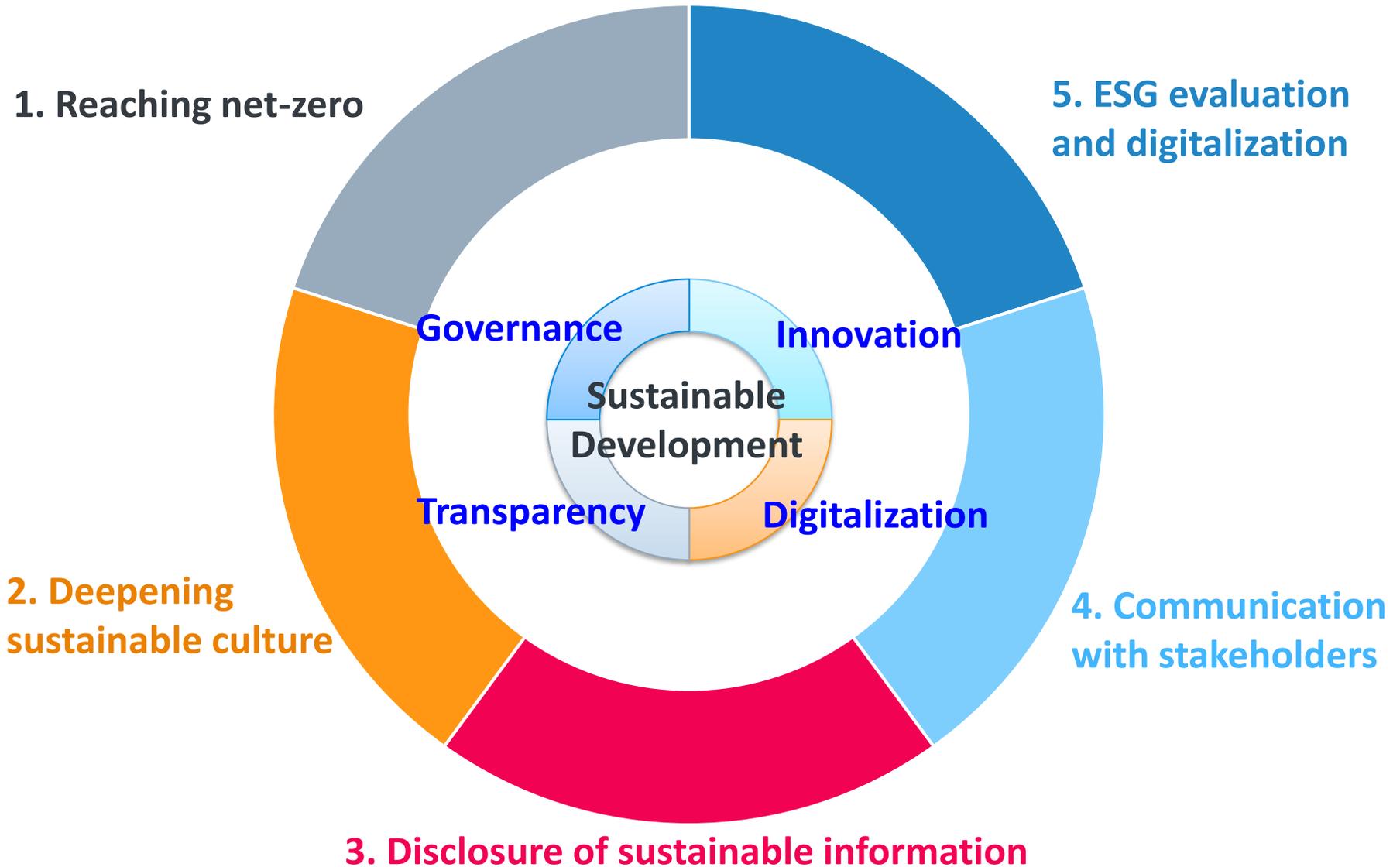


Sustainable Development Action Plans for Listed Companies



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5 Dimensions & 4 Pillars



Dimension 1

Reaching net-zero



Disclose/verify GHG inventory

- By 2027, disclose GHG inventory
- By 2029, disclose the assurance of GHG Inventory

Disclose GHG reduction

- Disclose GHG reduction targets, strategies and action plans annually.
- Encourage disclosing 2030 GHG reduction targets.

GHG credit trading

- Assist EPA by supervising TWSE to establish a trading platform for GHG credit trading.

Disclosing scope 3 GHG emissions

- Issue a guideline to encourage disclosure
- Host seminars to promote the disclosure

Sustainable bonds

- Establish an online system for SB status application.
- Consult intl. trends to expand the SB market.

Dimension 2

Deepening sustainable culture

Strengthen independency

- Amend Securities and Exchange Act to enhance audit committee functions
- By 2027, 1/3 of BODs should be independent directors.

Increase female directors

- By 2023, at least 1 female director when applying for IPO.
- By 2024, at least 1 female director.
- By 2025, 1/3 of directors should be female or explain in annual report.

BOD candidate nominating system

- By 2025, companies listed on TPEX Emerging Board should adopt the system.

Reasonable compensation

- Link executive compensation with his/her ESG performance.
- Report BODs compensation in annual shareholders meeting.

Sustainable development committee

- Encourage establishing the SDC
- Plan requiring the SDC by 2025.



Dimension 3

Disclosure of sustainable information

Expand the scope of disclosure

- By 2023, revise rules governing annual reports to enhance disclosing sustainable info. In line with intl. norms.
- By 2025, all listed Co. should publish sustainability reports and disclose SASB indexes.

Enhance info. quality

- Plan requiring 3rd-party assurance on sustainable indexes.
- TWSE and TPEX review sustainability reports.
- Develop the quality inspection standards for assurance institutions.

ISSB standards

- Establish the Sustainability Standards Committee under our Accounting Research and Development Foundation
- Develop plans for adopting ISSB sustainability disclosure standards.

Dimension 4

Communication with stakeholders



ASM agenda and annual reports

- Require filing agenda and annual report 30 days and 14 days respectively before annual shareholders' meeting.

Major shareholdings

- Amend Securities and Exchange Act to lower the threshold of major shareholding reporting from 10% to 5%.

Investor Relation

- Provide info. for institutional investors to digitalize stewardship reports.

Stakeholder Engagement

- Consult intl. practices for stakeholder Engagement to review and revise TWSE's Stewardship Code and evaluation standard.

Proxy advisory firm

- Evaluate the feasibility of setting up a domestic proxy advisory firm.

Beneficial ownership

- TWSE consults intl. norm to develop best practices to encourage companies to prepare the info. of beneficial ownership.

Dimension 5

ESG evaluation and digitalization



Digital platform

- Establish a platform to generate listed Co. sustainability reports automatically.
- Launch the platform by 2025.

ESG Database

- Develop digitalized ESG reporting in 2023.
- Enhance TWSE's ESG database in 2024 and 2025.

ESG evaluation

- Develop framework and indicators in 2023.
- Launch the evaluation in 2025.

ESG index

- Use the result of ESG evaluation to compile ESG index commodities.

Single platform for ESG products

- Launch the platform to integrate all ESG product info. in 2025 to facilitate data search.

ESG website

- TWSE launch the website to integrate intl./domestic ESG rules, promotional and training materials in 2023.

Policy Goals and Expected Benefits

Actively respond to global sustainable development and reach net zero emission by 2050, by promoting listed companies to implement sustainable development practices.

THANK YOU