

Pili International Multimedia Co., Ltd.

2018 corporate governance status

1. Effectiveness of corporate governance practices:

Concrete results in 2017: The Company was included in the top 20% of listed companies at the over-the-counter market in the 4th Corporate Governance Evaluation Indicators of the Taiwan Stock Exchange.

The Company maintains its good performance, becoming one of the best in the cultural and creative industries.

2. Projects for execution in 2018 and their enforcement results (according to Corporate Governance Evaluation Indicators, the priority is to make improvements to items not getting winning scores last year and strengthen the Company's management and project execution this year):

- (1). Meeting handbooks and supplementary materials for the 2018 shareholders' meetings were uploaded 30 days prior to the meetings.
- (2). The Annual Report on shareholders' meetings in 2017, published in 2018, truthfully describes audit committee members' resolutions on major issues and the Company's response to their opinions.
- (3). The board of directors had called a meeting at least 6 times in 2018.
- (4). On June 25, 2018, the Company formulated its human rights policy in accordance with the International Bill of Human Rights. The policy has been announced to all internal individuals and posted on the Company's website, where relevant information is available in the Investor Zone.
- (5). On Aug. 7, 2018, the Company established a reporting system to curb wrongdoings. The matter has been announced to internal personnel and posted on the company's website, where relevant information is available in the Investor Zone.