

Provided by: CHI MEI MATERIALS TECHNOLOGY CORP.

Subject	The Board of the Company has passed the resolution to carry out cash capital increase by issuing ordinary shares to participate the issuance of Global Depository Receipts (GDR).
Date of events	2018/05/04
Statement	1. Date of the board of directors resolution: 107/05/04 2. Source of capital increase funds: Cash capital increase by issuing ordinary shares to participate in the issuance of GDR. 3. Number of shares issued: (For capitalization from capital surplus and retained earnings, exclude the part distribute to employees): To respond to the capital need for the future development of the Company and enhance the competitiveness of the Company, we intend to propose to the shareholders' meeting for authorizing the Board to carry out cash capital increase by issuing ordinary shares to participate in the issuance of GDR in due course (with a limit of up to 200,000,000 ordinary shares) according to the financial market condition and the capital needs of the Company then; and propose to the shareholders' meeting for authorizing the Board to issue the shares within the aforesaid limit at once or separately. With the limit of 200,000,000 ordinary shares, after issuing ordinary shares to participate in the issuance of GDR, if such limit is issued in full, the number of shares issued shall accounting for 23.10% of the capital shares "after" the capital increase. 4. Par value per share: NT\$10. 5. Total monetary amount of the issue: Up to NT\$2,000,000,000. 6. Issue price: According to Article 9 of the "Self-rule Regulations on Company Raising and Issuing Marketable Securities Guided and Issued by the Members of Taiwan Securities Association," the issuing price shall not be less than the closing price of the ordinary shares of the Company quoted from the concentrated trading market on the pricing date, or 90% of average price of the share derived from the simple arithmetic average calculated by the closing price of the ordinary shares of the Company quoted on the 1st, 3rd or 5th business day prior to the pricing date less stock grants (after rights and dividends); and the issuance price of GDR shall not be less than its nominal value after converted into the price of per ordinary share. 7. Number of shares subscribed by or allotted to employees: 10% to 15% of the number of the issued shares. 8. Number of shares publicly sold: Except for the 10% to 15% of the number of the issued shares reserved for subscription by employees of the Company according to the law, we intend to propose to the shareholders' meeting that the remaining 85% to 90% shall be fully allocated for public issuance according to Article 28-1 of Securities Exchange Act, and appropriate to the original marketable securities for participating the issuance of GDR. 9. Ratio of shares subscribed by or allotted as stock dividends to existing shareholders: N/A. 10. Method of handling fractional shares and shares unsubscribed by the deadline: For shares renounced by the employees or without enough subscription, authorize the chairman to appeal to specified individuals for subscription or appropriate to the original marketable securities for participating the issuance of GDR. 11. Rights and obligations of the newly issued shares: Rank <i>pari passu</i> with the ordinary shares originally issued. 12. Utilization of the funds from the capital increase: To increase the working capital, or in response to the usages require by long-term development plan of the Company. 13. Any other matters that need to be specified: (1) The fund-raising project primarily includes temporary/actual issue price, issue number of shares, planning items, raising amount, expected progress, and expected efficacy may occur. All other matters related to the issuance project are proposed to the shareholders' meeting for approval, and propose to authorize the Board to adjust, amend, and carry out according to the market condition; if the competent authority instruct to amend or if it is required to make changes to such plan according to operation evaluation or the objective environment, authorize the Board full discretion for handling.

(2) After submitted to the competent authority for approval, it is intended that the chairman shall otherwise determine the record date for shares subscription, payment period and the record date for the capital increase related to the issue for the fund-raising project.