HOSIN Electronics Co., LTD.

Terms of Reference of the Strategy and ESG Committee of the Board

Chapter 1 General Provisions

Article 1 These Terms of Reference are formulated in accordance with the relevant provisions of the Company Law of the People's Republic of China (the "**Company Law**") and the Articles of Association of HOSIN Electronics Co., LTD. (the "**Articles of Association**"), so as to meet the strategic development needs of HOSIN Electronics Co., LTD. (the "**Company**"), enhance the Company's core competitiveness and sustainable development capability, improve its investment decision-making procedures, and strengthen the scientific basis of its decision-making.

Article 2 The Strategy and ESG Committee (the "**Committee**") is a specialized working body established by the Board of Directors, and is primarily responsible for studying and providing opinions on the Company's long-term development strategy, major decisions, and environmental, social and governance ("**ESG**") matters.

Chapter 2 Composition of the Committee

Article 3 The Committee shall consist of three Directors, including at least the chairperson of the Board.

Article 4 The chairperson of the Board or more than one-half of the Directors shall have the right to nominate candidates for Committee members. Members other than the chairperson of the Board shall be elected by a majority of all Directors. Upon approval of the proposal for the election of Committee members, the newly elected members shall take office immediately after the conclusion of the Board meeting.

Article 5 The chairperson of the Board shall serve as the convener (chairperson) of the Committee and shall be responsible for convening and presiding over Committee meetings.

Article 6 The term of office of the Committee shall be the same as that of the Directors of the Company. Upon expiration of a member's term, such member may be re-elected. If a member ceases to be a Director of the Company due to resignation or any other reason, his or her membership shall automatically cease at the time he or she ceases to be a Director. The Board of Directors shall promptly appoint new member(s) to fill the vacancy.

Article 7 If a member fails to fulfill his or her duty of diligence, is absent without cause from Committee meetings for consecutive occasions, or fails to provide opinions on matters to be reviewed three times, the convener (chairperson) may propose to the Board of Directors to remove such member from the Committee.

Chapter 3 Responsibilities and Authorities

Article 8 The Committee's responsibilities shall include:

(I) conducting research on and providing recommendations regarding the Company's development strategic planning;

(II) conducting research on and providing recommendations regarding major investment and financing proposals subject to approval by the Board of Directors;

(III) conducting research on and providing recommendations regarding major capital operations and asset management projects that are required to be approved by the Board of Directors or the shareholders' meeting under laws, regulations, normative documents and the Articles of Association;

(IV) conducting research on and providing decision-making recommendations regarding major ESG matters such as the Company's ESG policies, strategies, objectives and structure;

(V) regularly supervising and inspecting the implementation and progress of the Company's ESG work, including but not limited to the progress of ESG objectives, and providing recommendations on improving the Company's ESG performance or related major decisions;

(VI) reviewing the Company's annual ESG report and other ESG-related disclosure documents and submitting them to the Board of Directors to ensure the completeness and accuracy of ESG-related information disclosure;

(VII) conducting research on and providing recommendations regarding other major matters affecting the Company's development strategy;

(VIII) other functions and powers granted by the Board of Directors.

Article 9 The Committee shall be accountable to the Board of Directors, and its proposals shall be submitted to the Board of Directors for deliberation and decision.

Article 10 The results of discussions at Committee meetings shall be communicated to other members of the Board and relevant departments through the Company's secretary to the Board.

Article 11 Members attending the meeting shall be obligated to keep the matters discussed at the meeting confidential and shall not disclose any relevant information without authorization.

Chapter 4 Decision-Making Procedures

Article 12 Committee meetings may only be convened by the convener (chairperson), who may in writing authorize any other member to convene the meeting on his or her behalf.

Article 13 Where the convener (chairperson) decides to convene a meeting, he or she shall notify the secretary to the Board of Directors and the securities affairs representative of the Company, both of whom shall be responsible for making the preparations.

Article 14 In principle, the Committee shall issue a meeting notice three days prior to the meeting (excluding the date of the notice and including the date of the meeting). In case of emergency, the above notice period may be waived.

Article 15 Committee meetings shall be presided over by the convener (chairperson). If the convener (chairperson) is unable or unavailable to perform his or her duties, he or she shall designate another member to act on his or her behalf and exercise his or her powers.

Members shall attend Committee meetings in person. If a member is unable to attend for any reason, he or she may in writing entrust another member to attend on his or her behalf. If a member neither attends the Committee meeting nor entrusts another member to attend, he or she shall be deemed to have waived his or her right to vote at such meeting. If a member fails to attend in person for two consecutive times and does not entrust another member to attend the meeting, he or she shall be deemed unable to perform his or her duties, and the convener (chairperson) shall propose to the Board of Directors to remove him or her. If a member entrusts another member to attend the meeting and exercise voting rights on his or her behalf, he or she shall submit a proxy form to the person presiding over the meeting.

Article 16 Committee meetings shall be held only if attended by more than one-half (inclusive) of the members. Each member shall have one vote. Resolutions made at the meeting must be passed by more than half of all members. In the event of a tie in votes, the vote of the convener (chairperson) shall prevail.

Article 17 Committee meetings shall in principle be held on a physical basis. Provided that all attending members can fully communicate and express their opinions, meetings may, when necessary, be held by video conference, telephone or other means in accordance with procedures. Voting by the Committee shall be by show of hands or by poll.

Article 18 The Committee may, when necessary, require the relevant Directors and senior management of the Company to attend its meetings in a non-voting capacity.

Article 19 Minutes shall be kept for physical meetings of the Committee, and members attending the meeting shall sign the minutes. Minutes may not be required for non-physical meetings. All documents of Committee meetings shall be kept by the secretary to the Board of Directors as part of the Company's archives for a period of not less than ten years. Such documents may be inspected and reviewed upon the consent of the convener (chairperson) of the Committee.

Chapter 5 Supplementary Articles

Article 20 Matters not covered by these Terms of Reference shall be handled in accordance with the relevant laws and regulations of the State and the Articles of Association. If these Terms of Reference conflict with laws and regulations promulgated by the State in the future and the Articles of Association as amended through lawful procedures, the relevant laws and regulations of the State and the Articles of Association shall prevail.

Article 21 These Terms of Reference shall be interpreted by the Board of Directors of the Company.

Article 22 These Terms of Reference shall take effect and be implemented from the date on which they are considered and approved by the Board of Directors of the Company and the overseas listed shares (H Shares) issued by the Company are listed on The Stock Exchange of Hong Kong Limited. Upon implementation of these Terms of Reference, the original Terms of Reference of the Strategy and ESG Committee of the Board shall automatically cease to be effective.

Article 23 The Board of Directors of the Company shall have the right to amend these Terms of Reference, and any amendment to these Terms of Reference shall take effect only upon approval by the Board of the Company.