

King Yuan Electronics Code of Ethical Conduct

- Article 1: The Code of Ethical Conduct (hereinafter referred to as the Code) is established to help the Company's Directors and managerial officers comply with ethical standards in their conduct and help stakeholders of the Company gain a deeper understanding of the ethical standards of the Company.
- Article 2: The Company's Directors and managerial officers include the President or those with equivalent ranking, Vice Presidents or those with equivalent ranking, Assistant Vice Presidents or those with equivalent ranking, supervisor of the finance department, supervisor of accounting department, and other individuals who are authorized to manage affairs and sign on behalf of the Company.
- Article 3: The Company's Directors and managerial officers shall uphold the principles of honesty and credibility and comply with professional standards when performing their duties.
- Article 4: The Company's Directors or managerial officers shall handle official duties in an objective and efficient manner to prevent personal interest or the interest of spouse or relatives within the second degree from intervening in company interests or the obtaining of improper benefits. The Company's loan of funds or provision of guarantees to, major asset transactions with, and purchase (sales) of goods to companies affiliated with the aforementioned personnel shall proceed in compliance with the Company's "Operating Procedures for Loaning to Others," "Operating Procedures for Making Endorsements/Guarantees," " and "Procedures for Acquisition and Disposal of Assets," etc.
- Article 5: The Company shall prevent Directors and managerial officers from taking the following actions:
- I. Seek opportunities to pursue personal gain by using company property or information or taking advantage of their positions;
 - II. Obtain personal gain by using company property or information or taking advantage of their positions;
 - III. Compete with the Company. When the Company has an opportunity for profit, it is the responsibility of the Directors and managerial officers to maximize the reasonable and proper benefits that can be obtained by the Company.
- Article 6: The Directors and managerial officers of the Company shall be bound by the obligation to maintain the confidentiality of any information, technical information and intellectual property regarding the Company itself or its suppliers/customers, except when authorized or required by law to disclose such information. Confidential information includes any undisclosed information that, if exploited by a competitor or disclosed, could result in damage to the Company or its customers.
- Article 7: The Company's Directors and managerial officers shall treat all suppliers, customers,

competitors, and employees fairly, and may not obtain improper benefits through manipulation, nondisclosure, or misuse of the information learned by virtue of their positions, or through misrepresentation of important matters, or through other unfair trading practices.

Article 8: All Directors and managerial officers of the Company have the responsibility to safeguard company assets and ensure that such assets can be effectively and lawfully used for official business purposes; any theft, negligence in care, or waste of the assets will all directly impact the Company's profitability.

Article 9: Directors or managerial officers of the Company shall strictly abide by the provisions of the Securities and Exchange Act and other laws and regulations.

Article 10: The Company shall raise awareness of ethics and encourage employees to report to managerial officers, internal audit officers, or other appropriate individual upon suspicion or discovery of any activity in violation of a law or regulation or the Code of Ethical Conduct. To encourage employees in the reporting of illegal activities, companies should establish a specific reporting system, allow anonymous reporting, and provide employees with the knowledge that the company will do its best to protect the safety of whistleblowers and safeguard them from retaliation.

Article 11: When a Director or managerial officer of the Company violates the Code of Ethical Conduct, the Company shall hold accountable the person responsible for dereliction of duty or take appropriate legal measures based on the circumstances of the violation, and immediately disclose the date of violation, reason for the violation, provisions of the code violated, and the disciplinary actions taken on the Market Observation Post System (MOPS).

Article 12: When a Director of the Company violates the Code, the Director may request the audit committee to conduct an investigation. However, if an audit committee member is in violation, other audit committee members may be requested to investigate; When managerial officers of the Company receive disciplinary actions for behaviors that violate the Code, they may file a complaint according to the "Employee Complaint Handling Procedures."

Article 13: Where a Director or managerial officer of the Company may be exempted from compliance with the Code, the exemption shall require a resolution by the Board of Directors, and the information on the date of the board resolution for exemption, Independent Directors' objections or qualified opinions, period of the exemption, reasons for the exemption, and principles behind the application of the exemption shall be disclosed on MOPS immediately for shareholders to evaluate whether the decision of the Board of Directors is appropriate. These procedures shall be taken to prevent arbitrary or suspicious exemptions from compliance with the Code of Ethical Conduct and ensure that any exemption is adequately monitored to protect the Company.

Article 14: The Company shall publish the Code of Ethical Conduct on the company website, annual

report, prospectus, and the MOPS. The same shall apply to all subsequent amendments.

Article 15: The Code of Ethical Conduct shall be implemented following approval in the Board of Directors meeting and submitted to the Shareholders' Meeting. The same applies to all subsequent amendments.