

E.SUN FHC ESG Wealth Management Product Review Policy

I. Purpose

This policy is enacted to follow and implement E.SUN FHC Sustainable Investing Principles and incorporate ESG issues in the management of wealth management products and decisions, for the purpose of enhancing long term value for customers, employees and shareholders and practicing corporate social responsibility.

II. Scope

This policy shall be applicable to all subsidiary business entities of E.SUN FHC(the company). The company shall incorporate the ESG rating in the review process of business partners and wealth management product, and shall examine the practices regarding environment, society, and governance of its partners and include ESG ratings by impartial third-party agencies in the product selection process.

III. Procedures and decisions

(I) Business partners:

Understand and evaluate the implementation of ESG-related practices of business partners, such as corporate governance, social participation, investment decisions and analyses, or any material negative ESG issues. The evaluation of the ESG implementation of business partners is based on the Principles for Responsible Investment (PRI) of the United Nations, the Stewardship Principles for Institutional Investors of the Corporate Governance Center of Taiwan Stock Exchange, ESG ratings by an impartial third-party agency, or the sustainability report or CSR report of business partners. For partners who have material negative ESG issues, we will carefully examine the extent of the business relationship with such partners.

(II) Mutual funds:

Funds that incorporate ESG concepts are carefully selected by referencing the ESG ratings by an impartial third-party agency in the product listing process and underlying selection. The ESG rating of the underlying selection of listed mutual funds is reviewed on a monthly basis to achieve product management.

(III) Foreign bonds/shares/ETF:

The ESG ratings of foreign bonds, shares and ETF by an impartial third-party agency are referenced in the product listing process and underlying selection; additionally, a negative list will be created. Industries or enterprises that are potentially controversial (e.g., tobacco, firearms, and gambling) must be

subject to due diligence evaluation. If there are material ESG risks (e.g., human rights violations or environmental pollution), the product shall not be sold.

(IV) Referencing the ESG ratings by an impartial third-party agency:

The ESG ratings from agencies such as DJSI, MSCI, Bloomberg, Sustainalytics, Standard & Poor's, and Morningstar should meet at least one of the aforementioned criteria, in order to serve as a reference for product selection decisions.

IV. Interim management

If the ESG ratings of the product sold is changed or there is a material negative controversy with business partners, causing a materially negative impact on the environment, society, and governance, E.SUN shall evaluate the response via meetings. Products will only be incorporated in the E.SUN's proposal of investment portfolio for clients if there is no adverse effect on the ESG sustainable development after due diligence evaluation. If a material negative ESG impact is identified after evaluation, the sales will be suspended.