

## **Management System for Climate Lobbying Activities and Trade Associations**

We have established a management system that covers the global sites of ASEH and the three major subsidiaries to ensure that our lobbying activities and participation in trade associations comply with our corporate policies on sustainability and climate change, and aligned with the goals of the Paris Agreement.

### **Direct Lobbying**

ASEH is fully committed to support government policies that align with the Paris Agreement. With regard to political donations, ASEH is obligated to comply with Article 7 of the Taiwan Political Donations Act that prohibits donations from companies where more than 30% of the shares are held by foreign citizens or corporations. As foreign citizens and corporations hold more than 30% of ASEH shares, our engagement with the government is mainly conducted through participation in trade associations where we advocate for policies and provide recommendations.

We comply strictly with local lobbying regulations when initiating lobbying campaigns. ASEH management procedures for lobbying are as follows:

1. The purpose must align with ASEH's policies on sustainability and climate change, and the Paris Agreement.
2. The lobbying campaign must first be evaluated by the Social Involvement Task Force and submitted to the ASEH Corporate Sustainability Committee for final approval.
3. The Social Involvement Task Force is responsible for tracking progress, and updating the progress and outcome to the CSC.
  - (1) If the regulations, policies, and bills meet the goals of the lobbying objectives, the campaign shall be continued.
  - (2) If the regulations, policies, and bills partially deviate from the lobbying objectives, a negotiation process shall commence to steer the campaign back on track.
  - (3) If the regulations, policies, and bills completely deviate from the lobbying objectives, the campaign shall be cancelled.
4. The CSC is obligated to report the status regularly to the board of directors.

### **Trade Associations**

ASEH plays an active role in climate organizations and associations. We also take up leadership and consultative roles in various committees within the associations. ASEH's management procedures for trade association and engagement are as follows:

1. Evaluating trade associations that are irrelevant to mitigating climate change:
  - (1) Assessing global trade association performance through membership.
  - (2) Identifying organizations with missions closely associated to climate change mitigation and/or the Paris Agreement, or actively advocating, promoting awareness, campaigning, or lobbying on climate related issues.
2. Evaluating and monitoring our engagement with, and activities of trade associations to ensure compliance with climate change mitigation and the Paris Agreement.
  - (1) Annual assessment of participating climate-focused trade associations.
  - (2) Evaluating the public stance of trade associations in supporting the Paris Agreement including

below 2°C or 1.5°C, Net Zero 2050, energy-saving and carbon reduction.

- (3) Evaluating the activities and actions of the trade associations, to ensure that public statements, promotional activities, educational training, initiatives, and policy proposals, support and comply with the Paris Agreement.
  - (4) Classifying associations into those who comply with the Paris Agreement and those who do not. We would continue to engage with the former while taking other measures for the latter.
3. For trade associations that fall short of ASEH's expectations,
- (1) We would engage in discussions to seek alignment within 2 years, and would cancel our membership if alignment fails.
  - (2) We would cancel our membership with associations that do not align with our climate policies and goals.

## 2022 Evaluation Results

### Direct Lobbying

ASEH did not conduct any direct lobbying in 2022.

### Trade Associations

In 2022, ASEH recorded participation in 123 trade associations covering a wide scope including climate change, technology and R&D, labor rights, supply chain, industry development, commercial operation and investment, auditing, legal, environmental protection, sustainable development, and human rights. Among the 123 associations, 12% or 15 are focused on climate change, and are closely assessed by ASEH through our Trade Association Management Framework.

#### Number of trade associations in full alignment with ASEH goals : 15

	Name	Remarks on Assessment
1	The American Society of Mechanical Engineers	Recognizes climate risks, supports the Paris Agreement, and initiates topics and activities related to climate change.
2	Institute of Electrical and Electronics Engineers	Recognizes climate risks, supports the Paris Agreement, and proposes climate solutions.
3	Responsible Business Alliance	Recognizes climate risks, proposes responsible environmental initiatives (such as decarbonization), utilizes emissions management tools, and supports members' GHGs reduction goals.
4	Semiconductor Equipment and Materials International	Recognizes climate risks, supports the Paris Agreement, established the Semiconductor Climate Consortium, and promotes the pathway to Net Zero through conferences and public advocacy.
5	Taiwan Alliance for Sustainable Supply	Recognizes climate risks, supports the development of a sustainable supply chain, and promotes the pathway to Net Zero through conferences.
6	Taiwan Semiconductor Industry Association	Recognizes climate risks, supports net zero goals, supports members' sustainability programs, and promotes the pathway to Net Zero through conferences.
7	Taiwan Electrical and Electronic	Recognizes climate risks, supports net zero goals, provides recommendations for government policies on

	Manufacturers' Association	net zero and energy, and promotes the pathway to Net Zero through conferences.
8	Taiwan Institute for Sustainable Energy	Recognizes climate risks, supports the Paris Agreement, established the Taiwan Alliance for Net Zero Emission, conducts initiatives and promotes the pathway to Net Zero through conferences.
9	Taiwan Net Zero Emissions Association	Recognizes climate risks, pledges to help Taiwan achieve net zero, conducts initiatives and promotes the pathway to Net Zero through conferences.
10	Taiwan Carbon Capture Storage and Utilization Association	Recognizes climate risks, pledges to help the industry reduce carbon emissions and mitigate the greenhouse effect through carbon-capturing technologies, and promotes CCUS through conferences.
11	Taiwan Panel & Solution Association	Recognizes climate risks, supports the goal of reaching net zero/carbon neutrality by 2050, drafted the TPSA Guide for Best Control Technologies for GHG Emissions Reduction, conducts initiatives and promotes pathway to Net Zero through conferences.
12	Chinese National Association of Industry and Commerce	Recognizes climate risks, supports the Paris Agreement, and conducts initiatives and promotes pathway to Net Zero through conferences.
13	The Business Council for Sustainable Development of the Republic of China	Recognizes climate risks, supports net zero goals, conducts initiatives and promotes pathway to Net Zero through conferences.
14	Taiwan Printed Circuit Association	Recognizes climate risks, supports net zero goals, supports the PCB industry's low-carbon transition through initiatives and conferences.
15	CommonWealth Sustainability League	Recognizes climate risks, supports net zero goals, promotes corporate sustainability development, conducts initiatives and promotes pathway to Net Zero through conferences.

**Number of trade associations that are partially misaligned with ASEH goals: 0**

	Name	Remarks on Assessment
	None	None

**Number of trade associations that are completely misaligned with ASEH goals: 0**

	Name	Remarks on Assessment
	None	None