

Taiwan Hon Chuan Enterprise Co., Ltd.

Notice of 2016 Annual Shareholders' Meeting (Summary translation)

- I. The 2016 Annual Shareholders' Meeting (the "Meeting") will be convened at 3F, No.6, 2Rd. Taichung Industrial Park, Taichung City at Hon Chuan Headquarters (International Convention Hall) at 9:00 a.m. on June 22, 2016 (Wednesday). The agenda for the Meeting is as follows:

1. Discussion

- (1) Discussion to amend the "Articles of Incorporation" of the Company.

2. Report Items

- (1) 2015 Business Report
- (2) 2015 Supervisor's Review Report
- (3) Remuneration of Directors, Supervisors, and Employees Report
- (4) Share Buyback Execution Report
- (5) Status Report of Domestic Corporate Bonds Issuance
- (6) Enact the Corporate Governance Best Practice Principles
- (7) Enact the Ethical Corporate Management Best Practice Principles
- (8) Enact the Corporate Social Responsibility Best Practice Principles

3. Approvals

- (1) Approval of the 2015 Financial Statements and Business Report
- (2) Approval of Proposal for Distribution of 2015 Profits

4. Motions

- II. The proposal for distribution of 2015 earnings adopted at the meeting of the Board of Directors is as follows :
- Cash dividends to common share holders: Totaling NT\$585,757,758.
- Each common share holder will be entitled to receive a cash dividend of NT\$2 per share. The record date will be decided by the Chairman as authorized by

the Board of Directors.

- III. Please find the Notice of Attendance and Proxy Form enclosed with this Meeting Notice. If you plan to attend the meeting in person, please affix your signature or personal seal to the Sign-in Card (the second page) and submit it for registration on the day of the shareholders' meeting. If you wish to appoint a proxy to attend the meeting, please fill out the name and relevant information of the proxy, affix your signature or personal seal to the Proxy Form (the fifth page), have the proxy affix his or her signature or personal seal to the Proxy Form. Such proxy form shall be delivered to the Company's securities agent at the Register and Transfer Agency division of KGI Securities Corporation, at least five days prior to the meeting so that a sign-in card can be issued to the proxy. If proxy does not receive sign-in card before the meeting, please bring identification document to the meeting place for reissuance.
- IV. If any shareholder intends to solicit for the Proxy Form, the Solicitor's Solicitation Information List compiled by the Company will be available on May 20, 2016 on the website of the Securities and Futures Institute (<http://free.sfib.org.tw>). Please log-on to the website and click "Free Inquiry System for Information Related to the Public Announcement of Proxy Form"; then click "Enter for Inquiring Proxy Form" for detailed explanation.
- V. The period during which shareholders may cast electronic votes for this annual general meeting will be from May 23, 2016 to June 19, 2016. The shareholders may vote online for this annual general meeting by accessing the "electronic voting platform for shareholders' meeting" page on the website of Taiwan Depository and Clearing Corporation at <https://www.stockvote.com.tw>, and casting their votes based on the instructions on the website.
- VI. The institution responsible for tallying and verifying the votes for the Company is the Register and Transfer Agency division of KGI Securities Corporation.
- VII. Pursuant to Article 26-2 of the Securities and Exchange Law, the notice of the shareholders meeting to be given by an issuer to shareholders who own less than 1,000 shares of nominal stocks may be given in the form of a public announcement with thirty days prior notice.

Sincerely Yours

The Board of Directors of Taiwan Hon Chuan Enterprise Company, Ltd.