

Pili International Multimedia Co., Ltd.

Procedure for Suspension and Resumption of Trading Applications

Article 1 (Basis)

This Procedure was formulated in accordance with Article 13-4 Paragraph 1 of the Taipei Exchange (hereafter referred to as "TPEX") Procedures for Verification and Disclosure of Material Information of Companies with TPEX Listed Securities.

Article 2 (Purpose)

To enforce the Company mechanism for ensuring the confidentiality and timely disclosure of material information, it is necessary to ensure that material announcements or resolutions made by the Board of Directors before 5PM on a business day are given sufficient time for widespread dissemination. A voluntary application for suspension of trading shall therefore be made to the TPEX to give investors sufficient time to absorb the information and reduce information asymmetry. Once the relevant information has been sufficiently publicized or explained then an application for resumption of trading can be made.

Article 3 (Compliance)

The Company's procedure for suspension and resumption of trading applications shall adhere to the relevant rules of the TPEX and this Procedure.

Article 4 (Responsible unit for handling the suspension and resumption of trading)

The Company shall establish a unit responsible for handling the suspension and resumption of trading (hereafter referred to as "Responsible Unit") made up of the Chairman, President, Spokesperson, Deputy Spokesperson, or other persons designated by the Chairman or President.

The Responsible Unit shall constantly check to see if the Company needs to voluntarily apply for suspension or resumption of trading under Article 5. If this should be the case, then the Company should make a voluntary application. Bilateral channels of communications should be maintained with TPEX service personnel to ensure the smoothness of operation.

Article 5 (Application for suspension and resumption of trading)

If the Company expects to make an announcement or convene the Board of

Directors to make a decision on any matters described under Article 13-1 Paragraph 1 of the Procedure before 5PM on a business day, a voluntary application for suspension of trading shall be made to the TPEX one business day in advance.

When the Company's securities is suspended from trading by the TPEX, if the matters relating to the suspension of trading has been fully explained by the Company or when the suspension from trading is no longer necessary then a voluntary application shall be made to TPEX for the resumption of trading.

Article 6 (Suspension of trading application procedure and top-decision maker)
When the Company is preparing a Board resolution or before a material announcement is made, the Responsible Unit shall check to see if an application for suspension of trading is necessary under the preceding article. If the matter does fall under the preceding article and satisfies the assessment on materiality, then the relevant documentation and "Application for Suspension of Trading" must be reviewed by the Chairman or President then stamped with the Company and person-in-charge's chop and faxed to the TPEX one business day before the announcement or the Board decision to apply for suspension of trading. The TPEX shall also be notified by e-mail and over the telephone the name and telephone number of the Company contact person.

If the Company is unable to file the application one business day before the announcement or the Board decision due to "an emergency" (i.e. exceptional circumstances that cannot be reasonably anticipated by the listed company such as a natural disaster late at night, an explosion, or a strike at the factory, or civil unrest), the application can be made to the TPEX before 7:30AM on the business day of disclosure or Board meeting. Supporting documentation on the "emergency" shall also be provided for verification by the TPEX.

Article 7 (Resumption of trading application procedure and top-decision maker)

Once the Company completes the required disclosure procedure based on the outcome of the Board meeting or the actual circumstances, the relevant supporting documentation and a completed "Resumption of Trading Application" shall be reviewed by the Chairman of President then stamped with the Company and person-in-charge's chop before being faxed to the TPEX to apply for resumption of trading. The TPEX shall also be notified by e-mail and over the telephone of the name and telephone number of the Company contact person.

Article 8 (Announcement and disclosure principles)

When the Company has applied for suspension of trading and before the relevant information is publicized, confidentiality must be enforced by people privy to material internal information such the directors, supervisors, managerial officers and employees of the Company must adhere to the “Management Procedure for the Handling of Material Internal Information and Prevention of Insider Trading” and other related regulations. The following principles shall also be followed during the external disclosure of material information:

- I. The information shall be disclosed in an accurate, complete and timely manner.
- II. There shall be a well-founded basis for the information being disclosed.
- III. The information shall be disclosed fairly.

Article 9 (Timing of report and disclosure)

Once the suspension or resumption of trading has been confirmed by the TPEx or announced on the official website (<http://www.tpex.com.tw>), the Company shall announce the suspension or resumption of trading within 1 hour.

Article 10 (Approval by the Board of Directors and amendments)

This Procedure shall take effect upon it is approved by the Board of Directors. Amendments shall follow the same process.

This Procedure was formulated on November 2, 2015.