

Chieftek Precision Co., LTD.

2018 Annual Shareholders' Meeting Minutes

Meeting time : 9:00 a.m., May 28, 2018

Place : 2F.-1, No.26, Nanke 3rd Rd., Xinshi Dist., Tainan City 744, Taiwan, R.O.C.

(Southern Science Park Industries)

Present : Total outstanding cpc shares is 59,045,489 shares and shares held by shareholders present in person or by proxy is 41,134,045 shares (the number of shares attended through electronic means is 11,309,068 shares)., and the percentage is 69.66%. The aggregate shareholding of shareholders present in person or by proxy constitute a quorum.

Chairman : Ms. Li Fen Chen, the Chairperson of the Board of Directors

Guest : Director Ming Che Hsu, Director Sheng Fang Zheng, Director Pi Hsia Wang Chen, Director An Li, Independent Director Nai Chang Wei, Independent Director Ming Tzu Ho, Supervisor His Hui Kuang, Supervisor Mei Li, Supervisor Hsu Wen Tseng, Accountant Tzu Yu Lin, Lawyer Jia hao Zheng.

A. Chairman's Address (omitted)

B. Report Items

- I. To Report the Business of 2017. (see Attachment I)
- II. Supervisors' Review Report on the 2017 Financial Statements. (see Attachment II)
- III. To Report 2017 Employees' Profit Sharing Bonus and Directors and Supervisors' Compensation. (see Attachment III)
- IV. To Report the Treasury Stock of Buyback.
- V. To Report the 2017 Endorsement and Guarantee.
- VI. Revision of the Company's "Rules of Procedure of the Board of Directors" report. (see Attachment IV)

C. Proposed Resolutions

- I. To accept 2017 Business Report and Financial Statements.
(Proposed by the Board of Directors)

Explanatory Notes:

- (1) The Company's Financial Statements, including the balance sheet, the statement of comprehensive income, the statement of changes inequity, and statement of cash flows, were audited by independent auditors, Mr. Lin, Yung-Chih and Ms. Liu, Tzu-Shu, Liu of PricewaterhouseCoopers (PwC), Taiwan. Also Business Report and Financial Statements have been approved by the Board of Directors and examined by the supervisors of the Company.
- (2) The 2017 Business Report could be referred to Attachment I, independent auditors' audit report, and Financial Statements by PwC could be referred to Attachment VI.

RESOLVED :

Approved as proposed, voting results are as follows (including votes casted electronically):

Number of votes represented by attending shareholders	Votes in favor		Votes against	Invalid Votes	Abstaining votes/no votes
	Number	Percentage (%)	Number	Number	Number
41,134,045	40,394,735	98.20	1,068	0	738,242

II. To Approve the Proposal for Distribution of 2017 Profit.

(Proposed by the Board of Directors)

Explanatory Notes:

- (1) The 2017 profit distribution program of the company has been submitted by board on April 16, 2018, in accordance with company Act and the Articles of Incorporation of the company.
- (2) The cash dividends of shareholders distributed in this plan amounted to NT\$59,045,489. Based on the actual number of shares in circulation, NT\$1.0 per share was allotted and NT\$147,613,730 was a dividend on shares. According to the number of shares actually traded, 250 shares are issued for each 1,000 shares and the total amount is NT\$206,659,219. Please refer to Appendix VII of this manual for the surplus allocation table.
- (3) Actual placement and number of shares will depend on the number of registered shareholders on the ex-rights date. The cash dividend distribution will be calculated to the nearest NT dollar. After the above mentioned method were approved by regular shareholders' meeting. The ex-dividend date will be decided by the Board of Directors meeting after approval by the competent authority. Allotment of fractional shares (less than one share) shall be paid in cash, and the chairman or his designated representative may subscribe at par value. Actual placement and number of shares will depend on the number of registered shareholders on the ex-rights date.
- (4) The shareholders' meeting passed and authorized the board of directors to determine the base date for ex-rights and transfer of surplus to capital.
- (5) Before ex- right date if buying back shares the transfer of treasury shares of the company, cancellation or other reasons prior to the date of ex-right affect the number of shares of the outstanding shareholders and change the allotment rate, company will submitted to the shareholder's meeting and the Board is authorized to make such adjustments.

Resolution :

Approved as proposed, voting results are as follows (including votes casted electronically):

Number of votes represented by attending shareholders	Votes in favor		Votes against	Invalid Votes	Abstaining votes/no votes
	Number	Percentage (%)	Number	Number	Number
41,134,045	40,391,735	98.20	1,068	0	741,242

D. Discussion Items

I. To Amend the Articles of Incorporation.

(Proposed by the Board of Directors)

Explanatory Notes:

- (1) In order to attract outstanding talents and improve the company's operating performance, it plans to revise some provisions of the company's "Articles of Association".
- (2) Please refer to the Handbook for the 2018 Annual Shareholders' Meeting for the comparison tables of the articles to be amended.

Resolution :

Approved as proposed, voting results are as follows (including votes casted electronically):

Number of votes represented by attending shareholders	Votes in favor		Votes against	Invalid Votes	Abstaining votes/no votes
	Number	Percentage (%)	Number	Number	Number
41,134,045	40,389,735	98.19	1,068	0	743,242

II. In the case of 2017 Surplus Transferring Capital and Issuing new Shares.

(Proposed by the Board of Directors)

Explanatory Notes:

- (1) In order to meet the needs of business development, the Company proposes to allocate NT\$147,613,730 from the available-for-distribution surplus for 2017, and to transfer 14,761,373 new shares to be issued for capital increase. The denomination of each share is NT\$10.
- (2) According to the shareholder's name list on the basis of the shares allotment, the proportion of shares held by the company, 250 shares are promissory for every 1,000 shares, and less than one share of abnormal shares is issued, and the shares are transferred from the shareholders to the company shares within five days from the date of transfer. The agency shall handle the registration of the whole stock by itself and make up the missing shares that are still insufficient or overdue. The depreciation shall be calculated in denominations to NTD (less than 1NTD will not be counted). Its shares will authorize the chairman of the board to appoint a specific person to subscribe for it in denomination.
- (3) The capital increase and issuance of new shares have the same rights and obligations as the shares that have already been issued.
- (4) Issues relating to the issuance of benchmark dates for new shares and capital increase issues shall be determined by the board of directors after being reported to the competent authority for approval.
- (5) Prior to the issuance of the new shares, if the share ratio of the shareholders is changed due to the purchase of shares of the company or the transfer, cancellation or other reasons of the treasury shares, which would affect the number of shares in circulation, the shareholders' meeting shall authorize the board of directors to handle the issue.
- (6) If the above matters relating to capital increase are subject to amendments approved by the competent authority and subject to changes in the operational requirements of the objective environment, the shareholders' meeting shall be authorized to

authorize the board of directors to take full responsibility.

Resolution :

Approved as proposed, voting results are as follows (including votes casted electronically):

Number of votes represented by attending shareholders	Votes in favor		Votes against	Invalid Votes	Abstaining votes/no votes
	Number	Percentage (%)	Number	Number	Number
41,134,045	40,391,736	98.20	3,074	0	739,235

E. Special Motion : NO.

F. Adjourn : AM 09:40.