

**Phihong Technology Co.,Ltd.**  
**Procedures for Applying for Suspension and Resumption of Trading**

**Article 1 (Basis for Establishment)** These procedures are established in accordance with Article 13-4, Paragraph 1 of the Taiwan Stock Exchange Corporation (TWSE) Procedures for Verification and Disclosure of Material Information of Listed Companies (hereinafter referred to as the "Procedures") to ensure compliance.

**Article 2 (Purpose of These Procedures)** To implement the confidentiality and timely disclosure mechanism for material information, the company shall apply to the TWSE for suspension of trading before 5 PM on the business day prior to the public disclosure or board resolution of specific material matters. This is to ensure that the material information has ample time to be widely disseminated, providing investors with time to digest the information and reducing information asymmetry. Trading shall be resumed after the relevant information has been fully disclosed or explained.

**Article 3 (Compliance with Laws and Regulations)** The company's procedures for applying for suspension and resumption of trading shall be handled in accordance with the relevant regulations of the TWSE and these procedures.

**Article 4 (Dedicated Unit for Handling Suspension and Resumption of Trading)** The company shall establish a dedicated unit (hereinafter referred to as the "Dedicated Unit") for handling suspension and resumption of trading, composed of suitable and adequate members based on the company's scale, business situation, and management needs. The Dedicated Unit shall continuously monitor whether the company has any circumstances as specified in Article 5 that require proactive application for suspension or resumption of trading. If such circumstances arise, the Dedicated Unit shall proactively apply and maintain two-way communication with TWSE staff to ensure smooth operations.

**Article 5 (Application for Suspension and Resumption of Trading)** If the company plans to publicly disclose or hold a board resolution on any of the matters specified in Article 13-1, Paragraph 1 of the Procedures before 5 PM on the business day, it shall proactively apply to the TWSE for suspension of trading on the business day prior to the public disclosure or board resolution. If the company discovers that media reports or other information indicate significant impact on shareholders' rights or securities prices, it shall handle the explanation of material information in accordance with the Procedures. If it cannot provide an explanation on the day of discovery, it shall proactively apply to the TWSE for suspension of trading. If the company's securities are suspended from trading by the TWSE, and the company has fully explained the relevant information or there is no longer a need for continued suspension, it shall proactively apply to the TWSE for resumption of trading.

**Article 6 (Procedures for Applying for Suspension of Trading and Final Approval Level)**

Before preparing board meeting proposals or disclosing material information, the Dedicated Unit shall monitor whether there are any matters requiring application for suspension of trading as specified in the previous article. If such matters arise and are properly evaluated to meet the materiality criteria, the Dedicated Unit shall apply to the TWSE for suspension of trading on the business day prior to the public disclosure or board resolution, attaching relevant supporting documents and filling out the "Application for Suspension of Trading" form. The application shall be approved by the General Manager, stamped with the company and responsible person's seals, and faxed to the TWSE. Simultaneously, the application shall be sent via email and notified by phone to the TWSE, providing the contact person's name and phone number. If the company is unable to apply on the business day prior due to "urgent circumstances," it may apply to the TWSE before 7:30 AM on the business day of the public disclosure or board resolution, providing supporting documents that meet the "urgent circumstances" criteria for verification by the TWSE. If the Dedicated Unit discovers media reports or other information indicating significant impact on shareholders' rights or securities prices and cannot provide an explanation on the day of discovery, it shall immediately apply to the TWSE for suspension of trading in accordance with the first paragraph.

**Article 7 (Procedures for Applying for Resumption of Trading and Final Approval Level)**

The company shall, based on the board resolution or actual situation, handle information disclosure operations in accordance with the Procedures, attach relevant supporting documents, fill out the "Application for Resumption of Trading" form, and apply to the TWSE for resumption of trading after approval by the General Manager, stamped with the company and responsible person's seals, and faxed to the TWSE. Simultaneously, the application shall be sent via email and notified by phone to the TWSE, providing the contact person's name and phone number.

**Article 8 (Principles of Announcement and Information Disclosure)** During the process of applying for suspension of trading and before the relevant information is publicly disclosed, the company's directors, supervisors, managers, and employees who are aware of internal material information shall comply with the company's "Procedures for Handling Internal Material Information" and other relevant regulations to implement confidentiality mechanisms. The disclosure of material information to the public shall adhere to the following principles:

1. Information disclosure shall be accurate, complete, and timely.
2. Information disclosure shall be based on evidence.
3. Information shall be disclosed fairly.

**Article 9 (Timing of Announcement and Information Disclosure)** After the TWSE announces the suspension or resumption of trading information on the Market Information System website (<http://mis.twse.com.tw/>), the company shall release the material information regarding the suspension or resumption of trading within one hour.

**Article 10 (Board Resolution and Amendments)** These procedures were established on November 6, 2015.