

# President Chain Store Corporation Tax Policy

Approved by Board of Directors on June 24<sup>th</sup>, 2021

## Article 1

The tax policy (hereinafter referred to as this policy) has been formulated to comply with the international trend of tax governance, implement laws and regulations, facilitate sustainable corporate development, maximize shareholders value and fulfill corporate responsibilities.

## Article 2

Subsidiaries in the consolidated statement are included. All subsidiaries whose operations have an impact on the Company's overall financial and tax figures shall comply with this policy.

## Article 3 Core Values

The Company complies with local tax regulations of business location, fulfills the social responsibilities as a taxpayer, and supports the government's effort in promoting sustainable development policies such as industrial innovation, research and development and reinvestment. The transactions between affiliated companies are based on conventional transaction principles and follow the internationally recognized guidelines for transfer pricing promulgated by the Organization for Economic Co-operation and Development (OECD). It does not seek tax havens for tax evasion purposes or actively engage in tax structure planning, nor does the Company transfer its profits to countries with lower tax rates. For matters such as changes in tax regulations and major transactions, the Company carefully assesses tax risks and draws up countermeasures.

## Article 4 Tax Policy

- Honestly reporting and paying tax

Carrying out its social responsibilities, including following the tax laws and regulations of the countries and regions in which it operates, honestly reporting and paying its taxes, fulfilling its tax payment obligations.

- Assessing and handling tax risk

Carefully assessing the risks associated with changes in tax laws and regulations and major transactions and drawing up countermeasures to deal with them. It should always take into consideration the tax impacts and relevant tax risks when making business decisions and in the course of daily operations.

- Ensuring open and honest communication

Maintaining communication and relationships of mutual trust and respect with tax authorities, working with them to discuss and resolve tax matters where appropriate for better understanding.

- Information transparency

Tax information disclosure on financial statements is to be carried out in accordance with relevant regulations and standards.

#### Article 5

This policy shall be reviewed and revised in due course in response to changes in international and government laws and regulations. Any uncovered matters shall be handled in accordance with the relevant regulations of the competent authority and the Company.

#### Article 6 Revision record:

First edition was deemed invalid in the beginning of March 2019.

Revision was published in June 2021.