

Sustainable Development Promotion Overview

In compliance with the mission and policies of ESG, Acer has established a Corporate Sustainability Committee (CSC). Acer's chairman and CEO is the Committee's chairman and ESG office functions as the executive secretary. The Committee's members include senior officers: Chief Operating Officer, Chief Legal Officer, Chief Financial Officer, Chief Human Resources Officer and Chief Sustainability Officer. The Committee is responsible for setting the sustainability vision, strategies and long-term goals, and may report to the Board of Directors regularly. The Committee has established working groups to coordinate and communicate important sustainability issues crossing departments, execute and plan important issues, and track the progress of special projects. The Committee convenes the meetings twice a year reviewing the progress and effectiveness of sustainability actions and projects undertaken of the working groups, responding the related parties' requests and expectations, reviewing annual sustainability goals, and formulating medium to long-term objectives, and discussing and deciding the important sustainability issues.

The Company has also established ESG Office specializing in promotion of sustainable development. This office led by the Chief Sustainability Officer and serves as the executive secretary to the Corporate Sustainability Committee. In addition to regularly reporting trends, impacts, and performance related to sustainability issues to the Committee, it also plays a crucial role in facilitating communication and integration among various working groups and the Corporate Sustainability Committee.

Recognizing the increasing importance of risk management, the Company's board of directors approved the resolution to promote the working group which was subject to Sustainability Management Committee on March 16, 2022. Such Committee may specialize in reporting risk management operations to the Board of Directors and the Audit Committee.

Operation and Execution Status:

1. The Company has established working groups to oversee various aspects such as corporate governance, risk management, innovation and product lifecycle, environmental policies and management, and supply chain management. These groups are responsible for setting and implementing goals related to important sustainability issues crossing departments. In accordance with the planning outlined in the "Sustainable Development Roadmap for Listed and OTC Companies for 2022", the Company specifically focused on conducting greenhouse gas inventories and verification planning, and have made key work arrangements:

- (1) Setting the investigation boundary: Acer Group (including consolidated subsidiaries) global operational locations.
 - (2) Identification of emissions sources: including direct emissions (Scope 1), energy indirect emissions (Scope 2), and other indirect emissions (Scope 3).
 - (3) Emission calculations, investigation report preparation, distribution, and document retention management.
 - (4) Verification procedures: internal verification and third-party verification to ensure the proper execution of related operations according to the plan. Expected to obtain ISO 14064-1 greenhouse gas emissions verification statement by June 2023.
 - (5) Information system: already in place and continuously optimized.
 - (6) Employee education and training: enhancing carbon reduction awareness and internal capacity for greenhouse gas management and internal verification among employees within the Acer Group.
 - (7) Strengthening management awareness: appointing sustainability professionals to share how corporate leaders can lead low-carbon ESG transformation projects for enhancing management's awareness and understanding of sustainable development concepts.
2. The Company's Risk Management working group holds regular meetings annually to identify, assess, and discuss potential and emerging risks in the three major dimensions of environment, society, and corporate governance. In 2022, the Risk Management working group identified 45 risk items. For the identified and analyzed risk items, relevant department personnel are assigned to develop subsequent risk management strategies and related implementation plans, including damage prevention plans, avoidance, isolation and backup, risk transfer, risk retention and other common risk management response measures, in order to minimize potential risks from all aspects and mitigate the negative impact on business objectives. These efforts aim to strengthen the overall operational resilience of the Company.
 3. The Sustainable Management Committee and the Risk Management Committee have separately reported to the Board of Directors on various sustainability issues, including climate change, carbon investigation, and corporate risk management. These reports were made on March 16, 2022, May 5, 2022, August 4, 2022, and November 3, 2022, respectively.