ESMT 晶豪科技股份有限公司

Elite Semiconductor Microelectronics Technology Inc.

Procedures for Lending Funds to Other Parties

Date of amendment：2026/05/22

Article 1 If the Company lends funds to other parties shall be handled in accordance with the provisions set forth in these Procedures. Matters not specified in these procedures shall be handled in accordance with the relevant laws and regulations of the competent authorities.

Article 2 Counterparties for Loans

(I) Any company or firms that has business relationship with the Company.

(II) Any company that requires short-term financing. "Short-term" refers to a period of one year.

Article 2-1 Companies that have business dealings with the Company, loans refer to circumstances where the Company and the other company engage in purchase or sales transactions. For companies that require short-term financing, loans shall be limited to any subsidiary in which the Company holds 50% or more of the equity is in need of short-term financing.

Article 2-2 (I) The Company's total lending amount shall not exceed 40% of the Company's net worth.

(II) Where the Company lends funds to companies with which it has business dealings, the total amount of such loans shall not exceed 20% of the Company’s net worth. Individual loan amounts shall not exceed total business transactions amount between the two parties during the most recent one-year period. The term "business transaction amount" refers to the higher of the purchase or sales amounts between the two parties, and shall not exceed 10% of the Company's net worth.

(III) For loans to companies that require short-term financing, the total loan amount shall not exceed 20% of the Company's net worth, and individual loan amounts shall not exceed 10% of the Company's net worth.

(IV) For loans between overseas subsidiaries in which the Company directly or indirectly holds 100% of the voting shares, or loans to the Company from an overseas subsidiary in which the Company directly or indirectly holds 100% of the voting shares, the amounts are not subject to the limit set forth in the preceding paragraph, nor to the time limit specified in Article 3, Paragraph 1. However, the limit and time limit for such lending shall still be specified in their internal operating procedures in accordance with the “Regulations Governing Loaning of Funds and Making of Endorsements/Guarantees by Public Companies” prescribed by the securities competent authority.

Article 3 (I) As a general principle, each loan of lending by the Company shall not exceed one year in term.

(II) Interest shall be charged at a rate no less than the short-term borrowing rate of financial institutions and shall accrue monthly.

Article 4 Procedures for the Processing and Review of Lending Funds

(I) Except for subsidiaries in which the Company directly or indirectly holds more than 50% of the voting shares, a promissory note of equal value from the borrower or other collateral or guarantor approved by the Company shall be obtained as security for the loan. If necessary, pledges or mortgages over movable or immovable property shall also be arranged. When a company acts as a guarantor, attention shall be paid to whether its articles of incorporation permit it to provide such guarantees.

(II) The Company shall review and assess the basic and financial information of borrowers, including their business operations, financial condition, repayment capacity and credit, profitability, and the purpose. The review shall include the following items:

1. The necessity and reasonableness of the loan.
2. A credit status and risk assessment of the borrower.
3. The impact on the lending company's operational risks, financial condition, and shareholders' equity.
4. Whether collateral should be obtained and the assessed value of the collateral.

Article 5 The Company shall establish and maintain a register of fund lending transactions and record all relevant information in compliance with applicable laws and regulations.

Article 5-1 After loan disbursement, the Company shall regularly monitor the financial, operational, and related credit status of the borrower and any guarantor. Where collateral has been provided, the Company shall monitor any changes in its collateral value. The borrower shall immediately repay the principal and interest upon loan maturity. If the borrower fails to repay upon maturity and the debt becomes overdue and remains unrecovered despite collection efforts, the Company may, in accordance with the law, dispose of the provided collateral or seek recourse against the guarantor.

Article 6 The Company’s provision of loans between itself and its parent company or subsidiaries, or among subsidiaries, shall be submitted to the Board of Directors for resolution in accordance with applicable regulations, and the Board of Directors may authorize the Chairman to disburse loans to the same borrower in installments or permit revolving drawdowns within a specified limit and for a period not exceeding one year specified in the Board of Directors’ resolution. The "specified limit", except as provided in Article 2-2, Paragraph 4, establishes that the lending of funds by the Company or its subsidiaries to a single entity shall not exceed 10% of that entity’s net worth as shown on its most recent financial statements.

Procedures for Managing Subsidiaries' Fund Lending to Others

(I) If a subsidiary of the Company intends to lend funds to other parties, such subsidiary shall establish operational procedures for lending funds to other parties in accordance with the Regulations Governing Loaning of Funds and Making of Endorsements/Guarantees by Public Companies, and shall handle such matters in accordance with the established procedures; however, the net worth shall be calculated based on the subsidiary's own net worth.

(II) The subsidiary shall prepare a detailed statement of the funds loaned to other companies in the previous month before the 10th (exclusive) of each month, and submit it to the Company for review.

Article 7 Guidelines for Lending Loan to Others Parties:

(I) Before the Company lends funds to other parties, it shall carefully assess whether the proposed loan complies with the relevant laws and regulations prescribed by the securities regulatory authority and with the provisions of these Procedures. Along with the assessment results, the transaction shall first be approved by at least one-half of all Audit Committee members. If approval of at least one-half of all Audit Committee members is not obtained, the transaction shall proceed only with the approval of at least two-thirds of all Board of Directors members. The Audit Committee’s resolution shall be recorded in the minutes of the Board meeting. No delegation of this decision to any other person is permitted.

(II) The Company's internal audit personnel shall conduct at least quarterly audits of the procedures of endorsements/guarantees and their enforcement, and shall record the results in writing. Any material violations shall be immediately reported to the Audit Committee in writing.

(III) In the event that changes in circumstances at the Company result in a loan recipient no longer meeting the requirements of these Procedures or the outstanding balance exceeds the prescribed limits, it shall be developed a corrective action plan, submit that plan to the Audit Committee, and corrective actions completed according to the plan schedule.

Article 8 The Company shall disclose reporting standards, items, deadlines, and formats, and do so in accordance with the Regulations Governing Loaning of Funds and Making of Endorsements/Guarantees by Public Companies and other applicable laws and regulations. For subsidiaries of the Company that are not domestic public companies, any matters required by applicable regulations to be publicly announced and filed shall be handled by the Company on their behalf.

Article 9 Penalties：

In the event that the Company's managers and responsible personnel in charge violate these procedures, they shall be submitted for performance evaluation in accordance with the Company's Employee Management Regulations and disciplined according to the severity of the violation.

Article 10 These Procedures shall be approved by the Audit Committee, undergo resolution by the Board of Directors, and submitted to the shareholders' meeting for approval. The same procedure shall apply to any amendments.

Where the Procedures and related regulatory matters require the approval of the Audit Committee, that approval requires the affirmative vote of at least one-half of all Audit Committee members. If the consent of at least one-half of all Audit Committee members is not obtained, the matter may be carried out with the approval of at least two-thirds of all directors, and the Audit Committee’s resolution shall be recorded in the minutes of the Board meeting.

When the Procedures and related provisions are submitted to the Board of Directors for discussion, the views of each independent director shall be fully considered, and their explicit opinions—whether in agreement, in opposition, or with reservations—and, in cases of opposition, the reasons therefor shall be recorded in the minutes of the Board meeting.