



President Securities Corporation
Compliance Statement of Stewardship Principles for
Institutional Investors

President Securities Corporation (hereinafter referred to as the “Company”) primarily operates in securities brokerage, proprietary trading, and underwriting; therefore, it is categorized as an asset owner. The Company hereby declares its compliance with the “Stewardship Principles for Institutional Investors,” and its adherence to the six principles is outlined as follows:

Principle 1 Establish and disclose stewardship policies

The Company’s business objective is to maximize shareholder interests through its brokerage, proprietary trading, and underwriting operations. To achieve this objective, the Company has formulated a stewardship policy that outlines its responsibilities to shareholders, as well as the implementation and disclosure of stewardship activities. In addition, the Company incorporates environmental, social, and governance (ESG) considerations into its investment evaluation process, thereby fulfilling its stewardship responsibilities and creating long-term investment value.

Principle 2 Establish and disclose policies on managing conflicts of interest

To ensure that the Company conducts its business in the best interests of its shareholders, the Company has formulated a conflict of interest management policy, which sets out the types of conflicts of interest and the corresponding management approaches.

Principle 3 Regularly monitor investee companies

To ensure that the Company obtains sufficient and effective information

for assessing the nature, timing, and extent of its dialogue and interaction with investee companies, and to establish a sound basis for its investment decisions, the Company may monitor investee companies in aspects such as relevant news, financial performance, industry outlook, and business strategies. Furthermore, by incorporating environmental, social, and governance (ESG) information, the Company monitors, analyzes, and evaluates the risks and opportunities associated with investee companies, thereby gaining an understanding of their sustainability strategies.

Principle 4 Maintain an appropriate dialogue and interaction with investee companies

The Company engages in appropriate dialogue and interaction with investee companies to better understand and communicate with their management regarding industry risks and strategies. The Company communicates with investee company management annually through conference calls, meetings, participation in investor conferences, or by sending representatives to attend general or extraordinary shareholders' meetings. When an investee company is found to have committed significant violations of corporate governance principles on certain issues or is at risk of impairing the long-term value of the Company's shareholders, the Company will, from time to time, inquire with the management of the investee company regarding the handling of such matters. The Company may also consider joining forces with other investors to voice concerns collectively, and may also participate in relevant advocacy organizations on specific environmental, social, and governance (ESG) issues, thereby amplifying and exerting the influence of institutional investors. Institutional investors shall also place emphasis on the impact of engagement and interaction on investee companies, as well as on planning and identifying future engagement priorities, so as to enhance the sustainable development of investee companies.

Principle 5 Establish and disclose clear voting policies and voting results

To maximize shareholder interests, the Company has established and disclosed a clear voting policy and actively exercises its voting rights on shareholders' meeting proposals. The Company discloses its voting record, including the reasons for votes in favor, against, or abstentions on significant proposals.

An annual summary of voting results is disclosed on the Company's website.

Principle 6 Periodically disclose the status of fulfillment of stewardship responsibilities

The Company regularly publishes a stewardship report on its website or discloses its stewardship practices in the annual report/business report. Such disclosures include this compliance statement and explanations for any principles not complied with, information on the internal resources invested to implement stewardship, the organizational structure for executing stewardship, statistics on the number of engagements, case descriptions and details of dialogue and interaction with investee companies, engagement outcomes and follow-up actions, examples of collaboration with other institutional investors, participation in and voting at investee companies' shareholders' meetings, communication channels available to stakeholders such as clients, beneficiaries, investee companies, or other institutional investors to contact the signatory, as well as other material matters (e.g., any significant conflicts of interest that arose in the past year).

Signatory President Securities Corporation
September 30, 2020

