

## **Evergreen Steel Corp.**

### **Annual Tasks of the Audit Committee in 2023**

#### **1. Review financial reports**

In the first half of the year 2023, the meeting of audit committee could not be held due to the resignation of two independent directors, but the annual business report, financial report and earnings distribution proposal of the year 2022 and the financial report of the first quarter of the year 2023 were all reviewed and consent in writing by the serving independent director, and approved by all directors of the board of directors.

After the re-election of directors at 2023 Annual General Shareholders' Meeting, the 3<sup>rd</sup> Audit Committee is composed of all new independent directors. The financial report of the second quarter of the year 2023 and the financial report of the third quarter of year 2023 were reviewed and approved by the audit committee and approved by all directors of the board of directors.

In order to conduct in-depth communication on matters related to financial reports, the CPAs and Independent Directors hold closed-door communication meetings at least four times a year.

#### **2. Assess the effectiveness of the internal control system**

The self-assessment of the internal control system and the implementation of the Company are completed by the internal units every year. The audit unit reports the audit results to the Audit Committee on a regular basis and submits the proposal for amendment of the internal control system to the Audit Committee for review. The independent directors and the audit unit have at least 4 closed-door communication meetings every year to help Audit Committee understand the Company's financial status, operational performance, risk management, information security, and the regulatory compliance, and to evaluate the effectiveness of the Company's internal

control system.

### **3. Appoint the Company's Certified Public Accountants**

The Company's Audit Committee evaluates CPAs' expertise, independence, qualifications, and reasonableness of the remuneration for their engagement based on AQIs. In the first half of the year 2023, the meeting of Audit Committee could not be held due to the resignation of two independent directors. However, the proposal to appoint Ms. Chang, Ching-Hsia and Mr. Chao, Yung-Hsiang, the CPAs of Deloitte & Touche, Taiwan, as the Company's CPAs and their remuneration of the years 2023, together with the Audit Quality Indicators (AQIs) and independence assessment, has been submitted to the Board meeting for discussion and was approved by all directors of the board of directors.