

2022 Stewardship Report



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I. Bank SinoPac and Responsible Investment

1. About Bank SinoPac

Bank SinoPac is a wholly-owned subsidiary of SinoPac Financial Holdings Co., Ltd. (hereinafter referred to as “SinoPac Holdings”), which was formed via a merger of equals between Jian Hua Bank under SinoPac Holdings and the International Bank of Taipei on November 13, 2006.

Originally founded as Taipei Mutual Loans and Savings Co. on May 4, 1948, the International Bank of Taipei came into existence on May 14, 1998 after the upgrading of Taipei Business Bank, which was previously born out of the restructuring of Taipei Mutual Loans and Savings Co. in 1978. On December 26, 2005, the International Bank of Taipei became a wholly-owned subsidiary of Jian Hua Holdings after a stock swap merger with Jian Hua Holdings. Jian Hua Holdings was renamed SinoPac Holdings on July 20, 2006.

Bank SinoPac and various subsidiaries employ approximately 6,300 employees, possess a capital of NT\$90.3 billion, and hold NT\$2 trillion in total assets. Bank SinoPac owns 125 domestic branches (including business departments) and offshore banking units, but also runs 11 overseas branches, namely the Hong Kong Branch, the Kowloon Branch, the Los Angeles Branch, the Ho Chi Minh City Branch, and the Vietnam Representative Office in Hanoi, along with the subsidiaries of Bank SinoPac (China) Ltd. (including its headquarters in Nanjing and branches in Shanghai, Guangzhou, and Chengdu). At the same time, Bank SinoPac has also invested in a number of subsidiaries, such as SinoPac Insurance Brokers Ltd. in Hong Kong and Bank SinoPac (China) Ltd., in an effort to provide customers with a full range of services.

In response to the digital trend and demand for financial technology innovation, Bank SinoPac continues to integrate data and build an intelligent core with a view to keeping abreast of business developments and making decisions in real time by means of precision marketing. Bank SinoPac has also created a seamless connection between both physical and virtual channels through business diversification, platform integration, and innovative financial products encompassing Taiwan, Hong Kong and Macau, Mainland China, the U.S., and Southeast Asia, in hopes of offering the most comprehensive and convenient solutions for payment flow, investments, and financing and thus bringing a brand new financial experience to customers.

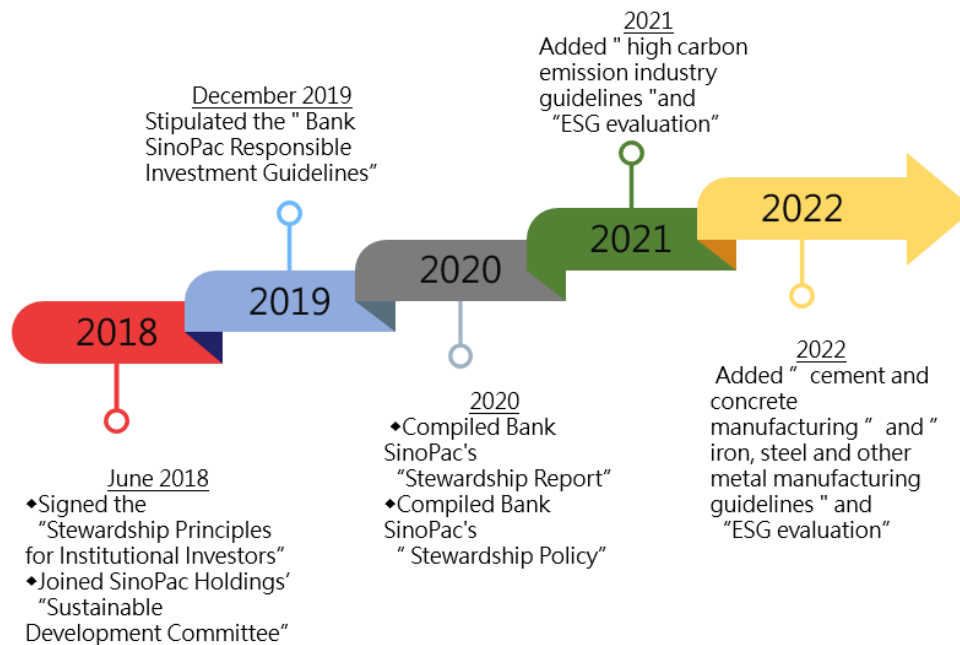
Moving forward, despite a persistently challenging environment for the banking sector, we at Bank SinoPac will continue to not only solidify local services in a customer-oriented spirit, but also bolster our human capital, organizational capital, and intellectual capital while engaging in innovation on an ongoing basis, with the aim of progressing towards our vision - “Together, a better life” and ultimately becoming the No. 1 financial brand in the Chinese world.

2. Progress in Promoting Responsible Investment

After signing the statement of compliance with the Stewardship Principles for Institutional Investors in June 2018, Bank SinoPac has also updated and published the latest version of the statement of compliance in September 2020. In December 2019, the Bank SinoPac Responsible Investment Guidelines were instituted in accordance with the Responsible Investment Guidelines promulgated by our parent company SinoPac Holdings. The Guidelines, which not only reference the United Nations Principles for Responsible Investment, but also respond to the United Nations Sustainable Development Goals, serve as the sustainability and stewardship goals to which Bank SinoPac endeavors to work towards in the area of capital utilization and management as an institutional investor while exerting the positive influence of an institutional investor.

In keeping with the Stewardship Principles for Institutional Investors, we not only established the Bank SinoPac Stewardship Policy in 2020, but also began publishing our stewardship report in the same year to disclose our efforts in responsible investment, with a commitment to updating our achievements in fulfilling stewardship responsibilities on an annual basis. Our stewardship reports have also been made available to our customers, investors, and the general public in the stewardship section on Bank SinoPac’s official website. After amending the Bank SinoPac Responsible Investment Guidelines to include guidelines for high carbon-emitting industries and also incorporate ESG evaluation into the investment process in 2021, we also added “cement and concrete manufacturing” and “iron, steel and other metal manufacturing” to the list of sensitive industries and updated the relevant guidelines on the investment process in 2022 with the intention of demonstrating our unrelenting effort to refine the Bank SinoPac Responsible Investment Guidelines.

Progress in Promoting Responsible Investment at Bank SinoPac



3. Responsible Investment Committee

In 2015, Bank SinoPac set up the CSR Promotion Task Force, aimed at proactively planning and implementing CSR-related matters. In 2018, Bank SinoPac not only instituted the Corporate Social Responsible Guidelines, but also established the Sustainable Development Committee in line with international sustainability trends while fulfilling CSR in the financial industry, with an emphasis on promoting sustainable development in tandem with Bank SinoPac's core financial business. With our unremitting efforts to uphold our four sustainability missions - "Ethics and Decency," "Wealth Building," "Environmental Sustainability," and "Social Prosperity," we have developed five sustainability themes, including "Fulfillment of Trustworthy Governance," "Fulfillment of a Wealthy Life," "Fulfillment of a Healthy Workplace," "Fulfillment of Inclusive Growth," and "Fulfillment of Green Operations," based on three aspects of sustainable development, namely the environment, society, and corporate governance (ESG). These themes serve as the basis for the formulation of our action plans. We also adjust and optimize our short-, medium-, and long-term goals in our Sustainable Development Roadmap on a rolling basis, in hopes of giving back to our customers, shareholders, and society with concrete actions and fulfilling CSR.

SinoPac Holdings leads its subsidiaries to implement policies in relation to CSR and corporate governance through its Sustainable Development Committee. A total of five promotion task forces, including the corporate governance, customer relations, employee care, social engagement, and environmental sustainability task forces, have been set up under this committee. Specifically, the customer relations task force has been assigned to achieve a number of important work objectives, such as implementing responsible investment, developing green financial products, and promoting ESG. Bank SinoPac also serves as an important member in the aforesaid task forces.



4. Statistics on Manpower in ESG-related Business Engagement at Bank SinoPac

Business category	Subsidiary category		Number of staff members
Responsible Investment	Bank SinoPac	Financial Markets Division	10
		Risk Management Division	2
		Financial Management Division	2

II. Incorporating ESG Evaluation into the Investment Process

1. Incorporating ESG Issues into Investment Analysis and Decision-making

In an effort to bolster our investment and asset management business, we incorporate ESG issues into investment analysis during capital utilization. Hence, we incorporate ESG evaluation into the investment process in compliance with our Responsible Investment Guidelines and carry out such evaluation based primarily on the following indicators:

- (I) In the investment evaluation process, include ESG considerations in risk assessment in accordance with the guiding principles and standards promulgated by the relevant organizations and professional institutions, such as International Finance Corporation, the World Bank, and the United Nations, when carrying out due diligence and careful evaluation on known customer information.
- (II) In the investment decision-making process, draw on the ESG ratings issued by professional institutions, external resources and tools from the constituents of ESG-related benchmark indices or other ESG-related sources or tools to bolster pre-investment evaluation.

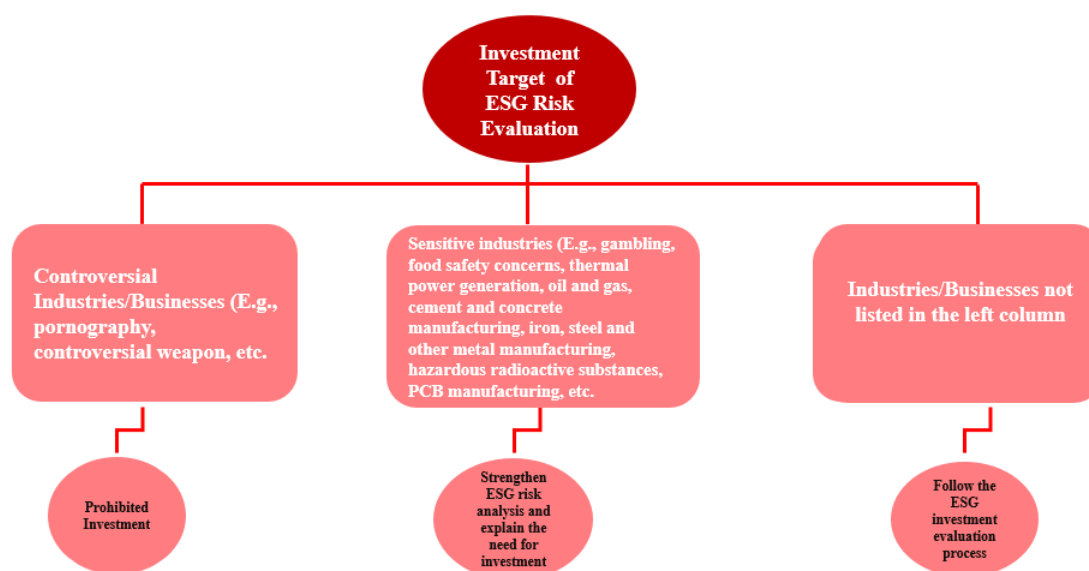
(III) Support themed investments that are conducive to developments in ESG issues, invest in industries or investment targets that attach importance to ESG issues, or increase investment in green bonds.

2. List of Controversial and Sensitive Investments and Risk Review and Assessment

In keeping with the United Nations Principles for Responsible Investment, Bank SinoPac shall not only prohibit investments in controversial industries or businesses such as pornography and controversial weapons, but also provide an enhanced analysis of ESG risks for investments in sensitive industries or businesses, such as gambling, food safety concerns, thermal power generation, oil and gas, cement and concrete manufacturing, iron, steel and other metal manufacturing, hazardous radioactive substances, non-medical and genetic engineering harmful to human development, and non-bonded asbestos fiber and polychlorinated biphenyls (PCB) manufacturing, in accordance with the Responsible Investment Guidelines promulgated by both SinoPac Holdings and Bank SinoPac. Bank SinoPac shall avoid any investments in which ESG risk factors are likely to deteriorate in the future as suggested by the evaluation results.

In the investment evaluation and decision-making process, Bank SinoPac may use the ESG indices or scores published by external professional institutions or other ESG-related external databases or search tools to boost the effectiveness of ESG risk assessment.

ESG Risk Review and Assessment Process at Bank SinoPac



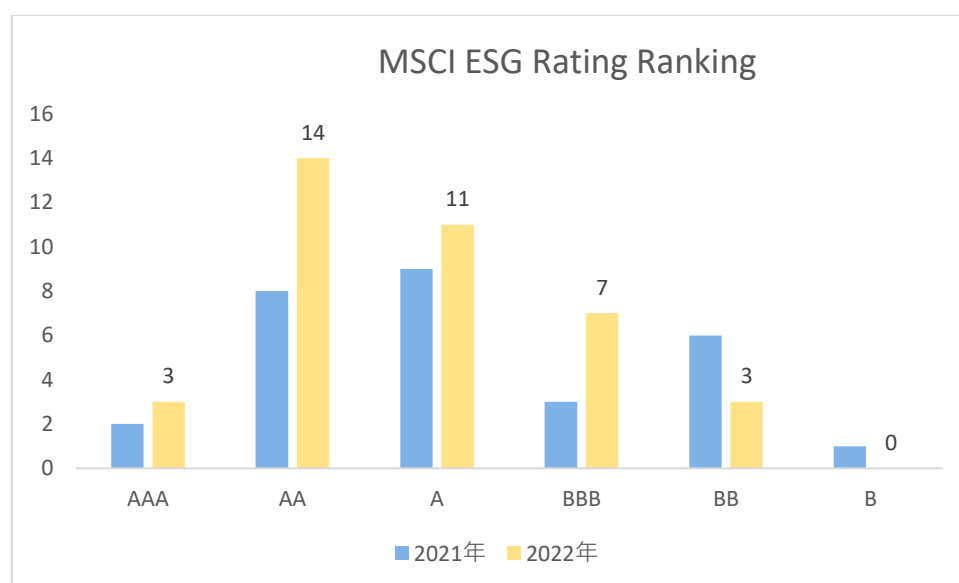
Bank SinoPac may use the ESG indices or scores developed by external professional institutions or other ESG-related external databases or search tools to boost the effectiveness of ESG risk assessment

3. Monitoring and Evaluating Investees' ESG Information

Aside from conducting prior ESG investment assessment and risk audit of investment targets, we also continue to monitor our investment targets and conduct regular reviews on whether the companies, issuers or guarantors engage in environmental protection and corporate ethical management and fulfill social responsibility while appropriately disclosing and providing information regarding ESG issues on an ongoing basis. If signs of ESG risks are found in an issuer or guarantor, Bank SinoPac shall take the initiative to learn about their situation and record the relevant risks in the opinion report issued by our investment management unit.

4. Sustainability Performance of Investees' Corporate Bonds

In 2022, about 38 companies in Bank SinoPac's foreign currency corporate bond portfolio have disclosed their MSCI ESG ratings. Therefore, Bank SinoPac uses MSCI ESG rating as one of the indicators to review the sustainability performance of investees' corporate bonds. According to MSCI's definition, a BBB rating represents average. Approximately 68% of the foreign currency corporate bonds held by Bank SinoPac received a rating BBB or higher. It is evident that at present, the majority of companies in Bank SinoPac's foreign currency corporate bond portfolio demonstrate a good ESG performance in the area of sustainable development.



III. Fulfilling Stewardship Responsibilities

1. Statement of Compliance and Explanation of Non-compliance

After signing the statement of compliance with the Stewardship Principles for Institutional Investors in June 2018, Bank SinoPac has also updated and published the latest version of the statement of compliance in September 2020. With a commitment to realizing our professionalism and influence as an institutional investor, we endeavor to not only fulfill our responsibility as an asset owner or manager, but also bolster corporate governance and enhance the long-term interests of our customers and shareholders, with a view to fully actualizing the spirit of responsible investment.

✓ As of the end of 2022, no principles instituted by Bank SinoPac were found to have violated the statement of compliance with the Stewardship Principles for Institutional Investors.

2. Attendance, Voting and Voting by Proxy at Shareholders' Meetings

As of the end of 2022, Bank SinoPac attended shareholders' meetings convened by 81 investees (including extraordinary shareholders' meetings), with a 100% rate of attendance in person and a 0% rate of attendance by proxy. Out of the 263 proposals put to the vote, Bank SinoPac voted in favor of the relevant resolutions in all 263 proposals.

Statistics on Attendance at Shareholders' Meetings

Attended shareholders' meetings convened by **81** investees
 Voted electronically at shareholders' meetings convened by **71** investees
 Attended physical shareholders' meetings convened by **7** investees
 Voted in writing at shareholders' meetings convened by **3** investees

Voted on **263** proposals

100%
 rate of attendance in person

According to the Stewardship Policy instituted by Bank SinoPac, voting rights shall be exercised by electronic means when investees adopt electronic voting at their shareholders' meetings. In addition, Bank SinoPac may not attend a shareholders' meeting convened by an investee, i.e., domestic public company, whose shares are held by Bank SinoPac for less than one year or whose shares held by Bank SinoPac does not exceed 3% of the total shares issued by the investee.

In keeping with our professional judgment as an institutional investor while striving for the best interests of our customers and shareholders, we do not adopt an absolute supportive stance on ESG issues with respect to the proposals put forward by investees. We engage in communication with investees and raise questions before a shareholders' meeting is convened when necessary. Furthermore, we exercise our voting rights based on the evaluation of our business interests, shareholder value, and ESG principles.

Statistics on Proposal Voting by Category

Proposal category		Total number of proposals	Adopted or in favor		Against		Abstain	
			Number of proposals	%	Number of proposals	%	Number of proposals	%
1	Adoption of business report and financial statements	56	56	100%	0	0%	0	0%
2	Earnings distribution or loss offsetting	54	54	100%	0	0%	0	0%
3	Amendments to rules and regulations or operating procedures	121	121	100%	0	0%	0	0%
4	Election of directors and supervisors	4	4	100%	0	0%	0	0%
5	Appointment and dismissal of directors and supervisors	0	0	0%	0	0%	0	0%
6	Lifting of non-compete clause on directors	12	12	100%	0	0%	0	0%
7	Issuance of restricted stocks for employees	1	1	100%	0	0%	0	0%
8	Issuance of employee stock options below market price	0	0	0%	0	0%	0	0%
9	Transfer of treasury stocks to employees below the actual average buyback price	0	0	0%	0	0%	0	0%
10	Company dissolution, merger, acquisition, share transfer or stock split	0	0	0%	0	0%	0	0%
11	Capital increase through retained earnings, capital surplus, dividend distribution or issuance of new shares	9	9	100%	0	0%	0	0%
12	Private placement of marketable securities	1	1	100%	0	0%	0	0%
13	Capital reduction or cash capital increase for loss offsetting or cash refund	0	0	0%	0	0%	0	0%
14	Exercise of the right to disgorgement	0	0	0%	0	0%	0	0%
15	Others	5	5	100%	0	0%	0	0%
Total		263	263	100%	0	0%	0	0%

IV. Summary of Corporate Engagement Activities

1. Conducting an Annual Questionnaire Survey on ESG and Sustainability Issues for Investees

In keeping with the Principles for Responsible Investment and the Stewardship Principles while echoing Goal 13 Climate Action under the United Nations Sustainable Development Goals, we at Bank SinoPac are committed to raising climate awareness among our stakeholders in combination with our key functions in green finance. Bank SinoPac and various subsidiaries under SinoPac Holdings conducted a survey on climate change issues for major investees for the first time in 2020, aimed at arousing investees' attention to climate change issues. In addition to raising climate awareness, this survey can also encourage collaboration with investees on low-carbon and emission reduction initiatives, thereby contributing to climate change mitigation and adaptation. On the other hand, following international efforts to promote and improve principles related to labor conditions and human rights protection, enhance, coupled with our efforts to strengthen the functions of the Board of Directors and enhance the transparency of ESG information disclosure at Bank SinoPac, we added social issues (e.g., human rights) and corporate governance issues to the questionnaire survey in 2022, with the intention of spurring comprehensive attention to ESG among investees and facilitating the realization of sustainability.

In the questionnaire survey conducted by Bank SinoPac in December 2022, the questionnaire was distributed to 30 investees in total, of which 11 completed the questionnaire and returned them to Bank SinoPac. A summary of the investees' responses in the questionnaire survey is presented as follows:

- Incorporating “sustainable development” into the considerations for operational or business decision-making: 100% of the respondents in the questionnaire survey have incorporated “sustainable development” into the considerations for operational or business decision-making.
- Disclosure of information on climate change: Among the respondents in the questionnaire survey, 91% have inventoried greenhouse gas (GHG) emissions, while 82% have passed third-party verification. Moreover, 82% of the respondents have formulated GHG emission reduction targets, while 55% have set science-based emission reduction targets.
- Implementing or responding to climate change mitigation commitments: Among the climate change mitigation commitments that have been implemented or responded to by the respondents in the questionnaire survey, 91% of them have incorporated ISO certifications (e.g., ISO 14064-1 Greenhouse Gas Inventories and ISO 50001 Energy Management Systems), the highest percentage of them all. On the other hand, 82% of them have incorporated recommendations of the Task Force on Climate-related Financial Disclosures (TCFD), while 55% of them have implemented internal carbon pricing (See Figure 1).
- Concrete actions related to investment in climate change mitigation and adaptation: For the top three actions related to investment in climate change mitigation among the respondents in the questionnaire survey, 100% of the respondents have invested in recycling to reduce wastage and waste discharge (e.g., going paperless and preserving water resources) as well as low-carbon, emission reduction or energy saving initiatives (e.g., buildings and office equipment), while 82% of them have invested in changing processes to enhance energy efficiency in production or service processes (See Figure 2).
- Concrete actions related to corporate governance: On the subject of implementing board diversity and strengthening the functions and independence of independent directors and the Audit Committee, 64% of the respondents in the questionnaire survey have implemented the provision that “independent directors shall not account for less than one-third of the directors, and more than half the independent directors may not serve more than three consecutive terms,” while 55% of them have established a nomination committee. Furthermore, 100% of the respondents have disclosed information on board diversity and the independence of independent directors as well as implemented the provision that “quarterly financial statements have to be approved by the Audit Committee” (See Figure 3).

- Measures taken to strengthen the functions of the Board of Directors and implement board accountability: For the top three measures taken to strengthen the functions of the Board of Directors and implement board accountability, 100% of the respondents in the questionnaire survey have carried out performance evaluation on functional committees, provided a diverse range of continuing education plans for directors, and appointed a chief governance officer.

Comparing the survey results in 2022 with those in 2021, 6 more investees have participated in the questionnaire survey in 2022 than in 2021. At the same time, there is also an increase in the number of survey items regarding the concrete actions related to climate change mitigation and adaptation and the percentage of respondents implementing these items in 2022 compared to 2021. Furthermore, 100% of the respondents in the questionnaire survey have published their own sustainability report, where 91% of them have had their sustainability report verified by third party institutions. These statistics suggest that investees are attaching greater importance to ESG.

Figure 1. Implementing or responding to climate change mitigation commitments

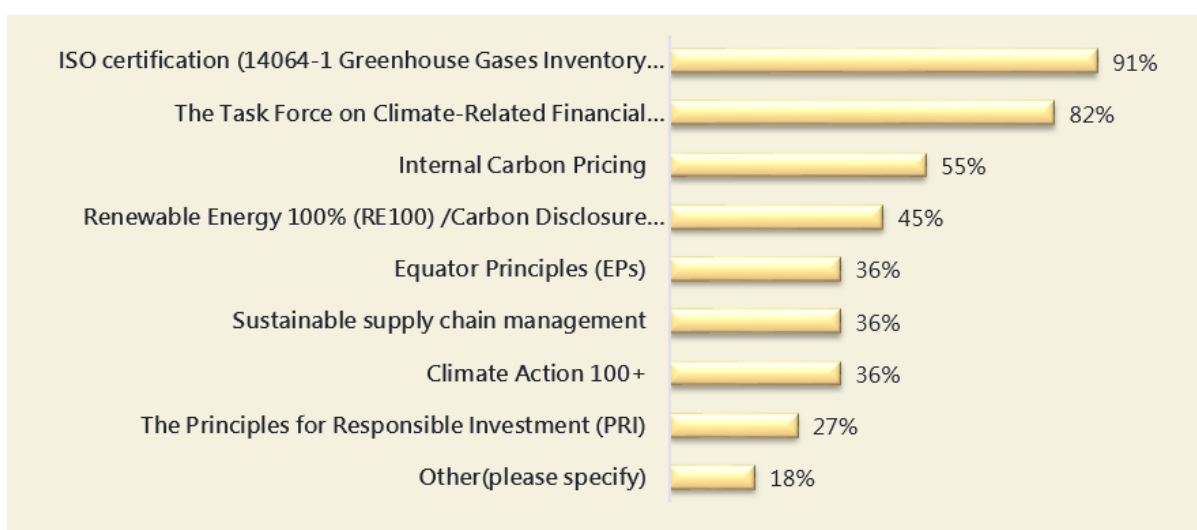


Figure 2. Concrete actions related to investment in climate change mitigation and adaptation

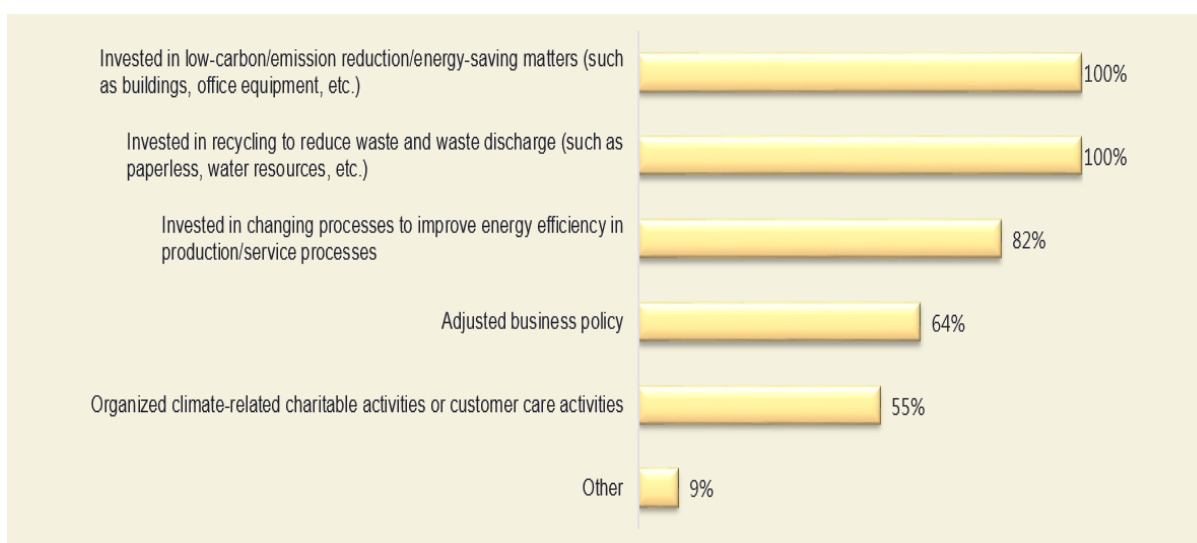
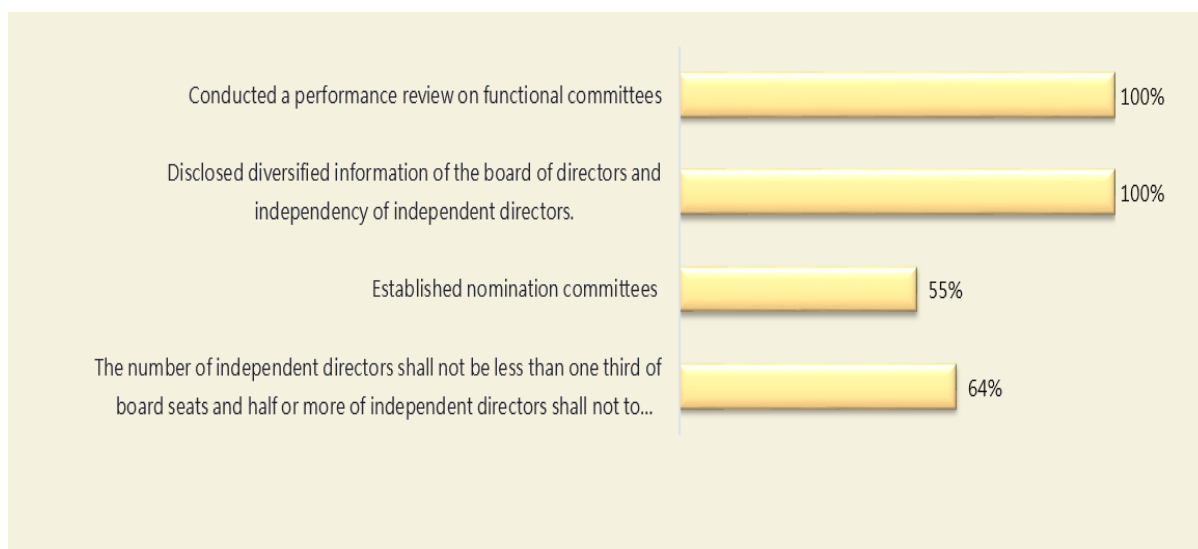


Figure 3. Measures taken to strengthen the functions of the Board of Directors and the functions and independence of the Audit Committee



2. Engagement Cases

- (I) Background: Bank SinoPac invested in Taiwan Cement Corporation (TCC) in 2021, as well as ATEN International Co., Ltd. (ATEN) and Arcadyan Technology Corporation (Arcadyan) in 2022. As the largest cement company in Taiwan and one of the top 10 cement producers in Mainland China, TCC has been devoting itself to just transition in recent years, with the aim of developing zero-carbon mines. On its journey towards just transition, TCC has not only increased the use of alternative fuel materials and reduced water intensity, but also actively engaged and invested in solar photovoltaics, wind power, and forward-looking energy sources, as evidenced by the construction of a 10MW energy storage site at its Heping Plant in Hualien County. In addition, TCC has also activated Taiwan's only self-developed automatic frequency control (AFS) system that enables connection to a backup grid in 0.1 seconds. Meanwhile, ATEN is a manufacturer of keyboard-video-mouse (KVM) switches, signal extenders, audio/video switches, matrix switches, and power distributors, with the largest market share in the global KVM market. In fact, the products that ATEN manufactures belong to the global niche market. As ATEN sells its products to the world under its own brand, ATEN not only began publishing its CSR reports ahead of the market since 2011, but has also developed its carbon emission inventories. On the other hand, Arcadyan, which was initially a joint venture between Royal Philips Electronics (Philips) and Accton Technology Corporation (Accton), became a wholly-owned subsidiary of Accton in 2006. In the same year, Accton sold 70% of its shares in Arcadyan to Compal Inc. Today, Arcadyan is a member of Compal Inc. Arcadyan is currently the world's largest manufacturer of integrated access devices (IAD) with a market share of over 20%. Owing to its connection with its founding shareholder Philips, Arcadyan primarily engages in the European telecommunications market. Arcadyan has successfully outstripped its peers in terms of ESG performance since its expansion into the U.S. market in 2017. Arcadyan signed up to the Science Based Targets initiative (SBTi) in 2020.
- (II) Stewardship Assessment: As a high carbon-emitting industry, TCC devotes itself to just transition ahead of government regulations, with a view to fulfilling its commitment to energy conservation and carbon reduction, setting specific targets, and keeping abreast of ESG issues. Meanwhile, ATEN and Arcadyan are export-oriented companies. Since the international market attaches great importance to both CSR and ESG, these two companies voluntarily publish their own CSR and sustainability reports while making commitments to carbon reduction and energy conservation. Specifically, Arcadyan has been honored with the EcoVadis Gold Medal in supply chain management, thanks to the effective dissemination of its emphasis on ESG issues and determination in addressing them through patient and persistent communication, and the influence it exerts on the supply chain.

- (III) Communication and Engagement: In 2022, Bank SinoPac kept tabs on their approaches and commitments to energy conservation and carbon reduction via e-mail, telephone interview, and on-site visit.
- (IV) Impact on Investees: The aforesaid three companies are medium-sized companies that are either in the high carbon-emitting cement industry or export-oriented. All of them have demonstrated outstanding ESG performance. Bank SinoPac's continuous effort to learn about ESG-related policies with investees have led to enhanced sustainability awareness among these three companies, which in turn become role models that other companies can learn from.
- (V) Follow-up and Impact on Investment Decision-making: Bank SinoPac will continue to monitor the efforts of these three companies in ESG issues, and share their approaches to other companies, so as to enhance investees' ESG performance in a comprehensive manner. Upon evaluation, the ESG and financial performance of these three companies remain aligned with Bank SinoPac's long-term investment strategies. Therefore, Bank SinoPac continues to have a stake in these three companies as of the end of 2022.

3. Collaborative Actions from Institutional Investors

With a longstanding commitment to promoting ESG and implementing investment stewardship, SinoPac Holdings organizes ESG seminars on an annual basis using both internal and external resources. Industry, government, and academic experts, along with players in the financial industry, companies listed on Taiwan Stock Exchange and Taipei Exchange, and employees at SinoPac Holdings, are invited based on different risk issues to hold discussions and exchanges on highly relevant topics in the financial industry and share industry practices and approaches in these seminars.

As a member of SinoPac Holdings, Bank SinoPac took part in the 2020 Taiwan Sustainable Finance Forum and promoted the establishment of the Taiwan Sustainable Finance Promotion Platform. Hence, Bank SinoPac is a founding member of the Taiwan Sustainable Finance Promotion Platform initiated by the Taiwan Business Council for Sustainable Development (BCSD). SinoPac Holdings and its subsidiaries leverage their own advantages and resources to show their support for government policies and develop sustainable finance over the years. Aside from bolstering their own competitive edge through practices in sustainable finance, they also make contributions to the economy, society, and the environment. Furthermore, SinoPac Holdings and its subsidiaries continue to clarify present developments and identify demand in the financial market, with a view to advancing the development of sustainable finance and expanding various types of business opportunities.

SinoPac Securities, also a member of SinoPac Holdings, have been engaging in the promotion of ESG for a long time. SinoPac Securities has been organizing the ESG Investment Forum since 2016, with the aim of assisting listed companies with outstanding ESG performance in demonstrating their value. Various stakeholders such as corporate clients are invited to participate in this forum to not only keep abreast of international developments in climate-related issues, but also learn about responsible investment trends in Taiwan and abroad. Bank SinoPac's investment research team also actively participates in this forum.

As SinoPac Holdings attaches great importance to ESG issues, SinoPac SITC also became the first investment trust company to issue Taiwan's first ESG active fund using the investment pool of the Taiwan ESG Index. In 2021, SinoPac SITC issued and listed the SinoPac Taiwan ESG ETF (00888) in 2021, becoming the first investment trust company to offer both ESG-themed active and passive fund products in Taiwan. The launch of this fund is aimed at raising awareness of ESG investment issues among the investment community, so as to push passive investment companies to engage in environmental protection, fulfill social responsibility, and implement corporate governance, thereby enhancing investment value in a comprehensive manner. This fund has also been included in Bank SinoPac's wealth management channel.

In keeping with the government's sustainable finance policy while implementing SinoPac Holdings' sustainable development strategy, Bank SinoPac, as the first bank in Taiwan to issue green, social and sustainability (GSS) bonds, participates in Taiwan's sustainability bond market to the visibility of Taiwan's sustainability bond market in the international arena. Following the appointment of SinoPac Securities as a financial advisor to Bank SinoPac and an offeree in a joint effort to promote the issuance of GSS bonds, Bank SinoPac has issued US\$45 million and NT\$3 billion worth of green bonds in 2017 and 2019, respectively; NT\$1 billion worth of sustainability bonds in 2020; NT\$1 billion worth of social bonds in 2021; and NT\$2 billion worth of green bonds in 2022.

● ESG seminars and forums organized by SinoPac Holdings or Bank SinoPac in 2022

Date	Topic	Speaker	Description	Number of attendees
2022/3/16	2022 SinoPac ESG Forum - Helping Taiwan Transition to Net-zero Emission with Sustainable Finance	Yi-Cyuan Huang, Vice President of Formosa Plastics Group Yu-Min Peng, Deputy General Director of the Net-zero and Sustainability Strategy Office, Industrial Technology Research Institute	This forum, which is the first event to be jointly organized with the BCSD, shares international trends in climate action and carbon reduction pathways. In this forum, panel discussion explores the challenges and business opportunities in net-zero emission from various aspects, such as industry promotion, technology development, and financial practice.	144
2022/5/3	SinoPac ESG Seminar - Financial Supervision and Corporate Governance from the Viewpoint of Sanctions in the Financial Industry	Yung-Chin Hsu, former Vice Chairperson of the Financial Supervisory Commission and Prosecutor	This seminar shares case studies related to sanctions in the financial industry and critical issues such as trends in financial supervision, with a focus on countermeasures and approaches to corporate governance in the financial industry.	165
2022/9/22	2022 Green Action Forum - Realizing the Liberalization of the Green Electricity Market	Jong-Chin Shen, Vice Premier of the Executive Yuan, Republic of China (Taiwan) Tze-Luen Alan Lin, Deputy Executive Director at the Office of Energy and Carbon Reduction under the Executive Yuan, Republic of China (Taiwan) Yao-Ting Wang, President of Taiwan Power Company Jerry Hsu, Chairman of AcBel Polytech Inc.	This forum, which is jointly organized by Bank SinoPac and Economic Daily News, invites green electricity experts and the financial industry to discuss transition to new energy with the aim of expanding the promotion of green energy development and realizing a circular economy. It also explores how the financial industry implements green finance to help corporate clients develop carbon inventories.	245

2022/11/11	2022 SinoPac ESG Forum - Discussion on the Net-zero Transition Strategy	<p>Tze-Luen Alan Lin, Deputy Executive Director at the Office of Energy and Carbon Reduction under the Executive Yuan, Republic of China (Taiwan)</p> <p>Jules Chuang, Director of Mt. Stonegate Green Asset Management</p> <p>Hsiu-Mei Tu, Senior Manager at ASE Group</p> <p>Ying-Li Lin, Manager at the Taiwan Architecture & Building Center</p> <p>Dr. Po-Yao Kuo, CTCI Foundation</p>	<p>This forum, which is jointly organized with the BCSD, invites experts to share their interpretation of the global net-zero transition strategy in COP27. It also gathers opinions on various areas, including energy, recycling, construction, and transportation, from representatives in related industries and compiles them into a net-zero transition strategy proposal.</p>	143
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SinoPac ESG Seminar in 2022



V. Managing Conflict of Interest

The primary role of Bank SinoPac is to engage in businesses approved under the Banking Act and by the central competent authorities. As a capital provider that also has a substantial influence on investees, Bank SinoPac has established a conflict-of-interest management system to ensure that all the responsible persons and employees at Bank SinoPac perform their responsibilities to customers and their duties in capital utilization in customers' best interests. When a conflict of interest or concern over a conflict of interest arises, Bank SinoPac shall give priority to customers' interests and manage the patterns of potential conflicts of interest appropriately. The primary methods for managing conflict of interest include education and promotion, transaction control, firewall, segregation of duties and functions, reasonable compensation and remuneration, and anti-bribery.

With great emphasis on employees' moral conduct and implements, we at Bank SinoPac implement internal controls with the intention of preventing various types of conflict of interest between us and our employees and our customers. No major conflict of interest within the scope of stewardship has arisen in the past year.

- ✓ As of the end of 2022, no major conflict of interest within the scope of stewardship was reported at Bank SinoPac.

VI. Concluding Remarks

As an institutional investor, Bank SinoPac facilitated improvement in the quality of corporate governance among investors via monitoring, communication, and interaction with investors. While aligning with the United Nations Principles for Responsible Investment, Bank SinoPac has also been spreading the spirit of ESG investment in recent years, aimed at driving the benign development of the economy, industries, and society on the whole. In keeping with the vision to “build a better life with finance,” Bank SinoPac serves as the leader in SinoPac Holdings’ efforts to promote responsible investment in hopes of co-creating value and wealth for our stakeholders, including customers, shareholders, and investors, and the overall financial market over the long run through the promotion of sustainable finance and the dissemination of ESG investment.

VII. Contact Bank SinoPac

Feel free to contact us anytime if you have any comments or inquiries regarding the content of this report.

Service	Contact information
Stewardship Report	Name: Chih-Yun Wei Phone: (02) 8161-8344 E-mail: wei96@sinopac.com
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If you are a customer, a beneficiary or an institutional investor, please contact	Customer Service Hotline: (02) 2505-999 https://bank.sinopac.com/MMA8/bank/service/service-index.html
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