

Participation in external advocacy associations

Zhen Ding actively implements energy-saving and carbon-reduction actions at our global operating locations to respond to Taiwan's "Net-Zero by 2050 Roadmap" and the Paris Agreement. The Company is committed to setting targets in accordance with the Paris Agreement, such as limiting global warming to below 2°C or 1.5°C, achieving net-zero emissions by 2050, and related energy-saving and carbon-reduction measures. In addition to actively promoting energy-saving initiatives among all employees internally, we also participate in external climate-related industry organizations to continuously exchange and stay updated on the latest net-zero emission trends.

In Taiwan, Zhen Ding primarily engages with various international or local industry associations and non-profit organizations. Through diverse methods such as advocacy and policy recommendations, the Company provides relevant suggestions to the government, public associations, or industry associations. These efforts aim to promote industry sustainability, technological innovation, environmental benefits, human rights protection, and responsible supply chain practices. The Sustainable Development Committee served as the highest management organization for planning and overseeing sustainable development strategies. It supervised the progress of related work and advocacy for organizational participation, ensuring alignment with the company's sustainability goals and policies, and reported to the board of directors. Given that each public association is established with different objectives and purposes, Zhen Ding's membership in a public association does not imply agreement with all of its positions. We participate in various initiatives or public associations and engage with stakeholders based on the goals set by Zhen Ding to continuously work together to promote relevant policies.

Management System for Climate Lobbying Activities and Trade Associations

We have established a management system for climate-related lobbying activities and participation in industry associations, covering all operational locations of Zhen Ding and its subsidiaries worldwide. This management system ensures that our engagement in climate-related public affairs aligns with the company's sustainability goals, climate change policies, and the requirements of the Paris Agreement. The Sustainability Committee is responsible for overseeing and coordinating all climate-related activities, ensuring that they are consistent with our corporate values and strategic objectives. The committee reviews and approves participation in industry associations and lobbying efforts, monitors compliance with relevant policies, and reports on the effectiveness of these activities to the Board of

Directors.

Trade Associations and Direct Lobbying

Zhen Ding actively participates in industry associations related to climate change, hoping that the operations of these associations will better align with our principles for addressing climate change and achieving net-zero emissions. Regarding participation in these associations, Zhen Ding has established the following management and oversight procedures:

1. We will review the industry associations we participate in to identify those that address climate change and related goals, such as the Paris Agreement, or engage in advocacy and promotion on climate issues, thereby including them in our organizational management focus.
2. We will regularly assess and monitor these entities to ensure their activities align with the goals of the Paris Agreement, such as the 2050 net-zero target and the ongoing promotion of sustainable development.
3. For industry associations that are inconsistent with our climate policies and objectives, we will coordinate and communicate with the associations and their members to align their goals and positions with those of the company. If improvements are not made, we will consider withdrawing from the association.
4. We will track the execution progress and report regularly to the Board of Directors on progress and outcomes.

2023 Evaluation Results

Direct Lobbying

Zhen Ding did not conduct any direct lobbying in 2023.

Trade Associations

Name of Associations	Remarks on Assessment
Taiwan Printed Circuit Association (TPCA)	In response to climate risks caused by global warming, a net-zero emissions target was established for 2050, promoting initiatives and meetings related to the low-carbon transformation of Taiwan's PCB industry.
China Printed Circuit Association (CPCA)	Issued industry energy-saving and emissions reduction initiatives, emphasizing the responsibility of the PCB industry in facing environmental challenges. Called for increased environmental awareness, optimized production processes, reduced waste, promoted technological innovation, and self-discipline to facilitate green development.
Guangdong Printed Circuit Association (GPCA)	Since 2011, the "Environmental PCB Enterprise Selection" has been continuously held to encourage companies to recognize climate risks and integrate sustainability concepts into PCB enterprises, while also organizing related environmental forums.
Shenzhen Printed Circuit Association (SPCA)	Co-hosted multiple environmental forums and green enterprise evaluations with Guangdong Printed Circuit Association (GPCA), aiming to encourage companies to address climate risk issues and achieve sustainable development.

FY 2019~2023 Total Monetary Contributions & Other Spending

(unit: NTD)

item	2019	2020	2021	2022	2023
Lobbying, interest representation or similar	-	-	-	-	-
Political campaigns / organizations	-	-	-	-	-
Trade associations or tax-exempt group	156,007	150,777	1,267,431	1,245,596	1,471,866
Others	-	-	-	-	-
Total Contributions and other spending	156,007	150,777	1,267,431	1,245,596	1,471,866

2023 TOP 5 Largest Contributions & Expenditures for Trade Associations and Tax-exempt Organizations

(unit: NTD)

Name of Organization	Type of Organization	Description	Total amount paid
Responsible Business Alliance (RBA)	Tax-exempt group	In compliance with the RBA Code of Conduct and internationally recognized labor human rights principles, Zhen Ding conducts internal human rights assessments and formulate internal management policies to address human rights "concerns" such as labor, equal pay for equal work, child labor, discrimination/ harassment, forced labor, human trafficking, freedom of association, provision of a safe working environment, and corporate culture building. We ensure that labor and human rights are protected through ongoing improvement of mitigation and remedial measures such as awareness-raising and regular risk assessment.	1,090,404
China Environment News	other	Zhen Ding actively participates in the CDP Water Security questionnaire information disclosure since 2018 and received a A- rating on 2023, which is higher than the average in Asia and industry. We also participate in the CDP Climate Change questionnaire information disclosure since 2016 and received a B rating on 2023.	176,900

CDP	Tax-exempt group	<p>China Environment News fosters environmental stewardship and accountability through comprehensive reporting and analysis. By partnering with academic institutions, NGOs, and industry leaders, it aims to drive positive change towards a sustainable future.</p> <p>Through contributions, Zhen Ding supports the organization's efforts to raise awareness and promote sustainability within the industry and the broader public.</p>	84,896
Taoyuan Chamber	Trade Association	<p>Zhen Ding joined the membership and provided cash donations to support the association to bring the energy of enterprises in Taoyuan all together, to jointly promote various industrial activities and promote cooperation between industry, academic and research institutes, in order to achieve mutual benefit, service exchange and resource integration.</p>	40,000
Guandong Printed Circuit Association (GPCA)	Trade Association	<p>Zhen Ding Tech. Group is the member of Guandong Printed Circuit Association.</p>	35,380

Update by July 2024