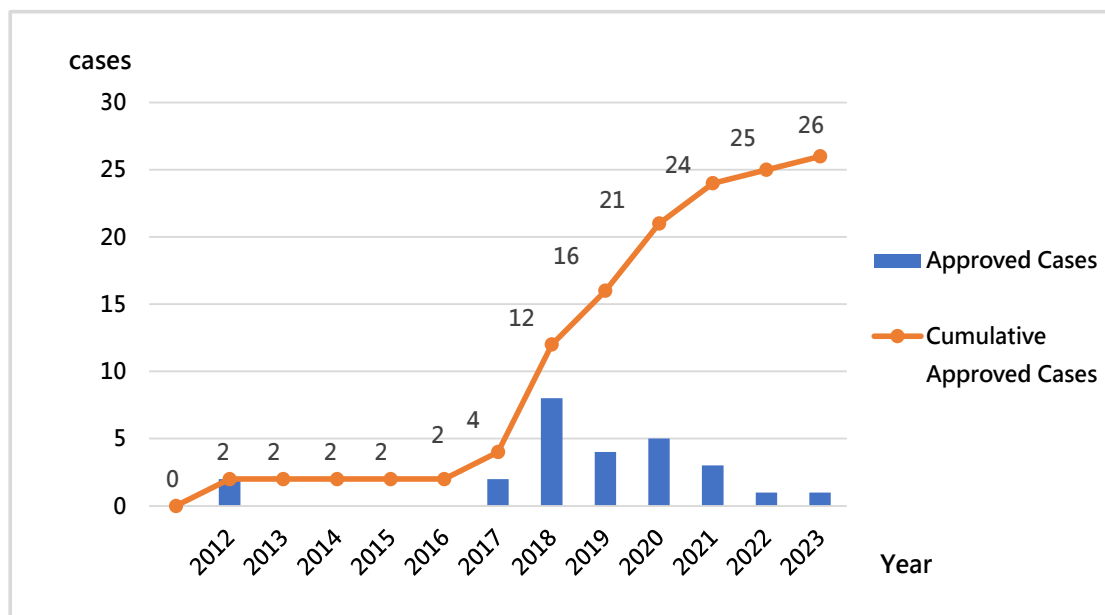


4.2.1 Intellectual Property Right Protection

Innovation R&D and Advanced Technology

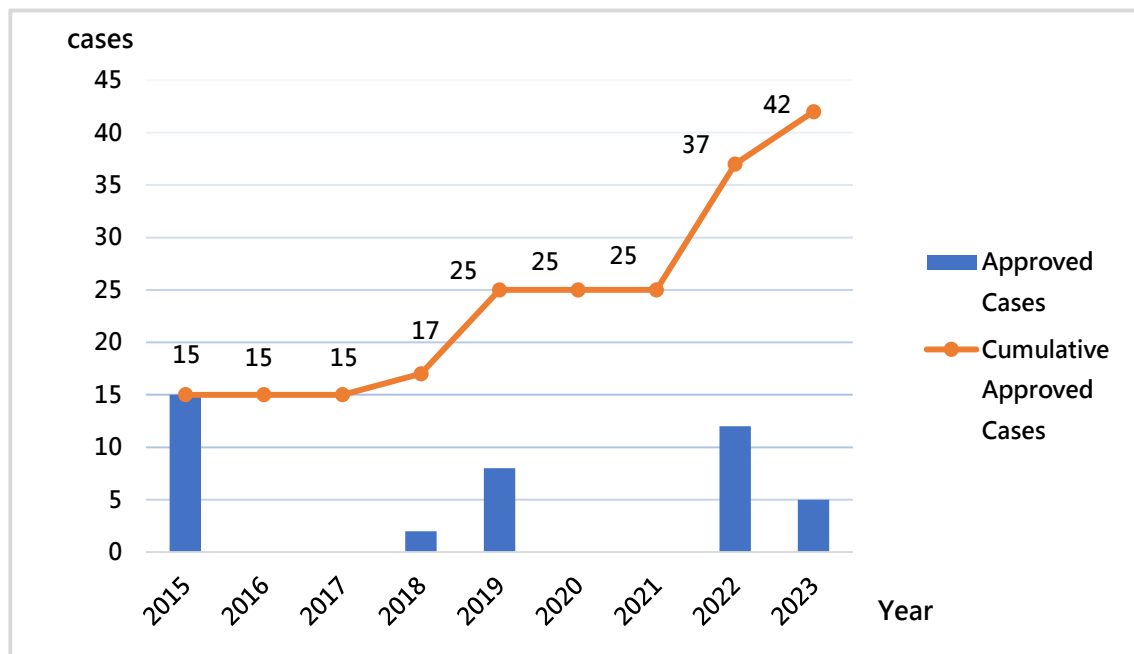
In response to technological trends, consumer and customer demands, and global trends, FBT has been actively engaged in innovative research and development in recent years to break through the status quo. We emphasize strengthening intellectual property rights, encouraging “innovation,” owning “patents,” and creating competitive advantages. We aspire to leverage our existing strengths as a preferred global business partner for customers when purchasing automobiles, motorcycles, and bicycles.

In terms of intellectual property achievements and patent development, the Company obtained two patents in 2012. In 2017, 2 patents were granted. In 2018, 8 patents were granted. In 2019, 4 patents were granted. In 2020, 5 patents were granted. In 2021, 3 patents were granted. In 2022, 1 patent was granted. In 2023, 1 patent was granted. We will continue to pursue various innovations and apply for patents.

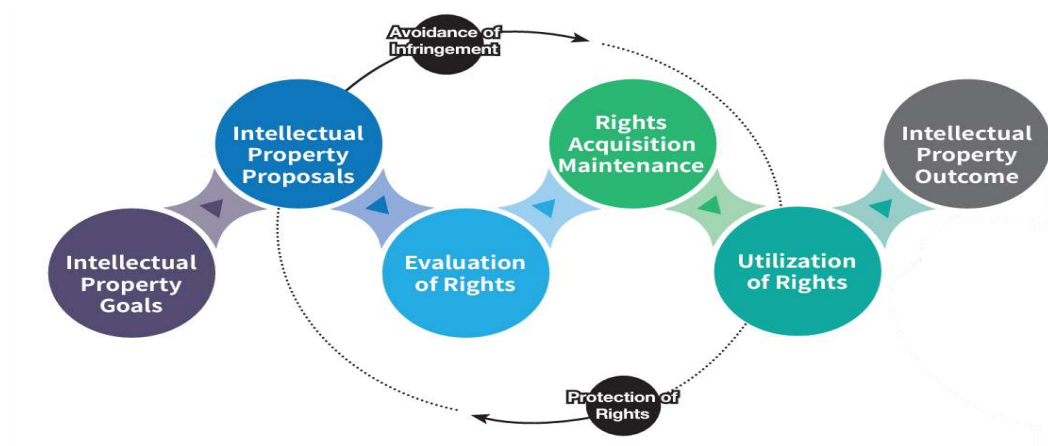


By 2021, the China operational sites had accumulated 25 patents, and in 2022, it acquired 12 certificates, and in 2023, it acquired 5 certificates. We will continue to pursue various innovations and apply for patents.

The patent application results for the China operational sites are shown in the figure below.



Our company, due to the continuous increase in the number of patents obtained, will develop an internal intellectual property management policy based on the following management process model to ensure a comprehensive basis for intellectual property management:



In 2023, there were no fines for non-compliance with laws and regulations concerning the provision and use of products and services.