

# O-BANK CO., LTD.

## A. BALANCE SHEETS

(In Thousands of New Taiwan Dollars)

Item	ASSETS	June 30, 2017		December 31, 2016		June 30, 2016	
		Amount	%	Amount	%	Amount	%
11000	Cash and cash equivalents	\$ 2,545,785	1	\$ 2,729,826	1	\$ 2,428,534	1
11500	Due from the central bank and call loans to banks	14,727,128	5	15,135,340	6	13,288,653	5
12000	Financial assets at fair value through profit or loss	45,056,656	16	39,538,632	15	43,056,042	16
13000	Receivables, net	5,259,116	2	4,690,507	2	6,162,711	2
13200	Current tax assets	54,187	-	55,293	-	20,093	-
13500	Discounts and loans, net	152,339,443	55	143,940,139	54	131,295,068	50
14000	Available-for-sale financial assets	36,409,015	13	32,628,260	12	37,006,997	14
14500	Held-to Maturity financial assets	499,762	-	5,544,703	2	9,544,645	4
15000	Investments accounted for using equity method	14,029,448	5	14,242,663	5	16,299,106	6
15500	Other financial assets	1,218,508	1	1,039,445	1	1,081,907	-
18500	Property and equipment, net	3,752,495	2	3,524,300	1	3,015,560	1
19000	Intangible assets, net	240,005	-	248,507	-	232,614	-
19300	Deferred tax assets	101,374	-	79,550	-	164,938	-
19500	Other assets	<u>522,630</u>	<u>-</u>	<u>1,757,667</u>	<u>1</u>	<u>2,023,866</u>	<u>1</u>
10000	Total assets	<u>\$ 276,755,552</u>	<u>100</u>	<u>\$ 265,154,832</u>	<u>100</u>	<u>\$ 265,620,734</u>	<u>100</u>
<b>Item</b>	<b>LIABILITIES AND EQUITY</b>						
	Liabilities						
21000	Deposits from the central bank and banks	\$ 38,797,164	14	\$ 41,875,141	16	\$ 41,457,769	16
22000	Financial liabilities at fair value through profit or loss	1,066,788	-	2,349,989	1	3,134,102	1
22500	Securities sold under agreement to repurchase	9,887,000	3	2,091,749	1	4,000,000	1
23000	Accounts payable	4,484,271	2	2,705,487	1	4,781,705	2
23200	Current tax liabilities	94,678	-	-	-	103,678	-
23500	Deposits and remittances	170,804,683	62	164,056,836	62	158,277,242	60
24000	Bank debentures	16,650,000	6	17,450,000	6	17,950,000	7
25500	Other financial liabilities	5,245,404	2	4,648,821	2	5,955,723	2
25600	Provisions	193,796	-	176,479	-	185,906	-
29300	Deferred tax liabilities	202,585	-	239,307	-	202,815	-
29500	Other liabilities	<u>56,860</u>	<u>-</u>	<u>172,365</u>	<u>-</u>	<u>153,000</u>	<u>-</u>
20000	Total liabilities	<u>247,483,229</u>	<u>89</u>	<u>235,766,174</u>	<u>89</u>	<u>236,201,940</u>	<u>89</u>
	Equity						
31100	Capital stock	<u>24,130,063</u>	<u>9</u>	<u>23,905,063</u>	<u>9</u>	<u>23,905,063</u>	<u>9</u>
31500	Capital surplus	<u>7,730</u>	<u>-</u>	<u>3,193</u>	<u>-</u>	<u>3,193</u>	<u>-</u>
	Retained earnings						
32001	Legal reserve	2,880,297	1	2,390,828	1	2,390,828	1
32003	Special reserve	1,229,536	1	1,173,293	-	1,173,293	1
32011	Unappropriated earnings	<u>697,412</u>	<u>-</u>	<u>1,631,566</u>	<u>1</u>	<u>918,984</u>	<u>-</u>
32000	Total retained earnings	<u>4,807,245</u>	<u>2</u>	<u>5,195,687</u>	<u>2</u>	<u>4,483,105</u>	<u>2</u>
32500	Other equity	<u>327,285</u>	<u>-</u>	<u>284,715</u>	<u>-</u>	<u>1,027,433</u>	<u>-</u>
30000	Total equity	<u>29,272,323</u>	<u>11</u>	<u>29,388,658</u>	<u>11</u>	<u>29,418,794</u>	<u>11</u>
	Total liabilities and equity	<u>\$ 276,755,552</u>	<u>100</u>	<u>\$ 265,154,832</u>	<u>100</u>	<u>\$ 265,620,734</u>	<u>100</u>

**B. STATEMENTS OF COMPREHENSIVE INCOME**

(In Thousands of New Taiwan Dollars, Except Earnings Per Share)

<u>Item</u>	<b>For the Six Months Ended June 30</b>				
	<b>2017</b>		<b>2016</b>		
	<b>Amount</b>	<b>%</b>	<b>Amount</b>	<b>%</b>	
41000	Interest revenue	\$ 1,935,769	84	\$ 1,814,315	90
51000	Interest expenses	( 985,176)	( 43)	( 802,509)	( 40)
49010	Net interest	<u>950,593</u>	<u>41</u>	<u>1,011,806</u>	<u>50</u>
	Net revenue other than interest				
49100	Commissions and fee revenue, net	328,241	14	488,385	24
49200	Gain on financial assets and liabilities at fair value through profit or loss	( 554,549)	( 24)	450,400	22
49300	Realized income from available-for-sale financial assets	154,250	7	99,613	5
49600	Foreign exchange gain (loss), net	938,166	41	( 310,485)	( 15)
49700	Loss from asset impairment	-	-	( 33,449)	( 2)
49750	Investment income (loss) recognized under equity method	418,603	18	256,748	13
48099	Other non-interest net gains	<u>65,018</u>	<u>3</u>	<u>60,669</u>	<u>3</u>
49020	Net revenue other than interest	<u>1,349,729</u>	<u>59</u>	<u>1,011,881</u>	<u>50</u>
4xxxx	Total net revenue	<u>2,300,322</u>	<u>100</u>	<u>2,023,687</u>	<u>100</u>
58200	Provisions	( 207,984)	( 9)	( 116,691)	( 6)
	Operating expense				
58500	Employee benefits expenses	789,317	35	579,767	29
59000	Depreciation and amortization expense	90,284	4	66,267	3
59500	Other general and administrative expense	<u>370,743</u>	<u>16</u>	<u>271,096</u>	<u>13</u>
58400	Total operating expense	<u>1,250,344</u>	<u>55</u>	<u>917,130</u>	<u>45</u>

(Continued)

		<b>For the Six Months Ended June 30</b>			
		<b>2017</b>		<b>2016</b>	
<b>Item</b>		<b>Amount</b>	<b>%</b>	<b>Amount</b>	<b>%</b>
61001	Profit from continuing operations before tax	\$ 841,994	36	\$ 989,866	49
61003	Income tax expense	<u>95,520</u>	<u>4</u>	<u>70,882</u>	<u>4</u>
64000	Profit	<u>746,474</u>	<u>32</u>	<u>918,984</u>	<u>45</u>
Other comprehensive income					
Items that may be reclassified					
subsequently to profit or loss:					
65301	Exchange differences on translating foreign operations	( 380,806)	( 16)	( 174,655)	( 9)
65302	Unrealized gain (loss) on available-for-sale financial assets	262,106	11	61,227	3
65306	Share of other comprehensive income of subsidiaries, associates and joint ventures accounted for using equity method, components of other comprehensive income that will be reclassified to profit or loss	115,897	5	91,907	5
65320	Income tax relating to the components of other comprehensive income	<u>45,373</u>	<u>2</u>	<u>18,338</u>	<u>1</u>
65000	Other comprehensive income (loss) for the year, net of income tax	<u>42,570</u>	<u>2</u>	( <u>3,183</u> )	<u>-</u>
66000	Total comprehensive income	<u>\$ 789,044</u>	<u>34</u>	<u>\$ 915,801</u>	<u>45</u>
EARNINGS PER SHARE					
67501	Basic	<u>\$ 0.31</u>		<u>\$ 0.38</u>	
67700	Diluted	<u>\$ 0.31</u>		<u>\$ 0.38</u>	

(Concluded)

## C. STATEMENTS OF CHANGES IN EQUITY

For The Six Months Ended June 30, 2017 AND 2016

(In Thousands of New Taiwan Dollars)

Item		Equity Attributable to Owners of the Bank										
		Capital Stock		Retained Earnings				Other Equity		Treasury Shares	Total Equity	
		Shares (Thousands)	Amount	Capital Surplus	Legal Reserve	Special Reserve	Unappropriated Earnings	Total	Exchange Differences on Translating Foreign Operations			Unrealized Gain (Loss) on Available-for-sale Financial Assets
A1	Balance at January 1, 2016	2,390,506	\$23,905,063	\$ 1,773	\$1,880,726	\$1,178,307	\$1,700,341	\$4,759,374	\$ 406,040	\$ 624,576	\$ (18,693)	\$29,678,133
	Appropriation of 2015 earnings											
B1	Legal reserve	-	-	-	510,102	-	( 510,102)	-	-	-	-	-
B3	Reversal of special reserve	-	-	-	-	( 5,014)	5,014	-	-	-	-	-
B5	Cash dividends	-	-	-	-	-	(1,195,253)	(1,195,253)	-	-	-	(1,195,253)
D1	Net income for six months ended June 30, 2016	-	-	-	-	-	918,984	918,984	-	-	-	918,984
D3	Other comprehensive income (loss) for the six months ended June 30, 2016	-	-	-	-	-	-	-	(156,317)	153,134	-	(3,183)
D5	Total comprehensive income (loss) for the six months ended June 30, 2016	-	-	-	-	-	918,984	918,984	(156,317)	153,134	-	915,801
N1	Transmission of treasury stock for employees	-	-	1,420	-	-	-	-	-	-	18,693	20,113
Z1	Balance at June 30, 2016	<u>2,390,506</u>	<u>\$23,905,063</u>	<u>\$ 3,193</u>	<u>\$2,390,828</u>	<u>\$1,173,293</u>	<u>\$ 918,984</u>	<u>\$4,483,105</u>	<u>\$ 249,723</u>	<u>\$ 777,710</u>	<u>\$ -</u>	<u>\$29,418,794</u>
A1	Balance at January 1, 2017	2,390,506	\$23,905,063	\$ 3,193	\$2,390,828	\$1,173,293	\$1,631,566	\$5,195,687	\$ 190,990	\$ 93,725	\$ -	\$29,388,658
	Appropriation of 2016 earnings											
B1	Legal reserve	-	-	-	489,469	-	(489,469)	-	-	-	-	-
B3	Reversal of special reserve	-	-	-	-	56,243	( 56,243)	-	-	-	-	-
B5	Cash dividends	-	-	-	-	-	(1,085,854)	(1,085,854)	-	-	-	(1,085,854)
D1	Net income for six months ended June 30, 2017	-	-	-	-	-	746,474	746,474	-	-	-	746,474
D3	Other comprehensive income (loss) for the six months ended June 30, 2017	-	-	-	-	-	-	-	(335,433)	378,003	-	42,570
D5	Total comprehensive income (loss) for the six months ended June 30, 2017	-	-	-	-	-	746,474	746,474	(335,433)	378,003	-	789,044
E1	Issuance of ordinary shares for cash	22,500	225,000	-	-	-	( 49,062)	( 49,062)	-	-	-	175,938
G1	Exercise Employee Stock Warrants	-	-	4,537	-	-	-	-	-	-	-	4,537
Z1	Balance at June 30, 2017	<u>2,413,006</u>	<u>\$24,130,063</u>	<u>\$ 7,730</u>	<u>\$2,880,297</u>	<u>\$1,229,536</u>	<u>\$ 697,412</u>	<u>\$4,807,245</u>	<u>(\$144,443)</u>	<u>\$ 471,728</u>	<u>\$ -</u>	<u>\$29,272,323</u>

## D. STATEMENTS OF CASH FLOWS

(In Thousands of New Taiwan Dollars)

Item	For The Six Months Ended June 30	
	2017	2016
CASH FLOWS FROM OPERATING ACTIVITIES		
A00010	\$ 841,994	\$ 989,866
	Adjustments to reconcile profit (loss):	
A20100	63,536	51,139
A20200	26,748	15,128
A20300	207,984	116,691
A20400	554,549	( 450,400)
A20900	985,176	802,509
A21200	( 1,935,769)	( 1,814,315)
A21300	( 3,596)	( 6,424)
A21900	4,537	-
A22300	( 406,764)	( 256,405)
A22500	( 1,845)	67
A23500	-	33,449
A29900	( 170,547)	( 100,339)
	Changes in operating assets and liabilities:	
A41170	426,510	( 935,838)
A41120	( 6,062,681)	217,704
A41150	( 224,736)	( 499,880)
A41160	( 8,593,347)	( 3,977,442)
A42110	( 3,077,977)	4,626,977
A42120	( 1,283,201)	( 2,989,390)
A42140	7,795,251	4,000,000
A42150	586,109	1,461,878
A42160	6,747,847	2,699,652
A42180	<u>40</u>	<u>( 9,848)</u>
A33000	( 3,520,182)	3,974,779
A33100	1,242,089	1,746,720
A33200	1,997	1,018
A33300	( 878,353)	( 765,194)
A33500	<u>( 14,016)</u>	<u>( 40,071)</u>
AAAA	<u>( 3,168,465)</u>	<u>4,917,252</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
B00100	( 946,613)	( 663,613)
B00200	901,818	1,058,235
B00300	( 9,016,094)	(20,343,330)
B00400	5,835,887	12,209,197
B01100	5,045,000	305,000
B01300	32,259	51,976

(Continued)

Item	For The Six Months Ended June 30		
	2017	2016	
B02400	Proceeds from capital reduction of subsidiaries and associates	\$ -	\$ 43,438
B02700	Acquisition of property and equipment	( 303,497)	( 477,790)
B02800	Proceeds from disposal of property and equipment	2,251	-
B03700	Decrease (increase) in refundable deposits	1,246,286	1,129,753
B04500	Acquisition of intangible assets	( 10,034)	( 1,846)
B06500	Increase in other financial assets	( 304,398)	-
B06700	Increase in other assets	( 11,249)	( 19,550)
BBBB	Net cash flows used in investing activities	<u>2,471,616</u>	<u>( 6,708,530)</u>
CASH FLOWS FROM FINANCING ACTIVITIES			
C01400	Proceeds from issuing bank notes payable	-	3,000,000
C01500	Repayments of bank notes payable	( 800,000)	-
C01600	Increase in long-term debt	1,134,797	2,506,999
C01700	Repayments of long-term debt	( 1,741,803)	( 1,573,083)
C04100	Increase in other financial liabilities	1,203,589	-
C05000	Proceeds from sale of treasury shares	-	20,113
C04400	Decrease in other liabilities	( 115,506)	( 120,805)
C04600	Proceeds from issuing shares	<u>175,938</u>	<u>-</u>
CCCC	Net cash flows (used in) from financing activities	<u>( 142,985)</u>	<u>3,833,224</u>
DDDD	Effect of exchange rate changes on cash and cash equivalents	<u>674,091</u>	<u>291,616</u>
EEEE	Net increase (decrease) in cash and cash equivalents	( 165,743)	2,333,562
E00100	Cash and cash equivalents at beginning of the year	<u>13,843,789</u>	<u>9,430,841</u>
E00200	Cash and cash equivalents at end of the year	<u>\$ 13,678,046</u>	<u>\$ 11,764,403</u>

Reconciliation of the amounts in the statements of cash flows with the equivalent items reported in the balance sheets as of June 30, 2017 and 2016 is as follow:

Item	For The Six Months Ended June 30		
	2017	2016	
E00210	Cash and cash equivalents reported in the statement of financial position	\$ 2,545,785	\$ 2,428,534
E00220	Due from the Central Bank and call loans to banks qualifying for cash and cash equivalents under the definition of IAS 7	<u>11,132,261</u>	<u>9,335,869</u>
E00200	Cash and cash equivalents at end of the period	<u>\$ 13,678,046</u>	<u>\$ 11,764,403</u>

(Concluded)

## E. NON-PERFORMING LOANS AND ACCOUNTS RECEIVABLE

(In Thousands of New Taiwan Dollars, %)

Period		June 30, 2017				
Items		Nonperforming Loans (Note 1)	Outstanding Loan Balance	Ratio of Nonperforming Loans (Note 2)	Allowance for Possible Losses	Coverage Ratio (Note 3)
Corporate banking	Secured	\$ 555,306	\$ 61,891,745	0.90%	\$ 721,359	129.90%
	Unsecured	-	91,934,953	-	1,552,091	-
Consumer banking	Housing mortgage (Note 4)	-	610,451	-	9,157	-
	Cash card	-	-	-	-	-
	Small-scale credit loans (Note 5)	-	186,768	-	1,867	-
	Other (Note 6)					
	Secured	-	-	-	-	-
	Unsecured	-	-	-	-	-
Total		555,306	154,623,917	0.36%	2,284,474	411.39%
Items		Nonperforming Receivables	Outstanding Receivable Balance	Ratio of Nonperforming Receivables	Allowance for Possible Losses	Coverage Ratio
Credit cards		-	-	-	-	-
Factoring accounts receivable without recourse		-	3,125,199	-	37,632	-

Period		December 31, 2016				
Items		Nonperforming Loans (Note 1)	Outstanding Loan Balance	Ratio of Nonperforming Loans (Note 2)	Allowance for Possible Losses	Coverage Ratio (Note 3)
Corporate banking	Secured	\$ 28,323	\$ 52,263,816	0.05%	\$ 612,772	2,163.51%
	Unsecured	-	93,842,037	-	1,552,942	-
Consumer banking	Housing mortgage (Note 4)	-	-	-	-	-
	Cash card	NA	NA	NA	NA	NA
	Small-scale credit loans (Note 5)	NA	NA	NA	NA	NA
	Other (Note 6)					
	Secured	NA	NA	NA	NA	NA
	Unsecured	NA	NA	NA	NA	NA
Total		28,323	146,105,853	0.02%	2,165,714	7,646.49%
Items		Nonperforming Receivables	Outstanding Receivable Balance	Ratio of Nonperforming Receivables	Allowance for Possible Losses	Coverage Ratio
Credit cards		NA	NA	NA	NA	NA
Factoring accounts receivable without recourse		-	3,514,421	-	39,498	-

Period		June 30, 2016				
Items		Nonperforming Loans (Note 1)	Outstanding Loan Balance	Ratio of Nonperforming Loans (Note 2)	Allowance for Possible Losses	Coverage Ratio (Note 3)
Corporate banking	Secured	\$ 357,900	\$ 43,090,814	0.83%	\$ 466,700	130.40%
	Unsecured	-	90,334,114	-	1,663,160	-
Consumer banking	Housing mortgage (Note 4)	-	-	-	-	-
	Cash card	NA	NA	NA	NA	NA
	Small-scale credit loans (Note 5)	NA	NA	NA	NA	NA
	Other (Note 6)					
	Secured	NA	NA	NA	NA	NA
	Unsecured	NA	NA	NA	NA	NA
Total		357,900	133,424,928	0.27%	2,129,860	595.10%
Items		Nonperforming Receivables	Outstanding Receivable Balance	Ratio of Nonperforming Receivables	Allowance for Possible Losses	Coverage Ratio
Credit cards		NA	NA	NA	NA	NA
Factoring accounts receivable without recourse		-	3,111,328	-	36,104	-

Note 1: Nonperforming loans are reported to the authorities and disclosed to the public, as required by the "Regulations Governing the Procedures for Banking Institutions to Evaluate Assets and Deal with Nonperforming/Non-accrued Loans."  
Nonperforming credit card receivables are reported to the authorities and disclosed to the public, as required by the Banking Bureau's letter dated July 6, 2005 (Ref. No. 0944000378).

Note 2: Ratio of nonperforming loans:  $\text{Nonperforming loans} \div \text{Outstanding loan balance}$ .  
Ratio of nonperforming credit card receivables:  $\text{Nonperforming credit card receivables} \div \text{Outstanding credit card receivables balance}$ .

Note 3: Coverage ratio of loans:  $\text{Allowance for possible losses for loans} \div \text{Nonperforming loans}$ .  
Coverage ratio of credit card receivables:  $\text{Allowance for possible losses for credit card receivables} \div \text{Nonperforming credit card receivables}$ .

Note 4: The mortgage loan is for house purchase or renovation and is fully secured by housing that is purchased (owned) by the borrower, the spouse or the minor children of the borrowers.

Note 5: By December 31, 2016, The Bank was still an industrial bank, so there were no other consuming financial banking loans and credit card business except for the employees' housing mortgage loans.

Note 6: As required by the Banking Bureau in its letter dated July 19, 2005 (Ref. No. 0945000494), factoring accounts receivable without recourse are reported as nonperforming receivables within three months after the factors or insurance companies refuse to indemnify banks for any liabilities on these accounts.

Note 7: The Bank has no executed contracts on negotiated debts not reported as nonperforming loans or receivables and discharged and executed contracts on clearance of consumer debts not reported as nonperforming loans or receivables.

**F. CONCENTRATION OF CREDIT EXTENSIONS**

(In Thousands of New Taiwan Dollars, %)

<b>June 30, 2017</b>			
<b>Rank</b>	<b>Company Name</b>	<b>Credit Extensions Balance</b>	<b>% of Net Asset Value</b>
1	A Company ( unclassified other financial service )	\$ 5,755,646	19.66%
2	B Company ( ocean transportation )	3,836,660	13.11%
3	C Company ( LCD and component manufacturing )	3,732,184	12.75%
4	D Company ( real estate development )	3,449,341	11.78%
5	E Company ( paper manufacturing )	2,955,348	10.10%
6	F Company ( semiconductor packaging and testing )	2,568,037	8.77%
7	G Company ( artificial fiber textile industry )	2,427,926	8.29%
8	H Company ( real estate development )	2,296,528	7.85%
9	I Company ( real estate development )	2,290,000	7.82%
10	J Company ( metal construction materials wholesale industry )	2,167,863	7.41%

<b>December 31, 2016</b>			
<b>Rank</b>	<b>Company Name</b>	<b>Credit Extensions Balance</b>	<b>% of Net Asset Value</b>
1	A Company ( unclassified other financial service )	\$ 5,889,061	20.04
2	C Company ( LCD and component manufacturing )	4,105,383	13.97
3	B Company ( ocean transportation )	3,988,689	13.57
4	K Company ( fuel and coal production on manufacturing )	3,113,561	10.59
5	L Company ( real estate development )	2,979,749	10.14
6	M Company ( unclassified other financial service )	2,748,125	9.35
7	E Company ( paper manufacturing )	2,592,188	8.82
8	D Company ( real estate development )	2,460,465	8.37
9	J Company ( metal construction materials wholesale industry )	2,377,758	8.09
10	H Company ( real estate development )	2,148,768	7.31

June 30, 2016			
Rank	Company Name	Credit Extensions Balance	% of Net Asset Value
1	D Company ( real estate development )	\$ 4,910,265	16.69
2	A Company ( unclassified other financial service )	4,743,632	16.12
3	C Company ( LCD and component manufacturing )	4,315,962	14.67
4	K Company ( fuel and coal production on manufacturing )	3,191,767	10.85
5	H Company ( real estate development )	2,896,101	9.84
6	L Company ( real estate development )	2,737,279	9.30
7	M Company ( unclassified other financial service )	2,721,065	9.25
8	J Company ( metal construction materials wholesale industry )	2,564,182	8.72
9	B Company ( ocean transportation )	2,496,437	8.49
10	G Company ( artificial fiber textile industry )	2,441,521	8.30

## G. Interest Rate Sensitivity Balance Sheet

### Interest Rate Sensitivity Balance Sheet (New Taiwan Dollars)

June 30, 2017

(In Thousands of New Taiwan Dollars, %)

Items	1 to 90 Days (Included)	91 to 180 Days (Included)	181 Days to One Year (Included)	Over One Year	Total
Interest rate-sensitive assets	112,695,072	12,932,807	23,955,412	25,953,802	175,537,093
Interest rate-sensitive liabilities	68,487,830	40,815,433	20,550,143	38,360,888	168,214,294
Interest rate-sensitive gap	44,207,242	(27,882,626)	3,405,269	(12,407,086)	7,322,799
Net worth					27,983,962
Ratio of interest rate-sensitive assets to liabilities					104.35%
Ratio of interest rate sensitivity gap to net worth					26.17%

**December 31, 2016**

(In Thousands of New Taiwan Dollars, %)

<b>Items</b>	<b>1 to 90 Days (Included)</b>	<b>91 to 180 Days (Included)</b>	<b>181 Days to One Year (Included)</b>	<b>Over One Year</b>	<b>Total</b>
Interest rate-sensitive assets	109,271,601	6,689,069	13,921,957	38,098,290	167,980,917
Interest rate-sensitive liabilities	82,311,467	25,533,915	16,068,903	35,693,023	159,607,308
Interest rate-sensitive gap	26,960,134	(18,844,846)	( 2,146,946)	2,405,267	8,373,609
Net worth					28,413,325
Ratio of interest rate-sensitive assets to liabilities					105.25%
Ratio of interest rate sensitivity gap to net worth					29.47%

**June 30, 2016**

(In Thousands of New Taiwan Dollars, %)

<b>Items</b>	<b>1 to 90 Days (Included)</b>	<b>91 to 180 Days (Included)</b>	<b>181 Days to One Year (Included)</b>	<b>Over One Year</b>	<b>Total</b>
Interest rate-sensitive assets	105,545,958	12,383,255	8,205,542	44,362,712	170,497,467
Interest rate-sensitive liabilities	72,917,239	40,978,026	11,137,431	38,355,059	163,387,755
Interest rate-sensitive gap	32,628,719	(28,594,771)	( 2,931,889)	6,007,653	7,109,712
Net worth					28,223,396
Ratio of interest rate-sensitive assets to liabilities					104.35%
Ratio of interest rate sensitivity gap to net worth					25.19%

Note 1: The above amounts included only New Taiwan dollar amounts held by the Bank and excluded contingent assets and contingent liabilities items

Note 2: Interest rate-sensitive assets and liabilities mean the revenues or costs of interest-earning assets and interest-bearing liabilities affected by interest rate changes

Note 3: Interest rate sensitivity gap = Interest rate-sensitive assets - Interest rate-sensitive liabilities.

Note 4: Ratio of interest rate-sensitive assets to liabilities = Interest rate-sensitive assets ÷ Interest rate-sensitive liabilities (in New Taiwan dollars)

## Interest Rate Sensitivity Balance Sheet (U.S. Dollars)

June 30, 2017

(In Thousands of U.S. Dollars, %)

Items	1 to 90 Days (Included)	91 to 180 Days (Included)	181 Days to One Year (Included)	Over One Year	Total
Interest rate-sensitive assets	1,587,187	64,732	5,236	523,491	2,180,646
Interest rate-sensitive liabilities	1,613,520	502,174	95,500	4,320	2,215,514
Interest rate-sensitive gap	( 26,333)	( 437,442)	( 90,264)	519,171	( 34,868)
Net worth					35,656
Ratio of interest rate-sensitive assets to liabilities					98.43%
Ratio of interest rate sensitivity gap to net worth					( 97.79%)

December 31, 2016

(In Thousands of U.S. Dollars, %)

Items	1 to 90 Days (Included)	91 to 180 Days (Included)	181 Days to One Year (Included)	Over One Year	Total
Interest rate-sensitive assets	1,456,084	88,866	44,243	497,033	2,086,226
Interest rate-sensitive liabilities	1,525,147	577,152	73,811	73	2,176,183
Interest rate-sensitive gap	( 69,063)	( 488,286)	( 29,568)	496,960	( 89,957)
Net worth					18,419
Ratio of interest rate-sensitive assets to liabilities					95.87%
Ratio of interest rate sensitivity gap to net worth					( 488.39%)

June 30, 2016

(In Thousands of U.S. Dollars, %)

Items	1 to 90 Days (Included)	91 to 180 Days (Included)	181 Days to One Year (Included)	Over One Year	Total
Interest rate-sensitive assets	1,354,727	80,549	31,272	557,662	2,024,210
Interest rate-sensitive liabilities	1,494,988	552,896	47,863	13,635	2,109,382
Interest rate-sensitive gap	( 140,261)	( 472,347)	( 16,591)	544,027	( 85,172)
Net worth					26,514
Ratio of interest rate-sensitive assets to liabilities					95.96%
Ratio of interest rate sensitivity gap to net worth					( 321.23%)

Note 1: The above amounts included only U.S. dollar amounts held by the Bank and excluded contingent assets and contingent liabilities.

Note 2: Interest rate-sensitive assets and liabilities mean the revenues or costs of interest-earning assets and interest-bearing liabilities affected by interest rate changes.

Note 3: Interest rate sensitivity gap = Interest rate-sensitive assets - Interest rate-sensitive liabilities.

Note 4: Ratio of interest rate-sensitive assets to liabilities = Interest rate-sensitive assets ÷ Interest rate-sensitive liabilities (in U.S. dollars)

## H. Profitability

Unit: %

Items		For The Six Months Ended June 30, 2017	For The Six Months Ended June 30, 2016
Return on total assets	Before income tax	0.31	0.38
	After income tax	0.28	0.36
Return on equity	Before income tax	2.87	3.35
	After income tax	2.55	3.11
Net income ratio		32.45	45.41

Note 1: Return on total assets = Income before (after) income tax ÷ Average total assets

Note 2: Return on equity = Income before (after) income tax ÷ Average equity

Note 3: Net income ratio = Income after income tax ÷ Total net revenues

Note 4: Income before (after) income tax represents income for the six months ended  
June 30, 2017 and 2016

## I. Maturity analysis of assets and liabilities

### Maturity Analysis of Assets and Liabilities (New Taiwan Dollars)

June 30, 2017

(In Thousands of New Taiwan Dollars)

	Total	Remaining Period to Maturity					
		0-10 Days	11-30 Days	31-90 Days	91-180 Days	181 Days - 1 Year	Over 1 Year
Main capital inflow on maturity	236,897,416	49,128,718	21,991,706	29,947,282	17,947,651	26,666,025	91,216,034
Main capital outflow on maturity	267,994,761	30,021,232	25,001,560	57,694,095	46,920,300	32,008,420	76,349,154
Gap	(31,097,345)	19,107,486	(3,009,854)	(27,746,813)	(28,972,649)	(5,342,395)	14,866,880

**December 31, 2016**

(In Thousands of New Taiwan Dollars)

	Total	Remaining Period to Maturity					
		0-10 Days	11-30 Days	31-90 Days	91-180 Days	181 Days - 1 Year	Over 1 Year
Main capital inflow on maturity	208,581,483	45,214,409	15,011,780	12,238,204	16,626,871	23,424,948	96,065,271
Main capital outflow on maturity	238,970,810	21,313,955	30,272,935	69,783,129	24,401,394	25,059,486	68,139,911
Gap	(30,389,327)	23,900,454	(15,261,155)	(57,544,925)	(7,774,523)	(1,634,538)	27,925,360

**June 30, 2016**

(In Thousands of New Taiwan Dollars)

	Total	Remaining Period to Maturity					
		0-10 Days	11-30 Days	31-90 Days	91-180 Days	181 Days - 1 Year	Over 1 Year
Main capital inflow on maturity	218,278,500	10,831,417	45,972,900	19,657,316	20,268,971	30,524,662	91,023,234
Main capital outflow on maturity	246,947,024	27,657,036	24,908,998	54,766,273	38,037,618	22,964,576	78,612,523
Gap	(28,668,524)	(16,825,619)	21,063,902	(35,108,957)	(17,768,647)	7,560,086	12,410,711

## Maturity Analysis of Assets and Liabilities (U.S. Dollars)

**June 30, 2017**

(In Thousands of U.S. Dollars)

	Total	Remaining Period to Maturity				
		0-30 Days	31-90 Days	91-180 Days	181 Days - 1 Year	Over 1 Year
Main capital inflow on maturity	4,364,648	1,336,892	1,005,503	851,712	290,171	880,370
Main capital outflow on maturity	4,833,432	1,791,890	1,357,985	651,932	382,980	648,645
Gap	( 468,784)	( 454,998)	( 352,482)	199,780	( 92,809)	231,725

**December 31, 2016**

(In Thousands of U.S. Dollars)

	Total	Remaining Period to Maturity				
		0-30 Days	31-90 Days	91-180 Days	181 Days - 1 Year	Over 1 Year
Main capital inflow on maturity	3,701,265	1,049,555	842,859	651,303	343,742	813,806
Main capital outflow on maturity	4,173,367	1,603,848	1,054,309	510,061	377,003	628,146
Gap	(472,102)	(554,293)	(211,450)	141,242	( 33,261)	185,660

**June 30, 2016**

(In Thousands of U.S. Dollars)

	Total	Remaining Period to Maturity				
		0-30 Days	31-90 Days	91-180 Days	181 Days - 1 Year	Over 1 Year
Main capital inflow on maturity	4,347,739	1,699,805	954,106	594,817	506,842	592,169
Main capital outflow on maturity	4,909,915	2,205,587	993,060	498,138	382,800	830,330
Gap	(562,176)	(505,782)	( 38,954)	96,679	124,042	(238,161)

## Maturity Analysis of Overseas Assets and Liabilities (U.S. Dollars)

**June 30, 2017**

(In Thousands of U.S. Dollars)

	Total	Remaining Period to Maturity				
		0-30 Days	31-90 Days	91-180 Days	181 Days - 1 Year	Over 1 Year
Main capital inflow on maturity	966,964	297,553	132,440	139,632	67,503	329,836
Main capital outflow on maturity	1,039,248	326,090	351,243	126,191	49,827	185,897
Gap	( 72,284)	( 28,537)	(218,803)	13,441	17,676	143,939

**December 31, 2016**

(In Thousands of U.S. Dollars)

	Total	Remaining Period to Maturity				
		0-30 Days	31-90 Days	91-180 Days	181 Days - 1 Year	Over 1 Year
Main capital inflow on maturity	906,939	224,971	163,114	87,904	124,462	306,488
Main capital outflow on maturity	929,504	357,619	241,093	82,505	115,220	133,067
Gap	( 22,565)	(132,648)	( 77,979)	5,399	9,242	173,421

**June 30, 2016**

(In Thousands of U.S. Dollars)

	Total	Remaining Period to Maturity				
		0-30 Days	31-90 Days	91-180 Days	181 Days - 1 Year	Over 1 Year
Main capital inflow on maturity	888,208	248,574	256,069	49,579	92,175	241,811
Main capital outflow on maturity	899,375	259,935	353,536	54,039	68,740	163,125
Gap	( 11,167)	( 11,361)	( 97,467)	( 4,460)	23,435	78,686

## J. Capital adequacy ratio

Unit: In Thousands of New Taiwan Dollars, %

Items		Year	June 30, 2017	
			Own Capital Adequacy Ratio	Consolidated Capital Adequacy Ratio
Eligible capital	Common stocks equity Tier 1		20,556,991	39,446,279
	Other Tier 1 capital		-	-
	Tier 2 capital		3,633,749	6,862,743
	Eligible capital		24,190,740	46,309,022
Risk-weighted assets	Credit risk	Standard	172,668,952	279,308,974
		Internal rating based approach	-	-
		Asset securitization	-	-
	Operational risk	Basic indicator approach	6,946,513	8,216,913
		Standard/alternative standardized approach	-	-
		Advanced measurement approach	-	-
	Market risk	Standard	5,030,838	64,351,588
		Internal model approach	-	-
Total risk-weighted assets		184,646,303	351,877,475	
Capital adequacy ratio			13.10%	13.16%
Ratio of common stockholders' equity to risk-weighted assets			11.13%	11.21%
Ratio of Tier 1 capital to risk-weighted assets			11.13%	11.21%
Leverage ratio			7.54%	6.85%

Items		Year	December 31, 2016	
			Own Capital Adequacy Ratio	Consolidated Capital Adequacy Ratio
Eligible capital	Common stocks equity Tier 1		20,914,400	39,970,360
	Other Tier 1 capital		-	-
	Tier 2 capital		4,691,143	7,958,989
	Eligible capital		25,605,543	47,929,349
Risk-weighted assets	Credit risk	Standard	162,090,192	269,123,088
		Internal rating based approach	-	-
		Asset securitization	-	-
	Operational risk	Basic indicator approach	6,946,513	8,216,913
		Standard/alternative standardized approach	-	-
		Advanced measurement approach	-	-
	Market risk	Standard	4,003,900	59,733,113
		Internal model approach	-	-
	Total risk-weighted assets		173,040,605	337,073,114
Capital adequacy ratio		14.80%	14.22%	
Ratio of common stockholders' equity to risk-weighted assets		12.09%	11.86%	
Ratio of Tier 1 capital to risk-weighted assets		12.09%	11.86%	
Leverage ratio		7.81%	7.18%	

Items		Year	June 30, 2016	
			Own Capital Adequacy Ratio	Consolidated Capital Adequacy Ratio
Eligible capital	Common stocks equity Tier 1		19,412,554	20,948,871
	Other Tier 1 capital		-	-
	Tier 2 capital		4,831,827	6,211,447
	Eligible capital		24,244,381	27,160,318
Risk-weighted assets	Credit risk	Standard	154,225,162	157,491,387
		Internal rating based approach	-	-
		Asset securitization	-	-
	Operational risk	Basic indicator approach	5,991,475	7,111,525
		Standard/alternative standardized approach	-	-
		Advanced measurement approach	-	-
	Market risk	Standard	4,491,863	4,694,200
		Internal model approach	-	-
	Total risk-weighted assets		164,708,500	169,297,112
Capital adequacy ratio		14.72%	16.04%	
Ratio of common stockholders' equity to risk-weighted assets		11.79%	12.37%	
Ratio of Tier 1 capital to risk-weighted assets		11.79%	12.37%	
Leverage ratio		7.20%	7.72%	

Note 1: Eligible capital and risk-weighted assets are calculated under the “Regulations Governing the Capital Adequacy Ratio of Banks” and “Explanation of Methods for Calculating the Eligible Capital and Risk-weighted Assets of Banks.”

Note 2: Formulas used were as follows:

- 1) Eligible capital = Common stock equity Tier 1 + Other Tier 1 capital + Tier 2 capital.
- 2) Risk-weighted assets = Risk-weighted asset for credit risk + Capital requirements for operational risk and market risk x 12.5.
- 3) Capital adequacy ratio = Eligible capital ÷ Risk-weighted assets.
- 4) Ratio of common stockholders’ equity to risk-weighted assets = Common stock equity Tier 1 ÷ Risk-weighted assets.
- 5) Ratio of Tier 1 capital to risk-weighted assets = (Common stocks equity Tier 1 + Other Tier 1 capital) ÷ Risk-weighted assets.
- 6) Leverage ratio = Tier 1 capital ÷ Exposure amount.

According to Law of Bank and other related regulations, the Bank and the Group’s capital adequacy ratio should not be lower than 8%, Ratio of Tier 1 capital should not be lower than 5.5% and Ratio of common stockholders’ equity should not be lower than 4% to ground the financial foundation of the Bank Referring to any actual ratios lower than the requirements, the authority has the rights to constrain the earning distribution.

**K.NAMES, LOCATIONS, AND OTHER INFORMATION OF INVESTEEES OVER WHICH THE BANK EXERCISES SIGNIFICANT INFLUENCE**

**FOR THE SIX MONTHS ENDED JUNE 30, 2017**

(In Thousands of New Taiwan Dollars, %)

Investee Company	Location	Main Business	Percentage of Ownership	Carrying Value	Investment Gain (Loss)	Consolidated Investment				Note
						Shares (Thousands)	Pro-forma Share of Ownership	Total		
								Shares (Thousands)	Percentage of Ownership	
<u>Financial institution</u>										
Equity investment - equity method										
China Bills Finance Corp.	Taipei City, Taiwan	Bonds underwriting, dealing and brokerage of securities	28.37	\$ 6,239,105	\$ 186,720	382,531	-	382,531	28.48	
IBT Holdings Corp.	California, America	Holding company	100.00	4,508,954	133,578	10,869	-	10,869	100.00	
IBT Leasing Co., Ltd.	Taipei City, Taiwan	Leasing company	100.00	2,102,660	88,579	264,300	-	264,300	100.00	
<u>Non-financial institution</u>										
Equity investment - equity method										
IBT II Venture Capital Co., Ltd.	Taipei City, Taiwan	Venture capital	31.25	-	3,782	17,069	-	17,069	54.17	
Chun Teng New Century Co., Ltd.	Taipei City, Taiwan	Securities investment consulting	99.75	944,398	( 7,122)	318,281	-	318,281	99.75	
IBT Management Corp.	Taipei City, Taiwan	Securities investment trust	100.00	234,337	1,227	13,400	-	13,400	100.00	
Available-for-sale financial assets										
Neo Solar Power Corporation	Hsinchu City, Taiwan	Solar industry	0.20	29,157	-	1,997	-	1,997	0.20	
Formosa Plastics Corporation	Hsinchu City, Taiwan	Nonmetal mining	0.03	168,899	-	1,822	-	1,822	0.03	
Hon Hai Precision Ind. Co., Ltd.	New Taipei City, Taiwan	Electronic component manufacturing	0.03	526,500	-	4,534	-	4,534	0.03	
Chin Poon Industrial Co., Ltd.	Taoyuan City, Taiwan	Electronic component manufacturing	0.30	74,400	-	1,200	-	1,200	0.30	
Chunghwa Telecom Co., Ltd.	Taipei City, Taiwan	Telecommunication	0.03	230,472	-	2,134	-	2,134	0.03	
Fubon Financial Holding Co.	Taipei City, Taiwan	Financial Holdings	0.01	33,915	-	909	-	909	0.01	
Cathay Financial Holdings	Taipei City, Taiwan	Financial Holdings	0.02	125,250	-	2,503	-	2,503	0.02	
Mega Financial Holdings	Taipei City, Taiwan	Financial insurance	0.04	126,500	-	5,001	-	5,001	0.04	
CTBC Financial Holdings	Taipei City, Taiwan	Financial Holdings	0.03	99,750	-	19,238	-	19,238	0.10	
Largan Precision Co., Ltd.	Taichung City, Taiwan	Optical instruments manufacturing	0.02	121,250	-	25	-	25	0.02	
Novatech Microelectronics Corp.	Hsinchu City, Taiwan	Semiconductor	0.03	23,247	-	189	-	189	0.03	
Taiwan Mobile Co., Ltd.	Taipei City, Taiwan	Telecommunication	0.07	263,808	-	2,304	-	2,304	0.07	
Kinsus Interconnect Technology Co.	Taoyuan City, Taiwan	Electronic component manufacturing	0.14	50,841	-	630	-	630	0.14	
Sercomm Corporation	Taipei City, Taiwan	Electronic component manufacturing	0.02	4,266	-	54	-	54	0.02	
Megaforce International Co.	New Taipei City, Taiwan	Industrial rubber products manufacturing	0.67	14,038	-	877	-	877	0.67	
Senhwa Biosciences, Inc.	Taipei City, Taiwan	Biotech research and development	0.91	82,779	-	673	-	673	0.91	
Brave C&H Supply Co., Ltd.	Taoyuan City, Taiwan	Steel board printing	1.53	24,459	-	465	-	465	1.53	
Vanguard International semiconductor Corporation	Hsinchu City, Taiwan	Electronic component manufacturing	0.09	90,000	-	1,500	-	1,500	0.09	
Okbiotech Co., Ltd.	Hsinchu City, Taiwan	Biotech medical treatment	0.83	20,898	-	544	-	544	0.83	
Reber Genetics Co., Ltd.	Taipei City, Taiwan	Biotech research and development	3.13	58,025	-	3,481	-	3,481	4.69	
TTBIO Corp.	Taichung City, Taiwan	Medical instruments manufacturing	7.48	53,976	-	1,799	-	1,799	7.48	
Powertip Image Corporation	Taichung City, Taiwan	Electronic component manufacturing	6.37	10,305	-	2,021	-	2,021	6.37	
Synergy ScienTech Corp.	Hsinchu City, Taiwan	Electronic component manufacturing	0.14	3,922	-	106	-	106	0.14	

(Continued)

Investee Company	Location	Main Business	Percentage of Ownership	Carrying Value	Investment Gain (Loss)	Consolidated Investment				Note
						Shares (Thousands)	Pro-forma Share of Ownership	Total		
								Shares (Thousands)	Percentage of Ownership	
Thevax Genetics Vaccine Co., Ltd.	Taipei City, Taiwan	Cancer vaccine development	1.13	\$ 70,752	\$ -	1,008	-	1,008	1.13	
Mosa Industrial Corporation	Yunlin County, Taiwan	Equipment manufacturing	1.71	79,659	-	2,655	-	2,655	1.71	
TaiRx	Taipei City, Taiwan	Biotech research and development	5.57	146,055	-	3,745	-	3,745	5.57	
Time Watch Investment Limited	Cayman Island	Manufacture of Watches	0.14	10,879	-	3,000	-	3,000	0.14	
Vietnam (VNI)	Cayman Island	Venture capital	-	20,000	-	1,500	-	1,500	-	
Financial asset carried at cost										
Progate Group Corporation	Taipei City, Taiwan	Wholesale of electronic materials	4.35	19,476	-	1,444	-	1,444	4.35	
Galaxy Software Services	Taipei City, Taiwan	Information Software Services Industry	1.31	6,519	-	289	-	289	1.31	
Intumit Inc.	New Taipei City, Taiwan	Information system wholesaler and retailer	5.95	7,122	-	1,385	-	1,385	9.36	
Sinomovie.Com Co., Ltd.	Taipei City, Taiwan	Information Software Services Industry	16.67	2,498	-	833	-	833	16.67	
Chipwell Tech Corporation	Hsinchu City, Taiwan	Electronic component manufacturing	2.61	3,397	-	391	-	391	2.61	
Knowledge Freeway Co., Ltd	Taipei City, Taiwan	Information system wholesaler and retailer	19.20	11,239	-	1,256	-	1,256	25.11	
ADL Engineering Co., Ltd.	Hsinchu County, Taiwan	Electronic component manufacturing	0.09	342	-	19	-	19	0.09	
Ori Vita Bio Application, Inc.	New Taipei City, Taiwan	Biological-technology service industry	2.03	41,518	-	4,152	-	4,152	2.03	
Parawin Venture Capital Corp.	Taipei City, Taiwan	Venture capital	5.00	29,157	-	2,916	-	2,916	5.00	
Krom Electronics Co., Ltd.	Taipei City, Taiwan	Computer and electronic component manufacturing	1.40	5,928	-	311	-	311	1.40	
Luminous Town Electric Co., Ltd.	Kaohsiung County, Taiwan	Electronic component manufacturing	0.90	6,972	-	601	-	601	0.90	
Taiwan Hi-Tech Corp.	Hsinchu City, Taiwan	Electronic component manufacturing	2.19	9,524	-	1,000	-	1,000	2.19	
Gatetech Technology Inc.	Taoyuan City, Taiwan	Precision casting and seller	1.60	7,011	-	779	-	779	1.78	
Echem Solutions Corp.	Taoyuan City, Taiwan	Wholesale of electronic materials	2.41	18,326	-	1,187	-	1,187	2.41	
Arc Solid-State Lighting Corporation	New Taipei City, Taiwan	Electronic component and optical instruments manufacturing	3.87	1,900	-	1,000	-	1,000	4.07	
Joyin Co., Ltd.	Taipei City, Taiwan	Electronic component manufacturing	3.79	32,000	-	2,492	-	2,492	3.79	
Nisho Image Tech, Inc.	New Taipei City, Taiwan	L.E.D. printer output	0.91	4,961	-	410	-	410	0.91	
General Energy Solutions	Taiwan	Solar industry	0.90	27,000	-	1,800	-	1,800	0.90	
Nanpao Resins Co., Ltd.	Tainan City, Taiwan	Manufacture and sale of synthetic resin	0.71	63,000	-	761	-	761	0.71	
Taiwan Mobile Payment Co., Ltd.	Taipei City, Taiwan	Information Software Services Industry	0.50	3,000	-	300	-	300	0.50	
Kaohsiung Rapid Transit Corporation	Hsinchu City, Taiwan	Transportation	1.38	39,703	-	3,845	-	3,845	1.38	
Biotechnology Development Fund II	America	Venture capital	4.58	5,660	-	174	-	174	4.58	
Acorn Campus Fund II	America	Venture capital	17.26	16,794	-	514	-	514	18.10	
GS Mezzanine Partners 2006 Offshore, L.P.	Cayman Island	Venture capital	0.14	2,111	-	162	-	162	0.14	
Anchor Semiconductor, Inc.	America	Software development	3.09	16,399	-	1,000	-	1,000	3.09	
Shihlien China Holding Co., Ltd.	Hong Kong	Chemical Industries	1.39	227,528	-	52,182	-	52,182	1.39	
Dio Investment Ltd.	Cayman Island	Coffee retail	8.82	74,687	-	6,997	-	6,997	8.82	
Shengzhuang Holdings Limited	Cayman Island	Chemical material manufacturing	2.18	60,030	-	244	-	244	2.18	
BioResource International Inc.	America	Agricultural biotechnology industry	5.72	59,996	-	1,105	-	1,105	5.72	

(Continued)

Investee Company	Location	Main Business	Percentage of Ownership	Carrying Value	Investment Gain (Loss)	Consolidated Investment				Note
						Shares (Thousands)	Pro-forma Share of Ownership	Total		
								Shares (Thousands)	Shares (Thousands)	
Topping Cuisine International Holdings Limited	Cayman Island	Retail restaurant management	2.17	\$ 35,018	\$ -	500	-	500	2.17	
Beauty Essentials International Ltd. (Samoa)	Samoa	Cosmetic products wholesale	2.41	63,500	-	25,974	-	25,974	2.41	
ATop Tech, Inc.	America	Information Software Services Industry	1.32	11,794	-	545	-	545	1.42	

(Concluded)

**L. Balance of Demand Deposit, Time Deposit, and Foreign Currency Deposit in proportion to total deposits:**

(In Thousands of New Taiwan Dollars, %)

	June 30, 2017	December 31, 2016	June 30, 2016
Demand deposit	23,559,330	28,058,695	27,074,566
Demand deposit ratio	13.79%	17.10%	17.11%
Time deposit	147,233,624	135,997,983	131,202,676
Time deposit ratio	86.21%	82.90%	82.89%
Foreign currency deposit	58,188,549	57,495,058	56,013,331
Foreign currency deposit ratio	34.07%	35.05%	35.39%

Note :

1. Demand deposit ratio = Demand deposit ÷ Total deposit;  
Time deposit ratio = Time deposit ÷ Total deposit;  
Foreign currency deposit ratio = Foreign currency deposit ÷ Total deposit
2. Demand Deposit and Time Deposit include foreign currency deposit and public Treasury deposit.
3. All deposits exclude Post Office Re-Deposit.

**M. Balance of Demand Deposit, Time Deposit, and Foreign Currency Deposit in proportion to total deposits:**

(In Thousands of New Taiwan Dollars, %)

	June 30, 2017	December 31, 2016	June 30, 2016
SME loan	5,607,069	3,589,129	4,131,163
SME loan ratio	3.63%	2.46%	3.10%
Consumer loan	724,931	-	30,000
Consumer loan	0.47%	-	0.02%

Note :

1. SME Loans Ratio = SME Loans ÷ Total Loans; Consumer Loan Ratio = Consumer Loan ÷ Total Loans
2. SME is defined according to standard of Ministry of Economic Affairs
3. Consumer loan includes housing loan, house improvement loan, auto loan, organizational employee favored loan, and other personal consumer loan (excluding revolving interests of credit cards)

## N. Average amount and average interest rate of interest-earning assets and interest-bearing liabilities

Interest rate fluctuations affect the earning assets and interest-bearing liabilities, and current average interest rates are as follows:

(In Thousands of New Taiwan Dollars, %)

	For the Six Months Ended June 30			
	2017		2016	
	Average Balance	Average Rate%	Average Balance	Average Rate%
<u>Interest-earning assets</u>				
Cash and cash equivalents - due from banks	\$ 717,503	1.23%	\$ 622,206	2.08%
Call loans to banks	6,153,016	0.80%	7,132,530	1.80%
Due from the Central Bank	3,160,372	0.71%	3,174,275	0.88%
Financial assets at fair value through profit or loss	37,426,970	0.56%	40,344,747	0.70%
Securities purchased under resell agreements	91,005	0.14%	11,622	0.09%
Discounts and loans	145,263,754	2.23%	128,377,199	2.18%
Available-for-sale financial assets	31,828,394	1.54%	30,560,878	1.39%
Held-to-maturity financial assets	1,146,662	0.91%	9,549,639	0.81%
<u>Interest-bearing liabilities</u>				
Deposits from the central bank and banks	35,341,997	1.13%	53,105,103	0.41%
Demand deposits	22,337,613	0.31%	27,113,070	0.32%
Time deposits	108,027,557	0.91%	99,325,398	0.72%
Securities sold under repurchase agreements	2,497,392	0.44%	865,111	0.32%
Bank debentures	17,096,409	2.01%	14,982,967	2.14%
Other financial liabilities	36,018,710	0.45%	36,462,100	0.41%

## O. Primary Net Position of Foreign Currency

Unit : In Thousands of Original Dollars and New Taiwan Dollars

	June 30,2017			December 31,2016			June 30,2016		
	Primary		NTD Equivalence	Primary		NTD Equivalence	Primary		NTD Equivalence
Primary Net Position of Foreign Currency (Market risk)	CNH	93,613	419,980	CNH	27,250	126,420	USD	6,774	218,742
	HKD	87,685	341,907	HKD	28,749	119,693	HKD	24,662	102,599
	USD	7,392	225,013	USD	1,016	32,803	NZD	2,929	67,231
	EUR	5,123	177,834	EUR	520	17,674	JPY	199,221	62,574
	JPY	24,080	6,540	JPY	40,269	11,085	GBP	916	39,821

Note :

1. Primary foreign currencies are the top 5 highest position after converting to the same currency.
2. Primary net position is the absolute value of each currency

## P. The disposal of major assets ( According to 『 Procedures for Acquisition or Disposal of Assets by Public Companies 』 regulations :

The details have been published in the public information observatory as required.  
( <http://mops.twse.com.tw> ) :

Basic Information

**Code : 2897**

**Company Name : O-Bank Co., Ltd.**

**Q. The top ten shareholders :****For the Six Months Ended June 30, 2017**

Name	Shares	Pledged Holding	Shareholding (%)
Ming Shan Investment Co., Ltd.	238,707,967	0	9.89%
Yi Chang Investment Co., Ltd.	238,644,084	0	9.89%
Tai Hsuan Investment Co., Ltd.	238,598,333	0	9.89%
Heng Tong Machinery Co., Ltd.	134,951,997	0	5.59%
China Steel Corporation	103,847,695	0	4.30%
ADI Corporation	103,847,695	103,847,695	4.30%
Chailease Finance Co., Ltd.	92,694,047	0	3.84%
Hung Sheng Construction Co., Ltd.	80,481,963	80,000,000	3.34%
Tai Ya Investment Co., Ltd.	75,307,768	0	3.12%
Aurora Co., Ltd.	63,512,234	0	2.63%