



Aerospace Industrial Development Corporation
Meeting Minutes
Of
2016 Annual Shareholders' Meeting
(Translation)

Date: 14 June 2016

Place: No. 176, Lane 20, Zhongzhen Road, Shalu District,
Taichung City, Taiwan (AIDC Hsiang-Yuan Complex)

(The translated document is prepared in accordance with the Chinese version and is for reference only. In the event of any inconsistency between the English version and the Chinese version, the Chinese version shall prevail.)

Aerospace Industrial Development Corporation (AIDC)

2016 Annual Shareholders' Meeting Minutes

Time and Date: 10:00 a.m., 14 June 2016 (Tuesday)

Place: No. 176, Lane 20, Zhongzhen Road, Shalu District,
Taichung City, Taiwan (AIDC Hsiang-Yuan Complex)

Total outstanding AIDC shares: 908,261,428 shares

Total shares represented by shareholders present in person or by proxy:
655,910,764 shares (including 251,167,757 shares casted electronically)

Percentage of outstanding shares held by shareholders present in person or by
proxy: 72.21%

Chairman: Jung-hsin Liao, the Chairman of the Board of Directors

Attendees: Wei-da Pan (Executive & Independent Director), Kang Shiah
(Executive Director), Yung-hao Hsu (Independent Director),
Huan-guei Cheng (Independent Director), Chuan Pao (Director),
Ao-nan Tso (Director), Cheng-te Yu (Director), Yu-cheng Tu
(Lawyer), Done-yuin Tseng (Accountants)

I. Meeting Commencement Announced

(The aggregate shareholding of the shareholders present in person or by proxy constituted a quorum. The Chairman called the meeting to order.)

II. Chairman's Address (omitted)

III. Discussion (I)

Proposal: Discussion on proposed amendments to Company's
"Articles of Incorporation"
(Proposed by the Board of Directors)

- Description:
- I. Pursuant to Articles 235 & 235-1 of the Company Act, the company thereby amends in part, the provisions of the Articles of Incorporation.
 - II. Comparisons of proposed amendments with original provisions contained in company's "Articles of Incorporation" are shown in Appendix I (Pages 8-9).
 - III. Please ratify proposed amendments to the company's "Articles of Incorporation".

Voting Results:

Item	Electronically	Voting rights	Represent total	%
Votes in favor	239,003,407	398,661,182	637,664,589	97.21%
Votes against	114,044	0	114,044	0.01%
Votes invalid	0	0	0	0.00%
Vote abstained	12,050,306	6,080,825	18,131,131	2.78%
Total votes	251,167,757	404,742,007	655,909,764	100.00%

RESOLVED, that the above proposal be and hereby was approved as proposed.

IV. Report Items

- Item 1: Report on AIDC Business Operation of 2015, as shown in Appendix II (Pages 10-11).
- Item 2: Audit Committee Review Report of 2015, as shown in Appendix III (Page 12).
- Item 3: 2015 Compensation to Employees, Directors and Supervisors, as shown in Appendix IV (Page 13).

Acknowledged

V. Ratification Items

- Item 1: To accept 2015 Business Report and Financial Statements (Proposed by the Board of Directors)

- Description:
- I. AIDC's 2015 Financial Statements (including Balance Sheets, Statements of Comprehensive Income, Statements of Changes in Equity, and Statements of Cash Flows) have been reviewed and

audited by Mr. Tung-Chien Tseng and Mr. Deh-Ruen Cheng, CPA of Deloitte & Touche.

- II. Business Report of 2015, Auditors' Report, and aforementioned financial statements, are shown in Appendixes II and V (Pages 10-11 and Pages 14-20).
- III. Please accept aforementioned Business Report and Financial Statements.

Voting Results:

Item	Electronically	Voting rights	Represent total	%
Votes in favor	239,041,407	398,712,470	637,753,877	97.23%
Votes against	74,044	0	74,044	0.01%
Votes invalid	0	0	0	0.00%
Vote abstained	12,052,306	6,030,537	18,082,843	2.76%
Total votes	251,167,757	404,743,007	655,910,764	100.00%

RESOLVED, that the above proposal be and hereby was accepted as proposed.

Item 2: To accept proposal for 2015 Earnings Profit Distribution (Proposed by the Board of Directors)

- Description:
- I. The company's net profit after taxes for 2015 was NT\$2,029,168,841, by deducting the legal reserve of NT\$202,916,884 and the special reserve of NT\$608,750,652; adding the accumulated un-appropriated earnings at beginning of period in the amount of NT\$4,142,409, and the re-measurement amount of NT\$20,164,020 for the company's 2015 defined benefit plans; the distributable earnings at the end of the period was equal to NT\$1,241,807,734.
 - II. The company plans to distribute a cash dividend of NT\$1.36 per share for 2015. The profit allocation proposal of 2015 earnings is shown in Appendix VI (Page 21).
 - III. The distribution of cash dividend will be calculated to the nearest NT dollar. Residual amount if any

less than one NT dollar will be transferred into and recognized as other income of the company.

IV. Please accept proposed 2015 profits distribution.

Voting Results:

Item	Electronically	Voting rights	Represent total	%
Votes in favor	239,038,407	398,775,785	637,814,192	97.24%
Votes against	79,044	0	79,044	0.01%
Votes invalid	0	0	0	0.00%
Vote abstained	12,050,306	5,967,222	18,017,528	2.75%
Total votes	251,167,757	404,743,007	655,910,764	100.00%

RESOLVED, that the above proposal be and hereby was accepted as proposed.

VI. Discussion (II)

Proposal: Discussion on proposed amendments to Disposal Procedures for Acquisition and Disposal of Assets (Proposed by the Board of Directors)

Description:

- I. In support of company's actual operating needs, the provisions contained in the existing Disposal Procedures for Acquisition and Disposal of Assets need to be amended in part.
- II. The comparisons of the amendments with the original provisions contained in the Disposal Procedures for Acquisition and Disposal of Assets are shown in Appendix VII (Pages 22-48).
- III. Please ratify the proposed amendments to Disposal Procedures for Acquisition and Disposal of Assets.

Voting Results:

Item	Electronically	Voting rights	Represent total	%
Votes in favor	239,037,387	398,655,631	637,693,018	97.22%
Votes against	78,044	0	78,044	0.01%
Votes invalid	0	0	0	0.00%
Vote abstained	12,052,326	6,087,376	18,139,702	2.77%
Total votes	251,167,757	404,743,007	655,910,764	100.00%

RESOLVED, that the above proposal be and hereby was approved as proposed.

VII. Special Motions

(Questions raised by the shareholders and the management's responses were omitted.)

VIII. Meeting Adjournment

There being no other business and special motion, the Chairman announced the meeting adjourned.