



Supervision of Subsidiaries and Affiliates

The Company has a systematic approach to overseeing the operations of its subsidiaries and associated companies, as follows:

1. The Board of Directors has appointed qualified persons to be directors of the Company, who hold positions as directors of each subsidiary and associated company, to oversee the business operations, which must be reported and discussed with the Company's Board of Directors. For other executive positions, there will be periodic joint meetings to ensure systematic management and supervision, and to protect the best interests of the Company.
2. The Company monitors its operating performance by requiring subsidiaries to submit monthly financial statements, which are consolidated with the parent company's financial statements on a monthly basis. This enables the Company to analyze and monitor the monthly performance of each subsidiary. The Company discloses complete, accurate, and timely information regarding financial position and operating results, and oversees related-party transactions, as well as acquisitions or disposals of assets and other material transactions, in accordance with the Company's established criteria.
3. The company ensures that subsidiaries have appropriate and adequate internal control systems in place. The company also ensures that the internal audit unit reports on the adequacy of the internal control system and compliance with relevant laws and regulations to the Audit Committee for acknowledgement.