

The implementation status of the Audit Committee t of Kenda Rubber Ind. Co., Ltd.

The purpose of the Audit Committee is to oversee the fair presentation of the company's financial statements, the effective implementation of the internal control system, the hiring (and dismissal), independence (and suitability) of certificated public accountants, the Company's compliance with relevant laws and regulations or management of the existing or potential risks. The matters reviewed by the Audit Committee are in accordance with Article 14-5 of the Securities and Exchange Act.

The implementation status of the Audit Committee in 2023 is as follow:

1. Convene the quarterly Audit Committee meeting to oversee that the financial statements present fairly and evaluate the effectiveness of the internal control system.
2. Review the financial statements.
3. Review the endorsement and guarantee cases.
4. Evaluate the independence and suitability of the CPA.
5. Evaluate duration and amount of overdue of accounts receivable.
6. Review the earning distribution.
7. Review the proposals related to the issuance of new shares through capital increase from earnings, and issuance new shares through capital increase from earnings of 2022 and the distribution date of cash dividend.
8. Review the amendment of “Sustainability Practice”, “Measures for the Evaluation of the Independence and Suitability of Certified Public Accountant”, “Internal Control System Manual and Internal Audit Implementation Rules Manual” and “Corporate Governance Risk Management Policy and Operating Procedures”.
9. Review the formulation of “Pre-Approved Non-Assurance Service Policy by Certified Public Accountant”.

There were six meetings held for the Audit Committee in 2023, the attendance of independent directors at these meetings was as follows:

Position	Name	Attendance in person	Attendance by proxy	Attendance rate in person (%)	Remarks
Independent Director	Hsieh, Chun-Mou	5	0	83.33%	
Independent Director	Su, Ching-Yang	6	0	100%	
Independent Director	Cho, Shih-Chao	6	0	100%	