Content

About This Report

- Chairman's Message
- Performance Highlights in 2016
- Sustainable Development
- Sustainable Goals
- Establishing Strong Governance
- **(E)** Creating Diversified Values
- Nourishing Sustainable Environment
- **Oreating Employee Passion**
- **W** Building Altruistic Society
- Starting Futuristic Parks
- 🙆 Appendix

17	Top 5% in the TWSE Corporate Governance Evaluation	
20	The operation of the CSR Committee , comprising 153 members , is governed by 3 dedicated officers under the supervision of the Board.	
.2	The report discloses the performance of 21 operational sites , accounting for 90% of our consolidated revenue. One more site than last year.	p.23
50	FENC received the Sustainability Award from Adidas for turning ocean plastic into eco-friendly jerseys and sneakers.	
39	Research expenditure grew by 10% in 2016. The growth had continued for 4 consecutive years .	
29	416 questionnaires on material topics were collected.	p.23

FENC developed world's first 100% Bio-polyester shirt and received National Innovation Award and was among the top 5 for Bioplastic Award.

FENC received the Global Views Magazine **CSR Grand Prize** in the category of traditional manufacturing

Governme

Risk Management System

- · Promoting the risk alert system
- · Carrying out risk assessment at plants
- · Analyzing the risks and opportunities pertaining to climate change
- 23 CSR Report of the Year, recognized by the Taiwan Corporate Sustainability Award
- FENC is now a constituent of major sustainability indices, including the MSCI Global Sustainability Index Series, FTSE4Good Emerging Index and TWSE Corporate Governance 100 Index.
- CDP Climate Change Management Level
- GHG Emission $\sqrt{8\%}$, GHG Intensity $\sqrt{13\%}$
- Promoting Renewable Energy
 The plants in Taiwan purchased green power, while solar power stations were built in the bases in China.
- 5 Promoting **Scope 3** GHG inventory

Content

About This Report Chairman's Message

Sustainable Goals

Governance

Environment

Appendix

Establishing Strong

Performance Highlights in 2016

Creating Diversified Values

Creating Employee Passion

W Building Altruistic Society

Starting Futuristic Parks

🗹 Nourishing Sustainable

Sustainable Development

Environmental 133 projects to conserve energy and cut carbon emissions The percentage of our **employees' salary** higher than market average with avoided GHG emissions accounting for 9% of the total. **Taiwan > 42%** China > 14% Energy Intensity $\sqrt{4\%}$, Water Intensity $\sqrt{2\%}$ **Vietnam > 47%** 200 trees have been transplanted or heeled-in during construction by Far Investment in social engagement amounted to NT\$120 million, Eastern Resources Development. 5% up from 2015. Water Withdrawal : Water Recycled = 1:1 The exhibition "Taiwan Water, Fountain of Life" attracted **275,886 visitors**. (Textile Business) The social return on investment (SROI) of 2015 FENC Classic Recycled Water Volume **†25%**, Recycled Water Percentage 38% Marathon is 8.19 times. Total Waste Volume \downarrow 10%, Waste Recycling Percentage 86% The number of **employee training hours** per capita is **21** in 2016, grown by 5 consecutive years. The revenue from green products amounted to NT\$21.79 billion in 2016, accounting for **25%** of our total revenue. A total of NT\$130 million was invested in Tpark, which takes up an area of 20,000m². A rainwater management system has been built. Purchases from **local suppliers** account for **80%** of the total. There will be a fixed amount of 2,364 metric tons of CO₂e upon completion of the Northern Park. Our suppliers are required to sign **Supplier CSR Commitment Statement**.