Appendix 2 — Explanation of the Carbon Leakage Risk Assessment

<table>
<tr><td>1. Company name</td><td></td><td>2. Unified Business Number</td><td></td></tr>
<tr><td>3. Contact person</td><td></td><td>3a. Job title</td><td></td></tr>
<tr><td>3b. Telephone</td><td></td><td>3c. E-mail</td><td></td></tr>
<tr><td>4. Industry and industry code (3-digit)</td><td colspan="3"></td></tr>
<tr><td>5. Qualifying condition</td><td colspan="3">☐Point 2, Subparagraph 2: The carbon fee amount accounts for 30% or more of gross profit, or gross profit for the fee collection year is negative.
☐Point 2, Subparagraph 3: The entity's principal products are subject to anti-dumping duties announced and approved by the Ministry of Finance.
☐Point 2, Subparagraph 4: The entity is significantly affected by the U.S. reciprocal tariff policy.</td></tr>
<tr><td rowspan="3">6. Explanation of carbon leakage risk</td><td colspan="3">6a. Feasible reduction potential (Note 1)</td></tr>
<tr><td colspan="3">6b. Cost pass-through capability (Note 2)</td></tr>
<tr><td colspan="3">6c. Profit margin assessment (Note 3)</td></tr>
<tr><td>7. Supporting materials</td><td colspan="3"></td></tr>
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Note 1: The explanation may cover such matters as the entity's reduction efforts and reduction targets (for example, the amount invested in implementing its self-determined reduction plan, or total investment in carbon reduction over the past three years); the fact that the scope for further application of reduction technologies in the short term is relatively limited; and the impact of carbon fee collection on production costs.

Note 2: The explanation may cover such matters as the domestic and international competitive pressure faced by the entity, resulting in a relatively low capability to pass on costs in the short term (for example, changes in domestic and international market share over the past three years, import and export volume statistics, the number of principal competitors in the same industry, or the entity's cost pass-through capability).

Note 3: The explanation may cover such matters as the company's profit margin, the attractiveness of the Taiwan market for long-term investment, the capability to relocate production bases, or the substitutability of its products by imported products (for example, the average gross profit margin over the past three years or the export share of its products).