
Communication between CPAs and Walsin Lihwa's Independent Directors in 2017

I. Policy for communication between CPAs and Walsin Lihwa's Independent Directorss

- a. Walsin Lihwa has an Audit Committee consisting of all the independent directors of the company to meet with certified public accountants (CPAs) at least twice a year. CPAs report the financial statuses, overall operation conditions, and internal control conditions of Walsin Lihwa as well as its domestic and overseas subsidiaries to the Audit Committee, and seek sufficient communication focusing on whether there is any adjusting journal entry or whether any law and decree amendment may affect the amounts recorded in the account; a meeting may be convened anytime if any major abnormality or irregularity is identified.
- b. The Audit Committee deliberates on the CPA-audited consolidated financial statements of the company as well as the audit opinion report to complete auditing.

II. Summary of Communication between Independent Directors and CPAs

Effective communication between independent directors and CPAs

Date	Key Points of Communication
February 13, 2017	<ol style="list-style-type: none">1. CPAs explained the key audit matters related to the 2016 individual and consolidated financial statements.2. CPAs explained the 2016 financial as well as profit and loss statuses, and discussed some issues related to applicable accounting principles.3. CPAs discussed the questions raised by meeting attendees and communicated with them.4. Independent directors assessed and discussed the annual remuneration for CPAs and the independence of CPAs.
July 26, 2017	<ol style="list-style-type: none">1. CPAs explained the financial as well as profit and loss statuses, in the 2nd quarter of 2017 and discussed some issues related to applicable accounting principles.2. Independent directors asked CPAs to report whether there had been any inconsistency in accounting principles or major internal control flaw audited.