

Realization of Co-Prosperity with Society



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Since its inception, Far Eastern New Century has participated in social activities in two ways. Firstly, companies and production sites give back to their local communities and contribute to society by utilizing their core corporate capabilities or resources. Secondly, the Company has established non-profit organizations through its own funds and donations such as the Far Eastern Memorial Foundation (Far Eastern Memorial Foundation) and the Far Eastern Y. Z. Hsu Science and Technology Memorial Foundation (the Y. Z. Hsu Memorial Foundation). More far-reaching and comprehensive contributions are made in the fields of environmental protection, technology, sports, education, and culture through our cash donations. A large number of activities are organized for the general public on an annual basis to promote diverse social development, show concern and provide resources to groups in need.

► List of Cash Donations

| Unit: NT\$ | |
|---|-------------|
| Donation Beneficiary | 2013 |
| Far Eastern Memorial Foundation, Y. Z. Hsu Memorial Foundation, and Yuan Ze University | 128,694,755 |
| New Frontier Foundation | 1,000,000 |
| Zephyr Foundation | 10,000,000 |
| National Chiang Kai-shek Cultural Center | 400,000 |
| Others (sponsorship of New Life Association, Association for the Blind, and Fire Prevention Friendship Association in Hsinchu County) | 335,000 |
| Chinese Foundation for the Prevention of STD and AIDS (charity donation by Coca-Cola China) | 386,320 |
| "True Compassion" home for the disabled in Mudu, Wuzhong District, Suzhou, China | 144,870 |
| Communities and religious groups | 106,172 |
| Total | 141,067,117 |

► Community Engagement and Investments

| Unit: NT\$ | | |
|--|-------------|-------------|
| Community Engagement Funds | 2013 | 2014 |
| Social concern (disadvantaged groups) | 1,967,600 | 60,595 |
| Neighboring relations with communities and local contributions | 376,758 | 464,950 |
| Sports activities | 10,000 | 10,000 |
| Emergency and disaster relief | 2,000 | 2,000 |
| Others | 223,160 | 1,062,990 |
| Cash donations | 141,067,117 | 103,403,186 |

| Unit: NT\$ | |
|---|-------------|
| Donation Beneficiary | 2014 |
| Far Eastern Memorial Foundation, Y. Z. Hsu Memorial Foundation, and Yuan Ze University | 98,407,430 |
| Government agencies (Cultural Affairs Bureau of the Hsinchu County Government and Social Affairs Bureau of the Kaohsiung City Government) | 4,000,000 |
| Others (sponsorship of New Life Association, Association for the Blind, and Fire Prevention Friendship Association in Hsinchu County) | 688,000 |
| "True Compassion" home for the disabled in Mudu, Wuzhong District, Suzhou, China | 122,975 |
| Communities and religion groups | 184,781 |
| Total | 103,403,186 |

Highlights of Corporate Engagement

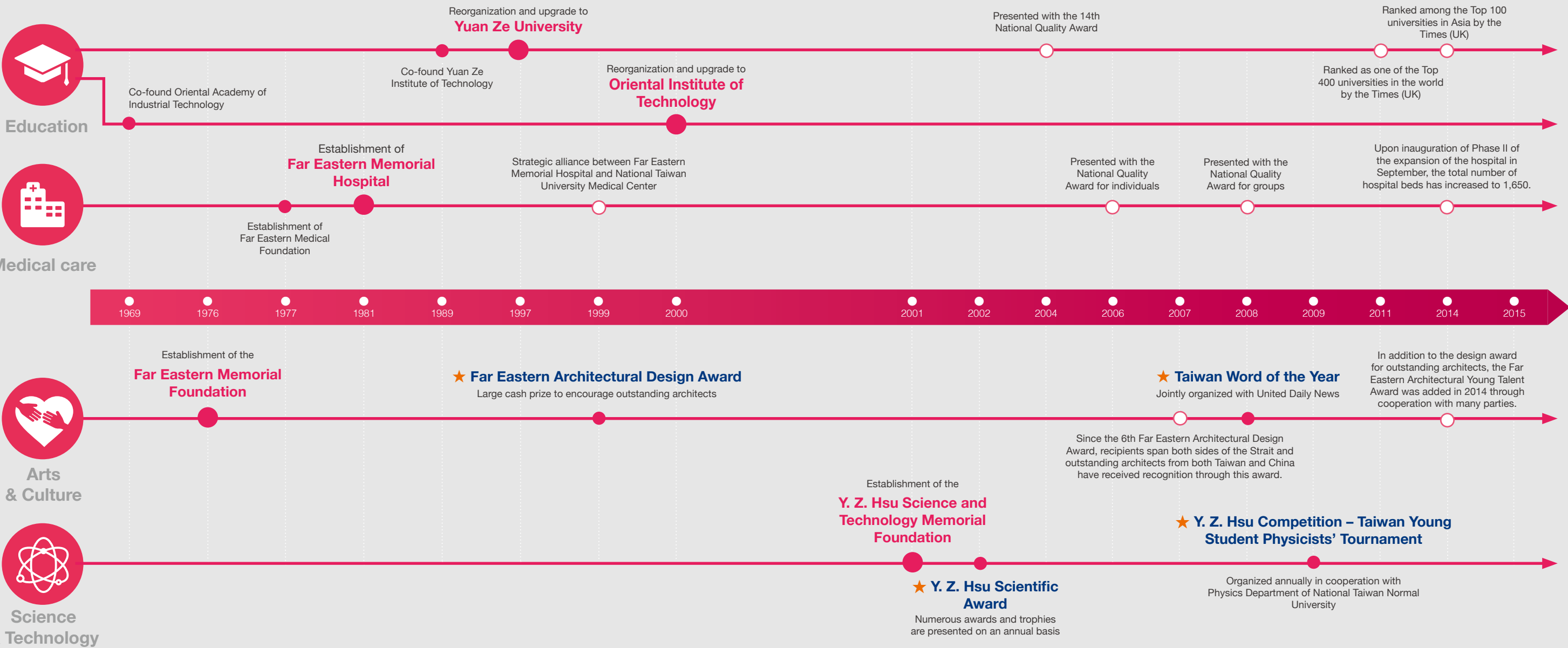
| Region | Company/Production Site | Contents |
|----------------------|---|---|
| Taoyuan City, Taiwan | FENC | Past-season kids wear samples were donated to poor, disadvantaged children and children's homes. A total of 1,300 items of a total value of NT\$ 120,000 were donated between 2013 and 2014. |
| | • FENC Kuanyin Chemical Fiber Plant and Kuanyin Dyeing & Finishing Plant • Far Eastern Fibertech | Participation and donation of NT\$ 120,000 for the Taoyuan Marine Music Festival in 2013 |
| | FENC Kuanyin Dyeing & Finishing Plant | • Continued assistance in the maintenance of the environment surrounding the plant area • Assistance in the maintenance of traffic safety around the plant during peak hours • In-kind donations to the Cao Lei Fire Brigade of Kuanyin Township and related activities |
| Hsinchu City, Taiwan | FENC Hsinpu Chemical Fiber Plant | • Establishment of a devoted service team which participates in and provides assistance to community activities: » In November 2013, 10 colleagues participated in the "Love and compassion" activity organizes by the tribal police administration of Jianshi Township. » In November 2013, the team participated in a winter charity activity titled "Warmth in the Bitter Cold" organized by Hengshan Precinct. (donated food was distributed by the Precinct) » In February 2014, 30 colleagues participated in a street parade titled "Lantern Celebration of the Sky Mending Day in Hsinpu Return of the Dragon King" and provided assistance in traffic management, environmental hygiene, and safety maintenance tasks. The team received a letter of appreciation from the Hsinchu County Commissioner and was awarded by the Hsinpu town mayor. » In June 2014, 57 colleagues provided street-sweeping services in the Wenshan Community in Hsinpu. » In August 2014, 18 colleagues sponsored and participated in the Hsinpu Hakka Yimin Culture Festival and received an Appreciation Plaque from the County Commissioner. • Organization of the 5th and 6th Far Eastern New Cup Marathon in 2013 and 2014 to promote exercise and physical activity through road running activities. A total of 5,601 and 4,197 persons participated in 2013 and 2014 respectively. |
| | FENC Hukou Mill | • Social relief donations of NT\$ 36,000 in 2014 • Engagement in road adoption since 2011 with an annual expenditures of NT\$ 40,000 to ensure cleanliness of the environment, visually appealing facilities, and improved traffic safety through equipment maintenance and upgrade. |
| Suzhou, China | • Oriental Industries (Suzhou) • Far Eastern Dyeing & Finishing (Suzhou) • Far Eastern Apparel (Suzhou) | • Organization of Sports Day to share the joy with the community • Total donations of 55,000 RMB to the Home for the Disabled in Mudu, Wuzhong District in 2013 and 2014 • In 2014, Oriental Industries (Suzhou) and Far Eastern Dyeing & Finishing (Suzhou) jointly commissioned the Suzhou Wuzhong Charity Foundation to donate 20,000 RMB to the Yinhu "Dream Realization" Charity Fund on Guo Xiang Street in Wuzhong District. These funds subsidized the education of financially disadvantaged children. Oriental Industries (Suzhou) and Far Eastern Dyeing & Finishing (Suzhou) received a compassionate enterprise medal for these educational subsidies in 2014. • Oriental Industries (Suzhou) has been selecting outstanding graduates for internships in the field of production, environmental safety, management, and services in cooperation with Suzhou University of Science and Technology since 2010. In 2013, the university officially established an Employment and Entrepreneurial Base at Oriental Industries (Suzhou). |
| | Far Eastern Industries (Suzhou) | • Annual blood donation activities • In 2013, the "Charity donation and environmental protection" activity was organized for children enrolled at Suzhou Rainbow Elementary School. Employees were encouraged to donate items for a charity sale and the funds raised were used to purchase stationery, books, and sports supplies for the children. A total of 61 stationery items and sports supplies and 190 books were donated. Guided visits of green production processes were also arranged for the teachers and children on the day of the donations. |
| Wuzi City, China | Far Eastern Industries (Wuxi) | • Reconstruction work in areas affected by major natural disasters such as the Sichuan Wenchuan Earthquake, Typhoon Morakot in Taiwan, and the Qinghai Yushu Earthquake was supported through multiple fundraising activities in which all plant employees participated via the Red Cross Society of the Republic of China. • The union provides subsidies to financially deprived employees, with the Company matching the subsidy amount. A total of 18,000 RMB was provided in 2013 by the Company. |
| Shanghai, China | Oriental Petrochemical (Shanghai) | • Donations of 40,000 RMB and 20,000 RMB in 2013 and 2014, respectively, for the establishment of the Fengxian District Fire Brigade. • In June 2014, the Company joined the Taiwan Responsible Care Association (TRCA) to increase the sense of social responsibility of employees and the enterprise, enhance organizational efficiency, improve community relations, and promote sustainable development of the enterprise through regular activities organized by the association. Between July and September 2014, the Company participated in TRCA conferences for three months in a row and assisted TRCA in the organization of the third conference in China in September to promote exchanges, learning, and understanding. |
| | Far Eastern Industries (Shanghai) | The Information Department (Shanghai Yuanzi Information Technology Co.) participated in the design of the Medical Security Information System for School Children (e-Care). E-Care is an online accounting and reimbursement system of Shanghai City Government for the Children's Fund medical subsidies. The Children's Fund medical subsidies for infants and children between the age of 0 and 18 is applicable to over 2 million children who live and study in Shanghai. The subsidies are accepted in over 400 hospitals in the 17 county-level administrative areas of the city and approximately 7,000 to 8,000 data entries are handled every month. E-Care enables service units to enhance their efficiency and reduce costs while ensuring more unified and transparent account settlement and reimbursement procedures by hospitals. This also increases the fairness, transparency, and timeliness of the Children's Fund. E-Care has maintained stable operations over a period of 10 years and has turned into an important part of the e-government affairs of Shanghai City. It also forms an indispensable part of the Shanghai Municipal medical insurance system. A crystal trophy was presented to the Company by the office in charge as a token of appreciation. |



Highlights of Foundation Events

Since the foundation of FENC, we have always upheld the concept of "giving back to society." We continue to be involved in and support social participation and charity. Our promise and strategy of social participation is founded on the corporate spirit of "Sincerity, Diligence, Thrift, Prudence, and Innovation," and we use innovative ideas to promote charity events. Our commitment to giving back to society is based on two main pillars. Firstly, since FENC was founded over 65 years ago, we have been involved in charity for over 45 years, and social participation has already been internalized as an indispensable part of our corporate culture. Secondly, charity events are promoted through foundations, academic institutions, and medical institutions by which our social influences are put into use through concrete action and investment of resources. For instance, the Y. Z. Hsu Memorial Foundation was established through donations from 16 companies, of which FENC was the main sponsor with a contribution amounting to 28% of the initial funding. Since the inception of the Company, we have been firmly committed to allocating funds for donation to numerous foundations and NPOs and take advantage of their professionalism and resources to give back to society in diverse ways with greater effect.

FENC aims to cultivate outstanding young talents, establish a sound hospital system to serve local communities, provide platforms to bring Taiwanese public in sync with international trends, and broaden their international outlook and enhance their competitiveness through the investment of resources in education, medical care, arts & culture, and technology.





Education



FENC has established Yu Chang Technical & Commercial Vocational Senior High School, Oriental Institute of Technology, and Yuan Ze University for the training of the young generation and make contributions in education. In addition, we also provide internship opportunities for outstanding students through an integration of the resources of universities and enterprises under Far Eastern Group. Yuan Ze University, which fosters countless industrial technology talents, was listed among the Top 100 universities in Asia by the Times (UK) in 2014.

Medical Care



In view of the fact that large-scale modern hospitals in the Banqiao and Tucheng areas of Taipei County were incapable of providing emergency care in the 1970s and 1980s, the late founder of FENC, Mr. Hsu, co-founded the Far Eastern Medical Foundation with goals to establish hospitals, provide emergency service, offer free medical services for the financially challenged, and to stimulate medical research. Far Eastern Memorial Hospital was established in Banqiao in 1981. In 1999, Far Eastern Memorial Hospital and National Taiwan University Medical Center formed a strategic alliance. The hospital was honored with the National Quality Awards for individuals and groups in 2006 and 2008, respectively. Upon inauguration of the phase II expansion of the hospital in September 2014, there were over 1,650 hospital beds in total, and the hospital continued to aim toward the goal of becoming an international medical center.



Arts & Culture



Far Eastern Architectural Design Award

The Far Eastern Memorial Foundation created the Far Eastern Architectural Design Award in 1999 with themes of breakthrough and innovation. Since the 6th Far Eastern Architectural Design Award in 2007, outstanding architectural designers from China have become eligible to receive the award, and a team of international judges is invited for on-site investigation to assist in the judging process. This is the architectural award with the largest cash prize in Taiwan and has attracted the attention of architectural circles on both China and Taiwan.

2014 marks the eighth Far Eastern Architectural Design Award. All the submitted works from both China and Taiwan were among the best in the field. The initial review committee selected 5 works each from Taiwan and Shanghai in late 2013. On-site assessments and examinations were carried out in April 2014, and the final review committee praised the submitted works from both Taiwan and China. After long deliberation and exchange of opinions, an Excellence Award and a Merit Award were conferred upon two selected works with monetary prizes of NT\$ 1 million and NT\$ 500 thousand respectively. Michael Speaks from the United States and Kojima Kazuhiro from Japan were specially invited to serve as judges. They opened the Far Eastern International Architecture Lectures with keynote lectures on "The Shape and Speed of Architecture Innovation" and "21st Century Architecture" during the Far Eastern Architectural Design Award Ceremony and a panel discussion of international masters.



The 8th Far Eastern Architectural Design Award Ceremony was unique for the following reasons:

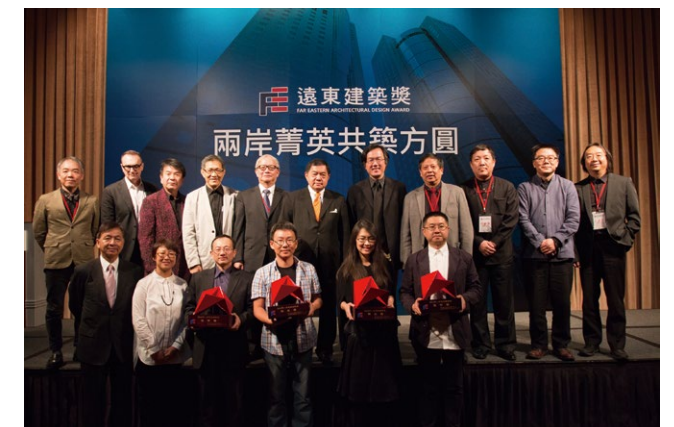
First, In view of the fact that the younger generation of architects is entering the mature stage, the initial selection and review lineup featuring judges from different generations. The goal is to turn the Far Eastern Architectural Design Award into a platform for exchanges and interactions between architectural designers from both China and Taiwan through the participation of judges and architects from different generations.

Second, all nominated Shanghai architects for the final selection process were invited to attend the award ceremony in Taiwan. A symposium was held before the award ceremony to allow in-depth exchanges among the nominated architects from Shanghai and Taiwan.

Third, The Participants' Choice Award and Online Popularity Award were given out to the nominated works. Over 40 observers from both China and Taiwan served as "amateur" judges for the Participants' Choice Award. These judges participated in the on-site evaluation of 10 nominated works from China and Taiwan together with the final review committee. Under the supervision of a lawyer, the amateur judges and committee members cast their votes at the conclusion of the on-site evaluation. Internet users were given the chance to voice their support for their favorite architectural design or architect via Facebook or Weibo through the online voting process for the Online Popularity Award. The goal of these people's choice awards is to better insight on architecture, concern for their living environment, and cultural consciousness for the general public on both China and Taiwan.

Far Eastern Architectural Young Talent Award

In 2014, Far Eastern Memorial Foundation participated in the Shinjinsen, Asian Architecture Rookie Awards in cooperation with Norihiko Dan and Associates, a group of renowned Japanese architects, and Youngil Lee, an architecture scholar. The Far Eastern Architectural Young Talent Award, which also serves as a preliminary selection contest for the Shinjinsen, Asian Architecture Rookie Awards in Taiwan, was added to the Far Eastern Architectural Design Awards. The ultimate goal is to encourage young architects from Taiwan to introduce their outstanding, locally inspired design concepts to the Asian audience.



Realization of Co-Prosperity with Society



The Far Eastern Architectural Young Talent Award is an award with an educational purpose. We aim to give exceptional architecture students an opportunity for personal development through this public evaluation, inquiry, and commenting process. In-depth discussions between judges and participating students serve as the main focus of this award. This international award fosters a direct dialogue between Taiwanese architecture students and counterparts enrolled in architecture schools all over Asia. The award builds a joint platform for educational exchanges related to Asian architecture.

Outstanding freshmen, sophomores, and juniors (including overseas Chinese students from China, Malaysia, and Macao) enrolled in architecture departments of major Taiwanese Universities submitted a total of 80 works for the Far Eastern Architectural Young Talent Award and the preliminary selection process in Taiwan for Shinjinsen, Asian Architecture Rookie Awards. The large variety of works reflects the multidimensional characteristic of architecture education in Taiwan. The judges praised the remarkable quality of the submitted works, and their potential at the final competition for the Shinjinsen, Asian Architecture Rookie Awards. After two rounds of evaluation process, Jia-Yu Chen from Shih Chien University and Yun-Ting Cai from National Cheng Kung University were presented with the Far Eastern Architectural Young Talent Award. Both represented Taiwan at the final competition for the Shinjinsen, Asian Architecture Rookie Awards held in Dalian, China. Yi-Zhen Shi from Tamkang University, Zi-Rong Huang from Feng Chia University, and Bo-Xian Zhong from Tunghai University were ranked 3rd to 5th and were invited to exhibit their works in Japan (by the Japanese organizer).

Although the two Taiwanese representatives were not ranked among the Top 5 in the 3rd Shinjinsen, Asian Architecture Rookie Awards Competition, they not only acquired academic knowledge but also benefited from mutual cultural exchanges during interactions with fellow participants from other Countries and with the international panel of judges during the evaluation meeting.

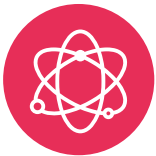
Taiwan Word of the Year

Starting in 2008, the Far Eastern Memorial Foundation organized “Taiwan Word of the Year” in cooperation with United Daily News, generating an enthusiastic response from the general public and wide media attention. From “Chaos” in 2008, “Anticipation” in 2009, “Light” in 2010, “Awesome” in 2011, “Worry” in 2012, to “Fake” in 2013, an increasing number of people select a word at the end of the year to calm their minds, reflect on the past year, and express hopes for the future. The words of the year selected by the general public reflect the perceptions of Taiwanese citizens, inspiring them to contemplate on events of the past year and to set their expectations for the future.

A total of 62,607 calls were received from citizens participating in the 22-day word selection activity in 2014, and with 12,489 votes, “unethical” was announced as the word most representative of the year 2014. The words ranked 2nd to 12th were, “gutter,” “oil,” “rage,” “food,” “fake,” “phony,” “impure,” “grudge,” “collapse,” “sincere,” and “make.”



Science and Technology



Y. Z. Hsu Scientific Award

The founding objectives of the Y. Z. Hsu Memorial Foundation are technology and innovation. FENC is one of the main founding members of the foundation, which was the first non-governmental organization of its kind to be approved by the Ministry of Science and Technology. In 2002, the foundation created the Y. Z. Hsu Scientific Award, which is presented on an annual basis to encourage outstanding members of the academic community in Taiwan to engage in scientific R&D and innovation. The Y. Z. Hsu Scientific Award recognizes achievements in the following five categories: “Nano Science & Technology,” “Communication Technology,” “Optoelectronics Technology,” “Bio-medical Technology,” and “Green Technology.” This event includes various activities and corresponding awards.

Y. Z. Hsu Scientific Award Categories

| Award Category | Content |
|--|--|
| Selections are made in the fields of “Nano Science & Technology,” “Communication Technology,” “Optoelectronics Technology,” “Bio-medical Technology,” and “Green Technology” | |
| Scientific Chair Professor | The award is to give commendation to those who have extraordinary contribution in new scientific area. The foundation continuously recruits fulltime teaching full professors at universities around Taiwan to be Y. Z. Hsu Chair Professor. Five Chair Professors will be selected with a trophy and prize of one million NT dollars (NT\$ 1,000,000). |
| Scientific Paper Award | This award is to encourage academic researches published and to raise the technological level. Ten award winners will be rewarded with prize of NT\$ 200,000 each. |
| Technology Invention Award | This award, which is held every other year, is to encourage communications between academia and industrial circles for further technology applications. This award is targeted at teachers and researchers at all domestic universities, polytechnics, incubation centers and research institutions in Taiwan. For those who cohere with specific criteria and has gained invention patent, Five award winners will be given a trophy and prize money of NT\$ 200,000. |
| Yuan-Ze Chair Professor | This award is to improve and gain competitiveness of Yuan Ze University founded by Y. Z. Hsu. The award will be given to full professor with outstanding academic performance. Three winners will be selected for this award with a trophy and prize of NT \$600,000 each. |
| Selection categories: “Science, Technology & Humanity” and “Medical Technology” | |
| Outstanding Professor Award | The award is to further the knowledge and medical technology, and to praise professors or associate professors who teaching at Yuan Ze University founded by Y. Z. Hsu or Oriental Institute of Technology or Far Eastern Memorial Hospital or National Taiwan University Hospital with outstanding achievements. Six winners will be selected with a trophy and a prize of NT\$ 400,000 each. |

Submissions for the 12th Y. Z. Hsu Scientific Awards were accepted from November to December 2013. The works of around 200 experts and scholars underwent peer review between January and April 2014. A total of 25 awardees were honored during a ceremony held in August and received cash prizes amounting to a total of NT\$ 10.6 million. Since its inception in 2002, the Y. Z. Hsu Scientific Award has been granted to nearly 200 outstanding scientists of the national academic community. Granted cash prizes have exceeded a total of NT\$ 95 million, making it one of the main science and technology awards given out in Taiwan.



Y. Z. Hsu Competition – Taiwan Young Student Physicists’ Tournament

The Y. Z. Hsu Memorial Foundation began to organize the Y. Z. Hsu Competition – Taiwan Young Student Physicists’ Tournament in cooperation with the Physics Department of National Taiwan Normal University in 2009. This is the first physics-related English debate contest and the science competition with the highest cash prizes for high school students in Taiwan. The goal is to create a solid foundation for science education in Taiwan and cultivate the abilities of students in Taiwan in making presentations in English and logical thinking.

Outstanding high school students are selected in national contests on an annual basis and receive training provided by more than 10 university and college professors. A team of students is formed to represent Taiwan at the International Young Physicists’ Tournament (IYPT) with the goal of enhancing the international competitiveness of Taiwanese students. One team selected in the domestic contest is awarded a gold medal and a prize money of NT\$ 300,000; two teams are presented with a silver medal and NT\$ 150,000; and 6 teams receive a bronze medal and NT\$ 60,000. Ten select students are presented with individual awards and monetary prizes of NT\$ 4,000 each. Granted cash prizes amount to a total of NT\$ 1 million.

Twenty-five teams from schools located in northern, central, and southern parts of Taiwan participated in the 2014 Y. Z. Hsu Competition – Taiwan Young Student Physicists’ Tournament, which lasted four days. All gold, silver, and bronze medals went to teams from high schools in Kaohsiung. The team representing Taiwan at the International Young Physicists’ Tournament (IYPT) held in London in July 2014 earned a silver medal (a really outstanding achievement).

