

# Nan Shan Life Insurance Co., Ltd.

## Comprehensive Investment Policy

Established by the Board of Directors on October 5, 2006  
Amended by the Board of Directors on December 11, 2025

### Article 1 (Purpose)

This Comprehensive Investment Policy is established to strengthen asset management, effectively manage capital utilization risks, ensure solvency, protect policyholders' interests, and fulfill long-term commitments to both policyholders and shareholders.

### Article 2 (Basis and Applicable Regulations)

This Comprehensive Investment Policy is formulated in accordance with the "Self-Regulatory Regulations for Asset Management in the Insurance Industry," as submitted by the Life Insurance Association of the Republic of China and approved for the record by the Financial Supervisory Commission.

Provisions related to investments in insurance-related businesses shall be governed separately by the Company's "Regulations Governing the Management of Investment Insurance-Related Enterprises."

### Article 3 (Decision-Making Basis for Asset Allocation)

To reduce overall portfolio risk and enhance investment performance, asset allocation decisions shall take into account changes in market conditions and be based on the following factors:

1. Asset-liability relationship
2. Risk tolerance
3. Long-term risk-return requirements
4. Liquidity
5. Solvency

### Article 4 (Investment Restrictions and Regulatory Requirements)

To support asset-liability management, the Company shall primarily invest in fixed-income instruments, with other types of investment serving a supplementary role. The Company's investments in equities, bonds, or derivative financial products shall be subject to external regulatory requirements based on the attributes of the instruments, as outlined below:

1. Market Category Restrictions: Depending on whether the investment is domestic, overseas, or in Mainland China, the applicable restrictions shall be governed by the Insurance Act and relevant subordinate regulations regarding eligible investment targets.
2. Minimum Credit Rating or Quality Requirements: Depending on the type of investment product, the applicable credit rating or quality restrictions shall be governed by the Insurance Act and its related subordinate regulations.
3. Diversification or Concentration Limits: Limits on investment exposure by region, currency, industry, and product category shall be subject to the Insurance Act and its relevant subordinate regulations regarding investment ceilings.
4. Foreign Exchange Restrictions: The Company's foreign investment ratio shall be subject to the upper limit approved by the competent authority. All foreign exchange operations shall be conducted in accordance with the Insurance Act and its related subordinate regulations, as well as relevant regulations under the supervision of the Central Bank.
5. Derivative Financial Products and Structured Products: Investments in derivative financial products and structured products shall, depending on the type of transaction conducted, comply with the applicable requirements and restrictions set forth in the Insurance Act and its related subordinate regulations.
6. Principles of Socially Responsible Investment: To ensure the Company's capital utilization aligns with societal expectations, Environmental, Social, and Corporate Governance (ESG) factors are incorporated into the Company's investment policy. The Company evaluates whether investee enterprises fulfill their responsibilities in environmental protection, corporate integrity, and social

responsibility.

7. Principles of AML, CFT, and CPF in Investment: To enhance investment security, the Company shall incorporate an assessment of whether the investee enterprise effectively implements anti-money laundering (AML) and countering the financing of terrorism (CFT), and counter-proliferation financing (CPF) measures as part of its investment evaluation process.

The implementation of the Principles of Socially Responsible Investment described in Subparagraph 6 shall be carried out through the following measures:

1. When adding new investee enterprises, the Company shall consider their performance in ESG aspects.
2. Prior to investing in new targets, enterprises engaged in gambling, pornography, national defense, or armaments shall, in principle, be excluded. The List of Enterprises Unsuitable for Investment across various industries shall be updated annually and submitted to the Investment Committee for resolution and approval. The same procedure shall apply to any amendments.
3. During the annual update of the List of Enterprises Unsuitable for Investment, existing holdings shall be reviewed to determine whether they fall within the scope of the list. If so, recommended actions shall be proposed and submitted to the Investment Committee for approval.
4. In cases where investment targets are passively acquired through distributions, a post-acquisition review shall be conducted to determine whether the target falls within the List of Enterprises Unsuitable for Investment as specified in Subparagraph 2. If so, handling shall be carried out in accordance with the provisions in the latter part of Subparagraph 3.
5. If a target under review according to Subparagraphs 2, 3, or 4 is classified as related to national defense but has minimal business involvement in national defense, investment may be permitted subject to case-by-case approval by the Investment Committee.
6. The implementation status of the measures outlined in Subparagraphs 2, 3, 4, and 5 shall be reported to the Board of Directors during the annual policy review.
7. The Company encourages investee enterprises to align with the United Nations Sustainable Development Goals (SDGs) or other principles that promote environmental protection, corporate integrity, and social responsibility.

The Company's internal regulations related to each subparagraph of Paragraph 1 shall also apply accordingly.

#### Article 5 (Investment Decision-Making Authority)

The authorization hierarchy for investment decision-making shall be governed by the Company's "Capital Utilization Authorization Regulations" and pertinent internal procedures.

#### Article 6 (Authorization of Investment Policy Matters)

The planning, management, and execution of the investment policy shall be supervised and managed by the functional head of the capital utilization unit or the President, as authorized by the Board of Directors.

The formulation of rules related to the investment policy shall require approval from the President, as authorized by the Board of Directors.

#### Article 7 (Investment Execution Reporting)

The Investment Function shall submit a monthly investment execution report to the Investment Committee, as authorized by the Board of Directors. The report shall include material asset changes during the period, holdings in each asset category, and short-term investment activities.

The Real Estate Department shall also submit a monthly investment execution report to the Investment Committee, as authorized by the Board of Directors. The report shall include an overview of real estate investment positions, investment performance, and operational reviews, along with a quarterly report on upcoming short-term investment activities.

#### Article 8 (Implementation and Periodic Review)

This Policy shall take effect upon approval by the Board of Directors. The same procedure shall apply to any subsequent amendments.

This Policy shall be reviewed at least annually and submitted to the Board of Directors for approval.