that the cost of inventories may exceed their net realizable value. Therefore, inventory valuation tests are an important part of our audit procedures in performing our audits on the Company's financial statements.

Corresponding Audit Procedures:

- To compare the consistency and appropriateness of the allowance for inventory losses in the financial statements and to test whether the Company implemented inventory valuation in accordance with accounting policies.

**Notes to Readers**

The independent auditors' report and the accompanying financial statements are the English translation of 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 financial statements, the Chinese version shall prevail.

- Understand the inventory management process of the Company, review its annual inventory plan, and participate in annual inventory counts. Evaluate the effectiveness of management's classification and control of inventory, and verify the appropriateness of the inventory aging statements used for evaluation to confirm that the information in the statements is consistent with its policies; and
- Performed a logical test on the net realizable value of inventories to evaluate the reasonableness of the allowance for decline in value determined by the Company.

**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 the IFRS, IAS, IFRIC, and SIC endorsed and issued into effect by the Financial Supervisory Commission of the R.O.C., and for necessary internal control as management determines where it is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

While preparing the financial statements, the management is responsible for also evaluating the ability of Yi Shin Textile Industrial Co., Ltd. to continue with the operation and disclosing related matters and adopting the accounting basis for continued operation, among others. Unless the management intends to liquidate Yi Shin Textile Industrial Co., Ltd. or discontinue operation or there are no other actually feasible solutions than liquidation or discontinued operation.

Those charged with governance, Including the Audit Committee, are responsible for overseeing the Company's financial reporting process.

**CPAs Responsibilities in Auditing Financial Statements**

We audit a financial statement in order to be reasonably convinced as to whether the financial statement as a whole contains major untruthful expressions due to fraud or errors and to issue the Audit Report. Reasonably convinced is highly convinced. There is no guarantee, however, that the existence of significant untruthful expressions in financial statements will be detected according to generally accepted auditing standards. Misstatements can arise from fraud or error. If amount or an overview of untruthful expressions can be reasonably expected to affect economic decisions made by users of the financial statements, they are considered significant.

As part of an audit in accordance with the 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 evaluate the risk of significant untruthful expressions in financial statements due to frauds or errors, design and enforce appropriate responsive policies for determined risks; and collect sufficient and adequate audit evidence to be the basis for audit opinions**.** 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 internal control of the Company.
3. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management level.
4. Reach a conclusion with regard to the adequacy of the accounting basis adopted to continue with operation by the management and whether significant uncertainties of events or conditions that might result in significant concerns about the ability of Yi Shin Textile Industrial Co., Ltd. to continue with operation exist or not according to the evidence obtained from the audit. In the event that it is determined that significant uncertainties exist with such events or conditions, on the other hand, the CPAs must remind users of the financial statement in their audit report that they should pay attention to related disclosures included in the statement or modify their audit opinions if such disclosures are inappropriate. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. Future events or conditions, however, are likely to result in Yi Shin Textile Industrial Co., Ltd. no longer capable of continuing with operation.
5. Evaluate the overall presentation, structure, and content of the financial statements, including relevant notes, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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.

**Notes to Readers**

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We also provide the governance units with statements that we have complied with relevant matters that may reasonably be thought to bear on our independence, and we have also communicated with the governance units on all relationships and other matters (including relevant protective measures) that may be considered to affect the independence of auditors.

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 Company for the year ended December 31, 2023 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 Pan, Jiun-Ming and Chen, Chung-Che.

KPMG

Taipei, Taiwan (Republic of China)

**Approval Reference Numbers Issued by the Securities Competent Authority:**

Financial Supervisory Commission Letter No. 1110333933

Financial Supervisory Commission Letter No. 1130332775

March 11, 2025

**Notes to Readers**

The independent auditors' report and the accompanying financial statements are the English translation of 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 financial statements, the Chinese version shall prevail.

**(English Translation of Parent Company Only Financial Statement Originally Issued in Chinese)**

## Yi Shin Textile Industrial Co., Ltd

## Balance Sheets

## December 31, 2024 and 2023

## (Expressed in Thousands of New Taiwan Dollars)

| Asset | December 31, 2024 Amount | % | December 31, 2023 Amount | % |
|---|---|---|---|---|
| **Current asset:** | | | | |
| Cash and Cash Equivalents (Note 6(1)) | $ 113,142 | 5 | 62,183 | 3 |
| Financial Assets at Fair Value Through Profit or Loss - Current (Note 6(2)) | 182,415 | 8 | 124,985 | 5 |
| Notes Receivable, Net (Notes 6(4), (17), and 7) | 26,127 | 1 | 58,127 | 3 |
| Accounts Receivable, Net (Notes 6(4), (17), and 7) | 143,610 | 6 | 87,605 | 4 |
| Other receivables (Note 7) | 9,961 | 1 | 721 | - |
| Current tax assets | 17,128 | 1 | 17,130 | 1 |
| Inventory - Manufacturing (Note 6(5)) | 151,035 | 7 | 208,205 | 9 |
| Prepayments (Note 7) | 29,495 | 1 | 15,489 | 1 |
| **Total current assets** | 672,913 | 30 | 574,445 | 26 |
| **Non-current assets:** | | | | |
| Financial Assets at Fair Value Through Other Comprehensive Profit or Loss - Non-current (Note 6(3)) | 53,592 | 2 | 53,399 | 2 |
| Property, Plants, and Equipment (Notes 6(6) and 8) | 1,263,692 | 56 | 1,303,829 | 59 |
| Right-of-use Assets (Note 6(7)) | 864 | - | 1,931 | - |
| Investment Property (Note6(8) and 8) | 277,531 | 12 | 279,878 | 13 |
| Other Non-current Assets - Others | 1 | - | - | - |
| **Total non-current assets** | 1,595,680 | 70 | 1,639,037 | 74 |
| **Total assets** | $ 2,268,593 | 100 | 2,213,482 | 100 |

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

## Yi Shin Textile Industrial Co., Ltd

## Balance Sheets

## December 31, 2024 and 2023

## (Expressed in Thousands of New Taiwan Dollars)

| | December 31, 2024 | | December 31, 2023 | |
|---|---|---|---|---|
| **Liabilities and Equity** | **Amount** | **%** | **Amount** | **%** |
| **Current liabilities:** | | | | |
| Bank loan (Note 6(9) and 8) | $ 274,725 | 12 | 318,333 | 14 |
| Contract Liabilities - Current (Note 6(17)) | 3,134 | - | 12,449 | 1 |
| Notes payable | 9,750 | 1 | 15,434 | 1 |
| Accounts payable (Note 7) | 51,580 | 2 | 27,982 | 1 |
| Other payables (Note 6(18)) | 45,368 | 2 | 34,967 | 2 |
| Deferred tax liabilities | 7,883 | - | - | - |
| Lease liabilities - current (Note 6(11)) | 774 | - | 1,099 | - |
| Current portion of long-term borrowings (Notes 6(10) and 8) | 13,874 | 1 | - | - |
| Other current liabilities | 533 | - | 979 | - |
| **Total current liabilities** | 407,621 | 18 | 411,243 | 19 |
| **Non-current liabilities:** | | | | |
| Long-term borrowings (Notes 6(10) and 8) | 504,126 | 22 | 496,000 | 22 |
| Lease liabilities - non-current (Note 6(11)) | 137 | - | 911 | - |
| Guarantee deposits received | 1,356 | - | 1,356 | - |
| **Total non-current liabilities** | 505,619 | 22 | 498,267 | 22 |
| **Total Liabilities** | 913,240 | 40 | 909,510 | 41 |
| **Owners' Equity (Note 6(15)):** | | | | |
| Common share capital | 675,980 | 30 | 675,980 | 31 |
| Capital Surplus | 281,904 | 13 | 302,183 | 14 |
| Retained Earnings | 391,819 | 17 | 320,352 | 14 |
| Other equities | 5,650 | - | 5,457 | - |
| **Total equity** | 1,355,353 | 60 | 1,303,972 | 59 |
| **Total liabilities and equities** | $ 2,268,593 | 100 | 2,213,482 | 100 |

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

# Yi Shin Textile Industrial Co., Ltd

## Statement of Comprehensive Income

### For the years ended December 31, 2024 and 2023

(Expressed in Thousands of New Taiwan Dollars, Except for Earnings Per Share)

| | | 2024 | | 2023 | |
|---|---|---|---|---|---|
| | | **Amount** | **%** | **Amount** | **%** |
| 4000 | **Operating revenue (Note 6(13)and(17))** | $ 1,123,724 | 100 | 994,301 | 100 |
| 5110 | **Cost of sales (Notes 6(5), (11) and (12))** | 989,935 | 88 | 905,225 | 91 |
| | **Gross profit** | 133,789 | 12 | 89,076 | 9 |
| | **Operating expenses (Notes 6(11), (12), (18) and 7):** | | | | |
| 6100 | Selling expenses | 28,702 | 3 | 26,520 | 3 |
| 6200 | Administrative expenses | 26,395 | 2 | 27,355 | 3 |
| 6300 | Research and development expenses | 2,869 | - | 3,388 | - |
| | **Total operating expenses** | 57,966 | 5 | 57,263 | 6 |
| | **Operating profit** | 75,823 | 7 | 31,813 | 3 |
| | **Non-operating income and expenses (Note 6(11),(19)and 9):** | | | | |
| 7100 | Interest revenue | 271 | - | 398 | - |
| 7010 | Other income | 51,927 | 5 | 10,229 | 1 |
| 7020 | Other gains or losses | 18,813 | 1 | 24,267 | 2 |
| 7050 | Financial costs | (16,438) | (1) | (14,316) | (1) |
| | **Total non-operating incomes and expenses** | 54,573 | 5 | 20,578 | 2 |
| | **Pre-tax profit from continuing operations** | 130,396 | 12 | 52,391 | 5 |
| 7950 | **Less: Income tax expenses (Note 6(14))** | 11,610 | 1 | 7,117 | 1 |
| | **Current period net profit** | 118,786 | 11 | 45,274 | 4 |
| 8300 | **Other comprehensive income:** | | | | |
| 8310 | **Items not reclassified subsequently to profit or loss** | | | | |
| 8316 | Unrealized equity instrument profit or loss measured at fair value through other comprehensive income | 193 | - | 223 | - |
| 8300 | **Other comprehensive income for this period (net of tax)** | 193 | - | 223 | - |
| | **Total comprehensive income for this period** | **$ 118,979** | **11** | **45,497** | **4** |
| 9750 | **Basic earnings per share (Note 6(16)) (Unit: NT$)** | **$ 1.76** | | **0.67** | |
| 9850 | **Diluted earnings per share (Note 6(16)) (Unit: NT$)** | **$ 1.75** | | **0.67** | |

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

# Yi Shin Textile Industrial Co., Ltd

## Statement of Changes in Equity

For the years ended December 31, 2024 and 2023

(Expressed in Thousands of New Taiwan Dollars)

| | Share capital | | Retained Earnings | | | Other Equity Item: Unrealized financial assets profit or loss at fair value through other comprehensive income (loss) | |
|---|---|---|---|---|---|---|---|
| | Common share capital | Capital Surplus | Statutory reserves | Unappropriated earnings | Total | | Total equity |
| **Balance, December 31, 2023** | $ 675,980 | 302,183 | 123,498 | 354,374 | 477,872 | 5,234 | 1,461,269 |
| Current period net profit | - | - | - | 45,274 | 45,274 | - | 45,274 |
| Other comprehensive income recognized for the period | - | - | - | - | - | 223 | 223 |
| Total comprehensive income for this period | - | - | - | 45,274 | 45,274 | 223 | 45,497 |
| Surplus allocation and distribution: | | | | | | | |
| Legal reserve set aside | - | - | 19,612 | (19,612) | - | - | - |
| Special reserves set aside | - | - | - | (202,794) | (202,794) | - | (202,794) |
| Common share cash dividend | 675,980 | 302,183 | 143,110 | 177,242 | 320,352 | 5,457 | 1,303,972 |
| **Balance, December 31, 2023** | - | - | - | 118,786 | 118,786 | - | 118,786 |
| Current period net profit | - | - | - | - | - | 193 | 193 |
| Other comprehensive income recognized for the period | - | - | - | 118,786 | 118,786 | 193 | 118,979 |
| Total comprehensive income for this period | | | | | | | |
| Surplus allocation and distribution: | - | - | 4,527 | (4,527) | - | - | - |
| Legal reserve set aside | - | - | - | (47,319) | (47,319) | - | (47,319) |
| Common share cash dividend | - | (20,279) | - | - | - | - | (20,279) |
| **Balance, December 31, 2024** | **$ 675,980** | **281,904** | **147,637** | **244,182** | **391,819** | **5,650** | **1,355,353** |

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

Yi Shin Textile Industrial Co., Ltd

Statement of Cash Flows

For the years ended December 31, 2024 and 2023

(Expressed in Thousands of New Taiwan Dollars)

| | 2024 | 2023 |
|---|---|---|
| **Cash flows from operating activities:** | | |
| **Income before income tax** | $ 130,396 | 52,391 |
| **Adjustments:** | | |
| Income/expenses items | | |
| Depreciation expense | 44,217 | 41,661 |
| Net (gain) loss on financial assets at fair value through profit or loss | (17,293) | (19,727) |
| Interest expenses | 16,438 | 14,316 |
| Interest revenue | (271) | (398) |
| Dividend income | (47,160) | (6,816) |
| Loss (gain) on disposal of property, plan and equipment | (1,198) | - |
| Total Income/Expense Items | (5,267) | 29,036 |
| Changes in assets/debts having to do with business activities: | | |
| Net Change in Assets Related to Operating Activities: | | |
| Financial assets at FVTPL | (40,137) | (6,938) |
| Notes receivable | 32,000 | 10,158 |
| Accounts receivable | (56,005) | 22,418 |
| Other receivables | (9,240) | (296) |
| Inventories | 57,170 | 26,759 |
| Prepayments | (14,006) | 8,972 |
| Other current assets | - | 195 |
| Total Net Change in Assets Related to Operating Activities | (30,218) | 61,268 |
| Net Change in Liabilities Related to Operating Activities: | | |
| Contract liabilities | (9,315) | 9,402 |
| Notes payable | (5,684) | (20,661) |
| Accounts payable | 23,598 | (2,520) |
| Other payables | 10,337 | (10,030) |
| Other current liabilities | (446) | (1,458) |
| Total Net Change in Liabilities Related to Operating Activities | 18,490 | (25,267) |
| Total Net Change in Assets and Liabilities Related to Operating Activities | (11,728) | 36,001 |
| Total Adjustment Items | (16,995) | 65,037 |
| Cash generated from operating activities | 113,401 | 117,428 |
| Interest received | 271 | 398 |
| Dividends received | 47,160 | 6,816 |
| Interest paid | (16,374) | (14,277) |
| Income tax paid | (3,725) | (35,520) |
| **Net cash inflow from operating activities** | 140,733 | 74,845 |

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

Yi Shin Textile Industrial Co., Ltd

Statement of Cash Flows

For the years ended December 31, 2024 and 2023

(Expressed in Thousands of New Taiwan Dollars)

| | 2024 | 2023 |
|---|---|---|
| **Cash flows from investing activities:** | | |
| Acquisition of financial assets at fair value through other comprehensive income | - | (2,500) |
| Acquisition of property, plant and equipment | (1,087) | (76,752) |
| Proceeds from disposal of property, plant and equipment | 1,619 | - |
| Increase in other financial assets | - | 19,761 |
| Other non-current assets | (1) | 58 |
| **Net cash inflow (outflow) from investment activities** | 531 | (59,433) |
| **Cash flows from financing activities:** | | |
| Increase (decrease) in short-term borrowings | (43,608) | 152,221 |
| Increase in long-term borrowings | 22,000 | - |
| Repayment of Lease Principal | (1,099) | (1,057) |
| Cash dividend payment | (67,598) | (202,794) |
| **Net cash outflow from financing activities** | (90,305) | (51,630) |
| Increase (decrease) in Cash and Cash Equivalents for the Period | 50,959 | (36,218) |
| Cash and cash equivalents at the beginning of the year | 62,183 | 98,401 |
| Cash and cash equivalents at the end of the year | **$ 113,142** | **62,183** |

**Attachment 5**

# YI Shin Textile Industrial CO, LTD.
# Comparison Table of Amendments To Articles of Incorporation

| AFTER THE REVISION | BEFORE THE REVISION | REASONS |
|---|---|---|
| Article 15:<br>There shall be no less than three independent directors, and they shall represent no less than 1/3 of the number of directors. Independent directors shall be elected by the shareholders' meeting from the list of independent director candidates. The election adopts a candidate nomination approach, and they are elected from the list of candidates for independent directors. The professional qualifications, shareholding, part-time restrictions, nominations and other rules to be followed shall be handled in accordance with laws and regulations of the securities authority. | Article 15:<br>There shall be no less than two independent directors, and they shall represent no less than 1/5 of the number of directors. The election adopts a candidate nomination approach, and they are elected from the list of candidates for independent directors. The professional qualifications, shareholding, part-time restrictions, nominations and other rules to be followed shall be handled in accordance with laws and regulations of the securities authority. | Amended in compliance |
| Article 25:<br>If the Company records a profit in a given year, no lower than 2% of the profit shall be allocated as employee compensation, and no more than 1% shall be allocated as director remuneration. Of the amount allocated for employee compensation, not less than 50% shall be distributed to base-level employees. Notwithstanding, an amount shall first be reserved for making up any cumulative losses of the Company before the aforementioned distribution of employee remuneration and director remuneration.<br>The employee compensation mentioned in the preceding paragraph may be distributed in the form of shares or cash, and may be granted to employees of subsidiaries or parent companies who meet certain criteria, as determined by a resolution of the Board of Directors. The director remuneration mentioned above shall be distributed in cash. | Article 25:<br>If the Company has profits in a given year, shall not be lower than 2% as employee remuneration to be distributed in stocks or cash as determined by the Board of Directors. Parties to whom such distribution is made include employees of a subordinate company that meets certain specific requirements. Of the aforementioned profits, the Company may have the Board of Directors decide to set aside not more than 1% as director remuneration. Proposals on the distribution of employee remuneration and director remuneration shall be presented at a shareholders' meeting. Notwithstanding, an amount shall first be reserved for making up any cumulative losses of the Company before the aforementioned distribution of employee remuneration and director remuneration. The remuneration of Directors of Board to be distributed in cash. | In accordance with the amendments to the Securities and Exchange Act |
| Article 28:<br>These Articles of Incorporation are entered into on June 06, 2013,<br>The first amendment was made on November 02, 2015,<br>The second amendment on June 04, 2016,<br>The third amendment on February 23, 2017,<br>The fourth amendment on May 19, 2017,<br>The fifth amendment on September 04, 2017,<br>The sixth amendment on March 30, 2018,<br>The seventh amendment on November 30, 2018,<br>The eighth amendment on May 28, 2019,<br>The ninth amendment on May 28, 2020,<br>The tenth amendment was made on June 5, 2025, | Article 28:<br>These Articles of Incorporation are entered into on June 06, 2013,<br>The first amendment was made on November 02, 2015,<br>The second amendment on June 04, 2016,<br>The third amendment on February 23, 2017,<br>The fourth amendment on May 19, 2017,<br>The fifth amendment on September 04, 2017,<br>The sixth amendment on March 30, 2018,<br>The seventh amendment on November 30, 2018,<br>The eighth amendment on May 28, 2019,<br>The ninth amendment on May 28, 2020, | Added amendment date |

## Appendix 1

# YI Shin Textile Industrial CO, LTD.
## Rules of Procedure for Shareholders Meetings

Revision Date: May 28, 2020

Article 1: The rules of procedures for this Corporation's shareholders meetings, except as otherwise provided by law, regulation, or the articles of incorporation, shall be as provided in these Rules.

Article 2: Unless otherwise provided by law or regulation, this Corporation's shareholders meetings shall be convened by the board of directors.

This Corporation shall prepare electronic versions of the shareholders meeting notice and proxy forms, and the origins of and explanatory materials relating to all proposals, including proposals for ratification, matters for deliberation, or the election or dismissal of directors or supervisors, and upload them to the Market Observation Post System (MOPS) before 30 days before the date of a regular shareholders meeting or before 15 days before the date of a special shareholders meeting. This Corporation shall prepare electronic versions of the shareholders meeting agenda and supplemental meeting materials and upload them to the MOPS before 21 days before the date of the regular shareholders meeting or before 15 days before the date of the special shareholders meeting. In addition, before 15 days before the date of the shareholders meeting, this Corporation shall also have prepared the shareholders meeting agenda and supplemental meeting materials and made them available for review by shareholders at any time. The meeting agenda and supplemental materials shall also be displayed at this Corporation and the professional shareholder services agent designated thereby as well as being distributed on-site at the meeting place.

The reasons for convening a shareholders meeting shall be specified in the meeting notice and public announcement. With the consent of the addressee, the meeting notice may be given in electronic form.

Election or dismissal of directors or supervisors, amendments to the articles of incorporation, reduction of capital, application for the approval of ceasing its status as a public company, approval of competing with the company by directors, surplus profit distributed in the form of new shares, reserve distributed in the form of new shares, the dissolution, merger, or demerger of the corporation, or any matter under Article 185, paragraph 1 of Regulations Governing the Offering and Issuance of Securities by Securities Issuers, shall be set out and the essential contents explained in the notice of the reasons for convening the shareholders meeting. None of the above matters may be raised by an extraordinary motion.

Where re-election of all directors as well as their inauguration date is stated in the notice of the reasons for convening the shareholders meeting, after the completion of the re-election in said meeting such inauguration date may not be altered by any extraordinary motion or otherwise in the same meeting.

A shareholder holding one percent or more of the total number of issued shares may submit to this Corporation a proposal for discussion at a regular shareholders meeting. The number of items so proposed, however, is limited to one only, and no proposal containing more than one item will be included in the meeting agenda.

Shareholders may submit a proposal for urging the corporation to promote public interests or fulfill its social responsibilities.

In addition, when the circumstances of any subparagraph of Article 172-1, paragraph 4 of the Company Act apply to a proposal put forward by a shareholder, the board of directors may exclude it from the agenda.

Prior to the book closure date before a regular shareholders meeting is held, this Corporation shall publicly announce its acceptance of shareholder proposals in writing or electronically, and the location and time period for their submission; the period for submission of shareholder proposals may not be less than 10 days.

Shareholder-submitted proposals are limited to 300 words, and no proposal containing more than 300 words will be included in the meeting agenda. The shareholder making the proposal shall be present in person or by proxy at the regular shareholders meeting and take part in discussion of the proposal.

Prior to the date for issuance of notice of a shareholders meeting, this Corporation shall inform the shareholders who submitted proposals of the proposal screening results, and shall list in the meeting notice the proposals that conform to the provisions of this article. At the shareholders meeting the board of directors shall explain the reasons for exclusion of any shareholder proposals not included in the agenda.

Article 3: For each shareholders meeting, a shareholder may appoint a proxy to attend the meeting by providing the proxy form issued by this Corporation and stating the scope of the proxy's authorization.

A shareholder may issue only one proxy form and appoint only one proxy for any given shareholders meeting, and shall deliver the proxy form to this Corporation before five days before the date of the shareholders meeting.

When duplicate proxy forms are delivered, the one received earliest shall prevail unless a declaration is made to cancel the previous proxy appointment.

After a proxy form has been delivered to this Corporation, if the shareholder intends to attend the meeting in person or who wish to exercise their voting rights in writing or electronically, a written notice of proxy cancellation shall be submitted to this Corporation before two business days before the meeting date.

If the cancellation notice is submitted after that time, votes cast at the meeting by the proxy shall prevail.

Article 4: This Corporation shall furnish the attending shareholders or their proxies with an attendance book to sign, or attending shareholders may hand in a sign-in card in lieu of signing in. This Corporation shall furnish attending shareholders with the meeting agenda book, annual report, attendance card, speaker's slips, voting slips, and other meeting materials. Where there is an election of directors or supervisors, pre-printed ballots shall also be furnished.

Article 5: The venue for a shareholders meeting shall be the premises of this Corporation, or a place easily accessible to shareholders and suitable for a shareholders meeting. The meeting may begin no earlier than 9 a.m. and no later than 3 p.m. Full consideration shall be given to the opinions of the independent directors with respect to the place and time of the meeting.

Article 6: If a shareholders' meeting is convened by the board of directors, the meeting shall be chaired by the chairperson of the board.

When the chairperson of the board is on leave or for any reason unable to exercise the powers of the chairperson, the chairperson shall appoint one of the directors to act as chair. Where the chairperson does not make such a designation, the directors shall select from among themselves one person to serve as chair.

The terms of office shall be the person who shall be a managing director or director familiar with the operation of the company as if the aforementioned chairman be a corporate director. The same requirements shall apply if the chairperson for the meeting is a director's representative of a juristic person.

The attendance shall be recorded in the meeting minutes. If a shareholders meeting is convened by a party with power to convene but other than the board of directors, the convening party shall chair the meeting.
When there are two or more such convening parties, they shall mutually select a chair from among themselves. This Company may appoint its attorneys, certified public accountants, or related persons retained by it to attend a shareholders' meeting in a non-voting capacity.

Article 7: This Company shall specify in its shareholder's meeting notices the time during which shareholder attendance registrations will be accepted, the place to register for attendance, and other matters for attention.
The time during which shareholder attendance registrations will be accepted, as stated in the preceding paragraph, shall be at least 30 minutes before the time the meeting commences. The place at which attendance registrations are accepted shall be clearly marked and enough suitable personnel assigned to handle the registrations.
Shareholders and their proxies (collectively, "shareholders") shall attend shareholders' meetings based on attendance cards, sign-in cards, or other certificates of attendance. The Company may not arbitrarily add requirements for other documents beyond those showing eligibility to attend presented by shareholders. Solicitors soliciting proxy forms shall also bring identification documents for verification.
The Company shall furnish the attending shareholders with an attendance book to sign, or attending shareholders may hand in a sign-in card instead of signing in.
The Company shall furnish attending shareholders with the meeting agenda book, annual report, attendance card, speaker's slips, voting slips, and other meeting materials. Where there is an election of directors or supervisors, pre-printed ballots shall also be furnished.
Attendance at shareholders meetings shall be calculated based on numbers of shares. The number of shares in attendance shall be calculated according to the shares
indicated by the attendance book and sign-in cards handed in plus the number of shares whose voting rights are exercised by correspondence or electronically.

Article 8: This Company may appoint attorneys, certified public accountants, or related persons retained by it to attend a shareholders' meeting in a non-voting capacity.
Staff handling administrative affairs of a shareholders' meeting shall wear identification cards or arm bands.

Article 9: The Company shall make uninterrupted audio and video recordings of the entire process of shareholder sign-in, meeting proceedings, and voting and ballot counting.
The recorded materials of the preceding paragraph shall be retained for at least 1 year.
In the event of a lawsuit regarding the Directors election under Article 189 of the Company Law, those ballots shall be archived until the conclusion of the lawsuit.

Article10: The chairperson shall call the meeting to order at the time scheduled for the meeting. In the event that the meeting is attended by shareholders representing less than half of the total issued shares, the chairperson may announce a postponement of the meeting, however, there may not be more than two postponements in total and the total time accumulated in the postponement(s) shall not exceed one hour.
In the event that the meeting is attended by shareholders not up to the specified quorum but representing more than one-third of the total issued shares after two postponements, a tentative resolution may be passed in accordance with Article 175 of the Company Act.
In the event that the total number of shares represented by attending shareholders reaches a majority of the total issued shares before that same shareholder meeting is adjourned, the chairperson may bring the tentative resolution(s) so adopted into the shareholder meeting anew to be duly resolved in accordance with Article 174 of the Company Act.

Article11: If a shareholders meeting is convened by the board of directors, the meeting agenda shall be set by the board of directors. Votes shall be cast on each separate proposal in the agenda (including extraordinary motions and amendments to the original proposals set out in the agenda). The meeting shall proceed in the order set by the agenda, which may not be changed without a resolution of the shareholders meeting.

The provisions of the preceding paragraph apply mutatis mutandis to a shareholders meeting convened by a party with the power to convene that is not the board of directors.

The chair may not declare the meeting adjourned prior to completion of deliberation on the meeting agenda (including extraordinary motions), except by a resolution of the shareholders meeting. If the chair declares the meeting adjourned in violation of the rules of procedure, the other members of the board of directors shall promptly assist the attending shareholders in electing a new chair in accordance with statutory procedures, by agreement of a majority of the votes represented by the attending shareholders, and then continue the meeting.

Article12: Before speaking, an attending shareholder must specify on a speaker's slip the subject of the speech, his/her shareholder account number (or attendance card number), and account name. The order in which shareholders speak will be set by the chair.

A shareholder in attendance who has submitted a speaker's slip but does not actually speak shall be deemed to have not spoken. When the content of the speech does not correspond to the

subject given on the speaker's slip; the spoken content shall prevail.

When an attending shareholder is speaking, other shareholders may not speak or interrupt unless they have sought and obtained the consent of the chair and the shareholder that has the floor; the chair shall stop any violation.

Article13: Except with the consent of the chair, a shareholder may not speak more than twice on the same proposal, and a single speech may not exceed 5 minutes.

If a shareholder's speech violates the rule specified in the preceding paragraph or exceeds the scope of the agenda items, the chair may terminate the shareholder's speech.

Article14: When a juristic person is appointed to attend a shareholders' meeting as proxy, the juristic person may designate only one person to represent it in the meeting.

When a juristic person shareholder appoints two or more representatives to attend a shareholders' meeting, only one of the representatives so appointed may speak on the same proposal.

Article15: After an attending shareholder has spoken, the chair may respond in person or direct relevant personnel to respond.

Article16: When the chair is of the opinion that a proposal has been discussed sufficiently and is ready to put for a vote, the chair may announce the discussion closed and call for a vote, and schedule sufficient time for voting.

Article17: Voting at a shareholders meeting shall be calculated based the number of shares.

With respect to resolutions of shareholders meetings, the number of shares held by a shareholder with no voting rights shall not be calculated as part of the total number of issued shares.

When a shareholder is an interested party in relation to an agenda item, and there is the likelihood that such a relationship would prejudice the interests of this Corporation, that shareholder may not vote on that item, and may not exercise voting rights as proxy for any other shareholder.

The number of shares for which voting rights may not be exercised under the preceding paragraph shall not be calculated as part of the voting rights represented by attending shareholders.

With the exception of a trust enterprise or a shareholder services agent approved by the competent securities authority, when one person is concurrently appointed as proxy by two or more shareholders, the voting rights represented by that proxy may not exceed three percent of the voting rights represented by the total number of issued shares. If that percentage is exceeded, the voting rights in excess of that percentage shall not be included in the calculation.

Article18: 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.

When this Corporation holds a shareholder 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; it is therefore advisable that this Corporation avoid the submission of extraordinary motions and amendments to original proposals.

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 5 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.

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 two 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.

Article19: Vote monitoring and counting personnel for the voting on a proposal shall be appointed by the chair, provided that all monitoring personnel shall be shareholders of this Corporation.

Vote counting for shareholders meeting proposals or elections shall be conducted in public at the place of the shareholders meeting. Immediately after vote counting has been completed, the results of the voting, including the statistical tallies of the numbers of votes, shall be announced on-site at the meeting, and a record made of the vote.

Article20: When a meeting is in progress, the chair may announce a break based on time considerations.

If a force majeure event occurs, the chair may rule the meeting temporarily suspended and announce a time when, in view of the circumstances, the meeting will be resumed.

Article21: Except as otherwise provided in the Company Act and in this Corporation’s articles of incorporation, the passage of a proposal shall require an affirmative vote of a majority of the voting rights represented by the attending shareholders.

At the time of a vote, for each proposal, the chair or a person designated by the chair shall first announce the total number of voting rights represented by the attending shareholders, followed by a poll of the shareholders. After the conclusion of the meeting, on the same day it is held, the results for each proposal, based on the numbers of votes for and against and the number of abstentions, shall be entered into the MOPS.

Article22: When there is an amendment or an alternative to a proposal, the chair shall present the amended or alternative proposal together with the original proposal and decide the order in which they will be put to a vote. When any one among them is passed, the other proposals will then be deemed rejected, and no further voting shall be required.

Article23: Staff handling administrative affairs of a shareholders meeting shall wear identification cards or arm bands. The chair may direct the proctors or security personnel to help maintain order at the meeting place. When proctors or security personnel help maintain order at the meeting place, they shall wear an identification card or armband bearing the word “Proctor.” 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.

Article24: The election of directors or supervisors at a shareholders meeting shall be held in accordance with the applicable election and appointment rules adopted by this Corporation, and the voting results shall be announced on-site immediately, including the names of those elected as directors and supervisors and the numbers of votes with which they were elected.
The ballots for the election referred to in the preceding paragraph shall be kept in proper custody for at least one year. If, however, a shareholder files a lawsuit pursuant to Article 189 of the Company Act, the recording shall be retained until the conclusion of the litigation.

Article25: Matters relating to the resolutions of a shareholders’ meeting shall be recorded in the meeting minutes. The meeting minutes shall be signed or sealed by the chair of the meeting and a copy distributed to each shareholder within 20 days after the conclusion of the meeting. The meeting minutes may be produced and distributed in electronic form.
This Company may distribute the meeting minutes of the preceding paragraph by means of a public announcement made through the MOPS.
The meeting minutes shall accurately record the year, month, day, and place of the meeting, the chair’s full name, the methods by which resolutions were adopted, and a summary of the deliberations and their voting results (including the number of voting rights), and disclose the number of voting rights of each candidate in the event of an election of directors, and shall be retained for the duration of the existence of this Company.

Article26: On the day of a shareholders meeting, this Corporation shall compile in the prescribed format a statistical statement of the number of shares obtained by solicitors through solicitation and the number of shares represented by proxy agent, and shall make an express disclosure of the same at the place of the shareholders meeting.
If matters put to a resolution at a shareholders meeting constitute material information under applicable laws or regulations or under Taiwan Stock Exchange Corporation (or Taipei Exchange) regulations, the Company shall upload the content of such resolution to the MOPS within the prescribed time period.

Article27: These Rules shall take effect after having been submitted to and approved by a shareholders meeting. Subsequent amendments thereto shall be effected in the same manner.

**Appendix 2**

# YI Shin Textile Industrial CO, LTD.
# Articles of Incorporation

## Chapter 1. General Provision

Article 1: The Company organized in accordance with the Company Act, named "宜新實業股份有限公司" and the English name is "YI Shin Textile Industrial CO., LTD".

Article 2: The Company's operating business is as follow:
(1) C301010 yarn spinning mills
(2) C302010 fabric mills
(3) C305010 finishing of textiles
(4) C306010 garment industry
(5) C399990 other textiles and textile products manufacturing
(6) C801120 man-made fibers manufacturing
(7) C801990 other chemical products manufacturing
(8) F104110 Wholesale of Cloths, Garments, Shoes, Hats, Umbrellas and Clothing Accessories
(9) F204110 Retail Sale of Cloths, Garments, Shoes, Hats, Umbrellas and Clothing Accessories
(10) H201010 Investment
(11) H701010 development, lease and sale of housing and buildings
(12) H701020 development, lease and sale of industrial plants
(13) H701040 specific area development
(14) H701050 investment and construction of infrastructure
(15) H701060 new town and new community development
(16) H703090 real estate trading
(17) H703100 real estate lease
(18) I101110 Textile Consulting
(19) ZZ99999 except licensing business, all business items that are not prohibited or restricted by law, except those that are subject to special approval.

Article 3: The Company's total reinvestment may exceed 40% of paid-in capital, and engaged in investing of Mainland within the quota opened for approval by the competent authority, and may make guarantees for other companies.

Article 4: The Company established the head office in Taipei City, shall establish domestic and overseas branches approved by the solution of board of directors when it's necessary.

## Chapter 2. Shares

Article 5: The Company's authorized capital shall be NT$800 million, divided into 80 million shares, with a par value of NT$10 per share. The Board of Directors is authorized to issue the shares in installments.

Article 6: The Company's stocks were nominative, a director representing the Company shall sign or stamp on them, and the stocks can be issued after signed and approved in accordance with the regulations. The Company may be exempted from printing any share certificate for the shares issued, adopt nonphysical issue, but shall be registered in Taiwan Depository & Clearing Corporation the issued bonds with a centralized securities depositary.

Article 7: Share transfers shall be made in accordance with Article 165 of the Company Act.
Unless otherwise provided in relevant laws or regulations, affairs concerning shareholder services need to be handled in accordance with the Regulations Governing the Administration of Shareholder Services of Public Companies promulgated by the competent authority.

## Chapter 3. Shareholders' Meeting

Article 8: The shareholders' meeting of the Company shall be classified into the general meeting and the special meeting. The general meeting shall be annually convened within six months from the end of each fiscal year. The special meeting shall be convened in accordance with Article 165 of the Company Act., whenever is necessary.

Article 9: Shareholders' meetings shall be convened by the board of directors, with the chairman being the chair of the meetings. If the chairman is absent for any reason, a person of acting duty shall be appointed. If no person of acting duty is appointed, one shall be appointed among the directors.

Article 10: Each shareholder of the company shall have one vote per share, unless otherwise stipulated by laws and regulations.

Article 11: Shareholders who are unable to attend the shareholders' meeting may designate a proxy to attend the shareholders' meeting with a proxy form indicating the scope of authority in accordance with Article 177 of the Company Act and the Regulations Governing the Use of Proxies for Attendance at Shareholders' Meeting of Public Companies.

Article 12: The resolutions of shareholders' meeting, unless otherwise stated in the relevant laws and regulations, shall be agreed by the majority of votes represented by the attending shareholders or proxies who represents the majority of total number of issued shares.
The shareholders' meeting, the shareholders may exercise their voting rights in writing or by electronic transmission. A shareholder who exercises his/her voting right in writing or by electronic transmission is deemed to have attended the shareholders' meeting in person.

Article 13: The voted issues should be made into a resolution record signed or stamped by the chair and then distributed to each shareholder within twenty days after the meeting. Meeting minutes may also be disseminated by way of public announcements.

## Chapter 4. Board of Directors

Article 14: The Company has five to nine directors. They are elected at shareholders' meeting based on their capabilities. The term of service is three years and they can be re-elected.
The election of the Company's directors adopts the candidate nomination approach, and the cumulative voting is implemented at the meetings.
The election of directors adopts the candidate nomination system stipulated in Article 192-1 of the Company Law, and the shareholders' meeting selects candidates from the list of candidates.

Article 15: There shall be no less than two independent directors, and they shall represent no less than 1/5 of the number of directors. The election adopts a candidate nomination approach, and they are elected from the list of candidates for independent directors. The professional qualifications, shareholding, part-time restrictions, nominations and other rules to be followed shall be handled in accordance with laws and regulations of the securities authority.

Article 16: In case no election of new directors is effected after expiration of the term of office of existing directors, the term of office of out-going directors shall be extended until the time new directors have been elected and assumed their office. However, the competent authority may, ex officio, order the company to elect new directors within a given time limit; and if no re-election is effected after expiry of the given time limit, the out-going directors shall be discharged ipso facto from such expiration date.

Article 17: The Board shall be formed by the directors. The chairman of the Board shall be elected from among the directors by a majority vote of the directors present at a meeting attended by at least two-thirds of all directors.

The Chairman shall be the Company's representative externally and act as the chairman of shareholders' meetings and directors' meetings internally, and administer all affairs of the Company in accordance with laws and regulations, the articles, and resolutions adopted at shareholders' meetings and directors' meetings.

A notice of directors' meeting of the Company setting forth the subjects to be discussed shall be served on each director seven days in advance, provided in the case of emergency, the meeting may be convened at any time. Said notice may be given in writing, by email, or by fax to each director.

The Company establishes an audit committee in compliance with Article 14-4 of the Securities and Exchange Act. The audit committee shall consist of all independent directors. One of the members shall be the convener and at least one of them shall have accounting or financial expertise. The provisions regarding supervisors in the Company Act, Securities and Exchange Act, and other laws and regulations shall apply mutatis mutandis to the audit committee.

The decisions of the audit committee shall be agreed by at least one-half of all members.

Article 18: The Board shall resolve Company's operation direction and other important matters. Except that the first meeting of each term of the Board shall be convened according to Article 203 of the Company Act, the chairman of the Board shall convene and preside the Board meeting. In case that the chairman of the Board is on leave or unable to perform duties with reasons, the other directors shall act as the chairman's proxy according to Article 208 of the Company Act.

Article 19: Resolutions in a board meeting, unless otherwise stipulated in the Company Act, shall be adopted by the majority of attending directors which represents the majority of all directors.

If a director is unable to attend the meeting for some reason, he/she shall authorize other director to stand proxy with a power of attorney indicating the scope of authority with reference to the subjects to be discussed at the meeting. No director may act as proxy for more than one other director. If a director lives abroad, he/she may authorize other shareholders in Taiwan to act as proxy in series of meetings with a written power of attorney. For Board meetings conducted through video-conferencing, a director who participates through video-conferencing is deemed to attend in person.

Article 20: The proceedings of the meeting of the Board shall be recorded in the minutes of the meeting, which shall be affixed with the signature or seal of the chairman of the meeting and shall be distributed to all shareholders of the Company within twenty days after the close of the meeting. The minutes of the Board meeting shall record a summary of the essential points of the proceedings and the results of the meeting. The minutes shall be kept persistently throughout the life of the Company. The attendance list bearing the signatures of directors present at the meeting and the powers of attorney of the proxies shall be kept by the Company.

Article 21: The Board of Directors is authorized to determine the remuneration of the directors of the Company based on their level of participation in the operations of the Company and their individual contributions to the Company, taking into account domestic and industry standards as a reference.

## Chapter 5. Managers

Article 22: The Company may have several managers. Their appointment, dismissal, and remuneration are governed by Article 29 of the Company Act.

## Chapter 6. Accounting

Article 23: The fiscal year of the Company shall be from 1 January to 31 December.

Article 24: At the close of each fiscal year, the Company shall have the Board of Directors prepare the following books and statements and, according to the statutory procedure, submit the same at a regular shareholders' meeting for ratification:
1. report on operations
2. financial statements
3. proposals on the distribution of profits or covering of losses

Article 25: If the Company has profits in a given year, shall not be lower than 2% as employee remuneration to be distributed in stocks or cash as determined by the Board of Directors. Parties to whom such distribution is made include employees of a subordinate company that meets certain specific requirements. Of the aforementioned profits, the Company may have the Board of Directors decide to set aside not more than 1% as director remuneration. Proposals on the distribution of employee remuneration and director remuneration shall be presented at a shareholders' meeting. Notwithstanding, an amount shall first be reserved for making up any cumulative losses of the Company before the aforementioned distribution of employee remuneration and director remuneration. The remuneration of Directors of Board to be distributed in cash.

Article 25-1:If after the annual closing of books there is a profit, the Company shall, after having provided for taxes and offset the accumulated losses of previous years, appropriate the 10% legal reserve and recognize or reverse special reserve return earnings in accordance with laws and regulations. The remaining balance, together with the undistributed profits of previous years, shall be retained or distributed upon the resolution of the shareholders' meeting.

The distributable dividends, bonuses, capital surplus or legal reserve in whole or in part shall be paid in cash after a resolution has been adopted by a majority vote at a meeting of the board of directors attended by two-thirds of the total number of directors. Such a distribution shall be reported to the shareholders' meeting.

After taking into account the environment and development stage of the Company, the needs of capital in the future, long-term financial planning and shareholders' demand for cash, The annual distribution of dividends to shareholders shall not be less than 20% of the distributable surplus of the year, but when the accumulated distributable surplus is less than 10% of the paid-in share capital, it may not be distributed; when distributing shareholder dividends, in the form of cash or stock, of which cash dividends and bonuses shall not be less than 10% of the total amount of dividends and bonuses.

## Chapter 7. Additional Provisions

Article 26: The Company’s charter and operational regulations shall be separately adopted.

Article 27: In regard to all matters not provided for in these Articles of Incorporation, the Company Act and other laws and regulations of the Republic of China shall govern.

Article 28: These Articles of Incorporation are entered into on June 06, 2013,
The first amendment was made on November 02, 2015,
The second amendment on June 04, 2016,
The third amendment on February 23, 2017,
The fourth amendment on May 19, 2017,
The fifth amendment on September 04, 2017,
The sixth amendment on March 30, 2018,
The seventh amendment on November 30, 2018,
The eighth amendment on May 28, 2019,
The ninth amendment on May 28, 2020,

**Appendix 3**

# Yi Shin Textile Industrial Co., Ltd.
# Procedures for Election of Directors

Date of Board Approval: August 12, 2020

Date of Shareholders' Meeting Approval: May 13, 2021

Article 1: Except as otherwise provided by law and regulation or by this Corporation's articles of incorporation, elections of directors shall be conducted in accordance with these Procedures.

Article 2: The cumulative voting method shall be used for election of the directors at this Corporation. Each share will have voting rights in number equal to the directors to be elected, and may be cast for a single candidate or split among multiple candidates.

Article 3: The board of directors or the convener of the shareholders' meeting shall prepare separate ballots for directors in numbers corresponding to the directors or supervisors to be elected. The number of voting rights associated with each ballot shall be specified on the ballots, which shall then be distributed to the attending shareholders at the shareholders meeting. Attendance card numbers printed on the ballots may be used instead of recording the names of voting shareholders.

Article 4: Before the election begins, the chair shall appoint a number of persons with shareholder status to perform the respective duties of vote monitoring and counting personnel.

Article 5: For the election of directors, the ballot boxes shall be prepared by the board of directors or the convener of the shareholders' meeting and publicly checked by the vote monitoring personnel before voting commences.

Article 6: A ballot is invalid under any of the following circumstances:

1. The ballot was not prepared by a person with the right to convene.
2. A blank ballot is placed in the ballot box.
3. The writing is unclear and indecipherable or has been altered.
4. The candidate whose name is entered in the ballot does not conform to the director candidate list.
5. Other words or marks are entered in addition to the number of voting rights allotted.

Article 7: The number of directors will be as specified in this Corporation's articles of incorporation, with voting rights separately calculated for independent and non-independent director positions. Those receiving ballots representing the highest numbers of voting rights will be elected sequentially according to their respective numbers of votes. When two or more persons receive the same number of votes, thus exceeding the specified number of positions, they shall draw lots to determine the winner, with the chair drawing lots on behalf of any person not in attendance.

Article 8: The overall composition of the board of directors shall be taken into consideration in the selection of this Corporation's directors. The composition of the board of directors shall be determined by taking diversity into consideration and formulating an appropriate policy on diversity based on the company's business operations, operating dynamics, and development needs. It is advisable that the policy include, without being limited to, the following two general standards:

1. Basic requirements and values: Gender, age, nationality, and culture.
2. Professional knowledge and skills: A professional background (e.g., law, accounting, industry, finance, marketing, technology), professional skills, and industry experience.

Each board member shall have the necessary knowledge, skill, and experience to perform their duties; the abilities that must be present in the board as a whole are as follows:

1. The ability to make judgments about operations.
2. Accounting and financial analysis ability.
3. Business management ability.
4. Crisis management ability.
5. Knowledge of the industry.
6. An international market perspective.
7. Leadership ability.
8. Decision-making ability.

More than half of the directors shall be persons who have neither a spousal relationship nor a relationship within the second degree of kinship with any other director.

The board of directors of this Corporation shall consider adjusting its composition based on the results of performance evaluation.

Article 9: The qualifications for the independent directors of this Corporation shall comply with Articles 2, 3, and 4 of the Regulations Governing Appointment of Independent Directors and Compliance Matters for Public Companies.

The election of independent directors of this Corporation shall comply with Articles 5, 6, 7, 8, and 9 of the Regulations Governing Appointment of Independent Directors and Compliance Matters for Public Companies, and shall be conducted in accordance with Article 24 of the Corporate Governance Best-Practice Principles for TWSE/GTSM Listed Companies.

Article 10: When the number of directors falls below five due to the dismissal of a director for any reason, this Corporation shall hold a by-election to fill the vacancy at its next shareholders meeting. When the number of directors falls short by one third of the total number prescribed in this Corporation's articles of incorporation, this Corporation shall call a special shareholders meeting within 60 days from the date of occurrence to hold a by-election to fill the vacancies.

When the number of independent directors falls below that required under the proviso of Article 14-2, paragraph 1 of the Securities and Exchange Act, a by-election shall be held at the next shareholders meeting to fill the vacancy. When the independent directors are dismissed en masse, a special shareholders meeting shall be called within 60 days from the date of occurrence to hold a by-election to fill the vacancies.

Article 11: The voting rights shall be calculated on site immediately after the end of the poll, and the results of the calculation shall be announced by the chair on the site.

The ballots for the election referred to in the preceding paragraph shall be sealed with the signatures of the monitoring personnel and kept in proper custody for at least one year. If, however, a shareholder files a lawsuit pursuant to Article 189 of the Company Act, the ballots shall be retained until the conclusion of the litigation.

Article 12: These Procedures, and any amendments hereto, shall be implemented after approval by a shareholders meeting.

**Appendix 4**

# Yi Shin Textile Industrial Co., Ltd.
# Shareholdings Of All Directors

**1.The Company's current Directors shares are as follows：**

(1).Total common shares outstanding 67,598,000 shares.

(2).Statutory Minimum Shareholding for All Directors: Not Applicable (Note)

**2.As of 4/7/2025, the Company Directors together held 4,078,346 shares (as the follow chapter), and the directors held shares conform to the Article 26 of Securities and Exchange Act.**

| Position | Name | Current shareholding | |
|---|---|---|---|
| | | Shares | Shareholding ratio (%) |
| Chairman | Representative of Guang Shun Investment Limited: Chan, Cheng-Tian | 1,951,646 | 2.88% |
| Director | Lee, KuoChih | 2,126,700 | 3.15% |
| Director | Representative of Guang Shun Investment Limited: Tsai, Chin-Hsiang | 1,951,646 | 2.88% |
| Independent Director | Tsai, Lien-Sheng | 0 | 0% |
| Independent Director | Lin, Wen-Chung | 0 | 0% |
| Independent Director | Lin, Ku-Tung | 0 | 0% |
| Independent Director | Chen, Rui-Liang | 0 | 0% |
| **Total** | | **4,078,346** | **6.03%** |

**Note: According to Paragraph 4, Article 2 of the " Rules and Review Procedures for Director and Supervisor Share Ownership Ratios at Public Companies" where a public company has elected independent directors accounting for more than half of the total number of directors and has established an Audit Committee in accordance with the law, the requirement that directors must hold a minimum percentage of shares shall not apply.**

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