

Yuanta Financial Holding Company
Environmental Policy

Approved by the Board of Directors on February 26, 2016 (43rd meeting of the 6th board)

Article 1

In order to preserve the balance of the global environment, respect social ethics, pay heed to the rights and interests of other stakeholders, and to implement the concepts of sustainable development into the Company's management and operations, the Company sets this Policy.

Article 2

The Company's core corporate values are the establishment of the highest standards of corporate governance in pursuit of Total Shareholder Return (TSR) and fulfillment of the Company's Corporate Social Responsibility (CSR).

The Company shall dedicate itself to environmental protection, environmental management and energy saving, and shall provide all necessary resources to fulfill the following commitments:

- (1) Promote green purchasing, including recyclable, low-pollution, and resource-saving products, in order to reduce the overall impact the Company's operations have on the environment.
- (2) Adhere to governmental rules, regulations, and requests pertaining to environmental protection, and provide relevant units at the Company with sustainable development education and training; at the same time, work with partners and Company suppliers to increase their awareness with regard to sustainable development issues.
- (3) Make continual efforts to save energy and reduce carbon consumption, as well as reducing the Company's use of energy, paper, and water resources, manage waste recycling, and increase the energy efficiency of Company facilities.
- (4) In order to facilitate environmentally sustainable development, the Company and its subsidiaries shall ensure, via their Credit Guidelines, that the all credit customers are evaluated as to whether they have adequately fulfilled their environmental protection, corporate integrity, and social responsibility duties.

Disclaimer: this document is a translation from the original Chinese version. In the case of any discrepancy the original document shall supersede this version.

(5) Monitor the impact that climate change has on Company operations, perform periodic reviews on the Company's environmental and energy-saving objectives, and continue to improve the overall efficiency of the Company's environmental management.

Article 3

In light of global warming and the impact of climate change on the global financial environment, industrial structure and policies, financial market fluctuations and corporate sustainability, and to respond to the energy-saving and carbon-reducing measures that various industries are making to prepare for climate change-related risks impacting their economic development, the Company shall commit itself to environmental protection, and shall implement corporate social responsibility into its overall corporate government framework, in order to serve as a foundation for the Company's sustainable operations.

Article 4

This Policy shall take effect, along with any subsequent amendments, upon receiving approval from the Company's board of directors.