

Stock Code: 4764



Double Bond Chemical Ind. Co., Ltd.

**2022 Annual Shareholders' Meeting
Meeting Agenda**

Date: 9:30am Wednesday, June 22, 2022

Location: Meeting Room, 4F, No. 959, Zhongzheng Road, Zhonghe District,
New Taipei City, Taiwan (R.O.C.)

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Double Bond Chemical Ind. Co., Ltd.

2022 Annual General Shareholders' Meeting Procedures

I. Call Meeting to Order

II. Chairman's Speech

III. Report Items

IV. Proposals for Ratification

V. Proposals for Discussion

VI. Extraordinary Motions

VII. Meeting Adjourned

Double Bond Chemical Ind. Co., Ltd.

2022 Annual General Shareholders' Meeting Agenda

Time: 9:30am Wednesday, June 22, 2022

Venue: Meeting Room, 4F, No. 959, Zhongzheng Road, Zhonghe District, New Taipei City, Taiwan (R.O.C.)

Method of Convening the Meeting: Physical shareholders' meeting

I. Call Meeting to Order

II. Chairman's Speech

III. Report Items:

(I) The 2021 Business Report.

(II) The Audit Committee's Review Report on the 2021 Financial Statements.

(III) Report on the Employees' Compensation and Directors' Remuneration of 2021.

(IV) Report on the 2021 Earnings Distribution of cash dividends.

(V) Report on the First-time Issuance of Domestic Unsecured Convertible Bonds.

IV. Proposals for Ratification:

(I) The 2021 Business Report and Financial Statements.

(II) The 2021 Earnings Distribution Proposal.

V. Proposals for Discussion:

(I) New Shares Issued Through Capitalization of Earnings.

(II) Amendments to the "Articles of Incorporation".

(III) Amendments to the "Rules and Procedures for Shareholders Meetings".

(IV) Amendments to the "Procedures for Asset Acquisition & Disposal".

VI. Extraordinary Motions

VII. Meeting Adjourned

Report Items

Report No. 1:

Agenda: The 2021 Business Report.

Explanatory Note: Please refer to Appendix 1 for 2021 Business Report.

Report No. 2:

Agenda: The Audit Committee's Review Report on the 2021 Financial Statements.

Explanatory Note: Please refer to Appendix 2 for the Audit Committee's Review Report.

Report No. 3:

Agenda: Report on the Employees' Compensation and Directors' Remuneration of 2021.

Explanatory Note:

I. According to Article 20 of the Company's Articles of Association, if the Company is profitable in the year, it shall allocate no less than 1% for the employees' compensation and no more than 5% for the directors' remuneration. However, if the Company has accumulated losses, it should retain the amount of compensation in advance before paying the employees' compensation and the directors' remuneration according to the proportion set forth in the preceding paragraph.

II. For the year ended December 31, 2021, the Company intends to allocate NT\$3,500,000 for employees' compensation and NT\$6,000,000 for directors' remuneration in cash. As approved by the Board of Directors on March 24, 2022, there is no difference between the aforementioned amounts and the estimated amounts stated in the 2021 financial statements.

Report No. 4:

Agenda: Report on the 2021 Earnings Distribution of cash dividends.

Explanatory Note:

I. Please refer to Appendix 5 for the 2021 Earnings Distribution Table.

II. The cash dividends were calculated in the unit of NTD and rounded down to the first digit of NTD. Amounts less than 1NTD were added up before recognized in the Company's other income.

III. The board of directors was authorized by the shareholders' meeting to decide the ex-dividend date, date of issuance, and other relevant issues. In the event that proposed distribution of earnings is affected by a change in the Company's outstanding common shares, the board of directors is authorized by the shareholders' meeting to make adjustment to such distribution at his/her discretion.

Report No. 5:

Agenda: Report on the First-time Issuance of Domestic Unsecured Convertible Bonds.

Explanatory Note:

I. In order to support the capacity expansion plan, the Company issued the first-time domestic unsecured convertible bonds, which was declared effective on July 27, 2018 by the Financial Supervisory Commission and approved by the Taipei Exchange for listing in the securities business office. Period of issuance for a total of 3 years from August 15, 2018 to August 15, 2021.

II. The total amount of the issuance of domestic unsecured convertible bonds is NT\$600 million. The contract rate is 0%. The total Fundraising amount has been fully spent on plant and equipment. The company has used bank loans and own funds to make up for the shortfall. As of the maturity date on August 15, 2021, there is no application for the conversion to common stocks. Therefore, the company fully repaid in cash at the time of maturity according to the denomination of the bonds.

Proposals for Ratification

Ratification No. 1

Agenda: The 2021 Business Report and Financial Statements. (Proposed by the Board of Directors).

Explanatory Note:

I. For the year ended December 31, 2021, the Company's business report, parent company only financial statements and consolidated financial statements were approved by the Board of Directors and the Company's parent company only financial statements and consolidated financial statements were verified by Accountant CHEN, CHIH-YUAN and Accountant HUANG, YAO-LIN of Deloitte & Touche. Together with the business report, the aforementioned documents were sent to the Audit Committee for review and approval. An review report was issued thereafter.

II. For the foregoing business report, please refer to Appendix 1. For the audit committee's review report, please refer to Appendix 2. For the financial statements, please refer to Appendix 3 & 4.

III. The agenda has been proposed for acknowledgment.

Resolutions:

Ratification No. 2

Agenda: The 2021 Earnings Distribution Proposal. (Proposed by the Board of Directors).

Explanatory Note:

I. The 2021 Earnings Distribution Table was approved by the Board of Directors and reviewed by the Audit Committee. Please refer to Appendix 5.

II. The agenda has been proposed for acknowledgment.

Resolutions:

Proposals for Discussion

Discussion No. 1

Agenda: New Shares Issued Through Capitalization of Earnings. (Proposed by the Board of Directors).

Explanatory Note:

I. Considering the business requirements in the future, the Company intends to withdraw NT\$48,420,040 stock dividends from the distributable earnings for the year ended December 31, 2021 so that a total 4,842,004 new ordinary shares can be issued through capitalization of earnings with a book value per share of NT\$10.

II. Based on the shareholding ratio specified in the shareholder's roster on the base date of new shares issued through capitalization of earnings, 60 shares were issued for every 1,000 shares. Within 5 days from the date of the new shares issued through capitalization of earnings, the shareholders may apply to the Company's stock agency to gather fractional shares of less than 1 share into whole shares. Fractional shares that are overdue or not enough to add up to 1 share were issued in cash rounded down to the first digit of NTD according to the Company Act 240 instead. Additionally, Chairman was authorized to contact a specific person and subscribe based on the carrying value.

III. Under non-physical issuance, the new shares issued this time have the same rights and obligations as the ordinary shares that have already been issued.

IV. If the rate of share distribution change due to a change in number of the outstanding shares of the Company, the Board of Directors is fully authorized to be in charge of the related matters.

V. After passed and approved by the shareholders' meeting and authority in charge, the board of directors shall specify a base date for new share issue through capitalization of earnings. If it is modified by the competent authority or regulations, the board of directors is fully authorized to take charge of the related matters.

Resolutions:

Discussion No. 2

Agenda: Amendments to the “Articles of Incorporation” (Proposed by the Board of Directors).

Explanatory Note:

In response to the statutory /regulatory and business requirements in the future, the comparison table for the amended “Articles of Incorporation” was enclosed herewith. (Please refer to Appendix 6).

Resolutions:**Discussion No. 3**

Agenda: Amendments to the “Rules and Procedures for Shareholder Meetings” (Proposed by the Board of Directors).

Explanatory Note:

In response to the statutory and regulatory amendments made by the authority in charge, the comparison table for the amended “Rules and Procedures for Shareholder Meetings” was enclosed herewith. (Please refer to Appendix 7).

Resolutions:**Discussion No. 4**

Agenda: Amendments to the “Procedures for Asset Acquisition & Disposal” (Proposed by the Board of Directors).

Explanatory Note:

In response to the statutory and regulatory amendments made by the authority in charge, the comparison table for the amended “Procedures for Asset Acquisition & Disposal” was enclosed herewith. (Please refer to Appendix 8).

Resolutions:**Extraordinary Motions****Meeting Adjourned**

【Appendix 1】**Double Bond Chemical Ind. Co., Ltd.****2021 Business Report****(I) Business plan implementation outcome**

The consolidated operating income of the Company in 2021 was NT\$3,063,040 thousand, which was decreased by approximately 16.34% comparing with the consolidated operating income in 2020. In terms of operating profit, the consolidated net profit before tax in 2021 was NT\$149,380 thousand, which was decreased by approximately 35.82% comparing with the consolidated net profit before tax of 2020; the net profit after tax attributable to the owner of the company was NT\$106,874 thousand.

(II) Revenue, Expense, and Profitability Analysis**1. Financial revenues and expenditures**

In Thousands of New Taiwan Dollars

Items	2021	2020
Operating Income	3,063,040	2,632,875
Operating Profit Margin	537,843	443,048
Operating Gain (Loss)	147,345	89,682
Non-operating Income (Expenditure)	2,035	20,302
Net profit before tax	149,380	109,984
Net profit (loss) this term	106,631	62,801
Net profit attributable to owners of the Company	106,874	62,084
Net profit attributable to non- controlling interest	(243)	717

2. Profitability Analysis:

In Thousands of New Taiwan Dollars

Items	2021	2020
Return on Asset (%)	2.46%	1.69%
Return on Equity (%)	4.76%	2.72%
Proportion of operating income to the paid-in capital (%)	18.26%	11.89%
Proportion of net profit before tax to the paid-in capital (%)	18.51%	14.58%
Net Profit Margin (%)	3.49%	2.36%
Earnings per share (NT\$)	1.32	0.76

(III) Research and Development
Core R&D Products of the Group

	2021 R&D Results	Future R&D Directions
Plastics Additives	<ul style="list-style-type: none"> (1) Environmentally friendly water-based high-efficiency antioxidants and UV absorbers (2) High heat-resistant antioxidant for Nylon (3) Composite anti-yellowing additive for polyurethane foam (4) Emulsion antioxidant for PVC/ABS polymerization 	<ul style="list-style-type: none"> (1) Environmentally friendly PVC high-efficiency heat stabilizer (2) Emulsion antioxidant for PVC/ABS polymerization (3) Composite anti-yellowing additive for polyurethane foam (4) New light stabilizer for PE agricultural film (5) Water and oil repellent additives for paper
UV Curable Materials	<ul style="list-style-type: none"> (1) Development of paulownia timber paint (2) Development PMMA of Bending Resistant Coating (3) Development of PC/PET silver film adhesive (4) Development of bell-shaped paint (5) Development of CMP pad coating (6) Development of good adhesion UV resin (7) Water-based wood paint primer 	<ul style="list-style-type: none"> (1) Development of water-based PU white primer (2) Development of glass thermal transfer coating (3) Development of paulownia timber white paint (4) Development of sputter silver hard coat (5) Development of buffer protection material (6) PVC floor matting paint (7) Glass Antibacterial Protection Coating
Digital Printing Inks	<ul style="list-style-type: none"> (1) High color fastness water-based pigment inkjet ink (2) High color fastness acid inkjet ink (3) High dye uptake reactive inkjet ink (4) Quick-drying and low-smoke disperse inkjet ink (5) High-adhesion light-curing UV inkjet ink 	<ul style="list-style-type: none"> (1) Quick-drying water-based pigment inkjet ink (2) High color fastness acid inkjet ink (3) High dye uptake reactive inkjet ink (4) Color fastness to light disperse inkjet ink (5) High-flexibility light-curing UV inkjet ink (6) Suitable for various materials customization inkjet ink
Synthetic Group	<ul style="list-style-type: none"> (1) Photocurable materials for contact lenses (2) Development of functional water-based polyurethane (3) Development of LED packaging materials (4) Development of pharmaceutical intermediates (5) Development of agrochemical intermediates (6) Development of developer 	<ul style="list-style-type: none"> (1) Development of water-based polyurethane resin intermediates (surface coating/adhesive) (2) Development of water-based photocurable resin sprayed on the surface of the casing (3) Photocurable materials for high oxygen permeability contact lenses (4) Development of LED packaging materials (5) Development of agrochemical and pharmaceutical intermediates (6) Development of 5G materials for electronics (7) Development of vulcanization accelerator

(IV) Operating Guidelines and Sales Strategies

1. Plastics Additives: providing products that meet market trends or customer needs within the shortest period of time.

(1) Examples include anti-yellowing agents for PU foam & non-trisphenol PU foam, agricultural film coating liquid, and other new products. We also continue to develop customized products for the direct customers based on key markets and key applications.

(2) Registered products have been promoted in the European districts to maintain key customers and market development.

(3) Expand sales markets of anti-yellowing agent for recycled PE, anti-yellowing agent for PU foam, UV absorber for PVC blinds; launch products of new light stabilizer for agricultural film and antioxidant for ABS.

2. UV Curable Materials:

(1) After the new factory in Yilan is put into operation, the advantage of upstream and downstream cost integration will strengthen market competitiveness and increase market share for the niche products such as DC173 and DC184 photo-initiators.

(2) Continue to promote the sale of specialty monomers, oligopolymers.

3. Digital Printing Inks:

(1) Ink-UV and textile inks are fully promoted for key markets (US, Turkey, Indonesia, Vietnam, Taiwan, etc.).

(2) Established a digital printing center that can print output for special materials (eg: leather, glass, metal...etc).

With the US-China trade war in 2019, COVID-19 global pandemic and relevant economic relief measures in 2020~2021, there is a strong surge in demand of materials due to inflation. In the time when the pandemic is gradually eased, the biggest war between Russia and Ukraine since WWII not only change global political and military regional balance, but also created the crisis of shortage of foods, energy and materials. With the volatile economic situation worldwide, DBC has suspended operation due to water exploration of Yancheng Plant caused by the reformation policy aiming at chemical industry in China for three years. However, the management team remains devoted for work resumption. The Ilan plant construction plan and permit in phase 1 is postponed due to strict regulations and environmental specification. Although experiencing difficulties and downturn in domestic and oversea environment, DBC is determined to deliver good performance in the future as the return for the long-term support of shareholders.

Chairman: WANG, TUNG -HAI
General Manager: TSAY, MAW-DER
Account Manager: YU, HUI-LIN

【Appendix 2】

Audit Committee's Review Report

The Board of Directors has prepared the Company's 2021 Business Report, Financial Statements (both parent company only and consolidated), and proposal for allocation of profits. Both CPA CHEN, CHIH-YUAN & CPA HUANG, YAO-LIN of the CPA firm Deloitte & Touche were retained to audit Double Bond Chemical's Financial Statements and have 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 members of Double Bond Chemical Ind. Co., Ltd. According to the Securities and Exchange Act and the Company Act, we hereby submit this report.

Double Bond Chemical Ind. Co., Ltd.
Convener of the Audit Committee: TSAI, KAO-CHUNG
March 24, 2022

【Appendix 3】

Independent Auditors' Report

The Board of Directors and Shareholders
Double Bond Chemical Ind. Co., Ltd.

Opinion

We have audited the accompanying consolidated financial statements of Double Bond Chemical Ind. Co., Ltd. (the “Company”) and its subsidiaries (the “Group”), which comprise the consolidated balance sheets as of December 31, 2021 and 2020 and 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 the summary of significant accounting policies (“collectively referred to as the consolidated financial statements”).

In our opinion, the accompany consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Group as of December 31, 2021 and 2020, 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 International Financial Reporting Standards (IFRS), International Accounting Standards (IAS), IFRIC Interpretations (IFRIC), and SIC Interpretations (SIC) endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China.

Basis for Opinion

We conducted our audits in accordance with the Regulations Governing Auditing and Attestation of Financial Statements by Certified Public Accountants and 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 Financial Statements section of our report. We are independent of the Group in accordance with The Norm of Professional Ethics for Certified Public Accountant of the Republic of China, and we have fulfilled our other ethical responsibilities in accordance with these requirements. 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 consolidated financial statements for the year ended December 31, 2021. 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.

Key audit matters for the Group's consolidated financial statements for the year ended December 31, 2021 are stated as follows:

Recognition of Sales Revenue

The Group's revenue is mainly contributed to from the sale of various chemical raw materials, coating monomers/oligomers, industrial additives, and specialty chemicals. Among them, the sales revenue of plastic additives in industrial additives accounts for 61% of the total revenue in 2021. Since the sales revenue of plastic additives is material and the transaction is frequent, the occurrence of sales revenue of plastic additives is listed as a key audit matter in 2021 for audit. For the accounting policies related to the recognition of operating revenue, please refer to Note 4 and 23 of the consolidated financial statements. Regarding our audit procedures in respect of the key audit matter, we performed the compliance tests to assess the Group's process for the recognition of revenue from the sale of plastic additives and the design and implementation of its controls over the process. We tested sample transaction of revenue from the sale of plastic additives to determine whether the timing of the transfer of the risks and rewards of ownership of the plastic additives matched the timing of revenue recognition.

Other Matter

We have also audited the parent company only financial statements of the Group as of and for the years ended December 31, 2021 and 2020 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 International Financial Reporting Standards, International Accounting Standards, IFRIC Interpretations and SIC Interpretations 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 supervisors, 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 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 omission, 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 disclosure 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 achieve fair presentation.
6. Obtain sufficient and appropriate audit evidence regarding the financial information of 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 and 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 compiled 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 for the year ended December 31, 2021 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 CHEN, CHIH-YUAN and HUANG, YAO-LIN.

Deloitte & Touche
Taipei, Taiwan
Republic of China
March 24, 2022

The accompanying financial statements are intended only to present the financial position, financial performance and cash flows in accordance with 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 financial statements are those generally applied in the Republic of China.

Double Bond Chemical Ind. Co., Ltd. and Subsidiaries
Consolidated Balance Sheets
December 31, 2021 and 2020

(In Thousands of New Taiwan Dollars)

Code	Assets	December 31, 2021		December 31, 2020	
		Amount	%	Amount	%
	Current Assets				
1100	Cash and cash equivalents (Note 4 & 6)	\$ 1,120,072	23	\$ 1,317,121	29
1110	Financial assets at fair value through profit or loss - current (Note 4 & 7)	2	-	-	-
1136	Financial assets at amortized cost - current (Note 4, 9, 30)	21,835	1	11,346	-
1150	Notes receivable, net (Note 4,10, 23)	79,412	2	57,731	1
1170	Accounts receivable, net (Note 4,10, 23)	551,027	11	594,764	13
1180	Accounts receivable from related parties, net (Note 4,10, 23,29)	15,437	-	5,028	-
1200	Other receivables	39,383	1	28,441	1
130X	Inventories, net (Note 4 & 11)	521,953	11	382,241	9
1479	Other current assets (Note 4, 17, 30)	<u>214,123</u>	<u>4</u>	<u>120,916</u>	<u>3</u>
11XX	Total current assets	<u>2,563,244</u>	<u>53</u>	<u>2,517,588</u>	<u>56</u>
	Noncurrent Assets				
1517	Financial assets at fair value through other comprehensive income – noncurrent (Note 4, 8)	102,551	2	104,374	2
1600	Property, plant and equipment (Note 4, 13, 30)	1,715,079	36	1,446,518	32
1755	Right-of-use assets (Note 3, 4, 14)	19,815	-	27,284	1
1805	Goodwill (Note 4 & 15)	26,593	1	26,593	1
1821	Other intangible assets (Note 4 & 16)	1,282	-	1,672	-
1840	Deferred tax assets (Note 4 & 25)	62,400	1	45,311	1
1915	Prepayments for Business Facilities	311,377	7	334,879	7
1990	Other noncurrent assets (Note 17)	<u>11,632</u>	<u>-</u>	<u>14,804</u>	<u>-</u>
15XX	Total noncurrent assets	<u>2,250,729</u>	<u>47</u>	<u>2,001,435</u>	<u>44</u>
1XXX	Total assets	<u>\$ 4,813,973</u>	<u>100</u>	<u>\$ 4,519,023</u>	<u>100</u>
	Liabilities and Equity				
	Current Liabilities				
2100	Short-term borrowings (Note 18 & 31)	\$ 368,362	8	\$ 375,103	8
2120	Financial liabilities at fair value through profit or loss - current (Note 4 & 7)	-	-	196	-
2130	Contract liabilities (Note 4 & 23)	20,708	-	8,555	-
2150	Notes payable	185,554	4	63,313	2
2160	Notes payable to related parties (Note 29)	869	-	4,377	-
2170	Accounts payable	209,739	4	214,980	5
2180	Accounts payable to related parties (Note 29)	71,926	2	65,613	2
2219	Other accounts payable (Note 20)	118,639	3	106,816	2
2230	Current tax liabilities (Note 4 & 25)	15,272	-	23,416	1
2280	Lease liabilities - current (Note 4, 14, 29)	1,478	-	8,019	-
2321	Current portion of long-term bonds payable (Note 4 & 19)	-	-	594,526	13
2322	Current portion of long-term borrowings (Note 18 & 31)	201,808	4	57,606	1
2399	Other current liabilities (Note 20)	<u>494</u>	<u>-</u>	<u>855</u>	<u>-</u>
21XX	Total current liabilities	<u>1,194,849</u>	<u>25</u>	<u>1,523,375</u>	<u>34</u>
	Noncurrent liabilities				
2540	Long-term borrowings (Note 18 & 31)	1,307,151	27	750,959	17
2570	Deferred tax liabilities (Note 4 & 25)	16,803	1	16,098	-
2580	Lease liabilities - non-current (Note 4 & 14)	100	-	874	-
2640	Net defined benefit liabilities - noncurrent (Note 4 & 21)	<u>8,946</u>	<u>-</u>	<u>9,099</u>	<u>-</u>
25XX	Total noncurrent liabilities	<u>1,333,000</u>	<u>28</u>	<u>777,030</u>	<u>17</u>
2XXX	Total Liabilities	<u>2,527,849</u>	<u>53</u>	<u>2,300,405</u>	<u>51</u>
	Owner's equity of this Company				
3110	Common stock	<u>807,001</u>	<u>17</u>	<u>754,206</u>	<u>17</u>
3200	Capital surplus	<u>356,515</u>	<u>7</u>	<u>356,491</u>	<u>8</u>
	Retained earnings				
3310	Legal reserve	221,206	4	221,206	5
3320	Special reserve	91,698	2	78,640	1
3350	Unappropriated earnings	<u>911,272</u>	<u>19</u>	<u>893,564</u>	<u>20</u>
3300	Total retained earnings	<u>1,224,176</u>	<u>25</u>	<u>1,193,410</u>	<u>26</u>
3490	Other equity	(<u>105,525</u>)	(<u>2</u>)	(<u>91,697</u>)	(<u>2</u>)
31XX	Total owner's equity of this Company	<u>2,282,167</u>	<u>47</u>	<u>2,212,410</u>	<u>49</u>
36XX	Noncontrolling interest	<u>3,957</u>	<u>-</u>	<u>6,208</u>	<u>-</u>
3XXX	Total equity	<u>2,286,124</u>	<u>47</u>	<u>2,218,618</u>	<u>49</u>
	Total liabilities and equity	<u>\$ 4,813,973</u>	<u>100</u>	<u>\$ 4,519,023</u>	<u>100</u>

The accompanying notes are an integral part of the consolidated financial statements.

Double Bond Chemical Ind. Co., Ltd. and Subsidiaries
Consolidated Statements of Comprehensive Income
For the Years Ended December 31, 2021 and 2020

(In Thousands of New Taiwan Dollars,
Except Earnings Per Share)

Code		For the Year Ended December 31, 2021		For the Year Ended December 31, 2020	
		Amount	%	Amount	%
4000	Operating revenue (Note 4, 23, 29)	\$ 3,063,040	100	\$ 2,632,875	100
5000	Operating costs (Note 11, 24, 29)	<u>2,525,197</u>	<u>82</u>	<u>2,189,827</u>	<u>83</u>
5900	Gross profit	<u>537,843</u>	<u>18</u>	<u>443,048</u>	<u>17</u>
	Operating expenses (Note 4,10,14,21,24,29)				
6100	Sales and marketing expense	209,932	7	175,842	7
6200	General and administration expense	126,652	4	118,732	5
6300	Research and development expense	56,615	2	59,342	2
6450	Gain on reversal of expected credit loss	(<u>2,701</u>)	<u>-</u>	(<u>550</u>)	<u>-</u>
6000	Total operating expenses	<u>390,498</u>	<u>13</u>	<u>353,366</u>	<u>14</u>
6900	Net operating profit	<u>147,345</u>	<u>5</u>	<u>89,862</u>	<u>3</u>
	Nonoperating income and expenses				
7100	Interest income (Note 24)	11,362	-	10,568	-
7010	Other income (Note 24)	21,968	1	24,511	1
7020	Other gains and losses (Note 24)	(21,492)	(1)	(1,889)	-
7050	Financial costs (Note 24&29)	(<u>9,803</u>)	<u>-</u>	(<u>12,888</u>)	<u>-</u>
7000	Total nonoperating income and expenses	<u>2,035</u>	<u>-</u>	<u>20,302</u>	<u>1</u>
7900	Profit before income tax	149,380	5	109,984	4
7950	Income tax expense (Note 4 & 25)	<u>42,749</u>	<u>2</u>	<u>47,183</u>	<u>2</u>
8200	Net profit for the year	<u>106,631</u>	<u>3</u>	<u>62,801</u>	<u>2</u>

(Carried forward)

(Brought forward)

<u>Code</u>	<u>For the Year Ended</u>		<u>For the Year Ended</u>		
	<u>December 31, 2021</u>		<u>December 31, 2020</u>		
	<u>Amount</u>	<u>%</u>	<u>Amount</u>	<u>%</u>	
	Other comprehensive income (loss)				
8310	Items that will not be reclassified subsequently to profit or loss:				
8311	Remeasurement of defined benefit plans (Note 21)	(\$ 687)	-	\$ 168	-
8316	Unrealized gain or loss on investments in equity instrument at fair value through other comprehensive income	(1,823)	-	(32,596)	(1)
8360	Items that may be reclassified subsequently to profit or loss:				
8361	Exchange differences on translating foreign operations	(<u>12,368</u>)	<u>-</u>	<u>19,364</u>	<u>1</u>
8300	Other comprehensive income (loss) of the year	(<u>14,878</u>)	<u>-</u>	(<u>13,064</u>)	<u>-</u>
8500	Total comprehensive income of the year	<u>\$ 91,753</u>	<u>3</u>	<u>\$ 49,737</u>	<u>2</u>
	Net profit attributable to:				
8610	Owners of the company	\$ 106,874	3	\$ 62,084	2
8620	Non-controlling interests	(<u>243</u>)	<u>-</u>	<u>717</u>	<u>-</u>
8600		<u>\$ 106,631</u>	<u>3</u>	<u>\$ 62,801</u>	<u>2</u>
	Comprehensive income attributable to:				
8710	Owners of the company	\$ 92,359	3	\$ 49,194	2
8720	Non-controlling interests	(<u>606</u>)	<u>-</u>	<u>543</u>	<u>-</u>
8700		<u>\$ 91,753</u>	<u>3</u>	<u>\$ 49,743</u>	<u>2</u>
	Earnings per share (Note 26)				
9750	Basic	<u>\$ 1.32</u>		<u>\$ 0.76</u>	
9850	Diluted	<u>\$ 1.32</u>		<u>\$ 0.76</u>	

The accompanying notes are an integral part of the consolidated financial statements.

Double Bond Chemical Ind. Co., Ltd. and Subsidiaries
Consolidated Statements of Changes in Equity
For the Years Ended December 31, 2021 and 2020

(In Thousands of New Taiwan Dollars)

Equity attributable to owners of the Company

Code		Ordinary Shares (Note 22)		Retained Earnings (Note 22)				Other Equity			Treasury Shares (Note 22)	Total	Noncontrolling Interest	Total Equity	
		Number of Shares (thousand)	Amount	Capital Surplus (Note 22)	Legal Reserve	Special Reserve	Unappropriated Earnings	Minor Sum	Exchange Differences on Translating Foreign Operations	Unrealized gain (loss) on financial assets at fair value through other comprehensive income)					Minor Sum
A1	Balance as of January 1, 2020	76,789	\$ 767,886	\$ 362,640	\$ 201,760	\$ 19,736	\$ 1,076,903	\$ 1,298,399	(\$ 175,259)	\$ 96,620	(\$ 78,639)	\$ -	\$ 2,350,286	\$ 7,679	\$ 2,357,965
	Appropriation of 2019 earnings														
B1	Legal reserve	-	-	-	19,446	-	(19,446)	-	-	-	-	-	-	-	-
B3	Special reserve	-	-	-	-	58,904	(58,904)	-	-	-	-	-	-	-	-
B9	Stock dividends	-	-	-	-	-	(92,146)	(92,146)	-	-	-	-	(92,146)	-	(92,146)
D1	Net profit for the year ended December 31, 2020	-	-	-	19,446	58,904	(170,496)	(92,146)	-	-	-	-	(92,146)	-	(92,146)
D3	Other comprehensive income (loss) after tax for the year ended December 31, 2020	-	-	-	-	-	168	168	19,538	(32,596)	(13,058)	-	(12,890)	(174)	(13,064)
D5	Total comprehensive income (loss) for the year ended December 31, 2020	-	-	-	-	-	62,252	62,252	19,538	(32,596)	(13,058)	-	49,194	543	49,737
O1	Changes in noncontrolling interest	-	-	-	-	-	-	-	-	-	-	-	-	(2,014)	(2,014)
L1	Buy-back of ordinary shares	-	-	-	-	-	-	-	-	-	-	(94,924)	(94,924)	-	(94,924)
L3	Cancellation of treasury shares	(1,368)	(13,680)	(6,149)	-	-	(75,095)	(75,095)	-	-	-	94,924	-	-	-
Z1	Balance as of December 31, 2020	75,421	754,206	356,491	221,206	78,640	893,564	1,193,410	(155,721)	64,024	(91,697)	-	2,212,410	6,208	2,218,618
	Appropriation of 2020 earnings														
B3	Special reserve	-	-	-	-	13,058	(13,058)	-	-	-	-	-	-	-	-
B5	Cash dividends	-	-	-	-	-	(22,626)	(22,626)	-	-	-	-	(22,626)	-	(22,626)
B9	Stock dividends	5,279	52,795	-	-	-	(52,795)	(52,795)	-	-	-	-	-	-	-
		5,279	52,795	-	-	13,058	(88,479)	(75,421)	-	-	-	-	(22,626)	-	(22,626)
C17	Other changes in capital surplus	-	-	24	-	-	-	-	-	-	-	-	24	-	24
D1	Net profit for the year ended December 31, 2021	-	-	-	-	-	106,874	106,874	-	-	-	-	106,874	(243)	106,631
D3	Other comprehensive income (loss) after tax for the year ended December 31, 2021	-	-	-	-	-	(687)	(687)	(12,005)	(1,823)	(13,828)	-	(14,515)	(363)	(14,878)
D5	Total comprehensive income (loss) for the year ended December 31, 2021	-	-	-	-	-	106,187	106,187	(12,005)	(1,823)	(13,828)	-	92,359	(606)	91,753
O1	Changes in noncontrolling interest	-	-	-	-	-	-	-	-	-	-	-	-	(1,645)	(1,645)
Z1	Balance as of December 31, 2021	80,700	\$ 807,001	\$ 356,515	\$ 221,206	\$ 91,698	\$ 911,272	\$ 1,224,176	(\$ 167,726)	\$ 62,201	(\$ 105,525)	\$ -	\$ 2,282,167	\$ 3,957	\$ 2,286,124

The accompanying notes are an integral part of the consolidated financial statements.

Double Bond Chemical Ind. Co., Ltd. and Subsidiaries
Consolidated Statements of Cash Flows
For the Years Ended December 31, 2021 and 2020

(In Thousands of New Taiwan Dollars)

Code		For the Year Ended December 31, 2021	For the Year Ended December 31, 2020
	Cash Flows from Operating Activities		
A00010	Profit before income tax	\$ 149,380	\$ 109,984
A20010	Adjustments for:		
A20100	Depreciation expense	57,796	65,004
A20200	Amortization expense	2,609	2,341
A20300	Gain on reversal of expected credit loss	(2,701)	(550)
A20400	Net gain of financial assets and liabilities at fair value through profit and loss	(61)	(1,949)
A20900	Financial cost	9,803	12,888
A21200	Interest income	(11,362)	(10,568)
A21300	Dividend revenue	(7,040)	(9,680)
A22500	Loss on disposal of property, plant and equipment	131	358
A23800	Loss (gain) for market price decline and obsolete and slow-moving inventories	(1,642)	19,290
A24100	Unrealized gain on foreign exchange	(2,603)	(2,993)
A29900	Other items	1,595	-
A30000	Net changes in operating assets and liabilities		
A31110	Financial assets and liabilities at fair value through profit or loss	(137)	165
A31130	Notes receivable	(21,978)	93,960
A31150	Accounts receivable	43,136	(36,045)
A31160	Accounts receivable from related parties	(11,043)	(4,045)
A31180	Other receivable	(11,003)	(18,617)
A31200	Inventories	(139,748)	(4,412)
A31240	Other current assets	(93,650)	36,478
A32125	Contract liabilities	12,165	2,574
A32130	Notes payable	122,669	(5,606)
A32140	Notes payable to related parties	(3,508)	4,377
A32150	Accounts payable	(4,101)	(7,439)
A32160	Accounts payable to related parties	7,819	(21,002)
A32180	Other accounts payable	12,173	(12,635)
A32230	Other current liabilities	(332)	(2,684)
A32240	Net defined benefit liabilities	(840)	(795)
A33000	Cash generated from operating activities	107,527	208,399
A33100	Interest received	11,398	10,614
A33200	Stock dividend received	7,040	9,680
A33300	Interest paid	(17,346)	(7,347)
A33500	Income taxes paid	(67,431)	(91,663)
AAAA	Net cash generated from operating activities	<u>41,188</u>	<u>129,683</u>

(Carried forward)

(Brought forward)

Code		For the Year Ended December 31, 2021	For the Year Ended December 31, 2020
	Cash Flows from Investing Activities		
B00040	Increase in financial assets at amortized cost		
		(\$ 10,489)	(\$ 1,591)
B02700	Purchase of property, plant and equipment	(228,650)	(414,219)
B02800	Disposal of property, plant and equipment	4,792	2,038
B04500	Purchase of intangible assets	(5)	(24)
B07100	Increase in Prepayments for Business	(60,521)	(133,638)
B06700	Decrease (increase) in other noncurrent	<u>955</u>	<u>(105)</u>
BBBB	Net cash used in investing activities	<u>(293,918)</u>	<u>(547,539)</u>
	Cash Flows from Financing Activities		
C00100	Increase (decrease) in short-term borrowings	(6,478)	220,252
C01300	Repayments of bonds payable	(600,000)	-
C01600	Increase in long-term borrowings	700,394	453,164
C04020	Repayments of lease liabilities	(8,766)	(10,736)
C04500	Payment of dividends	(22,626)	(92,146)
C04900	Payments for buy-back of ordinary shares	-	(94,924)
C05800	Other changes in capital surplus	(1,645)	(2,014)
C09900	Changes in noncontrolling interest	<u>24</u>	<u>-</u>
CCCC	Net cash generated from financing activities	<u>60,903</u>	<u>473,596</u>
DDDD	Impact of changes in exchange rate on cash	(<u>5,222</u>)	<u>247</u>
EEEE	Net increase (decrease) in cash and cash	(197,049)	55,987
E00100	Cash and cash equivalents at the beginning of the year	<u>1,317,121</u>	<u>1,261,134</u>
E00200	Cash and cash equivalents at the end of the Cash Flows from Investing Activities	<u>\$1,120,072</u>	<u>\$1,317,121</u>

The accompanying notes are an integral part of the consolidated financial statements.

【Appendix 4】

Independent Auditors' Report

The Board of Directors and Shareholders
Double Bond Chemical Ind. Co., Ltd.

Opinion

We have audited the accompanying financial statements of Double Bond Chemical Ind. Co., Ltd. (the Company), which comprise the balance sheets as of December 31, 2021 and 2020 and the statements of comprehensive income, changes in equity and cash flows for the years then ended, and notes to the individual financial statements, including the 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, 2021 and 2020, 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 audits in accordance with the Regulations Governing Auditing and Attestation of Financial Statements by Certified Public Accountants and 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 Financial Statements section of our report. We are independent of the Company in accordance with The Norm of Professional Ethics for Certified Public Accountant of the Republic of China, and we have fulfilled our other ethical responsibilities in accordance with these requirements. 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 for the year ended December 31, 2021. 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 for the year ended December 31, 2021 are stated as follows:

Recognition of Sales Revenue

The Company's revenue is mainly contributed to from the sale of various chemical raw materials, coating monomers/oligomers, industrial additives, and specialty chemicals. Among them, the sales revenue of plastic additives in industrial additives accounts for 55% of the total revenue in 2021. Since the sales revenue of plastic additives is material and the transaction is frequent, the occurrence of sales revenue of plastic additives is listed as a key audit matter in 2021 for audit. For the accounting policies related to the recognition of operating revenue, please refer to Note 4 and 22 of the individual financial statements. Regarding our audit procedures in respect of the key audit matter, we performed the compliance tests to assess the Company's process for the recognition of revenue from the sale of plastic additives and the design and implementation of its controls over the process. We tested sample transaction of revenue from the sale of plastic additives to determine whether the timing of the transfer of the risks and rewards of ownership of the plastic additives matched the timing of revenue recognition.

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 supervisors, are responsible for overseeing the Company's financial reporting process.

Auditors' 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 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 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 individual 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 auditors' report to the related disclosures in the financial statements or, if such disclosure 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 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 individual financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
6. Obtain sufficient and appropriate audit evidence on the financial information of the entities or business activities within the Company to express an opinion on the financial statements. We are responsible for the direction, supervision and performance of the group audit and 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 for the year ended December 31, 2021 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 CHEN, CHIH-YUAN and HUANG, YAO-LIN.

Deloitte & Touche

Taipei, Taiwan

Republic of China

March 24, 2022

The accompanying financial statements are intended only to present the financial position, financial performance and cash flows in accordance with 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 financial statements are those generally applied in the Republic of China.

Double Bond Chemical Ind. Co., Ltd.
Balance Sheets
December 31, 2021 and 2020

(In Thousands of New Taiwan Dollars)

Code	Assets	December 31, 2021		December 31, 2020	
		Amount	%	Amount	%
	Current Assets				
1100	Cash and cash equivalents (Note 4 & 6)	\$ 299,786	7	\$ 506,403	12
1110	Financial assets at fair value through profit or loss - current (Note 4 & 7)	2	-	-	-
1136	Financial assets at amortized cost - current (Note 4,9,29)	21,835	-	11,346	-
1150	Notes receivable, net (Note 4,10,22)	13,071	-	16,068	-
1170	Accounts receivable, net (Note 4,10,22)	163,429	4	148,502	4
1180	Accounts receivable from related parties, net (Note 4,10, 22,28)	98,810	2	109,117	3
1200	Other receivables	35,647	1	25,835	1
1210	Other receivables from related parties, net (Note 28)	13,887	-	17,143	-
130X	Inventories, net (Note 4 & 11)	293,995	7	178,505	4
1470	Other current assets (Note 4, 16, 28)	51,983	1	49,941	1
11XX	Total current assets	992,445	22	1,062,860	25
	Noncurrent Assets				
1517	Financial assets at fair value through other comprehensive income - noncurrent (Note 4&8)	102,551	2	104,374	3
1550	Investments accounted for using equity method (Note 4 & 12)	1,510,427	34	1,476,542	35
1600	Property, plant and equipment (Note 4, 13,28,29)	1,533,377	35	1,270,457	30
1755	Right-of-use assets(Note 4 & 14)	792	-	1,319	-
1780	Other intangible assets (Note 4 & 15)	1,276	-	1,477	-
1840	Deferred tax assets (Note 4 & 24)	9,334	-	6,711	-
1915	Prepayments for Business Facilities (Note 28)	303,495	7	300,259	7
1990	Other noncurrent assets (Note 16)	1,351	-	4,335	-
15XX	Total noncurrent assets	3,462,603	78	3,165,474	75
1XXX	Total assets	\$ 4,455,048	100	\$ 4,228,334	100
	Liabilities and Equity				
	Current Liabilities				
2100	Short-term borrowings (Note 17 & 29)	\$ 368,362	8	\$ 375,103	9
2120	Financial liabilities at fair value through profit or loss - current (Note 4&7)	-	-	196	-
2130	Contract liabilities (Note 4 & 22)	6,821	-	5,796	-
2170	Accounts payable	94,171	2	75,956	2
2180	Accounts payable to related parties (Note 28)	99,686	2	77,231	2
2219	Other accounts payable (Note 19 & 28)	60,884	2	37,610	1
2230	Current tax liabilities (Note 4 & 24)	36	-	7,188	-
2280	Lease liabilities - current(Note 4 & 14)	698	-	1,228	-
2322	Current portion of long-term bonds payable (Note 4 & 18)	-	-	594,526	14
2321	Current portion of long-term borrowings (Note 17 & 29)	201,808	5	57,606	1
2399	Other current liabilities (Note 19)	8,341	-	6,260	-
21XX	Total current liabilities	840,807	19	1,238,700	29
	Noncurrent liabilities				
2540	Long-term borrowings (Note 17 & 29)	1,307,151	29	750,959	18
2570	Deferred tax liabilities (Note 4 & 24)	15,877	1	16,098	1
2580	Lease liabilities - non-current(Note 4 & 14)	100	-	103	-
2640	Net defined benefit liabilities - noncurrent (Note 4 & 20)	8,946	-	9,099	-
2670	Other noncurrent liabilities (Note 4, 12, 19)	-	-	965	-
25XX	Total noncurrent liabilities	1,332,074	30	777,224	19
2XXX	Total Liabilities	2,172,881	49	2,015,924	48
	Owner's equity of this Company				
3110	Capital stock	807,001	18	754,206	18
3200	Capital surplus	356,515	8	356,491	8
	Retained earnings				
3310	Legal reserve	221,206	5	221,206	5
3320	Special reserve	91,698	2	78,640	2
3350	Unappropriated earnings	911,272	20	893,564	21
3300	Total retained earnings	1,224,176	27	1,193,410	28
3490	Other equity	(105,525)	(2)	(91,697)	(2)
3XXX	Total equity	2,282,167	51	2,212,410	52
	Total liabilities and equity	\$ 4,455,048	100	\$ 4,228,334	100

The accompanying notes are an integral part of the financial statements.

Double Bond Chemical Ind. Co., Ltd.
Statements of Comprehensive Income
For the Years Ended December 31, 2021 and 2020

(In Thousands of New Taiwan Dollars,
Except Earnings Per Share)

Code		For the Year Ended December 31, 2021		For the Year Ended December 31, 2020	
		Amount	%	Amount	%
4000	Operating revenue (Note 4, 22, 28)	\$ 1,354,802	100	\$ 1,143,370	100
5000	Operating costs (Note 11, 23, 28)	<u>1,112,799</u>	<u>82</u>	<u>921,227</u>	<u>80</u>
	Gross profit	242,003	18	222,143	20
5910	Realized (unrealized) gain from sale (Note 4 & 19)	(<u>2,100</u>)	<u>-</u>	<u>3,263</u>	<u>-</u>
5950	Gross profit and realized gain	<u>239,903</u>	<u>18</u>	<u>225,406</u>	<u>20</u>
	Operating expenses (Note 4,10,14,20,23,28)				
6100	Sales and marketing expense	110,337	8	84,041	7
6200	General and administration expense	64,572	5	60,244	5
6300	Research and development expense	48,760	4	49,929	5
6450	Loss (gain) on reversal of expected credit loss	(<u>777</u>)	<u>-</u>	<u>5,047</u>	<u>1</u>
6000	Total operating expenses	<u>222,892</u>	<u>17</u>	<u>199,261</u>	<u>18</u>
6900	Net operating profit	<u>17,011</u>	<u>1</u>	<u>26,145</u>	<u>2</u>
	Nonoperating income and expenses				
7100	Interest income (Note 23 &28)	431	-	1,244	-
7010	Other income (Note 23)	7,728	1	18,466	2
7020	Other gains and losses (Note 23)	(18,687)	(1)	2,113	-
7050	Financial costs (Note 23)	(9,428)	(1)	(12,215)	(1)
(Carried forward)					

(Brought forward)

<u>Code</u>		<u>For the Year Ended</u>		<u>For the Year Ended</u>	
		<u>December 31, 2021</u>		<u>December 31, 2020</u>	
		<u>Amount</u>	<u>%</u>	<u>Amount</u>	<u>%</u>
7070	Share of profit or loss of subsidiaries, associates, and joint ventures accounted for using the equity method (Note 4 and 12)	<u>\$ 113,868</u>	<u>8</u>	<u>\$ 39,358</u>	<u>3</u>
7000	Total nonoperating income and expenses	<u>93,912</u>	<u>7</u>	<u>48,966</u>	<u>4</u>
7900	Profit before income tax	110,923	8	75,111	6
7950	Income tax expense (Note 4, & 24)	<u>4,049</u>	<u>-</u>	<u>13,027</u>	<u>1</u>
8200	Net profit for the year	<u>106,874</u>	<u>8</u>	<u>62,084</u>	<u>5</u>
	Other Comprehensive Income (Loss)				
8310	Items that will not be reclassified subsequently to profit or loss:				
8311	Remeasurements of defined benefit plans (Note 20)	(687)	-	168	-
8316	Unrealized gain or loss on investments in equity instrument at fair value through other comprehensive income	(1,823)	-	(32,596)	(3)
8360	Items that may be reclassified subsequently to profit or loss:				
8361	Exchange differences on translating foreign operations	(<u>12,005</u>)	(<u>1</u>)	<u>19,538</u>	<u>2</u>
8300	Other comprehensive loss of the year	(<u>14,515</u>)	(<u>1</u>)	(<u>12,890</u>)	(<u>1</u>)
8500	Total comprehensive income of the year	<u>\$ 92,359</u>	<u>7</u>	<u>\$ 49,194</u>	<u>4</u>
	Earnings per share (Note 25)				
9750	Basic	<u>\$ 1.32</u>		<u>\$ 0.76</u>	
9850	Diluted	<u>\$ 1.32</u>		<u>\$ 0.76</u>	

The accompanying notes are an integral part of the financial statements.

Double Bond Chemical Ind. Co., Ltd.
Statements of Changes in Equity
For the Years Ended December 31, 2021 and 2020

(In Thousands of New Taiwan Dollars)

Code		Ordinary Shares (Note 21)		Retained Earnings (Note 21)				Other Equity			Treasury Shares (Note 21)	Total	
		Number of Shares (thousand)	Amount	Capital Surplus (Note 4, 18, 21)	Legal Reserve	Special Reserve	Unappropriated Earnings	Minor Sum	Exchange differences on translation of foreign financial statements	Unrealized gain (loss) on financial assets at fair value through other comprehensive income (Note 4)			Total
A1	Balance as of January 1, 2020	\$ 76,789	\$ 767,886	\$ 362,640	\$ 201,760	\$ 19,736	\$ 1,076,903	\$ 1,298,399	(\$ 175,259)	\$ 96,620	(\$ 78,639)	\$ -	\$ 2,350,286
	Appropriation of 2019 earnings												
B1	Legal reserve	-	-	-	19,446	-	(19,446)	-	-	-	-	-	-
B3	Special reserve	-	-	-	-	58,904	(58,904)	-	-	-	-	-	-
B5	Cash dividends	-	-	-	-	-	(92,146)	(92,146)	-	-	-	-	(92,146)
		-	-	-	19,446	58,904	(170,496)	(92,146)	-	-	-	-	(92,146)
D1	Net profit for the year ended December 31, 2020	-	-	-	-	-	62,084	62,084	-	-	-	-	62,084
D3	Other comprehensive income (loss) after tax for the year ended December 31, 2020	-	-	-	-	-	168	168	19,538	(32,596)	(13,058)	-	(12,890)
D5	Total comprehensive income (loss) for the year ended December 31, 2020	-	-	-	-	-	62,252	62,252	19,538	(32,596)	(13,058)	-	49,194
L1	Buy-back of ordinary shares	-	-	-	-	-	-	-	-	-	-	(94,924)	(94,924)
L3	Cancellation of treasury shares	(1,368)	(13,680)	(6,149)	-	-	(75,095)	(75,095)	-	-	-	94,924	-
Z1	Balance as of December 31, 2020	75,421	754,206	356,491	221,206	78,640	893,564	1,193,410	(155,721)	64,024	(91,697)	-	2,212,410
	Appropriation of 2020 earnings												
B3	Special reserve	-	-	-	-	13,058	(13,058)	-	-	-	-	-	-
B5	Cash dividends	-	-	-	-	-	(22,626)	(22,626)	-	-	-	-	(22,626)
B9	Stock dividends	5,279	52,795	-	-	-	(52,795)	(52,795)	-	-	-	-	-
		5,279	52,795	-	-	13,058	(88,479)	(75,421)	-	-	-	-	(22,626)
C17	Other changes in capital surplus	-	-	24	-	-	-	-	-	-	-	-	24
D1	Net profit for the year ended December 31, 2021	-	-	-	-	-	106,874	106,874	-	-	-	-	106,874
D3	Other comprehensive income (loss) after tax for the year ended December 31, 2021	-	-	-	-	-	(687)	(687)	(12,005)	(1,823)	(13,828)	-	(14,515)
D5	Total comprehensive income (loss) for the year ended December 31, 2021	-	-	-	-	-	106,187	106,187	(12,005)	(1,823)	(13,828)	-	92,359
Z1	Balance as of December 31, 2021	80,700	\$ 807,001	\$ 356,515	\$ 221,206	\$ 91,698	\$ 911,272	\$ 1,224,176	(\$ 167,726)	\$ 62,201	(\$ 105,525)	\$ -	\$ 2,282,167

The accompanying notes are an integral part of the financial statements.

Double Bond Chemical Ind. Co., Ltd.
Statements of Cash Flows
For the Years Ended December 31, 2021 and 2020

		(In Thousands of New Taiwan Dollars)	
Code		For the Year Ended December 31, 2021	For the Year Ended December 31, 2020
	Cash Flows from Operating Activities		
A00010	Profit before income tax	\$ 110,923	\$ 75,111
A20010	Adjustments for:		
A20100	Depreciation expense	17,969	17,840
A20200	Amortization expense	631	782
A20300	Loss (gain) on reversal of expected credit loss	(777)	5,047
A20400	Net income of financial assets and liabilities at fair value through profit and loss	(61)	(1,949)
A20900	Financial cost	9,428	12,215
A21200	Interest income	(431)	(1,244)
A21300	Dividend revenue	(7,040)	(9,680)
A22300	Share of profits or losses of subsidiaries and associates accounted for using the equity method	(113,868)	(39,358)
A22500	Loss (gain) on disposal of property, plant and equipment	757	(93)
A23800	Loss for market price decline and obsolete and slow-moving inventories	1,126	6,958
A23900	Unrealized (realized) gain on transactions with subsidiaries	2,100	(3,263)
A24100	Unrealized loss (gain) on foreign exchange	1,369	(2,216)
A29900	Other items	1,595	-
A30000	Net changes in operating assets and liabilities		
A31110	Financial assets and liabilities at fair value through profit or loss	(137)	165
A31130	Notes receivable	2,997	3,021
A31150	Accounts receivable	(16,565)	16,770
A31160	Accounts receivable from related parties	10,302	(55,735)
A31180	Other receivable	(9,883)	(18,311)
A31200	Inventories	(116,616)	(18,659)
A31240	Other current assets	(2,122)	3,742
A32125	Contract liabilities	1,084	3,491
A32150	Accounts payable	18,548	(24,747)
A32160	Accounts payable to related parties	22,455	14,074
A32180	Other accounts payable	23,128	1,816
A32230	Other current liabilities	(19)	(110)
A32240	Net defined benefit liabilities	(840)	(795)
A33000	Cash generated from operating activities	(43,947)	(15,128)
A33100	Interest received	467	1,201
A33200	Stock dividend received	7,040	9,680
A33300	Interest paid	(16,971)	(11,775)
A33500	Income taxes paid	(14,045)	(44,867)

(Carried forward)

(Brought forward)

Code		For the Year Ended December 31, 2021	For the Year Ended December 31, 2020
AAAA	Net cash used in operating activities	(\$ 67,456)	(\$ 60,889)
	Cash Flows from Investing Activities		
B00040	Increase in financial assets at amortized cost	(10,489)	(1,591)
B01800	Acquisition of investments accounted for using the equity method	(5,536)	(13,414)
B02700	Purchase of property, plant and equipment	(211,009)	(401,951)
B02800	Disposal of property, plant and equipment	23	96
B03700	Decrease in refundable deposits	2,627	1,218
B04500	Purchase of intangible assets	-	(24)
B05900	Decrease (increase) in other receivables from related parties	3,767	(2,714)
B06700	Increase in other noncurrent assets	(73)	(69)
B07100	Increase in Prepayments for Business Facilities	(60,616)	(133,638)
B07600	Collection of subsidiary stock dividends	<u>72,549</u>	<u>192,171</u>
BBBB	Net cash used in investing activities	(<u>208,757</u>)	(<u>359,916</u>)
	Cash Flows from Financing Activities		
C00100	Increase (decrease) in short-term borrowings	(6,478)	220,252
C01300	Repayments of bonds payables	(600,000)	-
C01600	Increase in long-term borrowings	700,394	453,164
C04020	Repayments of lease liabilities	(1,718)	(3,984)
C04500	Payment of dividends	(22,626)	(92,146)
C04900	Payments for buy-back of ordinary shares	-	(94,924)
C09900	Changes in noncontrolling interest	<u>24</u>	<u>-</u>
CCCC	Net cash generated from financing activities	<u>69,596</u>	<u>482,362</u>
EEEE	Net increase (decrease) in cash and cash equivalents of the year	(206,617)	61,557
E00100	Cash and cash equivalents at the beginning of the year	<u>506,403</u>	<u>444,846</u>
E00200	Cash and cash equivalents at the end of the year	<u>\$ 299,786</u>	<u>\$ 506,403</u>

The accompanying notes are an integral part of the financial statements.

【Appendix 5】**Double Bond Chemical Ind. Co., Ltd.
2021 Earnings Distribution Table**

Unit: NT\$

Item	Amount
Undistributed Earnings, beginning of the year	805,086,641
Net Profit After Tax of the year ended 2021	106,873,865
Add (less): Reassessment Value of the Defined Benefit Plans recognized in Retained Earnings	(686,873)
The Net Profit After Tax is added to the amount of items other than the net profit after tax of the current period included in the undistributed surplus of the current year	106,186,992
Appropriation	
Appropriate 10% of legal reserves	(10,618,699)
Appropriate special reserves	(13,828,279)
Distributable Earnings	886,826,655
Distribution	
Cash dividends for shareholders (NT\$0.4)	(32,280,023)
Stock dividends for shareholders (NT\$0.6)	(48,420,040)
Undistributed Earnings, end of the year	806,126,592
Note: Undistributed earnings for the year ended 2021 shall be prioritized in earnings distribution.	

Chairman: WANG, TUNG -HAI
General Manager: TSAY, MAW-DER
Account Manager: YU, HUI-LIN

【Appendix 6】

**Double Bond Chemical Ind. Co., Ltd.
Comparison Table for the Amended “Articles of Incorporation”**

Articles	Post-amendment	Pre-amendment	Explanation
Article 9-1	<u>The Company's shareholders' meetings may conducted through video conferences or other manner announced by central competent authority.</u>	(Addition.)	The amendment to article 172-2 of this Corporation Act was promulgated on December 29, 2021. The public companies are applicable to the regulations governing video conference for shareholders’ meeting. To cooperate with the video conference policy promoted by the competent authority and correspond with trend of digital era, we provide shareholders with channel as convenient to participate the meeting.
Article 24	The articles of incorporation were formulated on January 24, 1994. (omitted.) <u>21th amendment on June 22, 2022.</u>	The articles of incorporation were formulated on January 24, 1994. (omitted.)	The date of this amendment has been added.

【Appendix 7】

Double Bond Chemical Ind. Co., Ltd.

Comparison Table for the Amended “Rules and Procedures for Shareholder Meetings”

Articles	Post-amendment	Pre-amendment	Explanation
Article 3	<p>Convening shareholders meetings and shareholders meeting notices:</p> <p>1. Unless otherwise provided by law or regulation, the Company’s shareholders meetings shall be convened by the board of directors.</p> <p><u>2. Changes to how the Company convenes its shareholders meeting shall be resolved by the board of directors, and shall be made no later than mailing of the shareholders meeting notice.</u></p> <p><u>3.</u>The Company 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) 30 days before the date of a regular shareholders meeting or 15 days before the date of a special shareholders meeting. The Company shall prepare electronic versions of the shareholders meeting agenda and supplemental meeting materials and upload them to the MOPS 21 days before the date of the regular shareholders meeting or 15 days before the date of the special shareholders meeting. <u>If, however, the Company has the paid-in capital of NT\$10 billion or more as of the last day of the most current fiscal year, or total shareholding of foreign shareholders and PRC shareholders reaches 30% or more as recorded in the register of shareholders of</u></p>	<p>Convening shareholders meetings and shareholders meeting notices:</p> <p>1. Unless otherwise provided by law or regulation, the Company’s shareholders meetings shall be convened by the board of directors.</p> <p>2.The Company 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) 30 days before the date of a regular shareholders meeting or 15 days before the date of a special shareholders meeting. The Company shall prepare electronic versions of the shareholders meeting agenda and supplemental meeting materials and upload them to the MOPS 21 days before the date of the regular shareholders meeting or 15 days before the date of the special shareholders meeting. In addition, 15 days before the date of the shareholders meeting, the Company 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</p>	<p>The relevant authorization limits and levels shall be revised in accordance with announcement No. 1110004250 of Taiwan Stock Exchange.</p>

Articles	Post-amendment	Pre-amendment	Explanation
	<p><u>the shareholders meeting held in the immediately preceding year, transmission of these electronic files shall be made by 30 days before the regular shareholders meeting.</u> In addition, 15 days before the date of the shareholders meeting, the Company 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 Company and the professional shareholder services agent designated thereby.</p> <p><u>The Company shall make the meeting agenda and supplemental meeting materials in the preceding paragraph available to shareholders for review in the following manner on the date of the shareholders meeting:</u></p> <p><u>(1) For physical shareholders meetings, to be distributed on-site at the meeting.</u></p> <p><u>(2) For hybrid shareholders meetings, to be distributed on-site at the meeting and shared on the virtual meeting platform.</u></p> <p><u>(3) For virtual-only shareholders meetings, electronic files shall be shared on the virtual meeting platform.</u></p> <p>Item 4. to 10. omitted.</p>	<p>supplemental materials shall also be displayed at this Company and the professional shareholder services agent designated thereby as well as being distributed on-site at the meeting place.</p> <p>Item 3. to 9. omitted.</p>	
Article 4	<p>Item 1. to 3. omitted.</p> <p><u>4.If, after a proxy form is delivered to the Company, a shareholder wishes to attend the shareholders meeting online, a written notice of proxy cancellation shall be submitted to the Company, two business days before the meeting date. If the cancellation notice is submitted after that time, votes cast at the</u></p>	<p>Item 1. to 3. omitted.</p>	<p>The relevant authorization limits and levels shall be revised in accordance with announcement No. 1110004250 of Taiwan Stock Exchange.</p>

Articles	Post-amendment	Pre-amendment	Explanation
Article 5	<p><u>meeting by the proxy shall prevail.</u></p> <p>Principles determining the time and place of a shareholders meeting: The venue for a shareholders meeting shall be the premise of the Company, 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.</p> <p><u>The restrictions on the place of the meeting shall not apply when the Company convenes a virtual-only shareholders meeting.</u></p>	<p>Principles determining the time and place of a shareholders meeting: The venue for a shareholders meeting shall be the premise of the Company, 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.</p>	<p>The relevant authorization limits and levels shall be revised in accordance with announcement No. 1110004250 of Taiwan Stock Exchange.</p>
Article 6	<p>Preparation of documents such as the attendance book: 1. the Company shall specify in its shareholders meeting notices the time during which attendance registrations for shareholders, <u>solicitors and proxies (collectively "shareholders")</u> will be accepted, the place to register for attendance, and other matters for attention. 2. The time during which shareholder attendance registrations will be accepted, as stated in the preceding paragraph, shall be at least 30 minutes prior to 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. <u>For virtual shareholders meetings, shareholders may begin to register on the virtual meeting platform 30 minutes before the meeting starts. Shareholders completing registration will be deemed as attend the shareholders meeting in person.</u> 3. Shareholders shall attend shareholders meetings</p>	<p>Preparation of documents such as the attendance book: 1. The company shall specify in its shareholders meeting notices the time during which attendance registrations for shareholders will be accepted, the place to register for attendance, and other matters for attention. 2. The time during which shareholder attendance registrations will be accepted, as stated in the preceding paragraph, shall be at least 30 minutes prior to 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. 3. Shareholders and their proxies (collectively, "shareholders") shall attend shareholders meetings</p>	<p>The relevant authorization limits and levels shall be revised in accordance with announcement No. 1110004250 of Taiwan Stock Exchange.</p>

Articles	Post-amendment	Pre-amendment	Explanation
	<p>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. Item 4. to 5. omitted.</p> <p><u>6. In the event of a virtual shareholders meeting, shareholders wishing to attend the meeting online shall register with the Company two days before the meeting date. The Company shall upload the meeting agenda book, annual report and other meeting materials to the virtual meeting platform at least 30 minutes before the meeting starts, and keep this information disclosed until the end of the meeting.</u></p>	<p>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. Item 4. to 5. omitted.</p>	
Article 6-1	<p><u>Convening virtual shareholders meetings and particulars to be included in shareholders meeting notice</u></p> <p><u>To convene a virtual shareholders meeting, the Company shall include the follow particulars in the shareholders meeting notice:</u></p> <p><u>1.How shareholders attend the virtual meeting and exercise their rights.</u></p> <p><u>2.Actions to be taken if the virtual meeting platform or participation in the virtual meeting is obstructed due to natural disasters, accidents or other force majeure events, at least covering the following particulars:</u></p> <p><u>A. To what time the meeting is postponed or from what time the meeting will resume if the above obstruction continues and cannot be removed, and the date to which the meeting is postponed or on</u></p>	(Addition.)	The relevant authorization limits and levels shall be revised in accordance with announcement No. 1110004250 of Taiwan Stock Exchange.

Articles	Post-amendment	Pre-amendment	Explanation
	<p><u>which the meeting will resume.</u></p> <p><u>B. Shareholders not having registered to attend the affected virtual shareholders meeting shall not attend the postponed or resumed session.</u></p> <p><u>C. In case of a hybrid shareholders meeting, when the virtual meeting cannot be continued, if the total number of shares represented at the meeting, after deducting those represented by shareholders attending the virtual shareholders meeting online, meets the minimum legal requirement for a shareholder meeting, then the shareholders meeting shall continue. The shares represented by shareholders attending the virtual meeting online shall be counted towards the total number of shares represented by shareholders present at the meeting, and the shareholders attending the virtual meeting online shall be deemed abstaining from voting on all proposals on meeting agenda of that shareholders meeting.</u></p> <p><u>D. Actions to be taken if the outcome of all proposals have been announced and extraordinary motion has not been carried out.</u></p> <p><u>3.To convene a virtual-only shareholders meeting, appropriate alternative measures available to shareholders with difficulties in attending a virtual shareholders meeting online shall be specified.</u></p>		
Article 8	<p>Item 1. to 2. omitted.</p> <p><u>3. Where a shareholders meeting is held online, the Company shall keep records of shareholder registration, sign-in, check-in, questions raised, votes</u></p>	Item 1. to 2. omitted.	The relevant authorization limits and levels shall be revised in accordance

Articles	Post-amendment	Pre-amendment	Explanation
	<p><u>cast and results of votes counted by the Company, and continuously audio and video record, without interruption, the proceedings of the virtual meeting from beginning to end.</u></p> <p><u>4.The information and audio and video recording in the preceding paragraph shall be properly kept by the Company during the entirety of its existence, and copies of the audio and video recording shall be provided to and kept by the party appointed to handle matters of the virtual meeting.</u></p> <p><u>5.In case of a virtual shareholders meeting, the Company is advised to audio and video record the back-end operation interface of the virtual meeting platform.</u></p>		<p>with announcement No. 1110004250 of Taiwan Stock Exchange.</p>
Article 9	<p>1. 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, <u>and the shares checked in on the virtual meeting platform,</u> plus the number of shares whose voting rights are exercised by correspondence or electronically.</p> <p>2. The chair shall call the meeting to order at the appointed meeting time and disclose information concerning the number of nonvoting shares and number of shares represented by shareholders attending the meeting. However, when the attending shareholders do</p>	<p>1.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.</p> <p>2. The chair shall call the meeting to order at the appointed meeting time and disclose information concerning the number of nonvoting shares and number of shares represented by shareholders attending the meeting. However, when the attending shareholders do</p>	<p>The relevant authorization limits and levels shall be revised in accordance with announcement No. 1110004250 of Taiwan Stock Exchange.</p>

Articles	Post-amendment	Pre-amendment	Explanation
	<p>not represent a majority of the total number of issued shares, the chair may announce a postponement, provided that no more than two such postponements, for a combined total of no more than one hour, may be made. If the quorum is not met after two postponements and the attending shareholders still represent less than one third of the total number of issued shares, the chair shall declare the meeting adjourned. <u>In the event of a virtual shareholders meeting, the Company shall also declare the meeting adjourned at the virtual meeting platform.</u></p> <p>3. If the quorum is not met after two postponements as referred to in the preceding paragraph, but the attending shareholders represent one third or more of the total number of issued shares, a tentative resolution may be adopted pursuant to Article 175, paragraph 1 of the Company Act; all shareholders shall be notified of the tentative resolution and another shareholders meeting shall be convened within one month. <u>In the event of a virtual shareholders meeting, shareholders intending to attend the meeting online shall re-register to the Company in accordance with Article 6.</u></p> <p>4. When, prior to conclusion of the meeting, the attending shareholders represent a majority of the total</p>	<p>not represent a majority of the total number of issued shares, the chair may announce a postponement, provided that no more than two such postponements, for a combined total of no more than one hour, may be made. If the quorum is not met after two postponements and the attending shareholders still represent less than one third of the total number of issued shares, the chair shall declare the meeting adjourned.</p> <p>3. If the quorum is not met after two postponements as referred to in the preceding paragraph, but the attending shareholders represent one third or more of the total number of issued shares, a tentative resolution may be adopted pursuant to Article 175, paragraph 1 of the Company Act; all shareholders shall be notified of the tentative resolution and another shareholders meeting shall be convened within one month.</p> <p>4. When, prior to conclusion of the meeting, the attending shareholders represent a majority of the total</p>	

Articles	Post-amendment	Pre-amendment	Explanation
	number of issued shares, the chair may resubmit the tentative resolution for a vote by the shareholders meeting pursuant to Article 174 of the Company Act.	number of issued shares, the chair may resubmit the tentative resolution for a vote by the shareholders meeting pursuant to Article 174 of the Company Act.	
Article 10	Discussion of proposal: 1. 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. Item 2. to 4. omitted.	Discussion of proposal: 1. 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 by case 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. Item 2. to 4. omitted.	For the needs of the Company's business.
Article 11	Shareholder speech: Item 1. to 6. omitted. <u>7. Where a virtual shareholders meeting is convened, shareholders attending the virtual meeting online may raise questions in writing at the virtual meeting platform from the chair declaring the meeting open until the chair declaring the meeting adjourned. No more than two questions for the same proposal may be raised. Each question shall contain no more than 200 words. The regulations in paragraphs 1 to 5 do not apply. As long as questions so raised in accordance with the preceding paragraph are not in violation of the regulations or beyond the scope of a proposal, it is advisable the questions be disclosed to the public at the virtual meeting platform.</u>	Shareholder speech: Item 1. to 6. omitted.	The relevant authorization limits and levels shall be revised in accordance with announcement No. 1110004250 of Taiwan Stock Exchange.
Article 13	Votes: Item 1. to 3. omitted.	Votes: Item 1. to 3. omitted.	The relevant authorization limits

Articles	Post-amendment	Pre-amendment	Explanation
	<p>4. 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 <u>or online</u>, a written declaration of intent to retract the voting rights already exercised under the preceding paragraph shall be made known to the Company, by the same means by which the voting rights were exercised, 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.</p> <p>5. Except as otherwise provided in the Company Act and in this Company'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.</p> <p>Item 6. to 8. omitted.</p>	<p>4. 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 the Company, by the same means by which the voting rights were exercised, 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.</p> <p>5. Except as otherwise provided in the Company Act and in this Company'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. If the chairman has consulted with all shareholders present and has no objection, it will be deemed passed, and its effect is the same as voting by poll; 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.</p> <p>Item 6. to 8. omitted.</p>	<p>and levels shall be revised in accordance with announcement No. 1110004250 of Taiwan Stock Exchange.</p>

Articles	Post-amendment	Pre-amendment	Explanation
	<p><u>9. When the Company convenes a virtual shareholders meeting, after the chair declares the meeting open, shareholders attending the meeting online shall cast votes on proposals and elections on the virtual meeting platform before the chair announces the voting session ends or will be deemed abstained from voting.</u></p> <p><u>10. In the event of a virtual shareholders meeting, votes shall be counted at once after the chair announces the voting session ends, and results of votes and elections shall be announced immediately.</u></p> <p><u>11. When the Company convenes a hybrid shareholders meeting, if shareholders who have registered to attend the meeting online in accordance with Article 6 decide to attend the physical shareholders meeting in person, they shall revoke their registration two days before the shareholders meeting in the same manner as they registered. If their registration is not revoked within the time limit, they may only attend the shareholders meeting online.</u></p> <p><u>12. When shareholders exercise voting rights by correspondence or electronic means, unless they have withdrawn the declaration of intent and attended the shareholders meeting online, except for extraordinary motions, they will not exercise voting rights on the original proposals or make any amendments to the original proposals or exercise voting rights on amendments to the original proposal.</u></p>		

Articles	Post-amendment	Pre-amendment	Explanation
Article 15	<p>Meeting minutes and signatures: Item 1. to 3. omitted.</p> <p><u>4.Where a virtual shareholders meeting is convened, in addition to the particulars to be included in the meeting minutes as described in the preceding paragraph, the start time and end time of the shareholders meeting, how the meeting is convened, the chair's and secretary's name, and actions to be taken in the event of disruption to the virtual meeting platform or participation in the meeting online due to natural disasters, accidents or other force majeure events, and how issues are dealt with shall also be included in the minutes.</u></p> <p><u>5.When convening a virtual-only shareholder meeting, other than compliance with the requirements in the preceding paragraph, the Company shall specify in the meeting minutes alternative measures available to shareholders with difficulties in attending a virtual-only shareholders meeting online.</u></p>	<p>Meeting minutes and signatures: Item 1. to 3. omitted.</p>	<p>The relevant authorization limits and levels shall be revised in accordance with announcement No. 1110004250 of Taiwan Stock Exchange.</p>
Article 16	<p>Public disclosure: 1.On the day of a shareholders meeting, the Company shall compile in the prescribed format a statistical statement of the number of shares obtained by solicitors through solicitation, the number of shares represented by proxies <u>and the number of shares represented by shareholders attending the meeting by correspondence or electronic means</u>, and shall make an express disclosure of the same at the place of the</p>	<p>Public disclosure: 1.On the day of a shareholders meeting, the Company shall compile in the prescribed format a statistical statement of the number of shares obtained by solicitors through solicitation, the number of shares represented by proxies, and shall make an express disclosure of the same at the place of the shareholders meeting.</p>	<p>The relevant authorization limits and levels shall be revised in accordance with announcement No. 1110004250 of Taiwan Stock Exchange.</p>

Articles	Post-amendment	Pre-amendment	Explanation
	<p>shareholders meeting. <u>In the event a virtual shareholders meeting, the Company shall upload the above meeting materials to the virtual meeting platform at least 30 minutes before the meeting starts, and keep this information disclosed until the end of the meeting.</u></p> <p><u>2. During the Company 's virtual shareholders meeting, when the meeting is called to order, the total number of shares represented at the meeting shall be disclosed on the virtual meeting platform. The same shall apply whenever the total number of shares represented at the meeting and a new tally of votes is released during the meeting.</u></p> <p>Item 3. omitted.</p>	<p>Item 2. omitted.</p>	
<p>Article 19</p>	<p><u>Disclosure of information at virtual meetings</u></p> <p><u>In the event of a virtual shareholders meeting, the Company shall disclose real-time results of votes and election immediately after the end of the voting session on the virtual meeting platform according to the regulations, and this disclosure shall continue at least 15 minutes after the chair has announced the meeting adjourned.</u></p>	<p>(Addition.)</p>	<p>The relevant authorization limits and levels shall be revised in accordance with announcement No. 1110004250 of Taiwan Stock Exchange.</p>
<p>Article 20</p>	<p><u>Location of the chair and secretary of virtual-only shareholders meeting</u></p> <p><u>When the Company convenes a virtual-only shareholders meeting, both the chair and secretary shall be in the same location, and the chair shall declare the address of their location when the meeting is called to order.</u></p>	<p>(Addition.)</p>	<p>The relevant authorization limits and levels shall be revised in accordance with announcement No. 1110004250 of Taiwan Stock Exchange.</p>

Articles	Post-amendment	Pre-amendment	Explanation
Article 21	<p><u>Handling of disconnection</u></p> <p><u>1. In the event of a virtual shareholders meeting, the Company may offer a simple connection test to shareholders prior to the meeting, and provide relevant real-time services before and during the meeting to help resolve communication technical issues.</u></p> <p><u>2. In the event of a virtual shareholders meeting, when declaring the meeting open, the chair shall also declare, unless under a circumstance where a meeting is not required to be postponed to or resumed at another time under Article 44-20, paragraph 4 of the Regulations Governing the Administration of Shareholder Services of Public Companies, if the virtual meeting platform or participation in the virtual meeting is obstructed due to natural disasters, accidents or other force majeure events before the chair has announced the meeting adjourned, and the obstruction continues for more than 30 minutes, the meeting shall be postponed to or resumed on another date within five days, in which case Article 182 of the Company Act shall not apply.</u></p> <p><u>3. For a meeting to be postponed or resumed as described in the preceding paragraph, shareholders</u></p>	(Addition.)	The relevant authorization limits and levels shall be revised in accordance with announcement No. 1110004250 of Taiwan Stock Exchange.

Articles	Post-amendment	Pre-amendment	Explanation
	<p><u>who have not registered to participate in the affected shareholders meeting online shall not attend the postponed or resumed session.</u></p> <p><u>4.For a meeting to be postponed or resumed under the second paragraph, the number of shares represented by, and voting rights and election rights exercised by the shareholders who have registered to participate in the affected shareholders meeting and have successfully signed in the meeting, but do not attend the postpone or resumed session, at the affected shareholders meeting, shall be counted towards the total number of shares, number of voting rights and number of election rights represented at the postponed or resumed session.</u></p> <p><u>5.During a postponed or resumed session of a shareholders meeting held under the second paragraph, no further discussion or resolution is required for proposals for which votes have been cast and counted and results have been announced, or list of elected directors and supervisors.</u></p> <p><u>6.When the Company convenes a hybrid shareholders meeting, and the virtual meeting cannot continue as described in second paragraph, if the total number of shares represented at the meeting, after deducting</u></p>		

Articles	Post-amendment	Pre-amendment	Explanation
	<p><u>those represented by shareholders attending the virtual shareholders meeting online, still meets the minimum legal requirement for a shareholder meeting, then the shareholders meeting shall continue, and not postponement or resumption thereof under the second paragraph is required.</u></p> <p><u>7. Under the circumstances where a meeting should continue as in the preceding paragraph, the shares represented by shareholders attending the virtual meeting online shall be counted towards the total number of shares represented by shareholders present at the meeting, provided these shareholders shall be deemed abstaining from voting on all proposals on meeting agenda of that shareholders meeting.</u></p> <p><u>8. When postponing or resuming a meeting according to the second paragraph, the Company shall handle the preparatory work based on the date of the original shareholders meeting in accordance with the requirements listed under Article 44-20, paragraph 7 of the Regulations Governing the Administration of Shareholder Services of Public Companies.</u></p> <p><u>9. For dates or period set forth under Article 12, second half, and Article 13, paragraph 3 of Regulations</u></p>		

Articles	Post-amendment	Pre-amendment	Explanation
	<u>Governing the Use of Proxies for Attendance at Shareholder Meetings of Public Companies, and Article 44-5, paragraph 2, Article 44-15, and Article 44-17, paragraph 1 of the Regulations Governing the Administration of Shareholder Services of Public Companies, the Company shall handle the matter based on the date of the shareholders meeting that is postponed or resumed under the second paragraph.</u>		
Article 22	<u>Handling of digital divide</u> <u>When convening a virtual-only shareholders meeting, the Company shall provide appropriate alternative measures available to shareholders with difficulties in attending a virtual shareholders meeting online.</u>	(Addition.)	The relevant authorization limits and levels shall be revised in accordance with announcement No. 1110004250 of Taiwan Stock Exchange.
Article 23	(omitted.)	(omitted.)	In conjunction with the addition of Article, the Article No. was adjusted.

【Appendix 8】

Double Bond Chemical Ind. Co., Ltd.

Comparison Table for the Amended “Procedures for Asset Acquisition & Disposal”

Articles	Post-amendment	Pre-amendment	Explanation
Article 4	<p>Exclusion of related parties: Professional appraisers and their officers, certified public accountants, attorneys, and securities underwriters that provide the Company with appraisal reports, certified public accountant’s opinions, attorney’s opinions, or underwriter’s opinions shall meet the following requirements: Item 1. to 2. omitted. 3. If the Company is required to obtain appraisal reports from two or more professional appraisers, the different professional appraisers or appraisal officers may not be related parties or defacto related parties of each other. When issuing an appraisal report or opinion, the personnel referred to in the preceding paragraph shall comply <u>with the self-regulatory rules of the industry associations to which they belong and</u> with the following provisions: 1. Prior to accepting a case, they shall prudently assess their own professional capabilities, practical experience, and independence. 2. When conducting a case, they shall appropriately plan and execute adequate working procedures, in order to produce a conclusion and use the conclusion as the basis for issuing the report or opinion. The related working procedures, data collected, and conclusion shall be fully and accurately specified in the case working papers. 3. They shall undertake an item-by-item evaluation of</p>	<p>Exclusion of related parties: Professional appraisers and their officers, certified public accountants, attorneys, and securities underwriters that provide the Company with appraisal reports, certified public accountant’s opinions, attorney’s opinions, or underwriter’s opinions shall meet the following requirements: Item 1. to 2. omitted. 3. If the Company is required to obtain appraisal reports from two or more professional appraisers, the different professional appraisers or appraisal officers may not be related parties or defacto related parties of each other. When issuing an appraisal report or opinion, the personnel referred to in the preceding paragraph shall comply with the following provisions: 1. Prior to accepting a case, they shall prudently assess their own professional capabilities, practical experience, and independence. 2. When examining a case, they shall appropriately plan and execute adequate working procedures, in order to produce a conclusion and use the conclusion as the basis for issuing the report or opinion. The related working procedures, data collected, and conclusion shall be fully and accurately specified in the case working papers. 3. They shall undertake an item-by-item evaluation of</p>	<p>Amendment in accordance with the order no. 1110380465 issued by Financial Supervisory Commission on January 28, 2022.</p>

Articles	Post-amendment	Pre-amendment	Explanation
	<p>the appropriateness and reasonableness of the sources of data used, the parameters, and the information, as the basis for issuance of the appraisal report or the opinion.</p> <p>4. They shall issue a statement attesting to the professional competence and independence of the personnel who prepared the report or opinion, and that they have evaluated and found that the information used is appropriate and reasonable, and that they have complied with applicable laws and regulations.</p>	<p>the comprehensiveness, accuracy, and reasonableness of the sources of data used, the parameters, and the information, as the basis for issuance of the appraisal report or the opinion.</p> <p>4. They shall issue a statement attesting to the professional competence and independence of the personnel who prepared the report or opinion, and that they have evaluated and found that the information used is reasonable and accurate, and that they have complied with applicable laws and regulations.</p>	
Article 5	<p>Assessment Procedure: Item 1. omitted.</p> <p>2. The company acquiring or disposing of securities shall, prior to the date of occurrence of the event, obtain financial statements of the issuing company for the most recent period, certified or reviewed by a certified public accountant, for reference in appraising the transaction price, and if the dollar amount of the transaction is 20 percent of the company's paid-in capital or NT\$300 million or more, the company shall additionally engage a certified public accountant prior to the date of occurrence of the event to provide an opinion regarding the reasonableness of the transaction price. This requirement does not apply, however, to publicly quoted prices of securities that have an active market, or where otherwise provided by regulations of the Financial Supervisory Commission (FSC).</p>	<p>Assessment Procedure: Item 1. omitted.</p> <p>2. The company acquiring or disposing of securities shall, prior to the date of occurrence of the event, obtain financial statements of the issuing company for the most recent period, certified or reviewed by a certified public accountant, for reference in appraising the transaction price, and if the dollar amount of the transaction is 20 percent of the company's paid-in capital or NT\$300 million or more, the company shall additionally engage a certified public accountant prior to the date of occurrence of the event to provide an opinion regarding the reasonableness of the transaction price. If the CPA needs to use the report of an expert as evidence, the CPA shall do so in accordance with the provisions of Statement of Auditing Standards No. 20 published by the ARDF. This requirement does not apply, however, to publicly quoted prices of securities that have an active market, or where otherwise provided by regulations of the Financial Supervisory Commission (FSC).</p>	<p>Amendment in accordance with the order no. 1110380465 issued by Financial Supervisory Commission on January 28, 2022.</p>

Articles	Post-amendment	Pre-amendment	Explanation
	<p>3. Where the company acquires or disposes of intangible assets or right-of-use assets thereof or memberships and the transaction amount reaches 20 percent or more of paid-in capital or NT\$300 million or more, except in transactions with a domestic government agency, the company shall engage a certified public accountant prior to the date of occurrence of the event to render an opinion on the reasonableness of the transaction price.</p> <p>Item 4. to 8. omitted.</p>	<p>3. Where the company acquires or disposes of intangible assets or right-of-use assets thereof or memberships and the transaction amount reaches 20 percent or more of paid-in capital or NT\$300 million or more, except in transactions with a domestic government agency, the company shall engage a certified public accountant prior to the date of occurrence of the event to render an opinion on the reasonableness of the transaction price, to which the CPA shall handle in accordance with the provisions of the Statements on Auditing Standards No. 20 issued by the Accounting Research and Development Foundation.</p> <p>Item 4. to 8. omitted.</p>	
Article 7	<p>Public Disclosure of Information:</p> <p>1. Under any of the following circumstances, the Company acquiring or disposing of assets shall publicly announce and report the relevant information on the FSC's designated website in the appropriate format as prescribed by regulations within 2 days counting inclusively from the date of occurrence of the event:</p> <p>Item (1). to (5). omitted.</p> <p>(6) Where an asset transaction other than any of those referred to in the preceding five subparagraphs, a disposal of receivables by a financial institution, or an investment in the mainland China area reaches 20 percent or more of paid-in capital or NT\$300 million; provided, this shall not apply to the following circumstances:</p> <p>A. Trading of domestic government bonds <u>or foreign government bonds with a rating that is not lower than the sovereign rating of Taiwan.</u></p>	<p>Public Disclosure of Information:</p> <p>1. Under any of the following circumstances, the Company acquiring or disposing of assets shall publicly announce and report the relevant information on the FSC's designated website in the appropriate format as prescribed by regulations within 2 days counting inclusively from the date of occurrence of the event:</p> <p>Item (1). to (5). omitted.</p> <p>(6) Where an asset transaction other than any of those referred to in the preceding five subparagraphs, a disposal of receivables by a financial institution, or an investment in the mainland China area reaches 20 percent or more of paid-in capital or NT\$300 million; provided, this shall not apply to the following circumstances:</p> <p>A. Trading of domestic government bonds.</p>	<p>Amendment in accordance with the order no. 1110380465 issued by Financial Supervisory Commission on January 28, 2022.</p>

Articles	Post-amendment	Pre-amendment	Explanation
	<p>B. Trading of bonds under repurchase and resale agreements, or subscription or redemption of money market funds issued by domestic securities investment trust enterprises. Item 2. to 7. omitted.</p>	<p>B. Trading of bonds under repurchase and resale agreements, or subscription or redemption of money market funds issued by domestic securities investment trust enterprises. Item 2. to 7. omitted.</p>	
Article 10	<p>Asset appraisal: 1. In acquiring or disposing of real property, equipment or right-of-use assets thereof where the transaction amount reaches 20 percent of the Company's paid-in-capital or NT\$300 million or more, the Company, unless transacting with a domestic government agency, engaging others to build on its own land, engaging others to build on rented land, or acquiring or disposing of equipment or right-of-use assets thereof held for business use, shall obtain an appraisal report prior to the date of occurrence of the event from a professional appraiser and shall further comply with the following provisions: Item (1). to (2). omitted. (3) Where any one of the following circumstances applies with respect to the professional appraiser's appraisal results, unless all the appraisal results for the assets to be acquired are higher than the transaction amount, or all the appraisal results for the assets to be disposed of are lower than the transaction amount, a certified public accountant shall be engaged to render a specific opinion regarding the reason for the discrepancy and the appropriateness of the transaction price:</p>	<p>Asset appraisal: 1. In acquiring or disposing of real property, equipment or right-of-use assets thereof where the transaction amount reaches 20 percent of the Company's paid-in-capital or NT\$300 million or more, the Company, unless transacting with a domestic government agency, engaging others to build on its own land, engaging others to build on rented land, or acquiring or disposing of equipment or right-of-use assets thereof held for business use, shall obtain an appraisal report prior to the date of occurrence of the event from a professional appraiser and shall further comply with the following provisions: Item (1). to (2). omitted. (3) Where any one of the following circumstances applies with respect to the professional appraiser's appraisal results, unless all the appraisal results for the assets to be acquired are higher than the transaction amount, or all the appraisal results for the assets to be disposed of are lower than the transaction amount, a certified public accountant shall be engaged to perform the appraisal in accordance with the provisions of Statement of Auditing Standards No. 20 published by the ROC Accounting Research and Development Foundation (ARDF) and render a specific opinion regarding the reason for the discrepancy and the appropriateness of the transaction price:</p>	<p>Amendment in accordance with the order no. 1110380465 issued by Financial Supervisory Commission on January 28, 2022.</p>

Articles	Post-amendment	Pre-amendment	Explanation
	<p>A. The discrepancy between the appraisal result and the transaction amount is 20 percent or more of the transaction amount.</p> <p>B. The discrepancy between the appraisal results of two or more professional appraisers is 10 percent or more of the transaction amount.</p> <p>Item 4. omitted.</p>	<p>A. The discrepancy between the appraisal result and the transaction amount is 20 percent or more of the transaction amount.</p> <p>B. The discrepancy between the appraisal results of two or more professional appraisers is 10 percent or more of the transaction amount.</p> <p>Item 4. omitted.</p>	
Article 12	<p>Item 1. omitted.</p> <p><u>2. If the company or a subsidiary thereof that is not a domestic public company will have a transaction set out in paragraph 1 and the transaction amount will reach 10 percent or more of the public company's total assets, the public company shall submit the materials in all the subparagraphs of paragraph 1 to the shareholders meeting for approval before the transaction contract may be entered into and any payment made. However, this restriction does not apply to transactions between the public company and its parent company or subsidiaries or between its subsidiaries.</u></p> <p><u>3.</u> The calculation of the transaction amounts referred to in <u>paragraph 1 and</u> the preceding paragraph shall be made in accordance with Article 31, paragraph 2 herein, and “within the preceding year” as used herein refers to the year preceding the date of occurrence of the current transaction. Items that have been approved by <u>the shareholders meeting or</u> the audit committee and the board of directors need not be counted toward the transaction amount.</p> <p><u>4.</u> With respect to the types of transactions listed below, when to be conducted between the Company and its subsidiaries in which it directly or indirectly holds 100</p>	<p>Item 1. omitted.</p> <p>2.The calculation of the transaction amounts referred to in the preceding paragraph shall be made in accordance with Article 31, paragraph 2 herein, and “within the preceding year” as used herein refers to the year preceding the date of occurrence of the current transaction. Items that have been approved by the audit committee and the board of directors need not be counted toward the transaction amount.</p> <p>3.With respect to the types of transactions listed below, when to be conducted between the Company and its subsidiaries in which it directly or indirectly holds 100</p>	<p>Amendment in accordance with the order no. 1110380465 issued by Financial Supervisory Commission on January 28, 2022.</p>

Articles	Post-amendment	Pre-amendment	Explanation
	<p>percent of the issued shares or authorized capital, the Company's board of directors may delegate the board chairman to decide such matters when the transaction is within NT\$300 million and have the decisions subsequently submitted to and ratified by the next board of meeting:</p> <p>(1) Acquisition or disposal of equipment or right-of-use assets thereof held for business use.</p> <p>(2) Acquisition or disposal of real property right-of-use assets held for business use.</p> <p><u>5.</u> When a matter is submitted for discussion by the board of directors pursuant to paragraph 1, the board of directors shall take into full consideration each independent director's opinions. If an independent director objects to or expresses reservations about any matter, it shall be recorded in the minutes of the board of directors meeting.</p>	<p>percent of the issued shares or authorized capital, the Company's board of directors may delegate the board chairman to decide such matters when the transaction is within NT\$300 million and have the decisions subsequently submitted to and ratified by the next board of meeting:</p> <p>(1) Acquisition or disposal of equipment or right-of-use assets thereof held for business use.</p> <p>(2) Acquisition or disposal of real property right-of-use assets held for business use.</p> <p>4. When a matter is submitted for discussion by the board of directors pursuant to paragraph 1, the board of directors shall take into full consideration each independent director's opinions. If an independent director objects to or expresses reservations about any matter, it shall be recorded in the minutes of the board of directors meeting.</p>	

【Annex 1】

Double Bond Chemical Ind. Co., Ltd.

Articles of Incorporation(Before Amendments)

Chapter 1 General Provision

Article 1 The Company, Double Bond Chemical Ind. Co., Ltd., was incorporated pursuant to provisions of the Company Act.

Article 2 The Company is engaged in the following business operations:

ZZ99999 All business items that are not prohibited or restricted by law, except those that are subject to special approval.

Article 2-1 The Company is required to provide external guarantee only to its affiliates.

Article 3 The Company is headquartered in New Taipei City, Taiwan. Branches, offices, and business premises may be set up at home and abroad as necessary after a resolution is made by the meeting of the board of directors.

Article 4 The Company's means of announcement shall be in accordance with Article 28 of the Company Act.

Chapter 2 Shares

Article 5 The Company's capital is rated at NT\$1.2 billion, which is divided into 120 million shares at NT\$10 per share; the Company authorizes the board of directors to issue the shares in batches when necessary. The Company may, within the range of total capital thereof, reserve 40 million shares, which is divided into 4 million shares at NT\$10 per share, to be issued as employee stock option certificates, which may be issued in batches based on the resolution made by the meeting of the board of directors.

Article 6 Deleted.

Article 7 The Company is exempted from printing any share certificate for the shares to be issued to the public, provided that the Company shall appoint a centralized securities custody enterprise/institution to make recordation of the issue of such shares.

Article 8 Registration for transfer of shares shall be suspended for a period of 60 days prior to the annual general meeting, 30 days before the convening date of a special shareholders meeting, or within 5 days before the date on which dividends, bonus, or other benefits are scheduled to be paid by the Company, pursuant to the relevant laws and regulations and the regulations of the competent authority.

Chapter 3 Shareholders' Meeting

Article 9 Shareholders' meeting shall be of the following two kinds: regular meeting of shareholders and special meeting of shareholders. Regular meeting of shareholders, which shall be held at least once every year and convened by the board of directors within 6 months after close of each fiscal year, while special meeting of shareholders shall be held when necessary.

Article 10 A shareholder may, when unable to attend the shareholders' meeting for any reason, appoint a proxy pursuant to Article 177 of the Company Act and the "Regulations Governing the

Use of Proxies for Attendance at Shareholder Meetings of Public Companies” announced by the competent authority to attend in his/her/its behalf by executing a power of attorney printed by the Company stating therein the scope of power authorized to the proxy with the shareholders’ signature and/or seal affixed thereto.

Article 11 A shareholder shall have one voting power in respect of each share in his/her/its possession, but the shares held by the Company itself in accordance with Article 179 of the Company Act have no voting power.

Article 12 Resolutions at a shareholder’s meeting shall, unless otherwise provided for in the Company Act, be adopted by a majority vote of the shareholders present, who represent more than one-half of the total number of voting shares. The Company’s shareholders may exercise his/her voting power by way of electronic transmission and a shareholder who exercises his/her voting power at a shareholders meeting by way of electronic transmission shall be deemed to have attended the said shareholders’ meeting in person and processed pursuant to laws and regulations.

Article 12-1 Resolutions adopted at a shareholders’ meeting 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 (20) days after the close of the meeting.

The meeting agenda of the shareholders’ meeting shall be kept in the Company together with the attendance cards of the attending shareholders and the power of attorney for the proxies to attend the meeting. The production and distribution of the meeting agenda in the preceding paragraph can be done electronically while the distribution of the meeting agenda in the preceding paragraph can be announced publicly.

Article 12-2 To revoke the public issuance of the Company’s shares, the Company shall have this case approved and passed by the special resolutions made in the shareholders meetings which shall remain unchanged throughout the emerging and listing period.

Article 13 Deleted.

Chapter 4 Board of Directors and Audit Committee

Article 14 The Company shall have five (5) to nine (9) directors to be elected at a shareholders meeting through candidates nominating system from the nominees listed to serve a term of three years. A director may be re-elected and the aforesaid board of directors must have at least three (3) and one-fifth (1/5) independent directors of all directors. Election of independent directors shall adopt the candidate nomination measure, and independent directors shall be elected from among the list of candidates for independent directors by the shareholders’ meeting. Matters regarding professional qualification, restrictions on shareholdings, concurrent positions held, determination of independency, method of nomination and election and other matters for compliance with respect to independent directors shall be subject to the rules prescribed by the securities governing authorities. The directors adopt the candidate nomination system according to Article 192-1 of the Company Act, for which the nomination of director candidates and matters related to the announcement shall be handled in accordance with the Company Act, the Securities & Exchange Act, and other relevant laws and regulations.

The company sets up an audit committee consisted of only independent directors in accordance with the provisions of the Securities and Exchange Act. And the functions of the Audit Committee and other matters to be followed shall be handled in accordance with the provisions of the Company Law, the Securities Exchange Law, other relevant laws and regulations and articles of incorporation.

The audit committee shall consist of at least 1 out of 3 independent directors with accounting or financial expertise, and one of them shall act as the convener.

Article 14-1 In the process of electing directors at a shareholders' meeting, the number of votes exercisable in respect of one share shall be the same as the number of directors to be elected, and the total number of votes per share may be consolidated for election of one candidate or may be split for election of two or more candidates. A candidate to whom the ballots cast represent a prevailing number of votes shall be deemed a director elect.

Article 14-2 The Company shall take out supervisors liability insurance with respect to liabilities resulting from the directors' exercise of duties during their terms

Article 15 Composed of directors, the board of directors shall, from among the directors by a majority vote at a meeting attended by over two-thirds of the directors, elect a chairman of the board directors to represent the company externally

Article 16 When the Chairman takes leave or fails to exercise his authority for any reason, his proxy shall deal with the situation pursuant to Article 208 of the Company Act. In case a director is unable to attend a meeting of the board of the directors, he/she may appoint another directors to attend the meeting in his/her behalf, where he/she shall, in each time, issue a written proxy and state therein the scope of authority with reference to the subjects to be discussed at the meeting. In case a meeting of the board of directors is proceeded via visual communication network, then the directors taking part in such a visual communication meeting shall be deemed to have attended the meeting in person.

Article 17 The remuneration of all directors is subject to be authorized by the board of directors, which shall be determined based on the degree of participation and contributions of the directors to the Company's operations as well as the level of remuneration normally paid among the industry.

Chapter 5 Managerial Personnel

Article 18 The Company has established managerial personnel and its appointment, dismissal, and remuneration are handled in accordance with the provisions set forth in Article 29 of the Company Act.

Chapter 6 Accounting

Article 19 At the close of each fiscal year, the Company's board of directors shall prepare the following statements and records and shall forward the same to the shareholders meeting for its auditing:

1. The business report;
2. The financial statements; and
3. The surplus earning distribution or loss off-setting proposals

Article 20 If the Company is profitable in the year, it shall allocate no less than 1% for the employee's compensation and no more than 5% for the directors' remuneration, both of which shall be issued in cashes based on the resolutions made by the board of directors. However, if the Company has accumulated losses, it should retain the amount of compensation in advance before paying the employees' compensation and the directors' remuneration according to the proportion set forth in the preceding paragraph.

When the company distributes the earnings after the end of each half of the fiscal year, it shall firstly retain the employees' compensation and the directors' remuneration according to the

proportion set forth in the article. When the company has accumulated losses, it shall also retain the amount of compensation in advance before retaining the employees' compensation and the directors' remuneration according to the provisions of this article.

The company's executive treasury shares, employee stock option vouchers, employee acquisition of new shares, restrictions on employee rights, new shares and employee compensation, etc., shall include control or subordinate company employees who meet certain conditions.

Article 21 The Company shall, if there is surplus earning upon annual closing, pay regulatory taxes and off-set accumulated losses before listing 10% to the statutory surplus reserve, provided that, the statutory surplus reserve will no longer need to be listed if it has reached the amount equal to that of the Company's paid-in capital, and the remaining balance shall be listed or reverse special reserve pursuant to law. The board of directors shall consolidate any remaining balance with the accumulated undistributed earnings into a Surplus Earning Distribution Proposal and present it in the shareholders' meeting for a resolution on the distribution of dividends.

Stock dividends, legal reserves, and capital reserves are issued in cash according to the preceding paragraph upon resolution adopted by a majority vote at a meeting of board of directors in which at least 2/3 directors are authorized to attend.

The Company is currently developing steadily in an industry that is now growing and expanding. Since R&D and capacity upgrade are important factors for competitiveness and sustainable operation that require a steady source of investment, the current stage of the company's dividend policy is based on the company's attempted capital budget planning to measure the annual funding needs, after which the Company adopts part of the stock dividends to retain the funds required for the Company's operations. However, if the profitability is significantly diluted, the Board of Directors will refer to the operating and capital expenditures and the shareholders' demand for cash inflows to formulate appropriate ratios of cash and stock dividends, among which cash dividends account for no less than 10% of the total dividends.

Article 21-1 The Company may distribute surplus earnings or make up for losses after the end of each half of the fiscal year and the board of directors shall prepare the books, bills, and proposals before submitting them to the audit committee for review.

The Company shall, if there is surplus earning upon annual closing, pay regulatory taxes and off-set accumulated losses before listing the statutory surplus reserve, provided that, the statutory surplus reserve will no longer need to be listed if it has reached the amount equal to that of the Company's paid-in capital, and the remaining balance shall be listed or reverse special reserve pursuant to law. If the surplus is distributed in cash, the board of directors decides that the issuance of new shares shall be resolved by the shareholders' meeting.

Article 22 The board of directors is authorized to deal with the Company's external investment that exceeds 40% of the Company's paid-in capital.

Chapter 7 Supplemental Provisions

Article 23 The matters that are not covered in the Articles of Incorporation shall be subject to the provisions of the Company Act and other relevant laws and regulations.

Article 24 The Articles of Incorporation was enacted on January 24, 1994.

1st amendment on November 19, 1996.

2nd amendment on June 16, 1998.

3rd amendment on August 31, 1999.

4th amendment on December 15, 1999.

5th amendment on December 22, 2000.

6th amendment on September 24, 2001.

- 7th amendment on May 15, 2002.
- 8th amendment on February 19, 2003.
- 9th amendment on July 8, 2003.
- 10th amendment on February 16, 2004.
- 11th amendment on August 7, 2006.
- 12th amendment on September 30, 2009.
- 13th amendment on December 7, 2009.
- 14th amendment on October 2, 2013.
- 15th amendment on June 23, 2014.
- 16th amendment on June 30, 2015.
- 17th amendment on February 15, 2016.
- 18th amendment on December 2, 2016.
- 19th amendment on June 20, 2018.
- 20th amendment on June 26, 2019.

【Annex 2】

Double Bond Chemical Ind. Co., Ltd.

Rules and Procedures for Shareholder Meetings (Before Amendment)

Article 1 Purpose:

To establish a strong governance system and sound supervisory capabilities for the Company's shareholders meetings, and to strengthen management capabilities, these Rules are adopted pursuant to Article 5 of the Corporate Governance Best Practice Principles for TWSE/GTSM Listed Companies.

Article 2 Scope of Application:

The rules of procedures for the Company's shareholders meetings, except as otherwise provided by law, regulation, or the article of incorporation, shall be as provided in these Rules.

Article 3 Convening shareholders meetings and shareholders meeting notices:

1. Unless otherwise provided by law or regulation, the Company's shareholders meetings shall be convened by the board of directors.
 2. The Company 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) 30 days before the date of a regular shareholders meeting or 15 days before the date of a special shareholders meeting. The Company shall prepare electronic versions of the shareholders meeting agenda and supplemental meeting materials and upload them to the MOPS 21 days before the date of the regular shareholders meeting or 15 days before the date of the special shareholders meeting. In addition, 15 days before the date of the shareholders meeting, the Company 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 Company and the professional shareholder services agent designated thereby as well as being distributed on-site at the meeting place.
 3. 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.
 4. Election or dismissal of directors or supervisors, amendments to the article of incorporation, the dissolution, merger, or demerger of the Company, or any matter under Article 185, paragraph 1 of the Company Act, Article 26-1 and 43-6 of the Securities and Exchange Act, or Articles 56-1 and 60-2 of the Regulations Governing the Offering and Issuance of Securities by Securities Issuers shall be set out in the notice of the reasons for convening the shareholders meeting. None of the above matters may be raised by an extraordinary motion.
 5. The reason for convening the shareholders' meeting has stated the full re-election of directors and the date of appointment. After the re-election of the shareholders' meeting is completed, the date of appointment may not be changed by extraordinary motions or other means at the same meeting.
 6. A shareholder holding 1 percent or more of the total number of issued shares may submit to the Company a proposal for discussion at a regular shareholders meeting. Such proposals, however, are limited to one item only, and no proposal containing more than one item will be included in the meeting agenda. 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.
- Shareholders may submit proposals to urge the Company to promote public interests or fulfill its social responsibilities. Such proposals, in accordance with the relevant provisions of Article 172-1

of the Company Law, are limited to one item only, and no proposal containing more than one item will be included in the meeting agenda.

7. Prior to the book closure date before a regular shareholders meeting is held, the Company shall publicly announce that it will receive shareholder proposals, the method of receive written or electronic proposals, and the location and time period for their submission; the period for submission of shareholder proposals may not be less than 10 days.

8. 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.

9. Prior to the date for issuance of notice of a shareholders meeting, the Company 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 4 Proxy and authorization:

1. For each shareholders meeting, a shareholder may appoint a proxy to attend the meeting by providing the proxy form issued by the Company and stating the scope of the proxy's authorization.

2. 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 the Company 5 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.

3. After a proxy form has been delivered to the Company, if the shareholder intends to attend the meeting in person or to exercise voting rights by correspondence or electronically, a written notice of proxy cancellation shall be submitted to the Company 2 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 5 Principles determining the time and place of a shareholders meeting:

The venue for a shareholders meeting shall be the premise of the Company, 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 Preparation of documents such as the attendance book:

1. The Company shall specify in its shareholders meeting notices the time during which shareholder attendance registrations will be accepted, the place to register for attendance, and other matters for attention.

2. The time during which shareholder attendance registrations will be accepted, as stated in the preceding paragraph, shall be at least 30 minutes prior to the time the meeting commences. The place at which attendance registrations are accepted shall be clearly marked and a sufficient number of suitable personnel assigned to handle the registrations.

3. 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.

4. The Company shall furnish the attending shareholders with an attendance book to sign, or attending shareholders may hand in a sign-in card in lieu 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.

5. When the government or a juristic person is a shareholder, it may be represented by more than one representative at a shareholders meeting. When a juristic person is appointed to attend as proxy, it may designate only one person to represent it in the meeting.

Article 7 The chair and non-voting participants of a shareholders meeting:

1. 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 vice chairperson shall act in place of the chairperson; if there is no vice chairperson or the vice chairperson also is on leave or for any reason unable to exercise the powers of the vice chairperson, the chairperson shall appoint one of the managing directors to act as chair, or, if there are no managing directors, one of the directors shall be appointed to act as chair. Where the chairperson does not make such a designation, the managing directors or the directors shall select from among themselves one person to serve as chair.

2. When a managing director or a director serves as chair, as referred to in the preceding paragraph, the managing director or director shall be one who has held that position for six months or more and who understands the financial and business conditions of the Company. The same shall be true for a representative of a juristic person director that serves as chair.

3. It is advisable that shareholders meetings convened by the board of directors be chaired by the chairperson of the board in person and attended by a majority of the directors and at least one member of each functional committee on behalf of the committee. The attendance shall be recorded in the meeting minutes.

4. 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.

5. The 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 8 Documentation of a shareholders meeting by audio or video:

1. This Company, beginning from the time it accepts shareholder attendance registrations, shall make an uninterrupted audio and video recording of the registration procedure, the proceedings of the shareholders meeting, and the voting and vote counting procedures.

2. The recorded materials of the preceding paragraph shall be retained for at least 1 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.

Article 9 Attendance at shareholders meetings calculated based on number of shares:

1. 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.

2. The chair shall call the meeting to order at the appointed meeting time. At the same time, the number of non-voting rights and the number of shares present shall be announced. However, when the attending shareholders do not represent a majority of the total number of issued shares, the chair may announce a postponement, provided that no more than two such postponements, for a combined total of no more than 1 hour, may be made. If the quorum is not met after two postponements and the attending shareholders still represent less than one third of the total number of issued shares, the chair shall declare the meeting adjourned.

3. If the quorum is not met after two postponements as referred to in the preceding paragraph, but the attending shareholders represent one third or more of the total number of issued shares, a

tentative resolution may be adopted pursuant to Article 175, paragraph 1 of the Company Act; all shareholders shall be notified of the tentative resolution and another shareholders meeting shall be convened within 1 month.

4. When, prior to conclusion of the meeting, the attending shareholders represent a majority of the total number of issued shares, the chair may resubmit the tentative resolution for a vote by the shareholders meeting pursuant to Article 174 of the Company Act.

Article 10 Discussion of proposal:

1. If a shareholders meeting is convened by the board of directors, the meeting agenda shall be set by the board of directors. Related proposal (including extraordinary motion and amendments to the original proposal) shall vote by case. The meeting shall proceed in the order set by the agenda, which may not be changed without a resolution of the shareholders meeting.

2. 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.

3. The chair may not declare the meeting adjourned prior to completion of deliberation on the meeting agenda of the preceding two paragraphs (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.

4. 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; when the chair is of the opinion that a proposal has been discussed sufficiently to put it to a vote, the chair may announce the discussion closed and call for a vote, and provide adequate voting time.

Article 11 Shareholder speech:

1. 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.

2. 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.

3. 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 the shareholder's speech violates the rules or exceeds the scope of the agenda item, the chair may terminate the speech.

4. 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.

5. 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.

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

Article 12 Calculation of voting shares and recusal system:

1. Voting at a shareholders meeting shall be calculated based on the number of shares.

2. 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.

3. 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 the Company, that shareholder may not vote on that item, and may not exercise voting rights as proxy for any other shareholder.

4. 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.
5. 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 3 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.

Article 13 Votes:

1. 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.
2. When the Company holds a shareholders meeting, it may allow the shareholders to exercise voting rights by correspondence or electronic means. 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 the Company avoid the submission of extraordinary motions and amendments to original proposals.
3. A shareholder intending to exercise voting rights by correspondence or electronic means under the preceding paragraph shall deliver a written declaration of intent to the Company 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.
4. 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 the Company, by the same means by which the voting rights were exercised, 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.
5. Except as otherwise provided in the Company Act and in this Company'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.
6. 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.
7. 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 the Company.
8. 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.

Article 14 Election of directors and supervisors:

1. The election of directors or supervisors at a shareholders meeting shall be held in accordance with the applicable election and appointment rules adopted by the Company, and the voting results shall be announced on-site immediately, including the names of those elected as directors and supervisors, the numbers of votes with which they were elected, the names of those failed-elected as directors and the numbers of votes with which they were obtained.
2. 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 1 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 15 Meeting minutes and signatures:

1. 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.
2. The Company may distribute the meeting minutes of the preceding paragraph by means of a public announcement made through the MOPS.
3. 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 results (Including statistical weights). When electing directors, the number of votes for each candidate should be written. The meeting minutes shall be retained for the duration of the existence of the Company.

Article 16 Public disclosure:

1. On the day of a shareholders meeting, the Company 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 proxies, and shall make an express disclosure of the same at the place of the shareholders meeting.
2. 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 GreTai Securities Market) regulations, the Company shall upload the content of such resolution to the MOPS within the prescribed time period.

Article 17 Maintaining order at the meeting place:

1. Staff handling administrative affairs of a shareholders meeting shall wear identification cards or arm bands.
2. 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".
3. 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 the Company, the chair may prevent the shareholder from so doing.
4. 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 protectors or security personnel to escort the shareholder from the meeting.

Article 18 Recess and resumption of a shareholders meeting:

1. When a meeting is in progress, the chair may announce a break based on time considerations. If a natural disaster takes place, the chair may rule the meeting temporarily suspended and announce a time when, in view of the circumstances, the meeting will be resumed.

2. If the meeting venue is no longer available for continued use and not all of the items (including extraordinary motions) on the meeting agenda have been addressed, the shareholders meeting may adopt a resolution to resume the meeting at another venue.
3. A resolution may be adopted at a shareholders meeting to defer or resume the meeting within 5 days in accordance with Article 182 of the Company Act.

Article 19 Validation and amendment:

These Rules, and any amendments hereto, shall be implemented after adoption by shareholders meetings.

【Annex 3】

Double Bond Chemical Ind. Co., Ltd.

Shareholding of All Directors

1. The Company's paid-in capital is NT\$807,000,580; total number of shares issued are 80,700,058 shares.
2. According to Article 2 of "Rules and Review Procedures for Director and Supervisor Share Ownership Ratios at Public Companies", The shareholdings of independent directors elected by a public company shall not be counted in the total referred to in the preceding paragraph; if a public company has elected two or more independent directors, the share ownership figures calculated at the rates set forth in the preceding paragraph for all directors and supervisors other than the independent directors and shall be decreased by 20 percent. If a public company has set up an audit committee in accordance with the Act, the provisions on the minimum percentage requirements for the shareholding of supervisors in the preceding two paragraphs shall not apply.
3. The minimum number of shares held by all directors of the company is as follows:
Shares held by all directors legally (8%): 6,456,004 shares.
4. As of the suspended transferring date of this shareholders' meeting (April 24, 2022), each and all directors' shareholding status recorded in the shareholders' list are listed in the schedule below:

Title	Name	Shareholding condition as of April 24, 2022
Chairman	WANG, TUNG-HAI	3,964,014
Director	TSAY, MAW-DER	2,742,276
Director	LIN, LIANG	836,607
Director	YU, HUI-LIN	148,982
Independent Director	TSAI, KAO-CHUNG	0
Independent Director	JU, FU-CHEN	0
Independent Director	SU, WEN-CHIUNG	22,470
Total number of shares held by all directors		7,714,349

【Annex 4】

The Impact of the Stock Grants on the Company’s Business Performance and Earnings Per Share to be Proposed in This Shareholders’ Meeting

Item		Year	Year 2022 (estimated)
Paid-in capital, beginning of year (in thousand)			807,001
Share/dividend allocation of the year	Cash dividend per share (NTD)		0.40
	Retained earnings transferred to common stock (NTD)		0.60
	Capital surplus transferred to common stock (NTD)		—
Changes in operating performance	Operating income (in thousand)		Not applicable (Note)
	Changes in operating profit over the same periods		
	Net profit after tax (in thousand)		
	Changes in net profit after tax over the same periods		
	Earnings per share (NTD)		
	Changes in earnings per share over the same periods		
	Average annual return on investment (average annual P/E ratio)		
Proposed earnings per share and P/E ratio	If cash dividend is adopted in replacement of retained earnings transferred to common stock	Proposed earnings per share (NTD)	Not applicable (Note)
		Proposed average annual return on investment	
	If no capital surplus transferred to common stock is adopted	Proposed earnings per share (NTD)	
		Proposed average annual return on investment	
	If no capital surplus transferred to common stock is adopted and cash dividend is adopted in replacement of retained earnings transferred to common stock	Proposed earnings per share (NTD)	
		Proposed average annual return on investment	

Note: This is not applicable because, according to “Regulations Governing the Publication of Financial Forecasts of Public Companies”, the Company did not submit Financial Forecast.

【Annex 5】

Other Matters

The acceptance of the shareholders' proposal of this regular shareholders' meeting is as follows:

1. According to Article 172-1 of the Company Act, "Shareholder(s) holding one percent (1%) or more of the total number of outstanding shares of a company may propose to the company a proposal for discussion at a regular shareholders' meeting, provided that only one matter shall be allowed in each single proposal, and in case a proposal contains more than one matter, such proposal shall not be included in the agenda. The number of words of a proposal to be submitted by a shareholder shall be limited to not more than three hundred (300) words, and any proposal containing more than 300 words shall not be included in the agenda of the shareholders' meeting. The shareholder who has submitted a proposal shall attend, in person or by a proxy, the regular shareholders' meeting whereat his proposal is to be discussed and shall take part in the discussion of such proposal."
2. The acceptance period of the shareholder proposal this time is from April 15, 2022, to April 25, 2022, and has already been announced on the Market Observation Post System (MOPS).
3. The Company did not receive any shareholder proposal during the aforementioned acceptance period of shareholder proposal.