

## Operation status of the Audit Committee

1. The Audit Committee Members:

- (1) The Committee is composed of 4 independent directors.
- (2) Term of the current committee members : June 21, 2024, to June 20, 2027. In 2025, the Audit Committee convened five meetings. All members attended in person. The attendance details as follows :

Title	Name	Times of Attendance(B)	Proxy	Actual Percentage of Attendance (%) (B/A)	Remark
Convener	Jyuo-Min Shyu	5	0	100	
Member	Ta-Sung Lee	5	0	100	
Member	Tain-Jy Chen	5	0	100	
Member	Chung-Huey Huang	5	0	100	

2. Experience and professional qualifications of the 4th Audit Committee Members

Title	Name	Experience and professional qualifications
Convener	Jyuo-Min Shyu	Served in ITRI for 18 years, leading the ITRI team to engage in cutting-edge technology research and development. Profound practical experience in technological innovation and industrial cooperation. Also served as Minister of Science and Technology. The Ministry of Science and Technology is the government's specialized agency for promoting the development of science and technology.
Member	Ta-Sung Lee	Specializes in communication systems and signal processing. Served as a member of the National Communication and Communication Committee. Chair Professor of the Department of Electrical Engineering of NYCU and the director of the Internet of Things Smart System Research Center.
Member	Tain-Jy Chen	Graduated from Pennsylvania State University, USA with Ph.D. in Economics. Formerly served as the minister of National Development Council, minister/ minister without Portfolio of Executive Yuan ROC, and the president of Chung-Hua Institution for Economic Research; is currently an emeritus professor at National Taiwan University. Has expertise in international trade and economic development.
Member	Chung-Huey Huang	Graduated with a Ph.D. in Accounting, State University of New York at Buffalo, currently a Professor of Department of Accountancy, National Taipei University. Also serves as a Member of Public Debt Administration Committee of Ministry of Finance, a Member of CPA Examination Review Committee of Ministry of Examination, an Adjunct Professor of School of Management, National Taiwan University of Science and Technology, a Supervisor of Small and Medium Enterprise Credit Guarantee Fund of Taiwan, and a Supervisor of Taiwan Drug Relief Foundation. Has expertise in accounting.

**Annual key operations of Audit Committee:**

In the 4<sup>th</sup> term the Audit Committee assists the Board in fulfilling its oversight of the quality and integrity of the accounting, auditing, reporting, and financial control practices of the Company.

In 2025 main deliberation of the Committee are as follows:

1. The adoption of or amendments of the internal control system pursuant to Article 14-1 of the Securities and Exchange Act.
2. Assessment of the effectiveness of the internal control system.
3. The adoption or amendment, pursuant to Article 36-1 of the Securities and Exchange Act, of the procedures for handling financial or business activities of a material nature, such as acquisition or disposal of assets, derivatives trading, loaning of funds to others, and providing endorsements or guarantees to others.
4. Matters in which a director is an interested party.
5. Asset transactions or derivatives trading of a material nature.
6. Loans of funds, endorsements, or provision of guarantees of a material nature.
7. The offering, issuance, or private placement of equity-type securities.
8. The hiring or dismissal of an external certified public accountant, or their compensation.
9. The appointment or discharge of a financial, accounting, or internal audit officer.
10. Annual and quarters financial reports.
11. Other material matters as required by this Corporation or by the competent authority.

**• Audit Committee's Review Report**

The Board of Directors has prepared the Company's 2024 Business Report, the Financial Statements, and the Proposal for Profit Distribution. The CPAs of Deloitte & Touche, Yung-Hsiang Chao and Chih-Ming Shao have reviewed and audited the Financial Statements (including the Stand-alone & the Consolidated Financial Reports) and issued the audit opinions. The Business Report, Financial Statements, and the Proposal for Profit Distribution have been reviewed and determined to be correct and accurate by the Audit Committee members of Far EasTone Telecommunications Co., Ltd.

**• The evaluation of effectiveness of the internal control system**

The evaluation of effectiveness of the internal control system design and implementation is performed in accordance with "Regulations Governing Establishment of Internal Control Systems by Public Companies" (the Regulations). The Regulations examine the following components throughout the internal control process: (1) control environment, (2) risk assessment, (3) control activities, (4) information and communication, and (5) monitoring activities. Each element further contains several items. Please refer to the Regulations for details. The Company has evaluated the design and operating effectiveness of its internal control system according to the aforesaid criteria. Based on the findings of the evaluation mentioned in the preceding paragraph, the Company believes that as at December 31, 2024 its internal control system (including its supervision of subsidiaries), encompassing internal controls for knowledge of the degree of achievement of operational effectiveness and efficiency objectives, reliability, timeliness, transparency of reporting, and compliance with applicable rulings, laws, and regulations, was effectively designed and operating, and reasonably assured the achievement of the above-stated objectives.

• **The hiring of Certified Public Accountant**

To ensure the independence of the signing accounting firm, the Audit committee evaluated the independence, professionalism, and competence of the accountants based on Standard of Ethics No.10 of the Code of Professional Ethics and Audit Quality Indicators (AQIs). After review and approval at the 3rd meeting of the 4th term Audit Committee and the 4th meeting of the 10<sup>th</sup> term Board of Directors on February 20, 2025, it was confirmed that the accountants, Yung-Hsiang Chao and Chih-Ming Shao, from Deloitte & Touche, meet the independence standards.

**Other matters of importance:**

1. If any of below listed-circumstances of operation of Audit Committee Meetings, it's necessary to be disclosed, including dates of Audit Committee meetings, sessions, the contents of motions, all independent opinions from Audit Committee members and the Company's response to Audit Committee's opinions:

1-1The issues of Article 14-5 of the Securities and Exchange Act :

Dates & sessions of Audit Committee Meeting	Matter to be reported or discussed	The content of motions, and objections, reservations, or major recommendations of the independent directors	Resolution	The Company's response to Audit Committee's opinions
<p>The 3rd Meeting of the 4th Term February 20, 2025</p>	Approve 2024 business report of the Company.	None	Ratified or approved by all attending Members without objection.	Ratified or approved by all attending Directors without objection.
	Approve 2024 consolidated financial statements and annual financial statements of the Company.			
	Approve to distribute cash dividend of 2024 from retained earnings and capital surplus.			
	Approve the amendments to the "Code of Conduct" & "Ethical Corporate Management Best Practice Principles" of the Company.			
	Approve 2025 business plan and consolidated financial forecast.			
	Approve 2025 appointment, compensation, assessment result of independence, and suitability of Certified Public Accountant (CPA), and 2024 non-assurance services list.			
	Approve the Declaration of Internal Control System of the Company.			
<p>The 4th Meeting of the 4th Term May 7, 2025</p>	Approve the Q1 2025 consolidated financial statements of the Company.	None	Ratified or approved by all attending Members without objection.	Ratified or approved by all attending Directors without objection.

The 5th Meeting of the 4th Term August 6, 2025	Approve the Q2 2025 consolidated financial statements of the Company.	None	Ratified or approved by all attending Members without objection.	Ratified or approved by all attending Directors without objection.
	Approve the amendments to the “Internal Control System” of the Company.			
	Approve the Company’s proposed donation of NT\$500 million to Yuan Ze University for the construction of the New Taipei Branch School of the College of Medicine and Nursing.			
The 6th Meeting of the 4th Term November 6, 2025	Approve the Q3 2025 consolidated financial statements of the Company.	None	Ratified or approved by all attending Members without objection.	Ratified or approved by all attending Directors without objection.
	Approve the Q1 2026 Critical Capital Expenditure budget of the Company.			
	Approve the acquisition of right-of-use assets from related parties of the Company to meet operational needs.			
	Approve the amendments to the “Internal Control System” of the Company.			
	Approve the 2026 Audit Plan of the Company.			
Approve the Company’s proposal to donate NT\$10,000,000 to a related party, the “Far EasTone Telecommunications Foundation”.				
The 7th Meeting of the 4th Term December 8,	Approve the Company sign the Cooperation agreement between with A.	None	Ratified or approved by all attending	Ratified or approved by all attending

2025	Approve the Company's proposal to renew the lease agreement for cable conduit infrastructure with B company.		Members without objection.	Directors without objection.
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1-2 Any resolutions approved by over two-thirds of the board directors but not approved by the Audit Committee : None.

2. Any Independent Director's avoidance of motions due to conflict of interest, including the Independent Directors' names, the contents of motions, the causes for avoidance and voting: None.

### Assessment of the Audit committee

Assessment Object and assessment Method	Assessment Frequency	Assessment Period	Assessment Scope	Assessment Method	Contents	Implementation and Evaluation
Self-assessments of the Audit Committee	Annually	January 1, 2024 to December 31, 2024	Audit Committee	Self-Evaluation of the Audit Committee's Procedure Unit	<ol style="list-style-type: none"> <li>Participation in the company's operation</li> <li>Audit committee's understanding of their duties and responsibilities</li> <li>Improvement on the quality of the audit committee' decision making</li> <li>Makeup and structure of the audit committee</li> <li>Internal Control</li> </ol>	<p><b>Implementation:</b> The Company has received evaluation report on January 16, 2025, and aforementioned results of evaluations has been reported to the 4<sup>th</sup> meeting of the 10<sup>th</sup> term Board of Directors on February 20, 2025.</p> <p><b>Evaluation:</b> The evaluation result by assessment unit is 4.95.</p> <p><b>Evaluation grades :</b> 5 – Excellent (Strongly agree) 4 – Very good (Agree) 3 – Fair (Neutral) 2 – Unsatisfactory (Disagree) 1 – Very unsatisfactory (Strongly disagree)</p>