

## **Statement of Compliance with Stewardship Principles for Institutional Investors**

**Taishin Securities Investment Trust Co., Ltd. (hereinafter referred to as “the Company”) is engaged in securities investment trust business, discretionary investment business and other related businesses approved by the competent authority and acts as an asset manager. The Company's Statement complies with the “Stewardship Principles for Institutional Investors”, and the compliance based on the six principles is as follows:**

### **Principle 1 Establish and Disclose Stewardship Policies**

The Company's operational objective is to achieve the overall interests of customers, beneficiaries and shareholders through the business of asset management. To achieve this goal, the Company has, in accordance with the Securities Investment Trust and Consulting Act and applicable laws, formulated Manager Rules and related business management regulations, the content of which includes responsibilities to customers or beneficiaries. The Company incorporates environmental, social, and governance (ESG) issues into investment assessment processes and the performance and disclosure of stewardship actions to fulfill its stewardship responsibilities and create long-term investment value.

### **Principle 2 Establish and Disclose Policies on Managing Conflicts of Interest**

To ensure that the Company executes its businesses in the interest of its clients or beneficiaries, in its Manager Rules and related business management regulations, the Company has established policies on managing conflicts of interest, including types of conflicts of interest and management approach.

### **Principle 3 Regularly Monitor Investee Companies**

The Company considers its purposes of investment, cost and benefits to determine the content, extent and frequency of monitoring investee companies. Information such as industry profile, shareholding structure, business profile, financial position, business strategies, environmental impacts, social issues, workers' rights, corporate governance, and relevant news is monitored to form a reference for future investment decisions. The Company uses environmental, social, and corporate governance (ESG) factors to monitor, evaluate and analyze the related risks and opportunities of investee companies and to understand the sustainable development strategy of investee companies.

### **Principle 4 Maintain an Appropriate Dialogue and Interaction with Investee Companies**

The Company determines the manner and time of dialogue and interaction with investee companies by taking into account its purpose, cost and benefits of investment and the

materiality of particular issues of concern to it, so as to engage the management teams and gain a clearer insight into the risk and strategies they face, and to also on reaching a certain degree of consensus with the investee companies on long-term value creation. Each year, the Company maintains an appropriate dialogue and interaction with investee companies through conference calls, face-to-face meetings, participation in investor conferences, or sending representatives to regular or major provisional shareholders' meetings to better understand material issues of concern and expression of opinions. The Company pays attention to the engagement and the impact brought to an investee company after communication so as to determine subsequent investment decisions.

Where necessary, the Company may cooperate with other institutional investors or participate in relevant advocacy organizations for specific environmental, social, and corporate governance (ESG) issues, to jointly exert its influence as an institutional investor and protect the rights and interests of its customers or beneficiaries, thereby improving the sustainable development of investee companies.

**Principle 5 Establish and disclose clear voting policies and voting results**

To achieve maximum benefits for customers and beneficiaries, the Company has established a clear proxy voting policy, is a proactive voter at shareholders' meetings, and does not always vote in favor of motions proposed by management. Each year, the Company discloses voting specifics on the company website.

**Principle 6 Periodically disclose the status of fulfilling its stewardship responsibilities**

The Company discloses its stewardship activities at least once a year or from time to time on its website. The content of such disclosure includes compliance with this Statement, explanations for non-compliance with certain principles, attendance at shareholders' meetings of investee companies, voting activities, and other material events.

**Signatory, Taishin Securities Investment Trust Co., Ltd.**

**Signed on July 27, 2016  
Updated on January 14, 2021**