

Stock code: 8069



E INK HOLDINGS INC.

2023
Annual General Meeting of Stockholders
MEETING MANUAL

Date of meeting: June 29, 2023

**Venue: The Company's 1F conference room (No. 3, Lixing 1st Road,
Hsinchu Science Park, Hsinchu City)**

Form of meeting: Physical shareholder meeting

(This English translation is prepared for reference only; if there are any discrepancies between the Chinese version and this English translation, the Chinese version should prevail.)

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E Ink Holdings Inc.
2023 Annual General Meeting
Meeting Agenda

Time: 9:00 AM, Thursday, June 29, 2023

Venue: The Company's 1F conference room (No. 3, Lixing 1st Road, Hsinchu Science Park, Hsinchu City)

Meeting Procedure:

1. Announcement of the Commencement

2. Chairman's Opening Remarks

3. Report Items:

- (1) 2022 business report and financial statements of the Company.
- (2) Audit Committee's 2022 review report.
- (3) Report on the distribution of 2022 remuneration for employees and directors of the Company.
- (4) Allocation of cash dividends from 2022 earnings by the Company.
- (5) Report on partial amendments to the Company's "Board of Directors Conference Rules."

4. Adoption Items:

- (1) 2022 year-end accounts of the Company.
- (2) 2022 earnings distribution of the Company.

5. Election and Discussion:

- (1) Election of the Company's 12th board of directors, including 4 directors and 3 independent directors.
- (2) Proposal to remove non-compete restrictions for the new directors and their representatives.

6. Special motions

7. Adjournment

Report Items

[Motion 1]

Summary: Presentation of the Company's 2022 business report and financial statements for acknowledgment.

Description:

- (1) In 2022, the Company reported net operating revenues of NT\$23,302,339,000, consolidated net operating revenues of NT\$30,060,509,000, and net income attributable to the Company totaling NT\$9,911,750,000.
- (2) After-tax earnings per share for 2022 were reported at NT\$8.69.
- (3) The business report and financial statements are attached hereto in Appendices 1-2.
- (4) Please acknowledge.

[Motion 2]

Summary: Presentation of Audit Committee's 2022 review report for acknowledgment.

Description:

- (1) The Company's financial statements for the year 2022 have been audited by CPA, and reviewed by the Audit Committee together with the business report and proposal for earnings distribution. Independent auditor's report and the Audit Committee's review report for the audited financial statements are attached hereto in Appendices 1-3.
- (2) Please acknowledge.

[Motion 3]

Summary: Presentation of report on the distribution of 2022 remuneration for employees and directors of the Company for acknowledgment.

Description:

- (1) Pursuant to Article 19 of the Articles of Incorporation, "Profits concluded from a financial year are subject to employee remuneration of at least 1% and director remuneration of no more than 1%."
- (2) The Company reported NT\$10,979,342,000 of pre-tax profit and NT\$11,130,892,000 of pre-tax profit before employee and director remuneration (referred to as "Profit" below) for 2022, and a proposal has been made according to the above clause to pay NT\$111,550,000 of employee remuneration and NT\$40,000,000 of director remuneration entirely in cash; both of which conform with the percentages stated in the Articles of Incorporation. Employee remuneration may be paid to employees of subordinate companies, for which the Chairman is authorized to determine the scope and criteria of eligible employees.
- (3) Please acknowledge.

[Motion 4]

Summary: Presentation of the report on allocation of cash dividends from 2022 earnings for acknowledgment.

- (1) According to Article 19-2 of the Articles of Incorporation, any cash distribution of earnings, whether in whole or in part, shall be resolved in a board meeting with more than two-thirds of the board present, voted in favor by more than half of attending directors, and reported in the upcoming shareholder meeting.
- (2) The Board of Directors has resolved to pay 2022 dividends in cash at NT\$4.5 per share for a sum of NT\$5,131,821,218. Dividends and profit sharing shall be distributed to shareholders based on the names and shareholding position recorded on the shareholder registry as of the dividend baseline date. The amount of payment shall be rounded down to nearest dollar; fractions that do not amount to a full NT\$1 are to be summed and recognized as capital reserves of the Company.
- (3) The cash dividend payout ratio disclosed herein was calculated based on the number of shares outstanding on December 31, 2022. Should the Company decide to buy back its shares, transfer/retire treasury stock or for any reason alter the total number of outstanding shares, or if shareholders waive their rights to dividend or profit sharing on a later date, and therefore resulting in a change of payout ratio, the Chairman shall be authorized to adjust details of the dividend payment based on shares outstanding on the dividend baseline date.
- (4) Decisions concerning the dividend baseline date and details of the cash dividend payment shall be determined at Chairman's sole discretion.
- (5) Please acknowledge.

[Motion 5]

Summary: Presentation of the report on partial amendments to the “Board of Directors Conference Rules” for acknowledgment.

Description:

- (1) Proposal to amend parts of the “Board of Directors Conference Rules” to explicitly state that no proposals involving major operating matters of the company may be made in the form of an extemporaneous motion; and that the election and removal of the chairman is designated as a major operating matter, and may not be conducted in the form of an extemporaneous motion as well, in accordance with Jin-Guan-Zheng-Fa Directive No. 1110383263 issued by the Financial Supervisory Committee on August 5, 2022.
- (2) A comparison between existing and draft amendment of Board of Directors Conference Rules has been presented in Appendix 4 of the conference handbook.
- (3) Please acknowledge.

Adoption Items

[Motion 1]

(Proposed by the board of directors)

Summary: Presentation of the 2022 year-end accounts of the Company for acknowledgment.

Description:

- (1) The 2022 standalone financial statements and consolidated financial statements of the Company have been audited by the CPA firm.
- (2) The aforementioned standalone and consolidated financial statements, along with the Company's 2022 business report, have been presented in Appendices 1-2 of this conference handbook.
- (3) Your acknowledgment is requested.

Resolution:

[Motion 2]

(Proposed by the board of directors)

Summary: The 2022 earnings distribution of the Company is presented for acknowledgment.

Description:

- (1) The Company had opening unappropriated earnings of NT\$4,308,164,966; after taking into account incremental retained earnings adjustments from equity-accounted investments (+NT\$173,956,531), incremental retained earnings adjustment from disposal of equity instrument, and transfer of cumulative profit/loss to the retained earnings carried at fair value through other comprehensive income (+NT\$392,280,851), retained earnings reduction from remeasurement of defined benefit plan (-NT\$6,105,582), 2022 net income (+NT\$9,911,749,742), and provision for legal reserve (-NT\$1,047,188,154), total distributable earnings amounted to NT\$13,732,858,354.
- (2) Please refer to Appendix 5 of this conference handbook for the 2022 Earnings Distribution Table.
- (3) Your acknowledgment is requested.

Resolution:

Election and Discussion

[Motion 1]

(Proposed by the board of directors)

Summary: Election of 4 directors and 3 independent directors to the Company's 12th Board of Directors.

Description:

- (1) The terms of the directors and independent directors on the 11th Board of Directors will expire on June 17, 2023
- (2) The Company hereby proposes to elect 4 directors and 3 independent directors in the upcoming annual general meeting according to the Articles of Incorporation to serve for a term of three years, i.e., from June 29, 2023, to June 28, 2026.
- (3) Election of the Company's directors and independent directors shall proceed using the candidate nomination system. Please refer to Appendix 6 of this conference handbook for the list of candidates reviewed and passed by the board of directors.
- (4) Please proceed with the election.

Resolution:

[Motion 2]

(Proposed by the board of directors)

Summary: Proposal to remove non-compete restrictions for the new Directors and their representatives.

Description:

- (1) Article 209 of the Company Act states that: "*Directors are required to disclose material details to shareholder and obtain permission for engaging in business activities that coincide with those of the company, whether for directors' own benefit or for the benefits of others.*" Should the above condition apply to any newly elected director (including corporate director and representative thereof) in the 12th Board of Directors, the Company should seek shareholders' consent to remove non-compete restrictions in accordance with Article 209 of the Company Act.
- (2) The concurrent roles of the Company directors (detailed in Appendix 7 of the conference handbook) does not interfere with the performance of their duties so the removal of their non-complete restrictions has been proposed to the Shareholders' Meeting in accordance with Article 209 of the Company Act.
- (3) Please proceed with resolution.

Resolution:

Special motions

Appendix 1

Business Report

Dear Shareholders,

2022 Business Report

In 2022, the global economy faced high uncertainty due to the turmoil in international situations, inflation causing economic recession, and extreme weather leading to climate disasters. Companies faced challenges in operations, manufacturing, and supply chain resilience in the highly uncertain macroeconomic environment. Although many general environment factors were unfavorable, E Ink's management team and staff made an all-out effort and delivered stellar business outcomes, setting an 11-year high with a consolidated revenue of NT\$30.06 billion in 2022. E Ink reached a record high with the operating margin of 30.6%, profit margin of 33%, net income of NT\$9.91 billion, and EPS of NT\$8.69. We would like to especially thank our shareholders, directors, all E Ink colleagues, ecosystem partners, and customers for their support of the company.

Business and Operations Review

With the goal of pursuing profits and sustainability in tandem, E Ink reaped fruitful results in business, operations, and technology R&D in 2022:

- Consumer Electronics (CE) applications: Global brand customers continue to release color and large-sized eReaders and eNotes. Despite the tightening consumer market, sales of eReaders and eNotes maintained steady growth.
- IoT Applications: ePaper with its characteristics of continuous display without power consumption, non-emissive reflective display, and replacing disposable paper with digital displays, has the environmentally friendly features of low carbon and no light pollution. This has driven the active growth in products such as electronic shelf labels, ePaper bus stop signs, commercial and public display, healthcare signage, and logistics tags.

In terms of color ePaper technology development, all three major color technology platform products are even more advanced and fulfill the product design, application, and market requirements of various sectors to better meet the needs of customers.

- E Ink Gallery™ 3 full-color ePaper: E Ink Gallery™ 3 offers faster page turns, increasing the speed to that of black-and-white ePaper. It is suitable for displaying color content such as picture books, textbooks, and magazines, making it ideal for creating color eReaders and eNnote.
- E Ink Kaleido™ 3 print color ePaper: E Ink Kaleido™ 3 enhances color saturation, vividness, and visual clarity by optimizing the structural design of the ePaper module. It also features

the ability to play animations and videos, making it suitable for devices that display rich image information. It can be used in smart education and digital reading devices.

- E Ink Spectra™ 3100 Plus five-color ePaper: E Ink Spectra™ 3100 Plus pairs five vivid and saturated colors - black, white, red, yellow and orange to create vivid and saturated colors. It also features E Ink Sparkle™ partial image refresh technology, which can display more eye-catching images and partial animation effects, helping retailers enhance color marketing and promotion efforts.

In response to the diverse development of ePaper technology and the steady growth of product applications, E Ink announced the expansion of four ePaper material production lines from 2020 to 2021. Among them, three production lines have entered production in 2022, and the fourth production line will be put into mass production in the first half of 2023

In addition, E Ink actively improves its research and development capabilities and has been recognized with multiple technology awards. E Ink Prism™ color-changing ePaper won the 31st Taiwan Excellence Gold Award; E Ink Spectra™ 3100 Plus won the Taiwan Excellence Award, while E Ink Spectra™ 3100 won the Smart Retail Awards by the Taiwan Display Union Association; E Ink Gallery™ 3 won the Hsinchu Science Park Excellent Manufacturer Innovative Product Award, and its foldable feature won the Silver Award for forward-looking display technologies by the Smart Display Industrial Alliance; Furthermore, E Ink independently developed E Ink Dynamic and Interlaced Scan Display Driver IC with AI Computing Solution won the IC & Components category award at the 2022 Computex Best Choice Awards, while the design of its wireless power supply for electronic paper won the Bronze Award at the 2022 Taiwan Innovative Technology & Invention Contest. The recognition of these awards acknowledges E Ink continued innovation and commitment to technology R&D achievements in color, energy-saving, and low-power ePaper applications.

Sustainable Development - E Ink PESG

E Ink firmly believes that environmental sustainability and corporate profitability are equally important missions. With the "product" of environmentally sustainable ePaper as its core, E Ink combines the "environment", "social", and "governance" aspects of ESG to create a unique "P, E, S, G" sustainability framework, and is fully implementing this framework comprehensively.

To promote sustainability efficiently and strengthen the governance and supervision of the results, E Ink's Board of Directors approved the establishment of the Sustainable Development Committee that functions at the board level. The scope of work includes creating environmentally friendly products, green manufacturing and climate change responses, employee development and occupational safety and health, corporate governance and ethical corporate management, developing sustainable supply chains, stakeholder communication and social inclusion, and operational risk and opportunity management.

E Ink PESG results in 2022 showed that in striving towards the two primary goals of Net Zero 2040 and RE100 2030, E Ink's global operations and sales locations have already reached the RE20 goal of using 20% renewable energy by December 2022. Among them, the US sites in Billerica, Fremont, and South Hadley, and offices in Tokyo, Japan, and Seoul, South Korea, have reached the RE100 goal of using 100% renewable energy.

In order to establish product carbon reduction targets, E Ink conducted a carbon footprint inventory of its ePaper modules in 2022. The investigation covered critical materials, raw material manufacturing, acquisition and transportation, and product manufacturing. The carbon footprint of each 6.8-inch e-reader module was found to be 3.30 kg CO₂e, while that of each 2.9-inch electronic shelf label was 0.59 kg CO₂e, as certified by the ISO 14067:2018 carbon footprint verification standard.

At the same time, E Ink actively participates in global sustainability initiatives and is committed to fulfilling them, including RE 100, EP 100, The Climate Pledge, and the Science Based Targets initiative (SBTi). We also use the TCFD framework to disclose the financial impacts of climate-related risks and opportunities. E Ink's non-light emitting ePaper display technology is the world's first to receive the Dark Sky certification from the International Dark-Sky Association. This certification attests that our ePaper causes no light pollution.

E Ink's long-term cultivation of PESG sustainability has resulted in being selected as a first-time constituent of DJSI World and DJSI Emerging Markets indices in 2022, as well as many benchmark sustainable awards, including:

- Ranked among the Top 50 Corporate Citizen Award for sustainability by CommonWealth Magazine
- Recognized by the Taiwan Corporate Sustainability Awards (TCSA) for 6 consecutive years, winning the Most Prestigious Sustainability Award - Top 100 Sustainable Enterprises, a Corporate Sustainability Report Award – Electronic Information Manufacturing Industry - First Group Platinum Award, and a Sustainable Individual Performance Leader Award - Growth Through Innovation Leadership.
- Of the Taiwan Sustainability Action Awards (TSAA), the “eRead for the Future” eReader mobile library project received the SDG 4 Quality Education - Gold Award, the Diversified Green Energy Net Zero program received the SDG 7 Affordable and Clean Energy - Silver Award, and ePaper Enabled Sustainable Operations of Retail Businesses received the SDG 12 Responsible Consumption - Bronze Award.

People are gradually equating the E Ink brand to the generic term for ePaper. In 2022, E Ink secured the 24th spot in the list of Taiwan's most valuable international brands with a brand value of US\$78 million for the first time. This recognition affirmed E Ink's global industry leadership image.

Moreover, E Ink has demonstrated outstanding achievements in technology innovation

leadership, industry development driving force, and sustainable management. It was awarded the "Outstanding Innovative Enterprise" at the 8th National Industrial Innovation Award by the Ministry of Economic Affairs. This award recognizes E Ink's distinguished achievements resulting from the long-term investment in developing innovative ePaper technologies, management and development of the ePaper ecosystem, and driving shared prosperity and growth in the ePaper industry.

2023 Business Focus

The macroeconomic environment in 2023 will be highly uncertain. Given the ongoing turbulence in international politics and economy, the management team of E Ink will closely monitor market trends and maintain a cautious and steady approach to business operations to ensure steady growth for the company. In response to the challenges and opportunities in the environment and industry, the company will conform to the following guidance in business development, technology research and development, and operational management:

Business Development

- Consumer Electronics: E Ink Gallery™ 3 full-color ePaper has entered mass production. Many global brand customers will launch eReaders and eNotes that utilize our E Ink Gallery technology in 2023. Large-sized eReader and eNote products will also be released, driving steady growth in the consumer electronics ePaper products business.
- The European Union updated its energy labeling regulations in 2022, restricting the sales of 4K and above TVs starting from March 2023. This action shows that low-carbon, sustainable electronics will be mainstream trend in the future ePaper's ultra-power-saving and continuous display with no power consumption characteristics make it the best smart low-carbon display. The potential of ePaper utilization in the traffic and advertising signage markets is massive.
- The retail label and signage market will see more colorful products being launched, driving continuous growth in the market. IoT-related businesses will develop toward color and size variations. Large-size color digital signage fits healthcare, smart transportation, and smart factory needs, while small-size electronic labels will explore the demand of smart logistics and smart aviation, accumulating new growth momentum.

Technology Development

E Ink will focus on developing key technologies related to ePaper film and materials, color, flexibility, modules, and those needed by the ePaper ecosystem, including wireless power supply technologies, ePaper timing controller chips, and product reference designs, the four key areas. The company aims to establish a comprehensive layout of ePaper-related patented technologies and accelerate the commercialization of these technologies in the end market. In addition, the company will continue to improve and develop environmentally friendly, low-

power-consumption technologies, such as reducing stacks, minimizing materials, and enhancing energy efficiency. By prioritizing carbon reduction, energy efficiency, recycling, and innovation, E Ink hopes to create products with a smaller carbon footprint.

Operations Management

In response to E Ink's 2040 Net Zero and 2030 RE 1000 net-zero paths, the company will improve ePaper productivity, ensure smooth shipments, improve energy efficiency, reduce greenhouse gas emissions, and protect the environment from production waste to deepen the integration of low-carbon and green goals in the operations and manufacturing. At the same time, E Ink is committed to building a low-carbon supply chain, controlling and reducing sustainable development risks, increasing supply chain flexibility, and strengthening supply chain sustainability to create a value chain for the ePaper industry that can develop sustainably.

Outlook

E Ink will aggressively invest in ePaper technology development and innovation, as well as the business expansion of product applications, and continue to work with its ecosystem partners to enhance and develop the ePaper industry. By promoting the widespread use of ePaper, the world can reduce more carbon emissions, while also promoting the digital transformation and development of enterprises. With “E Ink, We Make Surfaces Smart and Green” as the brand vision, E Ink will seize opportunities in AIoT and sustainable development trends, use environmentally and visually friendly electronic paper, and promote the development of electronic paper in areas such as smart retail, smart transportation, and smart logistics. This will enable the company to continue making steady profits and taking big steps towards sustainable development.

Appendix 2

INDEPENDENT AUDITORS' REPORT

The Board of Directors and Shareholders
E Ink Holdings Inc.

Opinion

We have audited the accompanying consolidated financial statements of E Ink Holdings Inc. and its subsidiaries (collectively referred to as the “Group”), which comprise the consolidated balance sheets as of December 31, 2022 and 2021, and the consolidated statements of comprehensive income, changes in equity and cash flows for the years then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies (collectively referred to as the “consolidated financial statements”).

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Group as of December 31, 2022 and 2021, and its consolidated financial performance and its consolidated cash flows for the years then ended in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers, and International Financial Reporting Standards (IFRS), International Accounting Standards (IAS), IFRIC Interpretations (IFRIC), and SIC Interpretations (SIC) endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China.

Basis for Opinion

We conducted our audits in accordance with the Regulations Governing Auditing and Attestation of Financial Statements by Certified Public Accountants and the Standards on Auditing of the Republic of China. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Group in accordance with The Norm of Professional Ethics for Certified Public Accountant of the Republic of China, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matter

Key audit matter is a matter that, in our professional judgment, was of most significance in our audit of the consolidated financial statements for the year ended December 31, 2022. This matter was addressed in the context of our audit of the consolidated financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on this matter.

The key audit matter of the Group's consolidated financial statements for the year ended December 31, 2022 is stated as follows:

Authenticity of Sales Revenue - Recognition of Sales Revenue from Internet of Things Applications Products

The Group mainly sells e-paper products such as Internet of Things applications and consumer electronics. The Group's sales revenue has increased considerably this year, mostly because of the increase in sales revenue from Internet of Things applications products, which consequently increased the risk associated with the occurrence of sales revenue transactions from Internet of Things applications products. Therefore, the authenticity of sales revenue was identified as a key audit matter.

Our key audit procedures performed in respect of the above area included the following:

1. We understood and tested the design and operating effectiveness of relevant internal controls over the occurrence of sales revenue from Internet of Things applications products.
2. We sampled the sales details of Internet of Things applications products, inspected receipts signed by the customers or export declaration of overseas sales, and confirmed the receipt of payments.

Other Matter

We have also audited only financial statements of E Ink Holdings Inc. as of and for the years ended December 31, 2022 and 2021, on which we have issued an unmodified opinion.

Responsibilities of Management and Those Charged with Governance for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers, IFRS, IAS, IFRIC, and SIC endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China, and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is responsible for assessing the Group's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

Those charged with governance, including members of the audit committee, are responsible for overseeing the Group's financial reporting process.

Auditors' Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Standards on Auditing of the Republic of China will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

As part of an audit in accordance with the Standards on Auditing of the Republic of China, we exercise professional judgment and professional skepticism throughout the audit. We also:

1. Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations or override of internal control.
2. Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's internal control.
3. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
4. Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence

obtained up to the date of our auditors' report. However, future events or conditions may cause the Group to cease to continue as a going concern.

5. Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
6. Obtain sufficient and appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision, and performance of the group audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine a matter that was of most significance in the audit of the consolidated financial statements for the year ended December 31, 2022, and is therefore the key audit matter. We describe this matter in our auditors' report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

The engagement partners on the audits resulting in this independent auditors' report are Hui-Min Huang and Ya-Ling Wong.

Deloitte & Touche
Taipei, Taiwan
Republic of China

February 23, 2023

Notice to Readers

The accompanying consolidated financial statements are intended only to present the consolidated financial position, financial performance and cash flows in accordance with accounting principles and practices generally accepted in the Republic of China and not those of any other jurisdictions. The standards, procedures and practices to audit such consolidated financial statements are those generally applied in the Republic of China.

For the convenience of readers, the independent auditors' report and the accompanying consolidated financial statements have been translated into English from the original Chinese version prepared and used in the Republic of China. If there is any conflict between the English version and the original Chinese version or any difference in the interpretation of the two versions, the Chinese-language independent auditors' report and consolidated financial statements shall prevail.

E INK HOLDINGS INC. AND SUBSIDIARIES

CONSOLIDATED BALANCE SHEETS

DECEMBER 31, 2022 AND 2021

(In Thousands of New Taiwan Dollars)

	2022		2021	
	Amount	%	Amount	%
ASSETS				
CURRENT ASSETS (Note 4)				
Cash and cash equivalents (Note 6)	\$ 8,835,066	14	\$ 8,751,235	15
Financial assets at fair value through profit or loss (Note 7)	1,473,957	2	99,401	-
Financial assets at amortized cost (Notes 9, 11 and 32)	4,945,143	8	2,499,045	5
Contract assets (Note 23)	27,566	-	35,045	-
Accounts receivable (Notes 10, 23 and 31)	4,700,178	7	3,247,721	6
Other receivables (Note 31)	263,370	-	167,782	-
Current tax assets (Note 25)	479	-	6,768	-
Inventories (Note 12)	4,404,899	7	4,142,022	7
Prepayments (Note 31)	508,997	1	314,252	1
Other current assets	5,060	-	103	-
Total current assets	<u>25,164,715</u>	<u>39</u>	<u>19,263,374</u>	<u>34</u>
NON-CURRENT ASSETS (Note 4)				
Financial assets at fair value through profit or loss (Note 7)	2,201,399	3	3,429,586	6
Financial assets at fair value through other comprehensive income (Notes 8 and 11)	16,732,386	26	16,799,349	30
Financial assets at amortized cost (Notes 9, 11 and 32)	1,554,668	2	1,353,730	2
Investments accounted for using the equity method (Note 15)	1,455,933	2	733,642	1
Property, plant and equipment (Notes 16, 28 and 31)	8,033,290	12	5,274,647	9
Right-of-use assets (Notes 17 and 31)	1,016,890	2	1,668,669	3
Goodwill (Note 18)	7,135,786	11	6,531,427	12
Other intangible assets (Note 18)	577,146	1	683,251	1
Deferred tax assets (Note 25)	1,058,383	2	804,793	1
Other non-current assets (Note 31)	<u>195,464</u>	<u>-</u>	<u>467,531</u>	<u>1</u>
Total non-current assets	<u>39,961,345</u>	<u>61</u>	<u>37,746,625</u>	<u>66</u>
TOTAL	<u>\$ 65,126,060</u>	<u>100</u>	<u>\$ 57,009,999</u>	<u>100</u>
LIABILITIES AND EQUITY				
CURRENT LIABILITIES (Note 4)				
Short-term borrowings (Notes 19 and 32)	\$ 4,352,270	7	\$ 3,766,997	7
Short-term bills payable (Note 19)	654,532	1	4,644,546	8
Financial liabilities at fair value through profit or loss (Note 7)	52,405	-	221,939	-
Contract liabilities (Note 23)	437,442	1	3,259,113	6
Notes and accounts payable (Note 31)	1,992,054	3	3,123,992	6
Other payables (Notes 20 and 28)	3,334,773	5	1,845,998	3
Current tax liabilities (Note 25)	2,005,876	3	763,772	1
Long-term borrowings-Current portion (Note 19)	150,000	-	-	-
Other current liabilities (Notes 13, 17 and 31)	<u>428,789</u>	<u>1</u>	<u>213,218</u>	<u>-</u>
Total current liabilities	<u>13,408,141</u>	<u>21</u>	<u>17,839,575</u>	<u>31</u>
NON-CURRENT LIABILITIES (Note 4)				
Long-term borrowings (Note 19)	5,601,228	9	847,340	1
Deferred tax liabilities (Note 25)	696,631	1	295,512	1
Lease liabilities (Notes 17 and 31)	994,736	1	1,632,196	3
Deferred revenue (Note 13)	44,617	-	588,642	1
Net defined benefit liabilities (Note 21)	106,981	-	104,357	-
Other non-current liabilities (Note 31)	<u>10,522</u>	<u>-</u>	<u>4,492</u>	<u>-</u>
Total non-current liabilities	<u>7,454,715</u>	<u>11</u>	<u>3,472,539</u>	<u>6</u>
Total liabilities	<u>20,862,856</u>	<u>32</u>	<u>21,312,114</u>	<u>37</u>
EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY (Notes 22 and 26)				
Share capital	11,404,047	18	11,404,047	20
Capital surplus	10,748,007	16	10,407,670	18
Retained earnings	17,822,789	27	11,000,202	20
Other equity	<u>3,712,145</u>	<u>6</u>	<u>2,355,247</u>	<u>4</u>
Total equity attributable to owners of the Company	<u>43,686,988</u>	<u>67</u>	<u>35,167,166</u>	<u>62</u>
NON-CONTROLLING INTERESTS (Note 22)	<u>576,216</u>	<u>1</u>	<u>530,719</u>	<u>1</u>
Total equity	<u>44,263,204</u>	<u>68</u>	<u>35,697,885</u>	<u>63</u>
TOTAL	<u>\$ 65,126,060</u>	<u>100</u>	<u>\$ 57,009,999</u>	<u>100</u>

The accompanying notes are an integral part of the consolidated financial statements.

E INK HOLDINGS INC. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME FOR THE YEARS ENDED DECEMBER 31, 2022 AND 2021

(In Thousands of New Taiwan Dollars, Except Earnings Per Share)

	2022		2021	
	Amount	%	Amount	%
OPERATING REVENUE (Notes 4, 23 and 31)	\$ 30,060,509	100	\$ 19,650,564	100
OPERATING COSTS (Notes 12, 24 and 31)	<u>13,830,537</u>	<u>46</u>	<u>11,062,744</u>	<u>56</u>
GROSS PROFIT	<u>16,229,972</u>	<u>54</u>	<u>8,587,820</u>	<u>44</u>
OPERATING EXPENSES (Notes 24 and 31)				
Selling and marketing expenses	938,261	3	687,046	3
General and administrative expenses	2,631,971	9	2,228,188	11
Research and development expenses	<u>3,460,465</u>	<u>11</u>	<u>2,649,340</u>	<u>14</u>
Total operating expenses	<u>7,030,697</u>	<u>23</u>	<u>5,564,574</u>	<u>28</u>
INCOME FROM OPERATIONS	<u>9,199,275</u>	<u>31</u>	<u>3,023,246</u>	<u>16</u>
NON-OPERATING INCOME AND EXPENSES				
Interest income (Note 24)	435,409	1	202,607	1
Royalty income (Notes 4 and 23)	1,339,362	4	1,748,077	9
Dividend income	664,612	2	503,514	3
Other income (Notes 13, 24 and 31)	711,417	2	484,522	2
Interest expenses (Notes 16 and 31)	(163,176)	-	(92,815)	-
Net gain on disposal of property, plant and equipment	22,730	-	52,950	-
Net gain on disposal of investment (Note 15)	-	-	654,252	3
Net gain on foreign currency exchange (Note 35)	396,748	1	298,144	2
Net loss on fair value change of financial assets and liabilities at fair value through profit or loss	(424,642)	(1)	(189,979)	(1)
Share of loss of associates (Note 15)	(78,139)	-	(101,218)	(1)
Other expenses (Note 16)	<u>(19,070)</u>	<u>-</u>	<u>(34,389)</u>	<u>-</u>
Total non-operating income and expenses	<u>2,885,251</u>	<u>9</u>	<u>3,525,665</u>	<u>18</u>
INCOME BEFORE INCOME TAX	12,084,526	40	6,548,911	34
INCOME TAX EXPENSE (Notes 4 and 25)	<u>(2,145,181)</u>	<u>(7)</u>	<u>(1,336,863)</u>	<u>(7)</u>
NET INCOME FOR THE YEAR	<u>9,939,345</u>	<u>33</u>	<u>5,212,048</u>	<u>27</u>

(Continued)

E INK HOLDINGS INC. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME FOR THE YEARS ENDED DECEMBER 31, 2022 AND 2021

(In Thousands of New Taiwan Dollars, Except Earnings Per Share)

	2022		2021	
	Amount	%	Amount	%
OTHER COMPREHENSIVE INCOME (LOSS)				
(Note 4)				
Items that will not be reclassified				
subsequently to profit or loss:				
Remeasurement of defined benefit plans				
(Note 21)	\$ (6,298)	-	\$ (7,848)	-
Unrealized gain (loss) on investments in				
equity instruments at fair value through				
other comprehensive income	879,219	3	3,934,750	20
Income tax relating to items that will not				
be reclassified subsequently to profit or				
loss				
(Note 25)	<u>(457,645)</u>	<u>(1)</u>	<u>(200,925)</u>	<u>(1)</u>
	<u>415,276</u>	<u>2</u>	<u>3,725,977</u>	<u>19</u>
Items that may be reclassified subsequently				
to profit or loss:				
Exchange differences on translating the				
financial statements of foreign				
operations	1,624,946	5	(1,386,491)	(7)
Unrealized gain (loss) on investments in				
debt instruments at fair value through				
other comprehensive income	(144,278)	-	(34,246)	-
Share of other comprehensive income				
(loss) of associates and joint ventures				
accounted for using the equity method	6,644	-	(14,126)	-
Income tax related to items that may be				
reclassified subsequently to profit or				
loss				
(Note 25)	<u>30,504</u>	<u>-</u>	<u>7,753</u>	<u>-</u>
	<u>1,517,816</u>	<u>5</u>	<u>(1,427,110)</u>	<u>(7)</u>
Other comprehensive income for the				
period, net of income tax	<u>1,933,092</u>	<u>7</u>	<u>2,298,867</u>	<u>12</u>
TOTAL COMPREHENSIVE INCOME FOR				
THE YEAR	<u>\$ 11,872,437</u>	<u>40</u>	<u>\$ 7,510,915</u>	<u>38</u>
NET INCOME ATTRIBUTABLE TO:				
Owners of the Company	\$ 9,911,750	33	\$ 5,150,045	26
Non-controlling interests	<u>27,595</u>	<u>-</u>	<u>62,003</u>	<u>1</u>
	<u>\$ 9,939,345</u>	<u>33</u>	<u>\$ 5,212,048</u>	<u>27</u>

(Continued)

E INK HOLDINGS INC. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME FOR THE YEARS ENDED DECEMBER 31, 2022 AND 2021

(In Thousands of New Taiwan Dollars, Except Earnings Per Share)

	<u>2022</u>		<u>2021</u>	
	<u>Amount</u>	<u>%</u>	<u>Amount</u>	<u>%</u>
TOTAL COMPREHENSIVE INCOME				
ATTRIBUTABLE TO:				
Owners of the Company	\$ 11,827,002	40	\$ 7,516,616	38
Non-controlling interests	<u>45,435</u>	<u>-</u>	<u>(5,701)</u>	<u>-</u>
	<u>\$ 11,872,437</u>	<u>40</u>	<u>\$ 7,510,915</u>	<u>38</u>
EARNINGS PER SHARE (Note 26)				
Basic	<u>\$ 8.69</u>		<u>\$ 4.53</u>	
Diluted	<u>\$ 8.60</u>		<u>\$ 4.52</u>	

The accompanying notes are an integral part of the consolidated financial statements.

(Concluded)

E INK HOLDINGS INC. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE YEARS ENDED DECEMBER 31, 2022 AND 2021 (In Thousands of New Taiwan Dollars)

	Equity Attributable to Owners of the Company												
								Other Equity					
								Exchange Differences on Translating the Financial Statements of Foreign Operations	Unrealized Gain (Loss) on Financial Assets at FVTOCI	Treasury Shares	Total	Non-controlling Interests	Total Equity
	Share Capital		Capital Surplus	Retained Earnings									
	Shares (In Thousands)	Amount			Legal Reserve	Special Reserve	Unappropriated Earnings	Total					
BALANCE AT JANUARY 1, 2021	1,140,468	\$ 11,404,677	\$ 10,310,536	\$ 2,081,731	\$ 100,559	\$ 6,578,580	\$ 8,760,870	\$ (1,022,902)	\$ 1,165,461	\$ (110,032)	\$ 30,508,610	\$ 536,163	\$ 31,044,773
Appropriation of 2020 earnings													
Legal reserve	-	-	-	360,122	-	(360,122)	-	-	-	-	-	-	-
Reversal of special reserve	-	-	-	-	(29,881)	29,881	-	-	-	-	-	-	-
Cash dividends	-	-	-	-	-	(3,062,779)	(3,062,779)	-	-	-	(3,062,779)	-	(3,062,779)
Changes in capital surplus from investments in associates and joint ventures accounted for using the equity method	-	-	4,750	-	-	(1,817)	(1,817)	-	-	-	2,933	240	3,173
Other changes in capital surplus	-	-	34	-	-	-	-	-	-	-	34	-	34
Net income for the year ended December 31, 2021	-	-	-	-	-	5,150,045	5,150,045	-	-	-	5,150,045	62,003	5,212,048
Other comprehensive income (loss) for the year ended December 31, 2021, net of income tax	-	-	-	-	-	(5,980)	(5,980)	(1,337,425)	3,709,976	-	2,366,571	(67,704)	2,298,867
Total comprehensive income (loss) for the year ended December 31, 2021	-	-	-	-	-	5,144,065	5,144,065	(1,337,425)	3,709,976	-	7,516,616	(5,701)	7,510,915
Cancellation of treasury shares	(63)	(630)	(505)	-	-	-	-	-	-	1,135	-	-	-
Share-based payments	-	-	93,201	-	-	-	-	-	-	-	93,201	17	93,218
Disposal of investments in equity instruments designated as at FVTOCI	-	-	-	-	-	159,863	159,863	-	(159,863)	-	-	-	-
Treasury shares transferred to employees	-	-	(346)	-	-	-	-	-	-	108,897	108,551	-	108,551
BALANCE AT DECEMBER 31, 2021	1,140,405	11,404,047	10,407,670	2,441,853	70,678	8,487,671	11,000,202	(2,360,327)	4,715,574	-	35,167,166	530,719	35,697,885
Appropriation of 2021 earnings													
Legal reserve	-	-	-	530,211	-	(530,211)	-	-	-	-	-	-	-
Cash dividends	-	-	-	-	-	(3,649,295)	(3,649,295)	-	-	-	(3,649,295)	-	(3,649,295)
Changes in equity of associates accounted for using the equity method	-	-	239,600	-	-	-	-	2,399	-	-	241,999	-	241,999
Other changes in capital surplus	-	-	7	-	-	-	-	-	-	-	7	-	7
Net income for the year ended December 31, 2022	-	-	-	-	-	9,911,750	9,911,750	-	-	-	9,911,750	27,595	9,939,345
Other comprehensive income (loss) for the year ended December 31, 2022, net of income tax	-	-	-	-	-	(4,842)	(4,842)	1,606,067	314,027	-	1,915,252	17,840	1,933,092
Total comprehensive income (loss) for the year ended December 31, 2022	-	-	-	-	-	9,906,908	9,906,908	1,606,067	314,027	-	11,827,002	45,435	11,872,437
Difference between consideration received and the carrying amount subsidiaries' net assets during actual disposals	-	-	-	-	-	-	-	(621)	-	-	(621)	-	(621)
Share-based payments	-	-	100,730	-	-	-	-	-	-	-	100,730	62	100,792
Disposal of investments in equity instruments designated as at FVTOCI	-	-	-	-	-	564,974	564,974	-	(564,974)	-	-	-	-
BALANCE AT DECEMBER 31, 2022	1,140,405	\$ 11,404,047	\$ 10,748,007	\$ 2,972,064	\$ 70,678	\$ 14,780,047	\$ 17,822,789	\$ (752,482)	\$ 4,464,627	\$ -	\$ 43,686,988	\$ 576,216	\$ 44,263,204

The accompanying notes are an integral part of the consolidated financial statements.

E INK HOLDINGS INC. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE YEARS ENDED DECEMBER 31, 2022 AND 2021 (In Thousands of New Taiwan Dollars)

	2022	2021
CASH FLOWS FROM OPERATING ACTIVITIES		
Income before income tax	\$ 12,084,526	\$ 6,548,911
Adjustments for		
Depreciation expenses	812,775	585,664
Amortization expenses	203,385	478,325
Expected credit loss recognized on accounts receivable	2,516	9,769
Net loss on fair value changes of financial assets and liabilities at fair value through profit or loss	424,642	189,979
Interest expenses	163,176	92,815
Interest income	(435,409)	(202,607)
Dividend income	(664,612)	(503,514)
Compensation costs of share-based payments	100,792	93,218
Share of loss of associates and joint ventures accounted for using the equity method	78,139	101,218
Net gain on disposal of property, plant and equipment	(22,730)	(52,950)
Net loss on disposal of intangible assets	96	-
Net gain (loss) on disposal of investments	996	(654,252)
(Reversal of) impairment loss	(431)	13,863
Reversal of write-downs of inventories	(27,939)	(75,229)
Net unrealized loss (gain) on foreign currency exchange	28,757	(38,622)
Gain recognized in bargain purchase transaction	(25,131)	-
Gain on lease modification	(3,901)	(2)
Other revenue	(568,806)	(363,579)
Changes in operating assets and liabilities		
Financial assets mandatorily classified as at fair value through profit or loss	-	226,029
Contract assets	11,332	12,402
Accounts receivable	(1,443,434)	(1,890,337)
Other receivables	7,489	37,171
Inventories	(60,384)	(2,130,190)
Prepayments	(212,098)	(159,792)
Other current assets	(3,073)	8,881
Financial liabilities held for trading	(562,018)	(188,947)
Contract liabilities	(2,903,613)	1,483,414
Notes and accounts payable	(1,186,870)	1,559,252
Other payables	1,170,516	483,059
Other current liabilities	218,137	(55,290)
Net defined benefit liabilities	(4,479)	(2,264)
Cash generated from operations	7,182,346	5,606,395
Income tax paid	(1,151,344)	(915,958)
Net cash generated from operating activities	6,031,002	4,690,437

(Continued)

E INK HOLDINGS INC. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE YEARS ENDED DECEMBER 31, 2022 AND 2021 (In Thousands of New Taiwan Dollars)

	2022	2021
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of financial assets at fair value through other comprehensive income	\$ (1,084,697)	\$ (6,718,810)
Proceeds from disposal of financial assets at fair value through other comprehensive income	2,061,867	408,040
Acquisition of financial assets at amortized cost	(14,110,751)	(8,058,949)
Proceeds from disposal of financial assets at amortized cost	11,802,642	7,665,046
Acquisition of financial assets at fair value through profit or loss	(1,342,462)	(3,480,122)
Proceeds from disposal of financial assets at fair value through profit or loss	1,252,336	3,367,552
Acquisition of associates	(199,770)	(55,470)
Acquisition of property, plant and equipment	(3,101,381)	(1,831,758)
Proceeds from disposal of property, plant and equipment	80,001	63,032
Acquisition of other intangible assets	(35,288)	(41,447)
Decrease in other non-current assets	4,855	37,019
Interest received	337,878	124,697
Dividends received	664,612	503,514
Net cash used in investing activities	<u>(3,670,158)</u>	<u>(8,017,656)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Increase (decrease) in short-term borrowings	424,412	(1,592,376)
Increase (decrease) in short-term bills payable	(3,990,014)	3,838,934
Increase in long-term borrowings	4,903,888	784,340
Repayment of the principal portion of lease liabilities	(86,894)	(69,586)
Increase (decrease) in other non-current liabilities	5,290	(3,324)
Cash dividends	(3,649,295)	(3,062,779)
Proceeds from treasury shares transferred to employees	-	108,551
Interest paid	(145,086)	(98,034)
Regain overdue dividends	7	34
Net cash used in financing activities	<u>(2,537,692)</u>	<u>(94,240)</u>
EFFECTS OF EXCHANGE RATE CHANGES ON THE BALANCE OF CASH AND CASH EQUIVALENTS HELD IN FOREIGN CURRENCIES	260,679	(781,453)
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	83,831	(4,202,912)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR	<u>8,751,235</u>	<u>12,954,147</u>
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	<u>\$ 8,835,066</u>	<u>\$ 8,751,235</u>

The accompanying notes are an integral part of the consolidated financial statements.

(Concluded)

INDEPENDENT AUDITORS' REPORT

The Board of Directors and Shareholders
E Ink Holdings Inc.

Opinion

We have audited the accompanying financial statements of E Ink Holdings Inc. (the "Company"), which comprise the balance sheets as of December 31, 2022 and 2021, and the statements of comprehensive income, changes in equity and cash flows for the years then ended, and the notes to the financial statements, including a summary of significant accounting policies (collectively referred to as the "financial statements").

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Company as of December 31, 2022 and 2021, and its financial performance and its cash flows for the years then ended in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers.

Basis for Opinion

We conducted our audits in accordance with the Regulations Governing Auditing and Attestation of Financial Statements by Certified Public Accountants and the Standards on Auditing of the Republic of China. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with The Norm of Professional Ethics for Certified Public Accountant of the Republic of China, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matter

A key audit matter is a matter that, in our professional judgment, was of most significance in our audit of the financial statements for the year ended December 31, 2022. This matter was addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on this matter.

The key audit matter for the Company's financial statements for the year ended December 31, 2022 is stated as follows:

**Authenticity of Sales Revenue - Recognition of Sales Revenue from
Internet of Things Applications Products**

The Company mainly sells e-paper products such as Internet of Things applications and consumer electronics. The Company's sales revenue has increased considerably this year, mostly because of the increase in sales revenue from Internet of Things applications products, which consequently increased the risk associated with the occurrence of sales revenue transactions from Internet of Things applications products. Therefore, the authenticity of sales revenue was identified as a key audit matter.

Our key audit procedures performed in respect of the above area included the following:

1. We understood and tested the design and operating effectiveness of relevant internal controls over the occurrence of sales revenue from Internet of Things applications products.
2. We sampled the sales details of Internet of Things applications products, inspected receipts signed by the customers or export declaration of overseas sales, and confirmed the receipt of payments.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance, including members of the audit committee, are responsible for overseeing the Company's financial reporting process.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial

statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Standards on Auditing of the Republic of China will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with the Standards on Auditing of the Republic of China, we exercise professional judgment and professional skepticism throughout the audit. We also:

1. Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations or override of internal control.
2. Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
3. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
4. Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Company to cease to continue as a going concern.
5. Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
6. Obtain sufficient and appropriate audit evidence regarding the financial information of the entities or business activities within the Company to express an opinion on the financial statements. We are responsible for the direction, supervision and performance of the audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during

our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine a matter that was of most significance in the audit of the financial statements for the year ended December 31, 2022, and is therefore the key audit matter. We describe this matter in our auditors' report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication. The engagement partners on the audits resulting in this independent auditors' report are Hui-Min Huang and Ya-Ling Wong.

Deloitte & Touche
Taipei, Taiwan
Republic of China

February 23, 2023

Notice to Readers

The accompanying financial statements are intended only to present the financial position, financial performance and cash flows in accordance with accounting principles and practices generally accepted in the Republic of China and not those of any other jurisdictions. The standards, procedures and practices to audit such financial statements are those generally applied in the Republic of China.

For the convenience of readers, the independent auditors' report and the accompanying financial statements have been translated into English from the original Chinese version prepared and used in the Republic of China. If there is any conflict between the English version and the original Chinese version or any difference in the interpretation of the two versions, the Chinese-language independent auditors' report and financial statements shall prevail.

E INK HOLDINGS INC.

BALANCE SHEETS

DECEMBER 31, 2022 AND 2021

(In Thousands of New Taiwan Dollars)

ASSETS	2022		2021	
	Amount	%	Amount	%
CURRENT ASSETS (Note 4)				
Cash and cash equivalents (Note 6)	\$ 1,665,566	3	\$ 2,420,512	4
Financial assets measured at amortized cost (Notes 9 and 27)	480,041	1	34,665	-
Accounts receivable (Notes 10 and 18)	3,104,845	5	1,799,879	3
Accounts receivable from related parties (Notes 10, 18 and 26)	3,313,437	5	5,940,295	11
Inventories (Note 11)	3,540,804	6	3,331,601	6
Prepayments	164,758	-	90,574	-
Other current assets (Notes 7 and 26)	86,537	-	20,953	-
Total current assets	12,355,988	20	13,638,479	24
NON-CURRENT ASSETS (Note 4)				
Financial assets at fair value through other comprehensive income (Notes 8 and 26)	3,564,049	6	4,769,739	8
Investments accounted for using the equity method (Notes 12 and 26)	41,690,952	66	34,983,733	61
Property, plant and equipment (Notes 13, 19, 23 and 26)	3,583,886	6	2,235,982	4
Right-of-use assets (Notes 14, 19 and 26)	883,386	1	797,765	2
Other intangible assets (Note 19)	179,410	-	206,420	-
Deferred tax assets (Note 20)	677,658	1	396,160	1
Other non-current assets	12,836	-	6,584	-
Total non-current assets	50,592,177	80	43,396,383	76
TOTAL	\$ 62,948,165	100	\$ 57,034,862	100
LIABILITIES AND EQUITY				
CURRENT LIABILITIES (Note 4)				
Short-term borrowings (Note 15)	\$ 1,800,000	3	\$ 2,210,200	4
Short-term bills payable (Note 15)	349,835	1	4,299,598	7
Contract liabilities (Note 18)	189,850	-	2,620,296	5
Notes and accounts payable	1,291,869	2	2,512,656	4
Accounts payable to related parties (Note 26)	5,078,557	8	6,790,439	12
Other payables (Notes 23 and 26)	1,574,768	2	942,540	2
Current tax liabilities (Note 20)	1,436,470	2	243,657	-
Current portion of long-term borrowings (Note 15)	150,000	-	-	-
Receipts in advance (Note 26)	1,018,818	2	387,339	1
Other current liabilities (Notes 14 and 26)	321,241	1	92,041	-
Total current liabilities	13,211,408	21	20,098,766	35
NON-CURRENT LIABILITIES (Note 4)				
Long-term borrowings (Note 15)	5,001,228	8	847,340	2
Lease liabilities (Note 14)	871,393	2	787,622	1
Net defined benefit liabilities (Note 16)	90,154	-	90,036	-
Other non-current liabilities (Notes 12, 20 and 26)	86,994	-	43,932	-
Total non-current liabilities	6,049,769	10	1,768,930	3
Total liabilities	19,261,177	31	21,867,696	38
EQUITY (Notes 17 and 22)				
Share capital	11,404,047	18	11,404,047	20
Capital surplus	10,748,007	17	10,407,670	18
Retained earnings	17,822,789	28	11,000,202	20
Other equity	3,712,145	6	2,355,247	4
Total equity	43,686,988	69	35,167,166	62
TOTAL	\$ 62,948,165	100	\$ 57,034,862	100

The accompanying notes are an integral part of the financial statements.

E INK HOLDINGS INC.

STATEMENTS OF COMPREHENSIVE INCOME FOR THE YEARS ENDED DECEMBER 31, 2022 AND 2021 (In Thousands of New Taiwan Dollars, Except Earnings Per Share)

	2022		2021	
	Amount	%	Amount	%
OPERATING REVENUE (Notes 4, 18 and 26)	\$ 23,302,339	100	\$ 18,068,580	100
OPERATING COSTS (Notes 11, 19 and 26)	<u>14,643,703</u>	<u>63</u>	<u>15,133,500</u>	<u>84</u>
GROSS PROFIT	<u>8,658,636</u>	<u>37</u>	<u>2,935,080</u>	<u>16</u>
OPERATING EXPENSES (Notes 19 and 26)				
Selling and marketing expenses	464,410	2	355,839	2
General and administrative expenses	1,055,458	5	756,032	4
Research and development expenses	<u>1,222,423</u>	<u>5</u>	<u>1,095,144</u>	<u>6</u>
Total operating expenses	<u>2,742,291</u>	<u>12</u>	<u>2,207,015</u>	<u>12</u>
INCOME FROM OPERATIONS	<u>5,916,345</u>	<u>25</u>	<u>728,065</u>	<u>4</u>
NON-OPERATING INCOME AND EXPENSES				
Interest income (Note 19)	28,904	-	1,303	-
Royalty income (Notes 4 and 18)	230,546	1	239,356	2
Dividend income	199,043	1	193,790	1
Other income (Note 26)	109,940	-	50,320	-
Net gain (loss) on disposal of property, plant and equipment	(2,797)	-	3,081	-
Net gain (loss) on foreign currency exchange (Note 30)	220,592	1	(35,416)	-
Share of profit of subsidiaries and associates accounted for using the equity method	4,377,363	19	4,190,633	23
Interest expenses (Note 13)	(99,685)	-	(61,290)	-
Other expenses (Note 26)	<u>(909)</u>	<u>-</u>	<u>(10,854)</u>	<u>-</u>
Total non-operating income and expenses	<u>5,062,997</u>	<u>22</u>	<u>4,570,923</u>	<u>26</u>
INCOME BEFORE INCOME TAX	10,979,342	47	5,298,988	30
INCOME TAX EXPENSE (Notes 4 and 20)	<u>(1,067,592)</u>	<u>(4)</u>	<u>(148,943)</u>	<u>(1)</u>
NET INCOME FOR THE YEAR	<u>9,911,750</u>	<u>43</u>	<u>5,150,045</u>	<u>29</u>

(Continued)

E INK HOLDINGS INC.

STATEMENTS OF COMPREHENSIVE INCOME FOR THE YEARS ENDED DECEMBER 31, 2022 AND 2021 (In Thousands of New Taiwan Dollars, Except Earnings Per Share)

	2022		2021	
	Amount	%	Amount	%
OTHER COMPREHENSIVE INCOME (LOSS)				
(Note 4)				
Items that will not be reclassified subsequently to profit or loss:				
Remeasurement of defined benefit plans (Note 16)	\$ (7,632)	-	\$ (9,878)	-
Unrealized gain (loss) on investments in equity instruments at fair value through other comprehensive income	(424,056)	(2)	1,257,409	7
Share of other comprehensive income of subsidiaries and associates accounted for using the equity method	1,199,409	5	2,658,550	14
Income tax relating to items that will not be reclassified subsequently to profit or loss (Note 20)	<u>(458,536)</u>	<u>(2)</u>	<u>(202,085)</u>	<u>(1)</u>
	<u>309,185</u>	<u>1</u>	<u>3,703,996</u>	<u>20</u>
Items that may be reclassified subsequently to profit or loss:				
Share of other comprehensive income (loss) of subsidiaries and associates accounted for using the equity method	<u>1,606,067</u>	<u>7</u>	<u>(1,337,425)</u>	<u>(7)</u>
Other comprehensive income for the year, net of income tax	<u>1,915,252</u>	<u>8</u>	<u>2,366,571</u>	<u>13</u>
TOTAL COMPREHENSIVE INCOME FOR THE YEAR	<u>\$ 11,827,002</u>	<u>51</u>	<u>\$ 7,516,616</u>	<u>42</u>
EARNINGS PER SHARE (Note 21)				
Basic	<u>\$ 8.69</u>		<u>\$ 4.53</u>	
Diluted	<u>\$ 8.60</u>		<u>\$ 4.52</u>	

The accompanying notes are an integral part of the financial statements.

(Concluded)

E INK HOLDINGS INC.

STATEMENTS OF CHANGES IN EQUITY FOR THE YEARS ENDED DECEMBER 31, 2022 AND 2021 (In Thousands of New Taiwan Dollars)

	Share Capital		Retained Earnings					Other Equity			
	Shares (In Thousands)	Amount	Capital Surplus	Legal Reserve	Special Reserve	Unappropriated Earnings	Total	Exchange Differences on Translating the Financial Statements of Foreign Operations	Unrealized Gain (Loss) on Financial Assets at FVTOCI	Treasury Shares	Total
BALANCE AT JANUARY 1, 2021	1,140,468	\$ 11,404,677	\$ 10,310,536	\$ 2,081,731	\$ 100,559	\$ 6,578,580	\$ 8,760,870	\$ (1,022,902)	\$ 1,165,461	\$ (110,032)	\$ 30,508,610
Appropriation of 2020 earnings											
Legal reserve	-	-	-	360,122	-	(360,122)	-	-	-	-	-
Special reserve	-	-	-	-	(29,881)	29,881	-	-	-	-	-
Cash dividends	-	-	-	-	-	(3,062,779)	(3,062,779)	-	-	-	(3,062,779)
Changes in capital surplus from investments in associates and joint ventures accounted for using the equity method	-	-	4,750	-	-	(1,817)	(1,817)	-	-	-	2,933
Other changes in capital surplus	-	-	34	-	-	-	-	-	-	-	34
Net income for the year ended December 31, 2021	-	-	-	-	-	5,150,045	5,150,045	-	-	-	5,150,045
Other comprehensive (loss) income for the year ended December 31, 2021, net of income tax	-	-	-	-	-	(5,980)	(5,980)	(1,337,425)	3,709,976	-	2,366,571
Total comprehensive income (loss) for the year ended December 31, 2021	-	-	-	-	-	5,144,065	5,144,065	(1,337,425)	3,709,976	-	7,516,616
Cancellation of treasury shares	(63)	(630)	(505)	-	-	-	-	-	-	1,135	-
Share-based payments	-	-	93,201	-	-	-	-	-	-	-	93,201
Disposal of investments in equity instruments designated as at FVTOCI	-	-	-	-	-	159,863	159,863	-	(159,863)	-	-
Treasury shares transferred to employees	-	-	(346)	-	-	-	-	-	-	108,897	108,551
BALANCE AT DECEMBER 31, 2021	1,140,405	11,404,047	10,407,670	2,441,853	70,678	8,487,671	11,000,202	(2,360,327)	4,715,574	-	35,167,166
Appropriation of 2021 earnings											
Legal reserve	-	-	-	530,211	-	(530,211)	-	-	-	-	-
Cash dividends	-	-	-	-	-	(3,649,295)	(3,649,295)	-	-	-	(3,649,295)
Changes in capital surplus from investments in associates for using the equity method	-	-	239,600	-	-	-	-	2,399	-	-	241,999
Other changes in capital surplus	-	-	7	-	-	-	-	-	-	-	7
Net income for the year ended December 31, 2022	-	-	-	-	-	9,911,750	9,911,750	-	-	-	9,911,750
Other comprehensive income (loss) for the year ended December 31, 2022, net of income tax	-	-	-	-	-	(4,842)	(4,842)	1,606,067	314,027	-	1,915,252
Total comprehensive income (loss) for the year ended December 31, 2022	-	-	-	-	-	9,906,908	9,906,908	1,606,067	314,027	-	11,827,002
Difference between consideration and carrying amount resulting from disposal of subsidiaries	-	-	-	-	-	-	-	(621)	-	-	(621)
Share-based payments	-	-	100,730	-	-	-	-	-	-	-	100,730
Disposal of investments in equity instruments designated as at FVTOCI	-	-	-	-	-	564,974	564,974	-	(564,974)	-	-
BALANCE AT DECEMBER 31, 2022	<u>1,140,405</u>	<u>\$ 11,404,047</u>	<u>\$ 10,748,007</u>	<u>\$ 2,972,064</u>	<u>\$ 70,678</u>	<u>\$ 14,780,047</u>	<u>\$ 17,822,789</u>	<u>\$ (752,482)</u>	<u>\$ 4,464,627</u>	<u>\$ -</u>	<u>\$ 43,686,988</u>

The accompanying notes are an integral part of the financial statements.

E INK HOLDINGS INC.

STATEMENTS OF CASH FLOWS

FOR THE YEARS ENDED DECEMBER 31, 2022 AND 2021

(In Thousands of New Taiwan Dollars)

	2022	2021
CASH FLOWS FROM OPERATING ACTIVITIES		
Income before income tax	\$ 10,979,342	\$ 5,298,988
Adjustments for		
Depreciation expenses	380,592	255,378
Amortization expenses	53,897	51,387
Expected credit loss recognized on accounts receivable	-	9,769
Net loss on fair value changes of financial assets and liabilities at fair value through profit or loss	754	1,068
Interest expenses	99,685	61,290
Interest income	(28,904)	(1,303)
Dividend income	(199,043)	(193,790)
Compensation costs of share-based payments	66,061	26,961
Share of profit of subsidiaries and associates accounted for using the equity method	(4,377,363)	(4,190,633)
Net loss (gain) on disposal of property, plant and equipment	2,797	(3,081)
Net loss on disposal of intangible assets	96	-
Net loss (gain) on disposal of investments	59	(547)
Reversal of (write-downs) inventories	(137,101)	8,975
Net unrealized loss (gain) on foreign currency exchange	154,540	(44,811)
Gain recognized in bargain purchase transaction	(18,712)	-
Gain on lease modifications	(3,901)	(2)
Royalty income	(230,546)	(239,356)
Changes in operating assets and liabilities		
Financial assets mandatorily classified as at fair value through profit or loss	-	16,349
Accounts receivable	(1,330,669)	(1,152,985)
Accounts receivable from related parties	2,577,161	(2,255,634)
Inventories	(72,102)	(1,652,832)
Prepayments	(123,838)	(15,561)
Other current assets	(54,373)	6,528
Financial liability held for trading	(1,012)	(14,076)
Contract liabilities	(2,199,900)	2,520,034
Notes and accounts payable	(1,213,046)	1,240,845
Accounts payable to related parties	(1,758,795)	4,023,575
Other payables	642,881	220,604
Receipts in advance	631,479	189,077
Other current liabilities	251,250	(21,629)
Net defined benefit liabilities	(7,514)	(5,156)
Cash generated from operations	4,083,775	4,139,432
Income tax paid	(148,626)	(227,401)
Net cash generated from operating activities	3,935,149	3,912,031

(Continued)

E INK HOLDINGS INC.

STATEMENTS OF CASH FLOWS

FOR THE YEARS ENDED DECEMBER 31, 2022 AND 2021

(In Thousands of New Taiwan Dollars)

	2022	2021
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of financial assets at fair value through other comprehensive income	\$ (323,848)	\$ (1,884,252)
Proceeds from disposal of financial assets at fair value through other comprehensive income	1,105,482	20,354
Acquisition of financial assets at amortized cost	(494,371)	(34,665)
Proceeds from disposal of financial assets at amortized cost	34,665	34,585
Acquisition of financial assets at fair value through profit or loss	(6,725)	(10,497)
Proceeds from sale of financial assets at fair value through profit or loss	-	13,897
Acquisition of long-term equity investment using the equity method	(148,743)	-
Acquisition of subsidiaries	(1,002,512)	-
Acquisition of property, plant and equipment	(1,727,400)	(1,112,370)
Proceeds from disposal of property, plant and equipment	-	3,124
Decrease (increase) in refundable deposits	(5,111)	46,450
Increase in other receivables from related parties	-	(8,993)
Acquisition of other intangible assets	(13,354)	(14,638)
Interest received	26,585	1,281
Dividends received	<u>1,696,859</u>	<u>979,942</u>
Net cash used in investing activities	<u>(858,473)</u>	<u>(1,965,782)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Decrease in short-term borrowings	(412,550)	(1,635,350)
Increase (decrease) in short-term bills payable	(3,949,763)	3,599,942
Increase in long-term borrowings	4,303,888	784,340
Repayment of the principal portion of lease liabilities	(28,860)	(23,443)
Increase in other non-current liabilities	634	1
Cash dividends	(3,649,295)	(3,062,779)
Proceeds from treasury shares transferred to employees	-	108,551
Interest paid	(95,683)	(61,986)
Return of overdue uncollected dividends	<u>7</u>	<u>34</u>
Net cash used in financing activities	<u>(3,831,622)</u>	<u>(290,690)</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(754,946)	1,655,559
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR	<u>2,420,512</u>	<u>764,953</u>
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	<u>\$ 1,665,566</u>	<u>\$ 2,420,512</u>

The accompanying notes are an integral part of the financial statements.

(Concluded)

Appendix 3

Audit Committee's Review Report

We express our consent on the standalone and consolidated financial statements compiled by the Board of Directors covering the year ended on December 31, 2022. These financial statements were audited by Hui-Min Huang and Ya-Ling Wong, CPAs of Deloitte Taiwan, for which they have issued an Independent Auditor's Report.

The Board of Directors also presented the 2022 Business Report and Proposal for Distribution of Income of the year for our review. In our opinion, these reports and statements were fairly presented in accordance with applicable rules of The Company Act. We hereby present the aforementioned statements and report for the shareholder meeting pursuant to Article 14-4 of the Securities and Exchange Act and Article 219 of The Company Act. Please acknowledge.

For

2023 Annual General Meeting

E Ink Holdings Inc.

Audit Committee Convener:
Po-Young Chu

Feb 23, 2023

Appendix 4

E Ink Holdings Inc.

Board of Directors Conference Rules

Passed at the meeting of the Board of Directors on November 4, 2022.

Article 1: This policy has been established in accordance with "Regulations Governing Procedure for Board of Directors Meetings of Public Companies" to enhance board of directors' governance, supervision and management over the Company.

Article 2: All issues relating to board of directors meeting, such as motions, procedures, minutes, announcements, etc., shall proceed according to this policy.

Article 3: The board of directors shall convene meetings at least once a quarter.

When convening a board meeting, the purpose shall be stated and directors shall be notified 7 days in advance. However, when there is an emergency, it can be convened at any time.

The above mentioned meeting advice can be made in electronic form if consented by the receiving party.

All items listed in Paragraph 1, Article 7 of this policy shall be advised in advance as part of the agenda, and cannot be proposed as a special motions.

Article 4: Board of directors meetings shall be held at the Company's business premise during office hours, or at any other time and place convenient for directors to attend.

Article 5: The board of directors has designated the Legal Division as the meeting organizer.

The meeting organizer is responsible for outlining board of directors meeting agenda and preparing adequate meeting information, which will be distributed along with the meeting advice.

Directors may request for supplemental information from the meeting organizer if they consider the prepared information to be inadequate. Directors may resolve to postpone certain discussions if they consider the information presented to them to be inadequate.

Article 6: The Company's regular board meetings shall cover at least the following issues:

1. Reports:
 - (1) Minutes of the previous meeting and execution of meeting resolutions.
 - (2) Reports on key financial or business information.
 - (3) Reports on internal audit issues.
 - (4) Reports on other important issues.
2. Discussions:
 - (1) Discussions carried forward from the previous meeting.
 - (2) Discussions proposed for the current meeting.
3. Special motions.

Article 7: The following issues shall be raised for discussion in board of directors meetings:

1. The Company's operating plans.
2. Annual financial report signed or sealed by Chairman, manager and chief accountant, and second-quarter financial reports audited by CPA.
3. Establishment or amendment of internal control system, and assessment of effectiveness of the internal control system according to Article 14-1 of the Securities and Exchange Act.
4. Establishment or amendment of asset acquisition and disposal procedures, derivative trading procedures, third party lending procedures, third party endorsement and guarantee

procedures, and other procedures of major financial consequences according to Article 36-1 of the Securities and Exchange Act.

5. Offering, issuance, or private placement of securities with equity characteristics.

6. The election or discharge of the chairperson.

7. Appointment and dismissal of the head of finance, accounting, or chief internal auditor.

8. Donation to related party or major donation to non-related party. However, in the occurrence of a major natural disaster, emergency aids of charitable nature can be made first and acknowledged later during the next board of directors meeting.

9. Any decisions that shall be resolved in a shareholder meeting or a board of directors meeting as required by Article 14-3 of the Securities and Exchange Act, relevant regulations or Articles of Incorporation, and any major issues prompted by the competent authority.

The term "related party" mentioned in Subparagraph 8 above shall adhere to the definitions stipulated in Regulations Governing the Preparation of Financial Reports by Securities Issuers. Major donation to non-related party shall refer to any single or cumulative donations that amount to NT\$100 million or above in a year to the same party, or amounts that accumulate to more than 1% of net revenues or 5% of paid-up capital, as shown in the latest audited financial statements.

The one-year period mentioned above shall refer to the one year dating back from the current board meeting. Amounts that have already been passed in previous board meetings may be excluded from calculation.

If the Company has independent directors in place, at least one independent director shall be personally present at each board of directors meeting. For any decisions that require resolution in a board of directors meeting, as mentioned in Article 14-3 of the Securities and Exchange Act, all independent directors shall personally attend the board meeting. Independent directors who are unable to attend personally shall appoint another independent director to attend on behalf. All objections and reservations expressed by independent directors shall be detailed in board of directors meeting minutes. If the independent director is unable to express objections or reservations in person during the board of directors meeting, the opinion shall be expressed in writing in advance and recorded in board meeting minutes unless there is justifiable reason not to do so.

Article 8: Attendance logs shall be provided during board meetings and signed by attending directors.

Directors are required to attend board meetings personally. Directors who are unable to attend personally may seek proxy attendance from other directors according to the Articles of Incorporation. Directors who participate in the meeting using video conferencing are considered to have attended personally.

In case a director appoints another director to attend a meeting of the board of directors in his/her behalf, he/she shall, in each time, issue a written proxy and state therein the scope of authority with reference to the subjects to be discussed at the meeting.

The proxy mentioned in the two preceding Paragraphs may only represent the presence of one absent director.

Article 9: The Company's board meetings shall be convened and chaired by the Chairman. However, the first meeting of a newly elected board shall be convened by the director who receives the highest number of votes at the shareholder meeting, whereas the role of meeting chairperson shall be assumed by the convener. If two or more directors are equally eligible to serve as convener, one shall be elected among themselves to serve as convener.

If the Chairman is unable to perform duties due to leave of absence or any reason, the Chairman may appoint one of the directors to act on behalf. If no one is appointed, the remaining directors will appoint one among them to perform the Chairman's duties.

Article 10: Personnel from relevant departments or subsidiaries may be called to participate in the board meeting depending on the topics discussed. Certified public accountants, lawyers, or other

professionals may also be invited to express opinions in board meetings if necessary. However, these professionals are to be dismissed during discussion and voting.

Article 11: The entire proceeding of the Company's board of directors meetings shall be recorded in both video and audio, and kept for at least 5 years. The footage can be stored in electronic form.

Should any litigation arise with respect to a specific board meeting resolution before the abovementioned expiry, the relevant recordings shall be retained as evidence indefinitely and are not subject to the above rules.

Where meetings are held by way of video conferencing, the recorded video and audio shall be treated as part of the meeting minutes and retained indefinitely.

Article 12: The chairperson may commence board meeting when the time is due with more than half of all directors present. If the meeting is due to convene but less than half of board is present, the chairman may postpone the meeting for up to two times for no more than 1 hour in total. If the number of participants remains insufficient after two postponements, the chairperson shall re-convene the meeting according to Paragraph 2, Article 3 of the conference rules.

The notion of "entire board of directors" mentioned above and in Subparagraph 2, Paragraph 2, Article 17 of the Rules shall refer to those who are currently in active duty.

Article 13: Board meetings shall proceed as scheduled in the meeting advice. However, changes can be made with the consent of more than half of all attending directors.

Except with the consent of more than half of all attending directors, the chairperson cannot dismiss the meeting while a planned motion, as mentioned in the preceding Paragraph, or a special motion is still in progress.

If the number of remaining directors falls to less than half of all attending directors while the board meeting is in progress, the chairperson shall suspend the meeting at the request of remaining directors and proceed according to the preceding Article.

Article 14: The chairperson may announce to discontinue further discussion if the topic is considered to have been sufficiently discussed to proceed with voting.

A motion is considered passed if none of the attending directors express any objection when asked by the chairperson during the voting process. This voting method shall carry the same effect as the ballot method.

The attending directors mentioned in the two paragraphs above do not include directors who are not permitted to vote under Paragraphs 1 and 2 of Article 16.

Article 15: Unless otherwise regulated in Securities and Exchange Act or The Company Act, the board's resolutions shall be passed only if more than half of total board members are present in a meeting, and with more than half of attending directors voting in favor.

The chairperson may choose to proceed with voting using any of the following methods, but if there is any objection among attendants as to the choice of voting method, the chairperson shall adopt the method that has the highest support among attendants:

1. Voting by a show of hands.
2. Vote by roll call.
3. Vote by ballot.

In cases where several amendment or alternative solutions have been proposed at the same time, the chairperson shall determine the order in which proposals are to be voted. However, if any proposal is passed, all other proposals shall be deemed rejected and no further voting is necessary.

If the voting process requires a ballot examiner and a ballot counter, the chairperson shall appoint them accordingly. The ballot examiner, however, shall be a director.

The results of resolution(s) shall be announced in the meeting immediately, and recorded in the minutes of the meeting.

Article 16: If a director, or the corporate entity a director represents, is considered a stakeholder to the discussed topic, the director shall state the stakes involved during the current meeting session and shall disassociate from all discussions and voting if the stakes are in conflict against the Company's interests. In addition, the director may not exercise voting rights on behalf of other directors.

Where the spouse, a blood relative within the second degree of kinship of a director, or any company which has a controlling or subordinate relation with a director has interests in the matters under discussion in the meeting of the preceding paragraph, such director shall be deemed to have a personal interest in the matter.

Board resolutions that involve directors who are prohibited from exercising voting rights, as mentioned in the two preceding Paragraphs, shall proceed according to Paragraph 4, Article 206 and Paragraph 2, Article 180 of The Company Act.

Article 17: Proceeding of the Company's board of directors meetings shall be compiled into detailed minutes. The meeting minutes shall record the following details:

1. The meeting session (or year), time, and venue.
2. Name of the meeting chairperson.
3. Directors' attendance, including the number and names of attendees, absentees, and those on leave of absence.
4. The names and designations of meeting participants.
5. The name of minutes taker.
6. The reported issues.
7. Discussions: The methods by which resolutions were reached and outcomes of each motion; summary of opinions expressed by directors, experts and other personnel involved; the names of directors who held conflicting interests in the discussed topic as described in Paragraph 1 of the preceding Article, descriptions of the stakes involved, reasons for directors' disassociation or participation in the discussed topic, and whether the director had disassociated from the discussion/vote; any objections or reservations expressed on record or in writing; and independent directors' written opinions raised according to Paragraph 5, Article 7.
8. Special motions: The name of the person who raised the motion; the method of resolution and outcome; summary of opinions expressed by directors, experts and other personnel; the names of directors who held conflicting interests in the discussed topic as described in Paragraph 1 of the preceding Article, descriptions of the stakes involved, reasons for directors' disassociation or participation in the discussed topic, and whether the director had disassociated from the discussion/vote; and any objections or qualified opinions expressed on record or in writing.
9. Other details as deemed relevant.

If the board resolution involves any of the following, the details of which shall be addressed in the meeting minutes and posted onto the reporting website designated by the authority within 2 days after the board resolution is made:

1. Objections or reservations expressed by independent directors on record or in writing.
2. If an Audit Committee has been assembled, any issues that are not agreed by the Audit Committee but passed by more than two-thirds of entire directors.

The attendance log constitutes part of the meeting minutes, and therefore shall be kept indefinitely.

Meeting minutes shall be signed or sealed by the chairperson and the minutes taker, and distributed to all directors within 20 days after the meeting. These documents shall also be treated as part of the Company's key files and kept properly over the Company's existence.

Preparation and distribution of meeting minutes mentioned in Paragraph 1 can be made in electronic form.

Article 18: The conference rules shall be implemented once approved by the board of directors, and will be reported in the upcoming shareholder meeting. The same applies to all subsequent revisions.

E Ink Holdings Inc.

Comparison of Changes to Board of Directors Conference Rules

Clause	After amendment	Before amendment	Description
Article 3	The board of directors shall convene meetings at least once a quarter. When convening a board meeting, the purpose shall be stated and directors shall be notified 7 days in advance. However, when there is an emergency, it can be convened at any time. The above mentioned meeting advice can be made in electronic form if consented by the receiving party. All items listed in Paragraph 1, Article 7 of this policy shall be advised in advance as part of the agenda, and cannot be proposed as a special motions.	The board of directors shall convene meetings at least once a quarter. When convening a board meeting, the purpose shall be stated and directors shall be notified 7 days in advance. However, when there is an emergency, it can be convened at any time. The above mentioned meeting advice can be made in electronic form if consented by the receiving party. <u>Except in the case of emergency or under circumstances supported by justifiable reasons</u>, all items listed in Paragraph 1, Article 7 of this policy shall be advised in advance as part of the agenda, and cannot be proposed as a special motion.	All items considered to be an important operating matter of the Company under Paragraph 1, Article 7, shall be advised in the agenda to provide directors with sufficient information and time to evaluate the proposal before making a decision.
Article 7	Article 7: The following issues shall be raised for discussion in board of directors meetings: 1. The Company's operating plans. 2. Annual financial report signed or sealed by Chairman, manager and chief accountant, and second-quarter financial reports audited by CPA. 3. Establishment or amendment of internal control system, and assessment of effectiveness of the internal control system according to Article 14-1 of the Securities and Exchange Act. 4. Establishment or amendment of asset acquisition and disposal procedures, derivative trading procedures, third party lending procedures, third party endorsement and guarantee procedures, and other procedures of major financial consequences according to Article 36-1 of the Securities and Exchange Act. 5. Offering, issuance, or private placement of securities with equity characteristics. <u>6. The election or discharge of the chairperson.</u>	Article 7: The following issues shall be raised for discussion in board of directors meetings: 1. The Company's operating plans. 2. Annual financial report signed or sealed by Chairman, manager and chief accountant, and second-quarter financial reports audited by CPA. 3. Establishment or amendment of internal control system, and assessment of effectiveness of the internal control system according to Article 14-1 of the Securities and Exchange Act. 4. Establishment or amendment of asset acquisition and disposal procedures, derivative trading procedures, third party lending procedures, third party endorsement and guarantee procedures, and other procedures of major financial consequences according to Article 36-1 of the Securities and Exchange Act. 5. Offering, issuance, or private placement of securities with equity characteristics. 6. Appointment and dismissal of the head of finance, accounting, or chief internal auditor. 7. Donation to related party or major donation to non-related	Paragraphs 1 and 2, Article 208 of the Company Act state that the election of the chairperson is a function of the Board of Directors. While the Company Act does not have explicit provisions for the discharge of the chairperson, it is more reasonable for such decisions to be made by a resolution of the originally elected Board of Directors. Subparagraph 6 was therefore added explicitly stating that the election and discharge of the chairperson should all be discussed by the Board of Directors.

Clause	After amendment	Before amendment	Description
	<u>7.</u> Appointment and dismissal of the head of finance, accounting, or chief internal auditor. <u>8.</u> Donation to related party or major donation to non-related party. However, in the occurrence of a major natural disaster, emergency aids of charitable nature can be made first and acknowledged later during the next board of directors meeting. <u>9.</u> Any decisions that shall be resolved in a shareholder meeting or a board of directors meeting as required by Article 14-3 of the Securities and Exchange Act, relevant regulations or Articles of Incorporation, and any major issues prompted by the competent authority. The term "related party" mentioned in Subparagraph <u>8</u> above shall adhere to the definitions stipulated in Regulations Governing the Preparation of Financial Reports by Securities Issuers. Major donation to non-related party shall refer to any single or cumulative donations that amount to NT\$100 million or above in a year to the same party, or amounts that accumulate to more than 1% of net revenues or 5% of paid-up capital, as shown in the latest audited financial statements. 	party. However, in the occurrence of a major natural disaster, emergency aids of charitable nature can be made first and acknowledged later during the next board of directors meeting. 8. Any decisions that shall be resolved in a shareholder meeting or a board of directors meeting as required by Article 14-3 of the Securities and Exchange Act, relevant regulations or Articles of Incorporation, and any major issues prompted by the competent authority. The term "related party" mentioned in Subparagraph <u>7</u> above shall adhere to the definitions stipulated in Regulations Governing the Preparation of Financial Reports by Securities Issuers. Major donation to non-related party shall refer to any single or cumulative donations that amount to NT\$100 million or above in a year to the same party, or amounts that accumulate to more than 1% of net revenues or 5% of paid-up capital, as shown in the latest audited financial statements. 	

Appendix 5

E Ink Holdings Inc.

2022 Earnings Distribution Table

Unit: NTD

Item	Amount		Remarks
Earnings undistributed at the period-beginning		4,308,164,966	
Net income of the current year	9,911,749,742		
Adjusted retained earnings for investment due to the use of the equity approach	173,956,531		
Remeasurement of defined benefit plan recognized in retained earnings	(6,105,582)		
Disposal of investments in equity instruments at fair value through other comprehensive income and transfer of cumulative profit to retained earnings.	392,280,851		
Sum of current net income and non-net income items added to current unappropriated earnings		10,471,881,542	
Statutory surplus reserve set aside (10%)		(1,047,188,154)	
Distributable earnings for the year		13,732,858,354	
Items of distribution			
Cash dividends and bonuses for shareholders		(5,131,821,218)	NT\$4.5 per share
Closing unappropriated earnings		8,601,037,136	

Chairman: Johnson Lee

Manager: FY Gan

Lloyd Chen

Head of Accounting: Chun-Ming Li

Appendix 6

E Ink Holdings Inc.

List of Candidates of the 12th Board of Directors and Independent Directors

The list of director and independent director candidates below is provided pursuant to Article 192-1 of the ROC Company Act:

No.	Title	Name of Candidate	Key Qualifications / Experience	Shareholding (Note)
1	Director	Aidatek Electronics, Inc. Representative : Johnson Lee	Bachelors of Economic and Electrical Engineering from Tufts University /Chairman of E Ink Holdings Inc.	240,000
2	Director	Aidatek Electronics, Inc. Representative : FY Gan	PhD from McGill University in Canada /General manager of E Ink Holdings Inc.	240,000
3	Director	Shin-Yi Enterprise Co., Ltd. Representative : Luke Chen	Master of Electrical Engineering and Master of Industrial Engineering, New Mexico State University /Executive Vice President of Operations Center of E Ink Holdings Inc.	32,842,345
4	Director	Shin-Yi Enterprise Co., Ltd. Representative: Sylvia Cheng	Bachelor of Accounting, Soochow University/ Entrepreneur Class Master of NCCU /Co-Founder, Ya & Ya Brand Coach & Consultancy	32,842,345
5	Independent Director	Po-Young Chu	PhD of Purdue University /Honorary Professor, Department of Management Science, National Chiao Tung University	-
6	Independent Director	Huey-Jen Su	PhD in Environmental Health Sciences, Harvard School of Public Health / Distinguished Professor of Industrial Hygiene Discipline and Environmental Medicine Research Institute, School of Medicine, National Cheng Kung University	-
7	Independent Director	Chang-Mou Yang	PhD in Materials Science Engineering, Cornell University, USA /Professor, Department of Materials Science and Engineering, National Tsing Hua University	-

Note: The shareholdings of each candidate is as of May 1, 2023, which is the book closure date for the Annual General Meeting.

Appendix 7

E Ink Holdings Inc.

Concurrent Positions Held by Candidates for the 12th Board of Directors and Independent Directors.

Director	Company	Position	Remark
Johnson Lee (Representative of Aidatek Electronics, Inc.)	YuanHan Materials Inc.	Director	Representative of E INK HOLDINGS INC.
	New Field e-Paper Co.,Ltd.	Director	Representative of E INK HOLDINGS INC.
	LINFINY CORPORATION	Chairman	Representative of YuanHan Materials Inc.
	Hydis Technologies Co., Ltd.	Chairman	
	E Ink Corporation	Chairman	
	Linfiny Japan Inc.	Chairman	
	E Ink Japan Inc.	Director	
	Prime View Communications Ltd.	Director	
	Dream Pacific International B.V.	Director	Representative of PVI Global B.V.
	PVI Global B.V.	Director	Representative of E INK HOLDINGS INC.
	PVI International Corp.	Director	Representative of PVI Global B.V.
	Transcend Optronics (Yangzhou) Co., Ltd.	Chairman	
	RICH OPTRONICS (YANGZHOU) CO.,LTD	Chairman	
	Transyork Technology Yangzhou Ltd.	Chairman	
	ICM COMMUNICATIONS INC.	Chairman	
	Jixin Investment Co., Ltd.	Director	
	FOONGTONE TECHNOLOGY CO., LTD.	Director	
	Integrated Solutions Technology, Inc.	Director	Representative of E INK HOLDINGS INC.
FY Gan (Representative of Aidatek Electronics, Inc.)	YuanHan Materials Inc.	Director	Representative of E INK HOLDINGS INC.
	New Field e-Paper Co.,Ltd.	Director	Representative of E INK HOLDINGS INC.
	LINFINY CORPORATION	Director	Representative of YuanHan Materials Inc.
	Hydis Technologies Co., Ltd.	Director	
	E Ink Corporation	Director	
	E Ink California, LLC.	General manager	
	Plastic Logic HK Limited	Director	Representative of Hydis Technologies Co., Ltd.
	PlayNitride Inc.	Independent Director	
Luke Chen (Representative of Shin-Yi Enterprise Co., Ltd.)	YuanHan Materials Inc.	Chairman	Representative of E INK HOLDINGS INC.
	LINFINY CORPORATION	Director	Representative of YuanHan Materials Inc.
	E Ink Corporation	Director	
	Dream Universe Limited	Director	Representative of E INK HOLDINGS INC.
	Ruby Lustre Ltd.	Director	Representative of PVI Global Corp.
	Transcend Optronics (Yangzhou) Co., Ltd.	Director	
	RICH OPTRONICS (YANGZHOU) CO.,LTD	Director	
	Transyork Technology Yangzhou Ltd.	Director	
Sylvia Cheng (Representative of Shin-Yi Enterprise Co., Ltd.)	Ya & Ya Brand Coach & Consultancy	Co-Founder	
Shin-Yi Enterprise Co., Ltd.	YFY Inc.	Director	
	Fu Hwa Enterprise Co., Ltd.	Director	
	Shin-Yi Investment Co., Ltd.	Director	
	Yuen Shin Yi Enterprise Co., Ltd.	Director	
	MiCareo Inc.	Director	
Po-Young Chu	Hsin Kuang Steel Company Limited	Independent Director	
	Polytronics Technology Corporation	Independent Director	

Director	Company	Position	Remark
	Union Winner International Co.,Ltd. Zhongtai Sunlight Technology Co., Ltd.	Director Chairman	
Huey-Jen Su	Foundation For The Advancement Of Outstanding Scholarship National Applied Research Laboratories	Director Director	
Chang-Mou Yang	Shin Foong Specialty And Applied Materials Co., Ltd. Top Union Electronics Corporation	Independent Director Independent Director	

Appendix 8

E Ink Holdings Inc. Articles of Incorporation

Chapter 1 General Provisions

Article 1: This Company is incorporated according to the provisions of the Company Act, and named as E INK HOLDINGS INC.

Article 2: Businesses of the Company include the following:

- (1) CC01080 Electronics Components Manufacturing
- (2) F119010 Wholesale of Electronic Materials (outside the designated zone only)
- (3) F219010 Retail Sale of Electronic Materials (outside the designated zone only)
- (4) F113050 Wholesale of Computers and Clerical Machinery Equipment (outside the designated zone only)
- (5) F213030 Retail Sale of Computers and Clerical Machinery Equipment (outside the designated zone only)
- (6) F118010 Wholesale of Computer Software (outside the designated zone only)
- (7) F218010 Retail Sale of Computer Software (outside the designated zone only)
- (8) I301010 Software Design Services (outside the designated zone only)
- (9) CC01100 Controlled Telecommunications Radio-Frequency Devices and Materials Manufacturing
- (10) F113070 Wholesale of Telecom Instruments (outside the designated zone only)
- (11) F213060 Retail Sale of Telecommunication Apparatus (outside the designated zone only)
- (12) ZZ99999 All business items that are not prohibited or restricted by law, except those that are subject to special approval (outside the designated zone only)
- (13) F401010 International Trade
- (14) C801010 Basic Chemical Industrial
- (15) C801030 Precision Chemical Material Manufacturing
- (16) C801990 Other Chemical Materials Manufacturing
- (17) C802990 Other Chemical Products Manufacturing
- (18) C801100 Synthetic Resin and Plastic Manufacturing
- (19) F107200 Wholesale of Chemical Feedstock (outside the designated zone only)
- (20) F107990 Wholesale of Other Chemical Products (outside the designated zone only)
- (21) C805990 Other Plastic Products Manufacturing
Research, development, production, manufacturing, and sale of the following products:
 - (i) Thin film transistor liquid crystal displays (TFT LCD).
 - (ii) TFT-LCD television, monitoring systems, and components of the aforesaid systems (outside the designated zone only).
 - (iii) Chemical resin and liquid polymer resin for electronic materials.
 - (iv) EPD (Electronic Paper Display) modules and parts.The Company also imports and exports products that are relevant to its business activities.

Article 3: The Company may provide guarantees to third parties.

The total amount of external investment of the Company shall not be restricted to 40% of paid-in capital.

Article 4: The head office of the Company is located in Hsinchu Science Park. When necessary, branches can be established at home and abroad with the resolution of the Board of Directors and the approval of competent authorities.

Chapter 2 Shares

Article 5: Authorized capital of the Company is determined at NT\$20 billion, which is divided into 2 billion shares or NT\$10 per share.

The Board of Directors is authorized to issue the aforesaid shares over several issues.

NT\$1.4 billion of the capital mentioned in Paragraph 1 shall be retained for issuing share subscription warrants for employees, which will be divided into 140 million shares of NT\$10 per share, and issued over several issues according to the resolutions of the Board of Directors.

Article 5-1: The Company may issue share subscription warrants for employees at a subscription price lower than the market price, and subject to compliance with Article 56-1 and Article 76 of Regulations Governing the Offering and Issuance of Securities by Securities Issuer and resolution in a shareholders' meeting.

Article 5-2: The Company shall transfer the buyback shares to employees at a price lower than the average buyback price and handle the transfer according to Article 10-1 and Article 13 of the Measures for Listed Companies or OTC Companies to Buy back Their Own Shares after decision is made on the latest shareholders' meeting.

Article 5-3: (Deleted)

Article 5-4: (Deleted)

Article 5-5: (Deleted)

Article 5-6: (Deleted)

Article 6: Shares of the Company are issued to registered owners. Share certificates shall be signed or sealed by directors who are representative of the Company and issued after being certified by the securities authority or by any bank that is legally eligible to serve as certifier. Shares of the Company may be issued in non-tangible form, subject to registration with the centralized securities depository.

Article 7: Unless otherwise specified by laws and regulations, all affairs relating to the Company's shares shall be handled according to "Regulations Governing the Administration of Shareholder Services of Public Companies."

Chapter 3 Shareholders' meeting

Article 8: All transfer of shares shall be suspended within 60 days before the commencement of each general shareholders' meeting, within 30 days before the commencement of shareholders' interim meeting, and within 5 days before the baseline date for distribution of dividends, profit-sharing, or other interests.

Article 9: Shareholders' meeting includes general meeting and interim meeting. The general meeting is convened once a year by the Board of Directors according to law within 6 months after the end of each fiscal year. Interim meeting can be convened according to when necessary. The Shareholders Conference Rules shall be followed for discussions.

The Company is required to notify all shareholders with detailed agenda at least 30 days before convention of general meeting, and at least 15 days before convention of interim shareholder meeting.

Article 9-1: The Company may convene shareholder meetings by way of video conference or using other methods announced by the central authority.

Article 10: If a shareholder is unable to attend the shareholder meeting in person, a proxy can be appointed by completing the Company's proxy form and by specifying the scope of delegated authority. The proxy form has to be effected with authorized signature or seal. Unless otherwise regulated in Article 177 of The Company Act, delegation of proxy attendees by shareholders shall comply with "Regulations Governing the Use of Proxies for Attendance at Shareholder Meetings of Public Companies."

Article 11: Except those with no voting right according to Article 179 or Article 197 of the Company Act, each share has one voting right for all shareholders of the Company.

Article 12: Except otherwise regulated by The Company Act, a shareholder meeting resolution is passed when more than 50% of all outstanding shares are represented in the meeting, and that the motion is voted in favor by more than 50% of all voting rights represented at the meeting.

Chapter 4 Directors and the Audit Committee

Article 13: The Company shall have 7 to 11 directors who are elected using the candidate nomination system from the list of director candidates presented during the shareholder meeting. Directors shall serve a term of 3 years, and is renewable if re-elected.

Among the aforesaid directors, the number of independent directors shall be at least 3 and shall not be less than 1/5 of total director seats. Restrictions concerning independent directors' eligibility, shareholding, concurrent employment, nomination, method of election and all other compliance issues are governed by relevant laws of the securities authority.

Directors' aggregate shareholding percentage is subject to comply with rules of the securities authority.

Article 13-1: The Company shall assemble an Audit Committee in accordance with Article 14-4 of the Securities and Exchange Act. The Audit Committee is responsible for carrying out duties of the supervisor, as specified in The Company Act, Securities and Exchange Act, and other relevant regulations.

The Audit Committee shall be assembled by all active independent directors.

Article 14: The Board of Directors shall be organized by directors. The Board of Directors shall appoint one chairman during a board meeting with more than two-thirds of directors present, and with the support of more than half of all attending directors. A vice chairman may also be appointed among the directors to assist the chairman's duties. The chairman comprehensively handles all affairs on behalf of the Company. If the chairman asks for a leave or cannot perform the duties due to some reasons and a vice chairman is available, the vice chairman can act on his/her behalf; if there is no vice chairman and the chairman designates no agent, directors can select one among them to perform acting duty.

Article 15: The board meeting shall be convened at least once every quarter. Interim board meeting can be convened whenever deemed necessary. When any director cannot attend the board meeting, he/she may issue a letter of authorization which states the purpose of the meeting and the scope of authorization, to delegate other director to attend the meeting on his/her behalf.

The aforesaid agent can only accept the delegation of one director.

When convening a board meeting, the purpose shall be stated and directors shall be notified 7 days in advance. However, when there is an emergency, it can be convened at

any time. Notification about the convening of a board meeting shall be given by fax or e-mail.

The Company's board meetings shall proceed according to the Company's "Board of Directors Conference Rules."

Article 16: Compensation may be paid to the directors no matter the Company gained profit or not. The Board of Directors shall be authorized to determine their compensation according to their participation in the operation of the Company and their contribution in reference to the amounts paid by peers; when the Company makes profits, remuneration shall be distributed according to Article 19.

Article 16-1: The Company shall buy liability insurances for directors and managers to cover their term of office, depending on their scope of services.

Chapter 5 Managers

Article 17: The Company shall have managers, whose title, appointment, dismissal, and compensation shall be handled according to provisions of the Company Act.

Chapter 6 Accounting

Article 18: The fiscal year of the Company is from January 1 of each year to December 31. At the end of each fiscal year, the Board of Directors shall issue (1) a business report, (2) the financial statements, (3) the proposal on the distribution of earnings or the provision for loss and other documents, submit them to the Audit Committee for review 30 days before the general shareholders' meeting, and request the general shareholders' meeting to acknowledge them according to the legal procedures.

Article 19: If the Company gains profits in the year, it shall set aside at least 1% of the profits as remuneration for employees and set aside not more than 1% of the profits as remuneration for directors. If there is an accumulated deficit, appropriate for covering the loss first.

Remuneration to the Directors shall be made in cash. Remuneration to employees may be made in cash or shares. Employees of subsidiaries who meet specific conditions are entitled to the remuneration. Such condition shall be determined by the Board under authorization. The ratio of remuneration to the Directors, the ratio of remunerations to employees and method of payment shall be determined by the Board in a session with the presence of at least two-thirds of the Directors and a simple majority of the Directors in session, and report in a Shareholders Meeting.

Remunerations to employees and the Directors shall be calculated on the basis of the earnings of the current year (the balance of earnings before taxation and before the deduction of remunerations to employees and Directors) net of accumulated losses.

Article 19-1: The Company is engaged in the emerging technological industry, and adopts a residual dividend policy to accommodate the Company's long-term financial planning, and to seek for sustainable operation.

Annual surpluses concluded by the Company in a given year are first subject to taxation and reimbursement of previous losses, followed by a 10% provision for legal reserve and provision or reversal of special reserve according to applicable rules. The Board of Directors may then decide to retain part of the residual balance based on the Company's future capital budgets and funding requirements, and shall allocate at least 50% of the balances that remain as shareholders' dividends and profit-sharing.

Unappropriated earnings accumulated in previous years may be added to current

earnings and distributed in the manner described above.

Dividends to the shareholders may be paid in cash or in shares, provided that cash dividends shall not fall below 10% of the total dividend payable to the shareholders of the year.

Appropriation of legal reserve as mentioned in Paragraph 2 could be waived if the amount is equivalent to the paid-in capital.

Article 19-2: Any cash distribution of earnings, whether in whole or in part, shall be resolved in a board meeting with more than two-thirds of the board present, voted in favor by more than half of attending directors, and reported in the upcoming shareholder meeting. The Company may capitalize all or part of the earnings into paid-in capital against issuance of new shares, subject to resolution in a shareholders' meeting.

Chapter 7 Supplementary provisions

Article 20: Matters not covered herein shall be handled according to the provisions of the Company Act.

Article 21: The Articles of Association was concluded on June 1, 1992.

The first amendment was made on December 23, 1993.

The second amendment was made on May 31, 1994.

The third amendment was made on April 12, 1995.

The fourth amendment was made on November 19, 1996.

The fifth amendment was made on April 12, 1997.

The sixth amendment was made on June 2, 1998.

The seventh amendment was made on July 28, 1999.

The eighth amendment was made on May 12, 2000.

The ninth amendment was made on November 2, 2001.

The tenth amendment was made on June 20, 2002.

The eleventh amendment was made on June 24, 2003.

The twelfth amendment was made on June 21, 2004.

The thirteenth amendment was made on June 30, 2006.

The fourteenth amendment was made on June 15, 2007.

The fifteenth amendment was made on June 19, 2009.

The sixteenth amendment was made on November 18, 2009.

The seventeenth amendment was made on June 18, 2010.

The eighteenth amendment was made on June 24, 2011.

The nineteenth amendment was made on June 18, 2012.

The twentieth amendment was made on May 3, 2013.

The twenty-first amendment was made on June 18, 2014.

The twenty-second amendment was made on June 9, 2015.

The twenty-third amendment was made on June 22, 2016.

The twenty-fourth amendment was made on June 18, 2019.

The twenty-fifth amendment was made on June 18, 2020.

The twenty-sixth amendment was made on July 7, 2021.

The twenty-seventh amendment was made on June 22, 2022.

E Ink Holdings Inc.
Johnson Lee
Chairman

Appendix 9

E Ink Holdings Inc.

Rules of Procedure for Shareholders' Meetings

Article 1 This policy has been established in accordance with Article 5 of "Corporate Governance Best-Practice Principles for TWSE/TPEX Listed Companies" to promote proper governance over the Company's shareholder meetings and to enforce supervisory and administrative functions of such meetings.

Article 2 Unless otherwise specified in laws or Articles of Incorporation, shareholder meetings shall proceed according to the rules stated herein.

Article 3 Unless otherwise specified in laws, shareholder meetings are to be convened by the board of directors.

Any change to the form of shareholder meeting is subject to board of directors' resolution, and shall be made no later than the day on which the shareholder meeting advice is mailed.

The Company shall prepare an electronic file that contains the meeting advice, a proxy form, a detailed agenda of topics to be acknowledged or discussed during the meeting, and notes on the election or dismissal of directors and post it onto the Market Observation Post System (MOPS) at least 30 days before an annual general meeting, or 15 days before an interim shareholder meeting. At least 21 days before an annual general meeting or 15 days before an interim shareholder meeting, an electronic copy of the shareholder meeting conference handbook and supplementary information shall be prepared and posted onto MOPS. However, if the Company reports NT\$10 billion of paid-in capital or above at the end of the most recent fiscal year, or if shares of the Company are held by foreign or Mainland investors for an aggregate percentage of 30% or more, as shown in the shareholders registry of the annual general meeting at the most recent fiscal year, such electronic files shall be posted 30 days before the annual general meeting. Hard copies of the shareholder meeting conference handbook and supplementary information also have to be prepared at least 15 days before the meeting and made accessible to shareholders at any time. These documents shall be made available at the Company's premises and at the share transfer agent.

The Company shall provide shareholders with the aforementioned conference handbook and supplementary information on the day of shareholder meeting in the following manner:

1. Distribute on-site, if a physical shareholder meeting is held.
2. Distribute on-site and upload electronic files onto the video conferencing platform, if a physical shareholder meeting is held in conjunction with video conference.
3. Upload electronic files onto the video conferencing platform, if a virtual shareholder meeting is held.

The meeting advice and announcement shall include a detailed agenda. Advices can be served in electronic form with the recipient's consent.

Motions concerning election or dismissal of directors, amendment of Articles of Incorporation, capital reduction, going private, permission for directors' competing business involvement, capitalization of earnings, capitalization of reserves, dismissal of the Company, merger, divestment, and any issues listed in Paragraph 1, Article 185 of The Company Act, Articles 26-1 and 43-6 of the Securities and Exchange Act, and Articles 56-1 and 60-2 of Regulations Governing the Offering and Issuance of Securities by Securities Issuers shall be notified in advance with summary explained as part of the meeting agenda, and cannot be raised in the form of special motion.

If the shareholder meeting advice has already notified upfront of a full re-election of directors with specific duty commencement date, then no further changes can be made to the duty commencement date, whether through special motion or otherwise, when re-election is completed during the meeting.

Shareholders that own more than 1% of the Company's outstanding shares are entitled to propose motions for discussion in annual shareholders' meetings; each shareholder may only propose one motion; proposals above that limit will be excluded from discussion. However, shareholders' suggestions that are intended to enhance the Company's efforts toward public interest or social responsibilities may still be accepted as motions by the board of directors. The board of directors may disregard shareholders' proposals if the proposed motions exhibit any of the conditions described in Paragraph 4, Article 172-1 of The Company Act.

The Company shall announce, before the book closure date of annual general meeting, the conditions, methods (written or electronic), places, and time within which shareholders' proposals are accepted. The acceptance period shall not be less than ten days. Shareholders shall limit their proposed motions to 300 words only; proposals that exceed 300 words will not be accepted for discussion. Shareholders who have successfully proposed their motions shall attend the annual general meeting in person or through proxy and participate in the discussion. The Company shall notify each proposing shareholder the outcomes of their proposed motions before the date the meeting advice is sent. Meanwhile, motions that satisfy the conditions listed in this Article shall be included as part of the meeting advice. During the shareholder meeting, the board of directors shall explain the reasons why certain proposed motions are excluded from discussion.

Article 4 Shareholders may appoint proxies to attend shareholder meetings on their behalf by completing the Company's proxy form and specifying the scope of delegated authority. Each shareholder may issue one proxy form and delegate one proxy only. All proxy forms shall be received by the Company at least 5 days before the shareholder meeting. In cases where multiple proxy forms are issued, the one that arrives first shall prevail. However, this excludes situations where the shareholder has issued a proper declaration to withdraw the previous proxy arrangement.

Should the shareholder decide to attend shareholder meeting personally or exercise voting rights in writing or using electronic means after a proxy form has been received by the Company, a written notice shall be sent to the Company by no later than two days before the meeting commences to withdraw the proxy arrangement. If the shareholder fails to withdraw proxy arrangement before the due date, vote of the proxy attendee shall prevail.

Should the shareholder decide to attend virtual shareholder meeting after a proxy form has been received by the Company, a written notice shall be sent to the Company by no later than two days before the meeting commences to withdraw the proxy arrangement. If the shareholder fails to withdraw proxy arrangement before the due date, vote of the proxy attendee shall prevail.

Article 5 Shareholder meetings shall be held at locations that are suitable and convenient for shareholders to attend. Meetings shall not commence anytime earlier than 9AM or later than 3PM. Independent directors' opinions shall be fully taken into consideration when choosing the meeting venue and time.

Virtual shareholder meetings are not subject to the location restrictions stated in the preceding Paragraph.

Article 6 The meeting advice shall specify details such as admission time for shareholders, proxy form acquirers, and proxies (collectively referred to as shareholders below), admission location, and important notes where relevant.

Admission of meeting participants shall begin at least 30 minutes before the meeting commences. The reception area shall be clearly labeled and stationed with adequate and competent personnel. In the case of virtual shareholder meeting, admission of meeting participants shall take place on the video conferencing platform within the 30 minutes before meeting commences; shareholders who complete the admission are deemed to have attended the shareholder meeting personally. Shareholders shall attend shareholder meetings by presenting valid conference pass, attendance card or other document of similar nature. The Company may not request shareholders to present additional documentary proof unless specified in advance. Proxy form acquirers are required to

bring identity proof for verification.

An attendance log shall be prepared to record shareholders' attendance; alternatively, shareholders may present attendance cards to signify their presence.

Shareholders who attend the meeting shall be given a copy of the conference manual, annual report, attendance pass, opinion slip, motion ballot and any information relevant to the meeting. Prepare additional ballots if director election is also being held during the meeting.

Where the shareholder is a government agency or corporate entity, more than one representative may attend shareholder meetings on their behalf. Corporate entities that have been designated as proxy attendees can only appoint one representative to attend shareholder meeting.

In the case of virtual shareholder meeting, shareholders who wish to attend the meeting by way of video conference shall register their spot with the Company at least two days before the meeting.

In the case of virtual shareholder meeting, the Company shall upload all relevant data such as the conference handbook and annual report onto the video conferencing platform at least 30 minutes before the meeting commences, and disclose continuously until the meeting ends.

Article 6-1 When hosting a virtual shareholder meeting, the Company shall specify the following details in the shareholder meeting advice:

1. The methods by which shareholders may participate in the virtual meeting and exercise rights.
2. Methods of resolving malfunction of the video conferencing platform or discontinuance of live stream due to natural disaster, manmade incident, or other force majeure event, which shall include at least the following:
 - (1) The time or date that the meeting will be postponed until, if the above disruption persists and cannot be resolved in time.
 - (2) The restriction that shareholders who did not register for the original virtual shareholder are unable to participate in the postponed/adjourned meeting.
 - (3) If a physical shareholder meeting is held in conjunction with video conference and the video conference discontinues but the number of shares represented on-site still exceeds the legal minimum after excluding those who participated via video conference, the number of shares represented by all who participate via video conference shall be added to the total number of shares represented at the meeting, but are considered to have waived their rights to vote on all motions of the current shareholder meeting.
 - (4) The Company's approach to the situation where outcomes of all regular motions have been concluded but the meeting has yet to progress into special motions.
3. Appropriate alternative measures for shareholders who have difficulties participating in the shareholder meeting via video conference.

Article 7 Shareholder meetings that are convened by the board of directors shall be chaired by the Chairman. If the Chairman is unable to perform duty due to leave of absence or any reasons, the Chairman shall appoint one of the directors to act on behalf. If no one is appointed, the remaining directors shall appoint one among themselves to perform the Chairman's duties on behalf.

Where the meeting chairperson described in the preceding Paragraph is to be assumed by a director, the director shall be on the board for more than six months and possess adequate understanding of the Company's financial and business operations. The same applies if the chairperson is a representative of a corporate director.

Shareholder meetings that are convened by the board of directors shall be chaired by the Chairman and attended personally by more than half of total directors with at least one independent director present, or have at least one representative from each functional committee present at the meeting. Attendance of the above participants shall be recorded in details in shareholder meeting minutes.

For shareholder meetings convened by any authorized party other than the board of directors, the convener shall serve as the chairperson. If there are two or more conveners at the same time,

one shall be appointed among themselves to chair the meeting.

The Company may summon its lawyers, certified public accountants, and any relevant personnel to be present at shareholder meetings.

- Article 8 The Company shall record non-stop, in audio and video, from the time admission is accepted and throughout the entire meeting proceeding, voting process, and vote count. These recordings shall be retained for at least one year. However, if a shareholder raises a litigious claim against the Company in accordance with Article 189 of The Company Act, the abovementioned documents shall be retained until the end of the litigation. In the case of virtual shareholder meeting, the Company shall record and retain details of shareholders' registration, admission, queries, votes, and the final vote count. The entire meeting proceeding shall also be recorded non-stop in audio and video. The abovementioned data and recordings shall be kept properly for as long as the Company exists; a copy of the recording shall also be retained by the video conference service provider. In the case of virtual shareholder meeting, the Company shall also record the back-end user interface on the video conferencing platform.

- Article 9 Attendance in a shareholder meeting is calculated based on the number of shares represented. The number of shares represented in a meeting is calculated based on attendance log records or the attendance cards collected and the number of shares represented on the video conferencing platform, plus the number of shares that have voting rights exercised in writing or through electronic means. The chairperson shall announce commencement of meeting as soon as it is due, and announce the number of shares represented in the meeting as well as the number of shares that are not entitled to voting rights. However, if current attendees represent less than half of the Company's outstanding shares, the chairperson may announce to postpone the meeting up to two times, for a period totaling no more than one hour. The chairperson shall dismiss the meeting if attending shareholders still represent less than one-third of outstanding shares after two postponements. In the case of virtual shareholder meeting, the Company shall also announce dismissal of the meeting over the video conferencing platform. If attending shareholders still represent more than one-third but less than half of outstanding shares after two postponements, a tentative resolution may be passed in accordance with Paragraph 1, Article 175 of The Company Act. This tentative resolution shall then be communicated to every shareholder, and another shareholder meeting shall be held within the next month. In the case of virtual shareholder meeting, shareholders who wish to join the postponed meeting are required to register again with the Company according to Article 6. If the number of shares represented accumulate to more than half of all outstanding shares as the meeting progresses, the chairperson may propose the tentative resolutions for final voting according to Article 174 of The Company Act.

- Article 10 For shareholder meetings that are convened by the board of directors, the board of directors will determine the meeting agenda. All proposed motions (including special motions and amendments to existing motions) shall be voted on a case-by-case basis. The agenda cannot be changed unless resolved during the shareholder meeting. Proposal of special motion is subject to the restrictions imposed by laws; special motions are to be raised during chairperson's inquisition, and may be included in the agenda only with the support of attending shareholders and after completing the necessary legal procedures. The above rule also applies to shareholder meetings that are convened by any entitled party other than the board of directors. In either of the two arrangements described above, the chairperson cannot dismiss the meeting while a motion (including special motions) is still in progress. Once a meeting is adjourned, shareholders may not elect to continue the meeting with another chairperson or at a different venue. In the event that the chairperson dismisses a meeting in violation of conference rules,

other members of the board shall quickly assist attending shareholders to elect another chairperson that has the support of more than half of voting rights represented on-site to continue the meeting.

The chairperson shall allow adequate time to explain and discuss various motions, amendments, or special motions proposed during the meeting. The chairperson may announce to discontinue further discussions if the issue in question is considered to have been sufficiently discussed to proceed with voting, and shall allocate ample time to vote.

Article 11 Shareholders who wish to speak during the meeting shall produce an opinion slip detailing the topic, shareholder ID (or the attendance ID serial) and shareholder's name. The order of shareholders' comments is determined by the chairperson.

Shareholders who submit an opinion slip without actually speaking are considered to have remained silent. If the shareholder's actual comments differ from those stated in the opinion slip, the actual comments expressed shall be taken into record.

Each shareholder shall speak no more than two times, for 5 minutes each, on the same motion unless otherwise agreed by the chairperson. The chairperson may stop shareholders from speaking if they violate any terms of the conference rules or speak outside the discussed topic.

While a shareholder is speaking, other shareholders cannot speak simultaneously or interfere in any way unless agreed by the chairperson and the person speaking. The chairperson shall restrain any person who violates this process.

Where a corporate shareholder has appointed two or more representatives to attend the shareholder meeting, only one representative may speak per motion.

After a shareholder has finished speaking, the chairperson may answer the shareholder's queries personally or appoint any relevant personnel to do so.

In the case of virtual shareholder meeting, shareholders who participate by way of video conference may raise queries through text over the video conferencing platform at any time after the chairperson announces commencement of meeting until the meeting is adjourned. These shareholders may not raise more than two queries of 200 words each per motion, and are not subject to the rules outlined in Paragraphs 1 to 5.

These queries shall be published on the video conferencing platform for public knowledge, provided that they do not violate applicable rules and are relevant to the motion discussed.

Article 12 Votes in a shareholder meeting are calculated based on the number of shares represented. Shares that do not carry voting rights are excluded from the calculation of outstanding shares when voting for the final resolution.

Shareholders cannot vote, or vote on behalf of other shareholders, on any motion that presents a conflict between their own interests and interests of the Company.

The number of shares held by shareholders who are not permitted to vote, as described in the preceding Paragraph, shall be excluded from the calculation of total voting rights.

With the exception of trust enterprises and certain stock transfer agents approved by the securities authority, a proxy may not represent more than 3% of total voting rights in aggregate when representing two or more shareholders during the meeting. Voting rights that exceed this threshold shall be excluded from calculation.

Article 13 Shareholders are entitled to one vote per share, except for shares that are subject to voting restrictions or situations outlined in Paragraph 2, Article 179 of The Company Act.

The Company shall give shareholders the option to exercise voting rights in writing or using the electronic method during shareholder meetings. Instructions for exercising voting rights in writing or through electronic means shall be stated clearly in writing on the meeting advice. Shareholders who opt to exercise voting rights in writing or using electronic method, as mentioned in the preceding Paragraph, are considered to have participated in the shareholder meeting in person, but waived their rights to participate in any special motion or any amendment to regular motions that may arise during the shareholder meeting.

Written and electronic voting instructions, as mentioned in the preceding Paragraph, shall be delivered to the Company at least 2 days before the shareholder meeting. In the event of duplicate submissions, the earliest submission shall be taken into record. However, this excludes situations where a proper declaration is issued to withdraw the previous arrangement.

Shareholders who wish to attend the shareholder meeting in person or via video conferencing after exercising their voting rights in writing or using electronic methods are required to withdraw their votes using the same method by which the vote was cast in the first place, and by no later than two days before the day of shareholder meeting. The written/electronic vote shall prevail if not withdrawn before the cutoff time. If a shareholder exercises vote in writing or through electronic means and at the same time delegates a proxy to attend shareholder meeting, the voting decision exercised by the proxy shall prevail.

Unless otherwise regulated by The Company Act or stated in the Articles of Incorporation, a motion is passed when supported by shareholders representing more than half of total voting rights in the meeting. When voting, the chairperson or delegate thereof shall announce the total number of voting rights represented by attending shareholders for every motion discussed, and have shareholders vote on a case-by-case basis. Details including the number of votes in favor, against, and abstained for each discussion shall be uploaded onto MOPS on the same day the shareholder meeting ends.

In cases where several amendment or alternative solutions have been proposed at the same time, the chairperson shall determine the order in which proposals are to be voted. If any solution is passed, all other proposals shall be deemed rejected and no further voting is necessary.

The chairperson shall appoint ballot examiners and ballot counters to support the voting process. The ballot examiner shall be a shareholder.

Motion and election votes are to be counted openly at the shareholder meeting. Results of the vote, including the final tally, shall be announced on-site and recorded in minutes.

In the case of virtual shareholder meeting, shareholders who participate via video conference shall vote on various motions and elections over the video conferencing platform, and may do so from the time the chairperson announces commencement of meeting until the voting deadline. Voting rights that are not exercised past the deadline are deemed to have abstained.

In the case of virtual shareholder meeting, votes shall be collectively counted after the chairperson announces that the voting session has ended. Outcomes of the motion and election are to be announced immediately.

If a physical shareholder meeting is held in conjunction with video conference, shareholders who wish to attend the physical meeting personally after registering for the video conference in accordance with Article 6 will be required to withdraw their registration using the same method by which the registration was submitted in the first place by no later than two days before the shareholder meeting. Shareholders who do not withdraw registration in time may only participate in the shareholder meeting via video conference.

Shareholders who exercise voting rights in writing or using electronic method without expressing intent to withdraw and have participated in the shareholder meeting via video conference may no longer vote on the regular motion or amendment thereof, except in the case of special motions.

Article 14 Shareholder meetings that involve election of directors shall proceed according to the Company's election policy. Results of the election, including the list of directors elected and not elected and the final tally, shall be announced on-site.

All ballots used in the above election shall be sealed and signed by the ballot examiner, and held in proper custody for at least one year. However, if a shareholder raises a litigious claim against the Company in accordance with Article 189 of The Company Act, the abovementioned documents shall be retained until the end of the litigation.

Article 15 Shareholder meeting resolutions shall be compiled into detailed minutes, signed or sealed by the chairperson, and disseminated to each shareholder by no later than 20 days after the meeting. Preparation and distribution of meeting minutes can be made in electronic form.

The Company may disseminate meeting minutes by announcing details over MOPS.

The minutes shall detail the date and venue of the meeting, the chairperson's name, the method of resolution, the proceeding, and voting results of various motions (including weight). If director election is held during the meeting, the minutes shall disclose the number of votes received by each candidate. Minutes shall be retained indefinitely for as long as the Company exists.

In the case of virtual shareholder meeting, the meeting minutes shall record not only the details mentioned in the preceding Paragraph, but also: the start and end time of meeting; the form of meeting; name of chairperson and minutes taker; methods of resolving malfunction of the video conferencing platform or discontinuance of live stream due to natural disaster, manmade incident, or other force majeure event; and how disruptions are handled.

- Article 16 When hosting a virtual shareholder meeting, the Company shall proceed according to the rules outlined in the preceding Paragraph and state in the meeting minutes any alternative measures for shareholders who have difficulties participating in the shareholder meeting via video conference. On the day of the shareholder meeting, the Company shall disclose information on the number of shares acquired by proxy form acquirers, the number of shares represented by proxies, and the number of shares with voting rights exercised in writing or through the electronic method at the meeting venue using the prescribed format. In the case of virtual shareholder meeting, the Company shall upload the above data onto the video conferencing platform at least 30 minutes before the meeting commences, and disclose continuously until the meeting ends. Upon commencement of a virtual shareholder meeting, the total number of shares represented at the meeting shall be disclosed over the video conferencing platform. The same requirement applies whenever the total number of shares and voting rights are counted over the course of the meeting.
- The Company shall disclose on MOPS in a timely manner any shareholder meeting resolutions that constitute material information as defined by law or the rules of Taipei Exchange.
- Article 17 Officers of the shareholder meeting shall wear proper identification or arm badge. The chairperson may instruct security staff to help maintain order in the meeting. While maintaining order in the meeting, all security staff are required to wear arm badges or identifications that identify their role as "Security."
- The chairperson may stop anyone who attempts to speak using instruments that are not provided by the Company.
- The chairperson may instruct security staff to remove shareholders who continue to violate conference rules or obstruct meeting proceeding despite being warned.
- Article 18 The chairperson may put the meeting in recess at appropriate times. In the event of force majeure, the chairperson may suspend the meeting temporarily and resume at another time.
- If the shareholder meeting is unable to resolve all scheduled motions (including special motions) before the venue is due for return, participants may resolve to continue the meeting at an alternative location.
- Shareholders may also resolve to postpone or resume the meeting within the next 5 days, according to Article 182 of The Company Act.
- Article 19 In the case of virtual shareholder meeting, the Company shall upload the outcome of each motion and election over the video conferencing platform in a manner that conforms with rules immediately at the end of each voting session, and disclose continuously for at least 15 minutes after adjournment is announced by the chairperson.
- Article 20 When hosting a virtual shareholder meeting, both the chairperson and the minutes taker shall be at the same domestic location, and the address of which is to be announced by the chairperson when the meeting commences.
- Article 21 In the case of virtual shareholder meeting, the Company may conduct a simple connection test before the meeting and offer services before and during the meeting to help participants resolve

communication and technical issues.

In the case of virtual shareholder meeting, the chairperson shall, upon commencement of the meeting, announce to participants the meeting's postponement or resumption date set in the next 5 days if the video conferencing platform malfunctions or if the live stream discontinues persistently for 30 minutes or longer due to natural disaster, manmade incident, or other force majeure event before adjournment, except for the situations outlined in Paragraph 4, Article 44-20 of Regulations Governing the Administration of Shareholder Services of Public Companies in which postponement or premature adjournment of meeting is not required, and that postponement/premature adjournment is not subject to Article 182 of The Company Act.

If meeting is to be postponed or prematurely adjourned in any of the situations described in the preceding Paragraph, shareholders who did not register for the original virtual shareholder are unable to participate in the postponed/adjourned meeting.

If meeting is to be postponed or prematurely adjourned in any of the situations described in Paragraph 2, shareholders who registered and completed admission for the original virtual shareholder meeting but do not participate in the postponed/adjourned meeting will still have the number of shares and exercised votes counted towards total shares and votes during the postponed/adjourned meeting.

When postponing or resuming a virtual shareholder meeting in any of the situations described in Paragraph 2, any motions that already completed the voting and vote count with the final outcome announced and any director or supervisor election that has already been concluded during the meeting need not be discussed or resolved again.

If a physical shareholder meeting is held in conjunction with video conference and the video conference discontinues for any of the reasons described in Paragraph 2 but the number of shares represented on-site still exceeds the legal minimum after excluding those who participated via video conference, the shareholder meeting shall proceed as normal and need not be postponed or prematurely adjourned in the manner described in Paragraph 2.

If the meeting is to proceed as normal in the situation outlined above, shareholders who participate in the meeting via video conference shall have all of their shares counted towards the total number of shares represented at the meeting, but are considered to have waived the right to vote on all motions of the shareholder meeting.

If meeting is postponed or prematurely adjourned for any of the situations outlined in Paragraph 2, the timelines of various preparation works specified in Paragraph 7, Article 44-20 of Regulations Governing the Administration of Shareholder Services of Public Companies shall apply to the date of the original shareholder meeting.

The timelines mentioned in the latter part of Article 12 and Paragraph 3, Article 13 of Regulations Governing the Use of Proxies for Attendance at Shareholder Meetings of Public Companies and Paragraph 2, Article 44-5, Article 44-15, and Paragraph 1, Article 44-17 of Regulations Governing the Administration of Shareholder Services of Public Companies shall apply to the date of the meeting postponed/prematurely adjourned under Paragraph 2.

Article 22 When hosting a virtual shareholder meeting, the Company shall provide appropriate alternative measures for shareholders who have difficulties participating in the shareholder meeting via video conference.

Article 23 The above rules shall take effect immediately once approved during shareholder meeting; the same applies to all subsequent revisions.

Appendix 10

E INK HOLDINGS INC. Directors Election Policy

- Article 1 The election of directors of the Company shall be carried out in compliance with these rules, unless otherwise provided by statutes, regulations or the Company's Article of Incorporation.
- Article 2 For the election of Directors, each share has votes in the amount of the number of Directors to be elected, and the votes may be casted for one or more nominees.
- Article 3 The Board of Directors shall prepare the form of vote for the election of Directors of the Company with the numbers of votes filled therein, and dispatch the form to each attending shareholder.
- Article 4 Before the election, the chairperson shall appoint several scrutineers and vote counters for relevant works.
- Article 5 The Board of Directors shall prepare ballot boxes for the election of directors, which shall be examined in public by the scrutineers before the election.
- Article 6 In the event that the nominee is also a shareholder, the voter shall fill the name and number of the nominee's shareholder ID in the "candidate" blank of the voting form; while in the event that the nominee is not a shareholder, the voter shall fill the name and citizen ID number of the nominee therein. In the event that the nominee is a governmental body or other legal entity, the voter shall fill therein the name of the governmental body or the legal entity (or together with the name of the representatives thereof). If there are several representatives, their names shall be filled in the voting form respectively.
- Article 7 The voting form is invalid if:
1. It is not provided according to these Rules.
 2. It is blank when being put into the ballot box.
 3. The handwriting is crabbed or altered.
 4. In the event that the nominee is a shareholder, the name or the shareholder ID number filled therein is inconsistent with those registered in the shareholder list; or in the event that the nominee is not a shareholder, the name or citizen ID number filled therein is inconsistent with those registered in the authority.
 5. Any script other than the names or number of the nominees' citizen ID (or shareholder ID) or the respective votes is written thereon.
 6. The names or number of the nominees' citizen ID (or shareholder ID) is not filled therein.
 7. Two or more nominees are filled in the voting form.
- Article 8 The Directors of the Company shall be nominated according to the candidate nomination system and then elected by the general meeting from the nominee list of Directors. The nominees in the number determined according to the Article of Incorporation, who receive the most votes, shall be elected as the Directors.
- The election of Directors and Independent Directors shall be concurrently proceeded, with the

number of electees calculated respectively.

If two or more nominees receive the same number of ballot cast and the remaining vacancy is insufficient, the Director elect shall be decided by lot. If any nominee is not present, the chairperson shall draw the lot on his or her behalf.

- Article 9 The ballot shall be counted immediately and the chairperson shall announce the results right on the spot.
- Article 10 The Board of the Company shall issue a certificate to the Directors elect respectively.
- Article 11 The Company Act, the Articles of Incorporation and the related regulations promulgated by the governmental bodies will apply if these rules contained herein are insufficient.
- Article 12 Establishment of an amendment to these rules shall be subject to the adoption by the general shareholders meeting.

Appendix 11

INFORMATION REGARDING REMUNERATION TO DIRECTORS AND EMPLOYEES

Details of directors' and employees' remuneration approved by the Board of Directors on Feb 23, 2023 are presented as follows, which will be executed pursuant to relevant rules once the resolution is passed at the general shareholders meeting on June 29, 2023.

Unit: NTD thousands

	Remuneration to employees	Remuneration to Directors	Total
Amount proposed by the Board of Directors	111,550	40,000	151,550
Amount recognized in the 2022 financial statements	111,550	40,000	151,550
Discrepancy	The amount proposed by the board of directors is the same as the amount recognized in financial statements.		

Appendix 12

IMPACT OF STOCK GRANTS ON COMPANY BUSINESS PERFORMANCE, EPS, AND SHAREHOLDER ROI

Not applicable as the Company did not issue any stock dividends this year.

Appendix 13

E Ink Holdings Inc. Shareholdings of All Directors

Record Date: May 1, 2023

Record Date: May 1, 2025

Title	Name		Shares held
Chairman	Johnson Lee	Representative of Aidatek Electronics, Inc.	240,000
Director	S.C. Ho		
Director	Felix Ho		
Director	FY Gan	Representative of Shin-Yi Enterprise Co., Ltd.	32,842,345
Director	Chuan-Chuan Tsai		
Director	Luke Chen		
Independent director	Po-Young Chu		0
Independent director	Donald Chang		0
Independent director	Hsi-Cheng Yen		0
Total			33,082,345

Note:

1. Outstanding shares as of May 1, 2023: 1,140,404,715 shares
2. Minimum required shareholding across all directors: 32,000,000 shares; shareholding across all directors as of May 1, 2023: 33,082,345 shares. Directors of the Company as a whole have met the minimum shareholding requirement.
(Shares held by independent directors do not count toward directors' shareholding)