

## Communication between CPAs and Walsin Lihwa's Independent Directors in 2018

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

- a. Walsin Lihwa shall invite public certified accountants (CPAs) for certification of the company's financial statements to attend its Audit Committee meetings at least twice every year to examine the financial statements of the company and its subsidiaries as well as their internal control conditions to report the examination findings to the Audit Committee. Sufficient communication shall also be sought as to any important adjusting journal entry or any law amendment that may affect the amounts recorded in the account.
- b. Whenever necessary, meetings with CPAs may be convened anytime or CPAs may be invited to attend an Audit Committee meeting.

### II. Summary of communication between Independent Directors and CPAs in 2018

Effective communication between CPAs and Walsin Lihwa's independent directors

Date	Key Points of Communication	Independent Directors' Advices	Follow-ups and Results
January 10, 2018, Audit Committee	1. CPAs explained how the key audit matters related to the 2017 financial statements were preliminarily recognized.	Nil	1. Confirmation of the key audit matters related to the 2017 financial statements
February 13, 2018, Audit Committee	<ol style="list-style-type: none"> <li>1. CPAs explained the key audit matters related to the 2017 individual and consolidated financial statements and audit results.</li> <li>2. CPAs provided initial assessment of the International Financial Reporting Standard (IFRS) 16 Leases.</li> <li>3. Independent directors assessed and discussed the annual remuneration for CPAs and the competence and independence of CPAs.</li> </ol>	Nil	<ol style="list-style-type: none"> <li>1. The 2017 individual and consolidated financial statements passed by the Audit Committee and submitted to the board for discussion</li> <li>2. Results of the assessment of the International Financial Reporting Standard (IFRS) 16 Leases submitted to the board for discussion</li> <li>3. Annual commission and assessment of CPA passed by the Audit Committee and submitted to the board for discussion</li> </ol>
July 25, 2018, Audit Committee	1. CPAs explained the audit results of the consolidated financial statements in the 2 <sup>nd</sup> quarter of 2018.	Assessment the competence and independence of CPAs for 2019 to be arranged by the secretariat	<ol style="list-style-type: none"> <li>1. The consolidated financial statements in the 2<sup>nd</sup> quarter of 2018 passed by the Audit Committee and submitted to the board for discussion</li> <li>2. Independent directors' discussion with CPAs arranged on December 10, 2018</li> </ol>

<b>Date</b>	<b>Key Points of Communication</b>	<b>Independent Directors' Advices</b>	<b>Follow-ups and Results</b>
December 10, 2018, Communication with CPAs	<ol style="list-style-type: none"> <li>1. CPAs explained the scope of audit of the 2018 financial statements as well as the audit methodology and relevant findings, and discussed the key audit matters with the Audit Committee.</li> <li>2. Independent directors assessed and discussed the annual remuneration for CPAs as well as the competence and independence of CPAs.</li> </ol>	CPAs asked to provide recommendation for improvement of the management issues discovered during the audit process	<ol style="list-style-type: none"> <li>1. Confirmation of the key audit matters related to the 2018 financial statements</li> <li>2. Annual commission and assessment of CPAs submitted to the 13<sup>th</sup> session of the Audit Committee during its 1<sup>st</sup> term for discussion on January 9, 2019</li> </ol>