

PATENT ASSIGNMENT COVER SHEET

Electronic Version v1.1
Stylesheet Version v1.2

EPAS ID: PAT4148815

| | |
|---|---|
| SUBMISSION TYPE: | NEW ASSIGNMENT |
| NATURE OF CONVEYANCE: | CHANGE OF NAME |
| CONVEYING PARTY DATA | |
| Name | Execution Date |
| CHUNG-SHAN INSTITUTE OF SCIENCE AND TECHNOLOGY | 04/01/2014 |
| RECEIVING PARTY DATA | |
| Name: | NATIONAL CHUNG SHAN INSTITUTE OF SCIENCE AND TECHNOLOGY |
| Street Address: | NO.481,SEC JIA'AN,ZHONGZHENG RD.,LONGTAN DIST., |
| City: | TAOYUAN CITY |
| State/Country: | TAIWAN |
| Postal Code: | 32546 |
| PROPERTY NUMBERS Total: 1 | |
| Property Type | Number |
| Patent Number: | 6863123 |
| CORRESPONDENCE DATA | |
| Fax Number: | |
| <i>Correspondence will be sent to the e-mail address first; if that is unsuccessful, it will be sent using a fax number, if provided; if that is unsuccessful, it will be sent via US Mail.</i> | |
| Email: | sohare@iprm.com.tw |
| Correspondent Name: | NATIONAL CHUNG SHAN INST OF SCIENCE AND TECHNOLOGY |
| Address Line 1: | NO.481,SEC JIA'AN,ZHONGZHENG RD.,LONGTAN DIST., |
| Address Line 4: | TAOYUAN CITY, TAIWAN 32546 |
| NAME OF SUBMITTER: | CHIA-FANG CHAI |
| SIGNATURE: | /CHIA FANG CHAI/ |
| DATE SIGNED: | 11/18/2016 |
| Total Attachments: 14 | |
| source=COVER SHEET_10262878#page1.tif | |
| source=Translation of the official documents attesting the change of name#page1.tif | |
| source=Translation of the official documents attesting the change of name#page2.tif | |
| source=Translation of the official documents attesting the change of name#page3.tif | |
| source=Translation of the official documents attesting the change of name#page4.tif | |
| source=Translation of the official documents attesting the change of name#page5.tif | |
| source=Translation of the official documents attesting the change of name#page6.tif | |
| source=Translation of the official documents attesting the change of name#page7.tif | |

source=Translation of the official documents attesting the change of name#page8.tif
source=Translation of the official documents attesting the change of name#page9.tif
source=Translation of the official documents attesting the change of name#page10.tif
source=Translation of the official documents attesting the change of name#page11.tif
source=Translation of the official documents attesting the change of name#page12.tif
source=Translation of the official documents attesting the change of name#page13.tif

RECORDATION FORM COVER SHEET
PATENTS ONLY

To the Director of the U.S. Patent and Trademark Office: Please record the attached documents or the new address(es) below.

1. Name of conveying party(ies)

CHUNG-SHAN INSTITUTE OF SCIENCE AND TECHNOLOGY

Additional name(s) of conveying party(ies) attached? Yes No

2. Name and address of receiving party(ies)

Name: NATIONAL CHUNG SHAN INSTITUTE OF SCIENCE AND TECHNOLOGY

Internal Address: _____

Street Address: NO.481, JIA-AN SEC., ZHONGZHENG RD.
LONGTAN TOWNSHIP

City: TAOYUAN

State: _____

Country: TAIWAN Zip: 32548

Additional name(s) & address(es) attached? Yes No

3. Nature of conveyance/Execution Date(s):

Execution Date(s) _____

- Assignment Merger
- Security Agreement Change of Name
- Joint Research Agreement
- Government Interest Assignment
- Executive Order 9424, Confirmatory License
- Other _____

4. Application or patent number(s):

This document is being filed together with a new application.

A. Patent Application No. (s)

B. Patent No. (s)

10/262,978

6,863,123

Additional numbers attached? Yes No

5. Name and address to whom correspondence concerning document should be mailed:

Name: _____

Internal Address: _____

Street Address: NO.481, JIA-AN SEC., ZHONGZHENG RD.
LONGTAN TOWNSHIP

City: TAOYUAN

State: TAIWAN Zip: 32548

Phone Number: 886-2-2543-2222

Docket Number: _____

Email Address: schars@ipm.com.tw

6. Total number of applications and patents involved: _____

7. Total fee (37 CFR 1.21(h) & 3.41) \$ _____

- Authorized to be charged to deposit account
- Enclosed
- None required (government interest not affecting title)

8. Payment information

Deposit Account Number _____

Authorized User Name _____

9. Signature:

Chai Chia-Fang
Signature

1-Nov-2016

Date

CHAI, CHIA-FANG
Name of Person Signing

Total number of pages including cover sheet, attachments, and documents:

Documents to be recorded (including cover sheet) should be faxed to (877) 373-0148, or mailed to: Mail Stop Assignment Recordation Services, Director of the USPTO, P.O. Box 1450, Alexandria, V.A. 22313-1450

Order of the Executive Yuan

Issued on: 1 April 2014

Ref. No.: Yuan-Sho-Ren-Zhong-Zi 1030027822

The Act for the “Establishment of the National Chung-Shan Institute of Science and Technology” promulgated on 29 January 2014 shall be implemented as of 16 April 2014.

Seal of the Executive Yuan

Yi-huah Jiang

Premier

~~~~~

# Presidential Office Gazette

**No. 7214**

Wednesday, 29 January 2014

~~~~~

President Decree

29 January 2014

Hua-Zhong-Yi-Yi-Zi (103) 00010801

To establish and proclaim the Act for the Establishment of the National Chung-Shan Institute of Science and Technology

President: Ying-jeou Ma

Premier: Yi-huah Jiang

National Defense Minister: Ming Yen

Act for the Establishment of the National Chung-Shan Institute of Science and Technology

Promulgated on 29 January 2014

Chapter I General Provisions

- Article 1 The Establishment of the National Chung-Shan Institute of Science and Technology (hereinafter called this Institute) and this Act are established to enhance the capability of defense technology, establish an independent defense industry, and expand defense and dual-use technology.
- Article 2 This Institute shall be an independent administrative agency under the supervision of the Ministry of National Defense (MND) of the Republic of China (ROC).
- Article 3 The scope of business of this Institute shall include:
1. The research and development, production, and sales of defense technology and major weapons and equipment.
 2. The research and development, production, and sales of dual-use technology.
 3. Technology cooperation, information exchange and promotion at home and abroad.
 4. Technology transfer, technological service and industrial service at home and aboard.
 5. Cultivation of talents for defense technology.
 6. Construction of major defense and military facilities.

7. Collaboration of major MND maneuvers and affairs relating to emergency war preparedness.
8. Other affairs relating to the purpose of establishment of this Institute.

The regulations governing sales, technological cooperation, technology transfer, and technological service prescribed in items 1-4 in the foregoing paragraph shall be specified by the MND.

Where implementing the business prescribed in paragraph 1 by this Institute involves classified national security information, classified military information, or national defense secrets, the MND shall approve the classification and security level of confidence for such information and secrets with reference to relevant regulations of Armaments Bureau and its affiliated agencies (organizations) and exercise due diligence to supervise this Institute to protect such classified information and secrets.

Article 4 A government agency procuring with reference to item 3, paragraph 1, Article 105 of the Government Procurement Act of the Republic of China shall be considered as a government agency by this Institute and the MND shall be its superior agency.

Article 5 Fund sources of this Institute are as follows:

1. Government contributions and donations (subsidies).
2. Donation from public and private organizations, groups, and individuals at home and abroad.
3. Incomes from commissioning research and service provisions.
4. Incomes from operations and research outcomes.
5. Other incomes.

Funds from donations (subsidies) specified in item 1 in the foregoing paragraph shall not exceed three percent (3%) of the total budget of MND; except for adjustments made for approved visionary defense technology research projects or production capacity maintenance projects and with reference to the status of implementation.

Donations specified in item 2 of paragraph 1 are considered as government donations.

Funds from donations (subsidies) specified in item 1, paragraph 1, do not include the fee for manufacturing armaments and equipment commissioned by the MND.

Article 6 This Institute shall establish the articles of incorporation, personnel management, accounting system, internal control, audit and other regulations. After being approved by the board of directors, they shall be reported to the MND for reference. Regulations for governing classified information as specified in paragraph 2 of Article 3 shall be approved by the MND. This Institute may also establish regulations for implementing public affairs that do not conflict with relevant laws, regulations and orders. After being approved by the board of directors, they shall be reported to the MND for reference.

Chapter II Organization

- Article 7 This Institute shall establish a board of directors with eleven to fifteen directors selected by the MND from among the following candidates. These candidates shall be appointed, also dismissed, by the premier.
1. Representatives of relevant government agencies, where the defense minister, deputy economic minister, and the deputy minister of the National Science Counsel (now Ministry of Science and Technology, MOST) shall be ex-officio directors.
 2. Scholars and experts related to defense technology.
 3. Experts in private business operations and administration or citizens with significant contributions to this Institute.
- The number of directors selected from item 3 in the foregoing paragraph shall not exceed one third of all directors.
- The number of full-time directors shall not exceed one third of all directors.
- Restrictions specified in the front part of paragraph 5 of Article 5 of the Non-Departmental Public Bodies Act shall not apply to the gender proportion of directors selected from item 1.
- Article 8 This Institute shall establish three to five supervisors selected by the MND from among the following candidates. These candidates shall be appointed, also dismissed, by the premier.
1. Representatives of relevant government agencies.
 2. Scholars and experts related to defense technology.
 3. Scholars and experts related to law, accounting or finance.
- Supervisors shall elect from among themselves a managing supervisor.
- Restrictions specified in the front part of paragraph 5 of Article 5 of the Non-Departmental Public Bodies Act shall not apply to the gender proportion of supervisors selected from item 1.
- Article 9 Each term of directors and supervisors shall be three years, and each director and supervisor is eligible for a second term. The number of repeat directors and supervisors shall at least be one third of members of each role, with a total of not more than two third.
- Directors and supervisors selected from representatives of relevant government agencies shall be re-appointed with reference to their duty change irrespective to the said term limit. Where there are vacancies of directors and supervisors appointed with reference to paragraph 1 of Article 7 and the foregoing article before the end of the term, the MND shall ask the premier to appoint other members to fill up these vacancies until the end of the original term.
- The MND shall establish regulations to specify the eligibility, selection and appointment, dismissal, filling up and other affairs relating to the directors and supervisors of this Institute.

Article 10 This Institute shall have one chairman to be seated concurrently by the defense minister.

The chairman shall administer all institute affairs and represent this Institute externally. When the chairperson is unable to carry out his duty, he should assign a director to carry out his duty for and on his behalf. When no agent is appointed, directors shall elect one from among them to carry out the chairman's duty for and on his behalf.

Article 11 Duties of the board of directors:

1. Evaluation of the ten-year defense technology development pre-proposal and five-year defense technology research, application and production plan.
2. Evaluation of the annual operational (business) targets and business plan.
3. Evaluation of the annual budget and final report.
4. Review of rules and regulations.
5. Evaluation of the disposition or mortgage of own real estate.
6. Appointment and dismissal of presidents.
7. Fund raising.
8. Evaluations that should be resolved by the board of directors with reference to this Act.
9. Evaluation of other material affairs.

Article 12 The board meeting shall be held once every three months. Provisional board meeting may be convened as necessary and chaired by the chairman.

A board meeting shall be attended by more than one half of all directors and resolutions shall be made by over one half of directors attending the board meeting. Resolutions for items 1-7 in the foregoing article, however, shall be made by over half of all directors.

Article 13 Duties of supervisors

1. Supervision of the business and financial status of this Institute.
2. Audit of financial statements, account books, documents, and property data.
3. Review and approval of the final report.
4. Review and audit of other material affairs.

Supervisors shall carry out their duties independently and the managing supervisor shall attend the board meeting for and on behalf of all supervisors.

Article 14 This Institute shall have one full-time president with experience relating to defense technology or business administration. The term shall be three years and a second term is eligible. The president shall be appointed, and also dismissed, by the chairman with board approval.

The president shall be under 65 years of age when he starts his term and shall be replaced at age 70 before his term ends; except for special considerations approved by the Executive Yuan.

With reference to the rules and regulations of this Institute, board resolutions, and the chairman's authorization, the president shall operate and manage the

business of this Institute and attend the meetings specified in paragraph 2 of Article 20 of this Act.

Article 15 Directors, supervisors and the president of this Institute shall uphold the principle of avoidance of conflicts of interest and shall not seek personal interests or interests for related parties with the authority, opportunity or method ascribed to their duty. The MND shall specify the scope of avoidance of conflicts of interest and the settlement of violation of such principle.

Directors, supervisors and the president shall not be relatives by consanguinity or by affinity within the third degree.

The spouse or relatives by consanguinity or by affinity within the third degree of directors, supervisors and the president shall not be the general affairs, accounting or personnel affairs personnel of this Institute.

The chairman or the president shall not hire their relatives by consanguinity or by affinity within the third degree for this Institute.

A related party in this Act shall mean the spouse or relatives within the second degree.

Article 16 Directors, supervisors, the president or their related parties shall not involve in trading, leasing or undertaking behavior with this Institute; except for a just cause specially resolved by the board.

The agent violating the foregoing paragraph shall compensate for all damages caused to this Institute, if any.

For the exception specified in paragraph 1, the board of this Institute shall voluntarily open the content of the resolution meeting within twenty days after the meeting and report to the MND for reference.

Article 17 Directors and the managing supervisors shall attend and appear in board meetings personally without assigning any agents.

Article 18 A person shall not be appointed as the director, supervisor or president of this Institute under any of the following circumstances:

1. A person who is under guardianship or assistance without court revocation.
2. A person who is convicted imprisonment sentence without approval for parole.
3. A person who has declared bankruptcy without resumption of rights.
4. A person whose civil rights have been deprived by law without resumption.
5. A person who is certified incapable of carrying out such duties for mental or physical disabilities by a public hospital.

Directors, supervisors and the president shall be dismissed under any of the said circumstances or for unexcused absences from the board meeting for three times.

Directors, supervisors and the president may be dismissed under any of the following circumstances:

1. Misconduct or misbehavior which affects the image of this Institute with solid evidence.

2. Slack in work or neglect of duty as proven by concrete facts.
3. Violation of the employment agreement in a serious manner.
4. The annual evaluation result of this Institute is under the standard specified by the MND for two consecutive years during his term.
5. Violation of the Civil Service Administrative Neutrality Act with solid evidence.
6. Damage of public interest or the interest of this Institute by accepting lobbying or requests for affairs concerned or accepting treats or gifts due to personal duty with solid evidence.
7. Use of institute property for unofficial needs with solid evidence.
8. Violation of the principle of avoidance of conflicts of interest or the behaviors specified in the front part of paragraph 1 of Article 16 of this Act with solid evidence.
9. Other behaviors inappropriate for directors, supervisors or the president.

When a director, a supervisor or the president is dismissed for any of the above reasons, the MND shall provide them an opportunity to express their opinion and defend themselves before dismissal.

Article 19 Part-time directors and supervisors shall receive no pay for their work.

Chapter III Business and Supervision

Article 20 The supervision rights of the MND over this Institute are as follows:

1. Approval of the ten-year defense technology development pre-proposal and five-year defense technology research, application and production plan.
2. Approval or retention for reference of the rules and regulations, annual business plan and budget, annual performance, and final report.
3. Inspection of the status of institute property, finances and protection of classified national security information.
4. Evaluation of operating performance.
5. Selection and suggestion of directors and supervisors.
6. Imposing necessary punishments or disciplinary actions on directors or supervisors violating the law while carrying out their duties.
7. Revocation, change, abolition, improvement by a limited time, suspension of implementation, or other disciplinary actions when this Institute violates the constitution, law, regulations, or orders.
8. Approval of the disposition or mortgage of own real estate.
9. Supervision of other items specified by the law.

The MND shall request this Institute to participate in force planning meetings relating to defense technology research, application, and production and shall give defense technology instructions with reference to the planning status of the force building concept and troop building plan.

Based on the instructions specified in the foregoing paragraph, this Institute shall draw up the ten-year defense technology development

pre-proposal and five-year defense technology research, application and production plan and annual business plan and budget.

Article 21 The MND shall invite representative of relevant agencies, scholars and experts, and public figures considered as fair and just by society to evaluate the performance of this Institute.

The MND shall also determine the methods, establish the procedures, and define related affairs for the performance evaluation specified in the foregoing paragraph.

Contents of performance evaluation are as follows:

1. Evaluation of the annual achievements of this Institute.
2. Assessment of the business performance and target achievement rate of this Institute.
3. Recommendation for fund contributions of this Institute.
4. Other related items.

Article 22 With reference to the instructions in paragraph 2 of Article 20 of this Act, this Institute shall draw up the ten-year defense technology development pre-proposal every four years and the five-year defense technology research, application and production plan every year and submit them to the MND for approval.

This Institute shall draw up the annual operational (business) plan and budget. After they are approved by the board of directors, this Institute shall submit them to the MND for reference.

Article 23 Within two months after the end of the fiscal year, this Institute shall send the achievement and revenue/expenditure financial report to a certified public accountant for audit and certification before submitting to the board of directors for evaluation. After it is approved by supervisors, this Institute shall submit it to the MND for reference and to the audit authority.

The audit authority may audit the final report specified in the foregoing paragraph, and the audit results may be delivered to the MND or other relevant agencies to take necessary action.

Chapter IV Personnel Affairs and Protection of Employee Benefits

Article 24 The original rules and regulations governing military personnel shall apply to the rank, position, service, decorations, rewards, punishment, performance evaluation, training and continuing education, pay, insurance, compensations, benefits, retirement, discharge from service, and other rights and benefits of military personnel transferred to this Institute from Chung-Shan Institute of Science and Technology under the Armaments Bureau (hereinafter called the Original Agency). The Executive Yuan shall establish regulations to govern matters where original rules and regulations governing military personnel are inapplicable.

The MND may revise the rank and number of staffing (establishment) of the Original Agency without damaging the rights and benefits of military personnel transferring to this Institute.

- Military personnel specified in paragraph 1 will receive no additional compensational pay after they apply for retirement or discharge from service with reference to applicable laws and regulations and are recruited with reference to relevant personnel management regulations of this Institute.
- Article 25 Civil servants of the Original Agency transferred to this Institute with their original title, rank, and position may continue to use their title, rank, and position until they resign; and their service, punishment, performance evaluation, training and continuing education, income, insurance, protection, freedom of association, retirement, severance, compensations, benefits and other rights and benefits shall be administered with reference to applicable rules and regulations governing civil services. The Executive Yuan and Examination Yuan shall establish regulations to govern matters where original rules and regulations governing civil services are inapplicable.
- No additional compensational pay shall be given to the above personnel recruited with reference to the personal management regulations of this Institute by this Institute after they are retired or laid off.
- The monthly pension and suspension of the preferential deposit of civil servants recruited by this Institute after retirement shall be handled with reference to relevant civil servant retirement regulations.
- Article 26 The wage (salary), insurance, retirement, severance, compensations, benefits, and rights and benefits of technical, organizational, civilian administration and other contract employees (hereinafter referred to as Contract Employees) before restructuring shall be subject to relevant labor laws and regulations, management regulations, or employment contract originally applicable to them.
- The service length of the said Contract Employees before and after restructuring shall be combined, starting from the date of employment by the Original Agency, and the pension plan they have previously selected shall still be valid. Where the pension plan in the Labor Standards Act applies, their pension and severance pay shall combined with reference to the payment standard specified in Articles 17, 55, and 84-2 of the Labor Standards Act, provided that the total amount of pension before and after restructuring shall not exceed the average wage of forty-five months at the time of retirement.
- Article 27 The MND shall accommodate military personnel who do not wish to transfer to this Institute from the date of restructuring. Military personnel who cannot be accommodated shall apply for retirement with reference to applicable laws and regulations for military personnel and will receive a compensational pay amounting to seven months of the total amount of remuneration.

The above compensational pay shall be payable only to military officers above the major rank with a service length of at least twenty years and at maximum service age or seven months to the maximum service age.

No compensational pay shall be given to military personnel transferred to other units from the Original Agency when they are recruited by this Institute after retirement or transferred to other military units by the MND.

When personnel specified in paragraph 1 are re-assigned to civil service or a non-departmental public body within seven months after retirement is effective, the government unit or non-departmental public body where they serve shall retrieve to the treasury the balance of the compensational pay of the total amount of remaining remuneration after deducting the length of retirement.

The total amount of remuneration specified in paragraphs 1 and 4 shall mean the sum of the base salary, profession allowance, and supervisor duty allowance received in the month of retirement.

Article 28

Civil servants who do not wish to transfer to this Institute may apply for retirement or layoff on the date of restructuring with reference to relevant laws and regulations governing civil servants originally applicable to them. An additional compensational pay amounting to seven months of their salary will be given to them. For personnel who are at the retirement age, however, pensions will be given based on the months of their advance retirement.

When personnel specified in the foregoing paragraph are re-assigned to civil service or a non-departmental public body within seven months after retirement is effective, the government unit or non-departmental public body where they serve shall retrieve to the treasury the balance of the compensational pay of the total amount of remaining remuneration after deducting the length of retirement.

The total amount of remuneration specified in the foregoing paragraph shall mean the sum of the base salary (additional senior-increases over basic pay rate), profession allowance, and supervisor duty allowance received in the month of retirement or layoff.

Article 29

The MND shall accommodate Contract Employees who do not wish to transfer to this Institute from the date of restructuring. Those who cannot be accommodated shall apply for retirement or layoff with reference to relevant labor laws and regulations, management regulations, or employment contract originally applicable to them. Pensions or severance pay shall be calculated by stage and given together, including a seven-month compensational pay. For personnel who are at the retirement age, however, pensions will be given based on the months of their advance retirement.

When Contract Employees specified in the foregoing paragraph are re-assigned to civil service or a non-departmental public body within seven months after retirement is effective, the government unit or non-departmental public body where they serve shall retrieve to the treasury the balance of the compensational pay of the total amount of remaining remuneration after deducting the length of retirement.

The compensational pay specified in paragraph 1 shall mean the sum of the base salary (additional senior-increases over basic pay rate) and profession allowance received in the month of retirement or layoff.

Article 30 Fixed-term contract employees of the Original Agency may transfer to this Institute and continue with their work until the contract expires. This Institute shall contribute labor pension to the individual labor pension account with reference to the Labor Pension Act. This Institute shall terminate the employment contract of those who do not wish to transfer and issue a severance to them according to the Labor Pension Act without additional compensational pay.

Article 31 The labor pension reserve contributed by the Original Agency with reference to the Labor Standards Act or Labor Pension Act before restructuring shall be transferred to the labor pension reserve account of this Institute on the date of restructuring.

The compensational pay and severance pay required to be paid by the Original Agency for the restructuring may be disbursed from the original budget of the MND irrespective to the restrictions specified in Articles 62 and 63 of the Budget Act.

Article 32 The Original Agency shall prepare a list of personnel on administrative leave, suspension (including unconfirmed dismissal) and leave without pay for this Institute to continue their cases. Personnel reinstating after continuing education, by the law, or after their leave without pay may choose to stay at this Institute. If they do not wish to stay, Articles 17-27 shall apply mutatis mutandis for the MND to accommodate them, including retirement or layoff with a compensational pay.

Article 33 Personnel hired after this Institute is established shall not hold the status of civil servant or military personnel and the Labor Standards Act shall apply to them. Their pension and severance pay shall be subject to the Labor Pension Act.

The rights and obligations of personnel specified in the foregoing paragraph shall be subject to the employment contract and work rules.

Chapter V Accounting, Finance, Property and Tax Preferences, Freedom of Information and Approval

Article 34 The accounting year of this Institute shall be the same as that of the government accounting year.

Article 35 The financial statement of this Institute shall be audited and certified by certified public accountants.

After paying taxes and covering the loss, this Institute shall pay ten percent (10%) of the operating surplus to the treasury.

Article 36 This Institute shall generally assume the assets and debts of the Original Agency under the Defense Manufacturing and Service Operation Funds after the date of restructuring irrespective to the restrictions specified in Articles 25 and 88 of the Budget Act.

- The MND may disburse from its original budget the funds approved by the government for this Institute in the establishment year irrespective to the restrictions specified in Articles 62 and 63 of the Budget Act.
- Article 37 In addition to the assets under the said Operation Funds, when this Institute needs to use public property at establishment, it may be used gratuitously or by donation. Articles 25 and 26 of the Budget Act and Articles 28 and 60 of the National Property Act shall not apply to public property donated to this Institute under such circumstance.
- After establishment this Institute may purchase national real estate as necessary. The price of land shall be subject to the announced current land value in the same period. The price of buildings and land improvements shall be subject to the current value rated by the taxation authority in the same year period. Where not current value rated in the same year period, the price shall be subject to the result estimated by the public property management agency.
- Property purchased by this Institute for specific purposes with funds approved and appropriated by government agencies shall be public property.
- Property obtained by this Institute other than the property for gratuitous use specified in paragraph 1 and the public property specified in the foregoing property shall be own property of this Institute.
- This Institute shall be the registered manager of the property for gratuitous use specified in paragraph 1 and the public property specified in paragraph 3 and shall not dispose of them. However, benefits gained from such property shall be the income of this Institute irrespectively to the restrictions specified in paragraph 1 of Article 7 of the National Property Act.
- The MND shall establish regulations to govern the classification and transfer of the required public property specified in paragraph 1 and the management, use, and income of property for gratuitous use specified in paragraph 1 and public property specified in paragraph 3.
- When the use of public property ends, this Institute shall hand it over to the government property management agency.
- When the national real estate donated to this Institute is not use any more, this Institute shall return it to the donor and shall not dispose of it.
- Article 38 Funds approved and appropriated to this Institute by government agencies shall be handled with reference to the statutory budgetary procedure. This Institute shall also accept audit and supervision.
- When the amount of funds specified in the foregoing paragraph exceeds fifty percent (50%) of the annual budget of this Institute, the MND shall send the budget plan of this Institute to the Legislative Yuan for evaluation.
- Article 39 Debts raised by this Institute shall be self-liquidated by this Institute and approved by the MND in advance. If there are doubts about the self-liquidation of debts in the budget execution result, this Institute shall review and propose improvement measures immediately and report to the MND for approval.
- Article 40 This Institute shall handle all procurement contracts in an open and fair principle and with reference to the regulations governing treaty or agreement conclusions of the Republic of China.
- Except as otherwise provided in Article 4 of the Government Procurement Act, the Government Procurement Act shall not apply to the procurement contracts specified in the above paragraph.
- Where there are other rules specified in other laws, procurement provided

- in Article 4 of the Government Procurement Act shall be proceeded with reference to such rules.
- Article 41 No sales tax shall be imposed on weapons, vessels, aircrafts, tanks and war-related detection and communication equipment sold to this Institute.
 No sales tax shall be imposed on the research and manufacturing projects commissioned by the MND and its affiliated agencies.
 The Regulations for Exemption of Commodity Tax on Goods for Military Use shall apply mutatis mutandis to the goods purchased for the business needs of this Institute approved by the MND for direct military use.
 Regulations for Exemption of Commodity Tax on Supplies for Military Use shall apply mutatis mutandis to the weapons, equipment, vehicles, vessels, aircrafts and their accessories and other military supplies imported by this Institute for military use only.
- Article 42 Except as otherwise provided in the Classified National Security Information Protection Act and relevant acts, relevant information of this Institute shall be disclose with reference to the Freedom of Government Information Law. This Institute shall also voluntarily disclose its financial statements, annual operation (business) information, and annual performance revaluation reports.
 The MND shall submit to the Legislative Yuan for reference an analysis report on the performance evaluation report specified in the foregoing paragraph. The Legislative Yuan may request the defense minister and the president or relevant officers of this Institute to report on the operating status of the Institute and answer to interpellation.
- Chapter VI Addenda**
- Article 43 Those who do not agree with the administration sanction of this Institute may appeal to the MND with reference to the Administrative Appeal Act.
- Article 44 When this Institute fails to achieve the establishment goals for whatever changes or ineffective performance, the MND shall apply for dissolution to the Executive Yuan.
 When dissolving this Institute, the MND shall assist in accommodating personnel who stay or helping them apply for retirement or layoff with reference to the civil service or military service regulations applicable to them. The MND shall terminate the employment contract of other employees with reference to relevant labor laws and regulations. The MND shall also generally assume the assets and liabilities of this Institute.
- Article 45 The date of implementation of this Act shall be approved by the Executive Yuan.

This is to certify that the translation is true to the original.