

E.SUN Financial Holding Co., Ltd.

Internal Control System Statement

To: Financial Supervisory Commission

On the behalf of E.SUN Financial Holding Co., Ltd., we hereby declare that in the period from January 1, 2022 to December 31, 2022, the Company duly complied with “Implementation Rules of Internal Audit and Internal Control System of Financial Holding Companies and Banking Industries” in establishing an internal control system and implementing risk management processes. In the meantime, an impartial and independent unit was designated to conduct audits and report regularly to the Board of Directors and supervisors. Based on meticulous evaluation, the Company found that, except for the items enumerated in the attached table, the internal control and legal compliance systems of all units were effectively implemented during the year. This statement will be included as the primary content of the Company’s annual report and any prospectuses, and made available to the public. Any information in this statement found to be falsified, concealed, or otherwise illegal shall be subject to the legal liabilities prescribed by Articles 20, 32, 171, and 174 of the Securities and Exchange Act.

Declarant: E.SUN Financial Holding Co., Ltd.

Chairman: *Huang Yung Jen* (Signature/ Seal)

President: *Ang Chen* (Signature/ Seal)

Chief Auditor: *Chen Jung Chun* (Signature/ Seal)

Chief Compliance Officer: *Ou Yong Hong* (Signature/ Seal)

Date: February 20, 2023

E.SUN Financial Holding Co., Ltd. Internal Control System

Items for Improvement of deficiencies Status

(As of December 31, 2022)

Item for Improvement	Improvement Measures	Target Date
Subsidiary <u>E.SUN Commercial Bank, Ltd.</u> The foreign exchange business system (FBS) in the inward remittance notification operation due to system abnormality caused the content of the notification to be incorrectly inserted.	Had corrected the system function and launched it after the test.	Completed.
Subsidiary <u>E.SUN Commercial Bank, Ltd.</u> Re-query the Joint Credit Information for credit cases before appropriation of loans, and there are cases where the review has not been implemented.	<ol style="list-style-type: none">1. Re-organized the credit operation, added the role of reviewer, and will add the system control process.2. Processed the education and training, and post the findings for case study use.	The improvement measures will be completed, while the system will be completed by the end of June.
Subsidiary <u>E.SUN Securities Co., Ltd.</u> Had found that the account function of the trading system was incomplete with its relevant test plan before it go-live.	Had corrected the system function and launched it after the test.	Completed.