

Largan Precision Implementation of Corporate Governance

Operations of the Board of Directors

The Company convened a total of four Board of Directors meetings in 2020. The attendance was as follows:

2021/4/12

Title	Name	Attendance in Person	Attendance by Proxy	Rate of Attendance in Person (%)	Note (Note1)
Chairman	Mao Yu Commemorate Co., Ltd. Representative: En-Chou Lin	4	0	100%	Newly appointed
Vice Chairman	Mao Yu Commemorate Co., Ltd. Representative: En-Ping Lin	4	0	100%	Newly appointed
Director	Mao Yu Commemorate Co., Ltd. Representative: Yao-Ying Lin	4	0	100%	Newly appointed
Director	Shih-Ching Chen	4	0	100%	Re-elected
Director	Ming-Yuan Hsieh	3	0	75%	Re-elected
Independent Director	Shan-Chieh Yen	4	0	100%	Re-elected
Independent Director	Ming-Hua Peng	3	1	75%	Re-elected

Annotations:

1. (1) Items included in Article 14-3 of the Securities and Exchange Act and other dissenting or qualified opinions by other Independent Directors in record or the resolutions of the Board of Directors in a written statement: The resolutions of board meetings in 2020 contained no items specified in Article 14-3 of the Securities and Exchange Act.
(2) Other resolutions of the Board of Directors on which Independent Directors have dissenting or qualified opinions, and that were documented or issued through written statements: None.
2. Recusals of Directors due to conflicts of interests: The Directors recused themselves from discussion and voting on their salaries and compensation.
3. Implementation of self-evaluations by the Company's Board of Directors:

Assessment Interval	Assessment period	Scope	Assessment Method	Assessment Content
Annually	January 1, 2020 to December 31, 2020	Board of Directors, their individual members, and Functional Committees (including Compensation Committee)	Internal self assessment made by the Board of Directors, their individual members, and Functional Committees (including Compensation Committee)	<p>The performance assessment of the Board of Directors includes five major aspects: the degree of participation in the Company's operations, the decision-making quality of the Board of Directors, the composition and structure of the Board of Directors, selection and appointment of Directors and continuous education and internal control.</p> <p>The performance assessment of the Board members includes five major aspects: alignment of the goals and missions of the company, awareness of the duties of a director, participation in the operation of the company, management of internal relationship and communication, the director's professionalism and continuing education and internal control</p> <p>The performance assessment of the Functional Committee includes five major aspects: the degree of participation in the Company's operations, the decision-making quality of the Functional Committees, the composition and structure of the Functional Committee, selection and appointment of Committee members and continuous education and internal</p>

Note 1 : The Company's Directors and Supervisors were re-elected on June 12, 2019.

3.3.2 Supervisors' participation in Board meetings

A total of 4 Board of Directors meetings were held in the most recent year. The attendance was as follows:

Title	Name	Attendance in Person	Rate of Attendance in Person (%)	Note (Note 1)
Supervisor	Chung-Jen Liang	2	50%	Re-elected
Supervisor	Tsui-Ying Chiang	4	100%	Newly appointed

Annotations:

1. Composition and responsibilities of Supervisors:

(1) Communication between Supervisors and the Company's employees and shareholders (e.g. communication channels and methods): If Supervisors deem it necessary, they may actively communicate with employees and shareholders of the Company and the Company's employees may also propose opinions or file claims regarding their rights to the Supervisors.

(2) Supervisors' communication with internal auditor manager and CPAs (e.g. communication over the Company's financial and business status, the methods and results, etc.): After the Company's internal auditor manager completes the audit report, the Supervisors are requested to review the contents of the Report. The Company's certifying CPAs may explain the results of the audit of the financial report or internal control to the Directors and Supervisors in accordance with regulations and propose necessary recommendations. If the Supervisors have any questions, they may contact the CPAs at any time.

2. Opinions stated by a Supervisor while attending Board of Directors' meetings, the date, session, contents of the case discussed, resolution of the meeting, as well as the Company's disposition of opinions stated by the Supervisor: None.

Note 1 : The Company's Directors and Supervisors were re-elected on June 12, 2019.

3.3.3 Operations of the audit committee: Not applicable as the Company does not have an audit committee.

Diversity of the Directors

The Company has established the "Corporate Governance Best Practice Principles" and the Procedures for Elections of Directors and Supervisors to take into consideration diversity of the board members.

Diversity policy is established for basic qualifications and professional knowledge based on the Company's operations, business model, and development requirements. The Company considers Directors' diversity in professional background (including ability to make sound operational judgments, accounting and financial analysis capability, business management, crisis management, industry knowledge, understanding of international markets, and leadership ability) when appointing Directors. Of the 7 skills above, the Company targets for more than 70% of the board members to possess 4 skills or more. This target was achieved in this term of the Board of Directors. The implementation status of Board member diversity is provided below:

Name	Diversity in Capability						
	Ability to make sound operational judgments	Accounting & financial analysis capability	Business Management	Crisis management	Industry knowledge	Understanding of international markets	Leadership ability
En-Chou Lin	v	v	v	v	v	v	v
En-Ping Lin	v	v	v	v	v	v	v
Shih-Ching Chen	v	v	v	v	v	v	v
Yao-Ying Lin	v	v	v	v	v	v	v
Ming-Yuan Hsieh		v			v	v	
Shan-Chieh Yen		v			v	v	
Ming-Hua Peng		v			v	v	