Wah Lee Industrial Corp.

Procedures for Endorsements and Guarantees

Approved and amended at the Shareholders' Meeting on May 26, 2026

Article 1: Purpose

These Procedures are established to provide guidance for the Company's external endorsement and guarantee matters. Any matters not covered by these procedures shall be handled in accordance with the provisions of relevant laws and regulations.

Article 2: Legal Basis

These procedures are established in accordance with the relevant laws and regulations of the Financial Supervisory Commission (hereinafter referred to as the "FSC").

Article 3: Scope of Application

The endorsements and guarantees referred to in these Procedures include:

1. Financing endorsements and guarantees, including:

   (1) Discount financing of commercial paper.

   (2) Endorsements or guarantees made for the purpose of financing for other companies.

   (3) Issuance of instruments to non-financial enterprises as collateral for the purpose of financing for the Company.

2. Customs endorsements and guarantees, referring to endorsements or guarantees made by the Company or other companies in relation to customs matters.

3. Other endorsements and guarantees, referring to endorsements or guarantee matters that cannot be classified under the preceding two categories.

Where the Company provides movable or immovable property as collateral by establishing a pledge or mortgage for loans obtained by other companies, such matters shall also be handled in accordance with these Procedures.

Article 4: Endorsement and Guarantee Recipients

1. The Company may provide endorsements and guarantees to the following companies:

   (1) Companies that have business dealings with the Company.

   (2) Companies in which the Company directly and indirectly holds more than fifty percent of the voting shares.

   (3) Companies that directly and indirectly hold more than fifty percent of the voting shares of the Company.

2. Companies in which the Company directly and indirectly holds ninety percent or more of the voting shares may provide endorsements and guarantees for each other, and the amount shall not exceed ten percent of the net value of the Company's most recent

financial statements. However, this restriction shall not apply to endorsements and guarantees between companies in which the Company directly and indirectly holds one hundred percent of the voting shares.

3. Where the Company provides mutual guarantees among peers or co-constructors as required by contract for the purpose of undertaking engineering projects, or where all contributing Shareholders provide endorsements and guarantees to the invested company in proportion to their shareholdings due to a joint investment relationship, such endorsements and guarantees shall not be subject to the restrictions of the preceding two items.

4. The term "contribution" referred to above means direct contribution by the Company or contribution through companies in which the Company holds one hundred percent of the voting shares.

Article 5: Limits on Endorsements and Guarantees

1. The total amount of external endorsements and guarantees provided by the Company shall not exceed 100% of the net value as stated in the most recent financial statements, and the aggregate total of external endorsements and guarantees that may be provided by the Company and its Subsidiaries shall not exceed 100% of the net value as stated in the most recent financial statements.

2. The amount of endorsements and guarantees provided by the Company to a single enterprise shall not exceed 20% of the net value as stated in the most recent financial statements, and the aggregate amount of endorsements and guarantees provided by the Company and its Subsidiaries to a single enterprise shall not exceed 20% of the net value as stated in the most recent financial statements. However, for guarantees provided to subsidiaries in which the Company directly and indirectly holds 100% of the voting shares, the limit shall not exceed 30% of the net value shown in the most recent financial statements.

The net value referred to in this procedure refers to the equity attributable to the owners of the Parent company on the balance sheet prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers.

Article 6: Decision-making and Authorization Levels

1. Endorsement and guarantee matters shall first be resolved by the Board of Directors and then handled in accordance with normal operating procedures. However, due to business needs, within 70% of the external endorsement and guarantee limits set forth in Article 5, the Board of Directors may authorize the Chairman to make decisions and proceed according to authorized operating procedures, which shall be submitted to the nearest Board of Directors meeting for ratification. Significant endorsements and guarantees shall be approved by the Audit Committee in accordance with relevant regulations and submitted to the Board of Directors for resolution. The status of endorsements and guarantees shall be reported to the Shareholders' Meeting for reference. However, if the total external endorsements and guarantees of the Company and its Subsidiaries reach 50% or more of the Company's net value, the necessity and reasonableness thereof shall be explained at the Shareholders' Meeting.

2. When the Company processes endorsements and guarantees and, due to business needs, it is necessary to exceed the liability limits set forth in Article 5, such matters shall be approved by the Audit Committee and then submitted to the Board of Directors for resolution. More than half of the Directors shall jointly and severally guarantee in writing for any potential losses arising from exceeding the limits. The endorsement and guarantee operating procedures shall be amended and submitted to the Shareholders' Meeting for ratification. If the Shareholders' Meeting does not approve, a plan shall be formulated to eliminate the excess portion within a specified period.

Article 7: Processing and Review Procedures

1. Application

When relevant units intend to apply to the Company for endorsements and guarantees, they shall provide basic information and financial data of the guaranteed party and submit a written application to the Company's Investor Relations and Investment Management Department or Finance Department.

2. Credit Investigation

After accepting the application, the Company's Investor Relations and Investment Management Department or Finance Department shall investigate and evaluate the business operations, financial condition, debt repayment ability and creditworthiness, profitability, and purpose of the endorsement and guarantee of the guaranteed party, and prepare a report accordingly.

3. Evaluation

(1) If endorsements and guarantees are made due to business dealings, the handling personnel of the Company's Investor Relations and Investment Management Department or Finance Department shall evaluate whether the endorsement and guarantee amount exceeds the amount of business transactions.

(2) The Company's Investor Relations and Investment Management Department or Finance Department shall evaluate the necessity and reasonableness of the endorsement and guarantee case, as well as its impact on the Company's operational risks, financial condition, and Shareholders' equity.

(3) If collateral is required for an endorsement and guarantee case, the guaranteed party shall provide collateral, and the handling personnel of the Finance Department shall evaluate the value of the collateral to safeguard the Company's creditor's rights.

4. Approval and Processing

The handling personnel of the Company's Investor Relations and Investment Management Department or Finance Department shall consolidate the results of the credit investigation and evaluation mentioned in the preceding items, submit them to the Board of Directors for approval, and in accordance with the resolution of the Board of Directors, transfer the matter to the Finance Department to process the endorsement and guarantee. However, if the cumulative balance at the time of processing the endorsement and guarantee has not yet exceeded 70% of the external endorsement and guarantee limits set forth in Article 5, the matter shall be submitted to the Chairman for approval and then processed, and subsequently reported to the nearest Board of Directors meeting for ratification.

5. Case Registration

   The endorsement and guarantee reference register established by the Finance Department shall record in detail the guaranteed party, amount, date of Board of Directors' resolution or Chairman's decision, date of endorsement and guarantee, matters requiring careful evaluation under these regulations, collateral content and its assessed value, as well as the conditions and date for releasing the endorsement and guarantee liability.

6. Tracking and Extension

   The Company's Finance Department shall require the guaranteed enterprise to provide monthly reports on the usage of the guarantee amount, and shall notify the applying unit one month prior to the expiration date of the endorsement and guarantee as to whether the guarantee will continue. If the guarantee is to be continued, the applying unit shall proceed in accordance with the provisions of this Article.

7. Release of Endorsement Guarantee

   When the Company's endorsement guarantee liability is released, the Finance Department shall obtain relevant information to release the Company's guarantee liability and record it in the endorsement guarantee reference register.

Article 8: Custody and Procedures for Seal

The special seal for endorsement guarantees is the company seal registered with the Ministry of Economic Affairs. Such seal shall be kept by a designated person approved by the Board of Directors, and the same applies when changes are made. When processing endorsement guarantees, the seal shall be affixed or negotiable instruments shall be issued in accordance with the Company's prescribed operating procedures. If the Company provides a guarantee to a foreign company, the guarantee letter issued by the Company shall be signed by a person authorized by the Board of Directors.

Article 9: Matters to be noted when handling endorsement guarantees:

1. The Company's internal Auditor shall audit the endorsement guarantee operating procedures and their implementation at least once per quarter, and prepare written records. If any material violation is discovered, the Audit Committee shall be notified in writing immediately.

2. If the audit unit or Finance Department discovers that, due to a change in circumstances, the endorsement guarantee counterparty originally met the requirements of Article 4 of this procedure but subsequently no longer meets them, or the endorsement guarantee amount exceeds the limit due to changes in the basis used for calculating the limit, when it exceeds the quota set forth in Article 5 of these Regulations, or when an endorsement guarantee is made for a Subsidiary whose net value is less than one-half of its paid-in capital, the applying Department shall be notified to formulate an improvement plan, which shall be approved by the Chairman, submitted to the Board of Directors, forwarded to the Audit Committee, and completed

according to the planned schedule. For Subsidiaries whose shares have no par value or whose par value per share is not New Taiwan Dollars ten, the paid-in capital calculated in accordance with the provisions of the second paragraph shall be the aggregate of share capital plus capital surplus – share premium.

Article 10: Control Procedures for Endorsements and Guarantees Provided to Subsidiaries

1. If a Subsidiary of the Company intends to provide endorsements and guarantees for others, it shall also establish relevant operating procedures and handle such matters in accordance with these operating procedures; however, the net value shall be calculated based on the Subsidiary's net value. If a Subsidiary in which the Company directly and indirectly holds ninety percent or more of the voting shares intends to provide endorsements and guarantees in accordance with Item 2 of Article 4, it shall be submitted to the Board of Directors of the Company for resolution before proceeding; however, this restriction shall not apply to endorsements and guarantees between companies in which the Company directly and indirectly holds one hundred percent of the voting shares.

2. The Company shall require its Subsidiaries to self-inspect whether the established operating procedures comply with the "Regulations Governing Loaning of Funds and Making of Endorsements/Guarantees by Public Companies" and whether endorsements/guarantees made by Subsidiaries for others are handled in accordance with their established operating procedures.

   If a Subsidiary of the Company provides endorsements/guarantees for others, it shall periodically provide relevant information to the Company for review.

3. The Company's internal audit shall review the self-inspection reports of Subsidiaries.

4. Subsidiaries shall prepare a detailed statement of endorsements/guarantees made for others in the preceding month before the 7th day (exclusive) of each month, and submit it to the Company for review.

Article 11: Information Disclosure

1. The Company shall input the endorsement guarantee balances of the Company and its Subsidiaries for the previous month into the Market Observation Post System before the 10th of each month.

2. When the Company's endorsement guarantees reach any of the following standards, they shall be entered into the Market Observation Post System within two days from the date of occurrence of the fact:

   (1) The endorsement guarantee balance of the Company and its Subsidiaries reaches 50% or more of the net value of the Company's most recent financial statements.

   (2) The endorsement guarantee balance of the Company and its Subsidiaries for a single enterprise reaches 20% or more of the net value of the Company's most recent financial statements.

   (3) The endorsement guarantee balance of the Company and its Subsidiaries for a single enterprise reaches New Taiwan Dollars ten million or more, and the aggregate of

endorsement guarantees, book value of investments accounted for using the equity method, and balance of funds lent to such enterprise reaches 30% or more of the net value of the Company's most recent financial statements.

(4) The new endorsement guarantee amount of the Company or its Subsidiaries reaches New Taiwan Dollars thirty million or more and reaches 5% or more of the net value of the Company's most recent financial statements.

3. If a Subsidiary of the Company is not a domestic public offering company, and such Subsidiary has matters under item four of the preceding paragraph that should be entered into the Market Observation Post System, the Company shall do so on its behalf.

4. The Company shall evaluate or recognize contingent losses from endorsement guarantees, make appropriate disclosures of relevant information in its financial reports, and provide relevant information to the certifying CPA to perform necessary audit procedures.

5. The date of occurrence of the fact referred to in the second paragraph means the earlier of the transaction signing date, payment date, Board of Directors resolution date, or any other date sufficient to determine the counterparty and amount.

Article 12: Penalties

When the Company's Managers and personnel in charge violate this operating procedure, they shall be reported for performance review in accordance with the Company's employee handbook and penalized based on the severity of the circumstances.

Article 13: Implementation and Amendment

This operating procedure shall be approved by the Audit Committee, then passed by the Board of Directors, and submitted to the Shareholders' Meeting for approval. The same applies when amendments are made.