

REGULATIONS GOVERNING QUARTERLY DISCLOSURE OF MATERIAL FINANCIAL AND BUSINESS INFORMATION BY BANKS

1. Information of balance sheet items

1)

Balance Sheets
September 30, 2011 And 2010
(In Thousands of New Taiwan Dollars, Except Par Value)
(Reviewed, Not Audited)

Assets				Liabilities and stockholders' equity					
Code	Accounting Item	2011 Amount	2010 Amount	% Increase (Decrease)	Code	Accounting Item	2011 Amount	2010 Amount	% Increase (Decrease)
11000	Cash and cash equivalents	\$12,430,472	\$9,784,027	27	21001	Call loans and due to banks	\$53,527,528	\$58,306,067	(8)
11500	Due from the central bank and other banks	66,549,815	72,328,780	(8)	22000	Financial liabilities at fair value through profit or loss	10,332,582	11,780,484	(12)
12000	Financial assets at fair value through profit or loss	35,264,420	29,574,314	19	22500	Securities sold under agreements to repurchase	8,591,257	4,458,749	93
12500	Securities purchased under agreements to resell	2,661,885	1,113,491	139	23000	Accounts, interest and other payables	17,585,900	21,390,049	(18)
13000	Accounts, interest and other receivables, net	47,600,252	49,734,398	(4)	23500	Deposits and remittances	950,311,599	864,268,566	10
13500	Discounts and loans, net	714,000,871	674,275,394	6	24000	Bank debentures	33,861,348	24,127,094	40
14000	Available-for-sale financial assets, net	30,540,462	30,075,981	2	25597	Other financial liabilities	12,401,450	21,476,813	(42)
14500	Held-to-maturity investments, net	221,803,599	176,460,615	26	29697	Other liabilities	3,527,269	3,023,779	17
15000	Equity investments-equity method	6,039,565	6,947,101	(13)	20000	Total liabilities	1,090,138,933	1,008,831,601	8
15500	Other financial assets, net	10,459,577	9,557,709	9					
18500	Net properties	8,679,302	8,778,091	(1)					
19000	Intangible assets	948,623	975,094	(3)					
19500	Other assets	4,146,142	4,912,573	(16)	31000	Capital stock	52,574,469	49,550,469	6
					31500	Capital surplus	9,962,818	9,206,818	8
					32000	Retained earnings	8,391,402	6,485,896	29
					32001	Legal reserve	4,411,447	3,361,034	31
					32003	Special reserve	367,188	282,977	30
					32011	Unappropriated earnings	3,612,767	2,841,885	27
					32500	Other adjustment	57,363	442,784	(87)
					32521	Cumulative translation adjustments	(178,618)	(107,786)	66
					32523	Unrealized gains on financial instruments	194,148	325,553	(40)
					32525	Unrealized losses on cash flow hedge	(42,520)	(38,978)	9
					32544	Net loss not recognized as pension cost	(945,801)	(766,159)	23
					32501	Unrealized revaluation increment on land	1,030,154	-	-
					30000	Total stockholders' equity	70,986,052	65,685,967	8
10000	Total assets	\$1,161,124,985	\$1,074,517,568	8		Total liabilities and stockholders' equity	\$1,161,124,985	\$1,074,517,568	8

2) Ratio of demand deposit, time deposit and foreign currency deposit to total deposit

(In Thousands of New Taiwan Dollars, %)

	September 30, 2011	September 30, 2010
Demand deposit	412,295,378	391,918,078
Demand deposit ratio	43.43%	45.37%
Time deposit	537,132,623	471,986,366
Time deposit ratio	56.57%	54.63%
Foreign currency deposit	155,451,357	141,250,126
Foreign currency deposit ratio	16.37%	16.35%

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

Note 2: Demand deposit and time deposit shall include foreign currency deposit and government deposit.

Note 3: Postal office deposit shall be excluded.

3) Ratio of small and medium-size enterprise loan and consumer loan to total loan

(In Thousands of New Taiwan Dollars, %)

	September 30, 2011	September 30, 2010
Small and medium-size enterprise loan	91,966,344	89,769,646
Small and medium-size enterprise loan ratio	12.78%	13.22%
Consumer loan	264,771,766	289,502,062
Consumer loan ratio	36.79%	42.64%

Note 1: Small and medium-size enterprise loan ratio = Small and medium-size enterprise loan/Total loan.
Consumer loan ratio = Consumer loan/Total loan.

Note 2: Small and medium-size enterprises are defined in the standards for identifying small or medium-size enterprise promulgated by Ministry of Economic Affairs.

Note 3: Consumer loan shall include housing loan, house repairing loan and car loan, union welfare loan and other personal consumer loan. (Not including credit card circulation credit)

2.

Statements of Income
Nine Months Ended September 30, 2011 And 2010
(In Thousands of New Taiwan Dollars, Except Earnings Per Share)
(Reviewed, Not Audited)

Code	Item	2011	2010	% Increase (Decrease)
		Amount	Amount	
41000	Interest revenue	\$16,035,798	\$13,400,399	20
51000	Interest expense	6,468,059	4,362,624	48
	Net interest	9,567,739	9,037,775	6
	Net revenues other than interest			
49100	Commissions and fee revenues, net	2,555,137	2,651,947	(4)
49200	(Losses on) gains from financial assets and liabilities at fair value through profit or loss	(151,736)	361,452	(142)
49300	Realized gains from available-for-sale financial assets	824	48,270	(98)
49500	Losses on equity investments-equity method, net	(163,934)	(739,173)	(78)
49600	Foreign exchange gain, net	604,768	326,968	85
49700	Reversal gains (impairment losses) on assets	34,000	(20,972)	262
48017	Gains from (losses on) disposal of properties	85,115	(678)	12,654
48021	Losses on sale of nonperforming loans	(295,470)	-	-
48023	Gains from disposal of collaterals assumed	54,394	1,700	3,100
48051	Rental revenues	89,231	105,544	(15)
48095	Recovery of bad debts	489,456	634,709	(23)
49800	Other net losses	(64,133)	(124,949)	(49)
	Total net revenues	12,805,391	12,282,593	4
51500	Provision for bad debts	557,148	1,541,792	(64)
	Operating expenses	8,054,574	7,046,052	14
58500	Personnel expenses	4,880,068	4,423,090	10
59000	Depreciation and amortization	327,897	367,044	(11)
59500	Others	2,846,609	2,255,918	26
61001	Income before Income Tax	4,193,669	3,694,749	14
61003	Income tax expense	580,902	852,864	(32)
69000	Net income	\$3,612,767	\$2,841,885	27
69500	Earnings per share			
	Basic earnings per share	\$0.71	\$0.59	

3. Statement of capital adequacy

For first quarter and third quarter, it is not require to disclose.

4. Assets quality

(In Thousands of New Taiwan Dollars, %)

Items		September 30, 2011				
		Non-performing Loan (NPL) (Note 1)	Total Loans	NPL Ratio (Note 2)	Loan Loss Reserves (LLR)	Coverage Ratio (Note 3)
Corporate loan	Secured	\$1,324,800	\$146,424,336	0.90%	\$776,467	58.61%
	Unsecured	1,291,138	208,244,623	0.62%	2,744,211	212.54%
Consumer loan	Mortgage (Note 4)	498,416	351,555,968	0.14%	1,326,799	266.20%
	Cash card	345	45,271	0.76%	18,134	5,256.23%
	Micro credit (Note 5)	53,195	9,025,656	0.59%	565,805	1,063.64%
	Other (Note 6)	2,241	4,380,459	0.05%	14,439	644.31%
	Secured					
	Unsecured					
Total		3,170,135	719,676,313	0.44%	5,445,855	171.79%
		Overdue Receivables	Account Receivables	Delinquency Ratio	Allowance for Credit Losses	Coverage Ratio
Credit card		75,854	17,344,178	0.44%	344,468	454.12%
Account receivable - factoring with no recourse (Note 7)		530	17,075,605	-	47,430	8,949.06%
Excluded NPL as a result of debt consultation and loan agreements (Note 8)		\$15,252				
Excluded overdue receivables as a result of debt consultation and loan agreements (Note 8)		646,299				
Excluded NPL as a result of consumer debt clearance (Note 9)		11,249				
Excluded overdue receivables as a result of consumer debt clearance (Note 9)		827,712				

		September 30, 2010				
Items		Non-performing Loan (NPL)	Total Loans	NPL Ratio	Loan Loss Reserves (LLR)	Coverage Ratio
Corporate loan	Secured	\$1,247,430	\$135,632,419	0.92%	\$641,577	51.43%
	Unsecured	1,793,710	172,328,725	1.04%	1,946,471	108.52%
Consumer loan	Mortgage (Note 4)	893,561	358,629,649	0.25%	972,568	108.84%
	Cash card	943	59,285	1.59%	2,647	280.70%
	Micro credit (Note 5)	133,486	8,280,256	1.61%	1,101,343	825.06%
	Other (Note 6)					
	Secured	7,982	4,043,663	0.20%	45,421	569.04%
	Unsecured					
Total		4,077,112	678,973,997	0.60%	4,710,027	115.52%
		Overdue Receivables	Account Receivables	Delinquency Ratio	Allowance for Credit Losses	Coverage Ratio
Credit card		107,876	15,791,522	0.68%	383,153	355.18%
Account receivable - factoring with no recourse (Note 7)		115,024	15,001,412	0.77%	115,024	100.00%
Excluded NPL as a result of debt consultation and loan agreements (Note 8)		\$ 19,890				
Excluded overdue receivables as a result of debt consultation and loan agreements (Note 8)		878,167				
Excluded NPL as a result of consumer debt clearance (Note 9)		15,947				
Excluded overdue receivables as a result of consumer debt clearance (Note 9)		822,046				

Note 1: For loan business: Overdue loans represent the amounts of reported overdue loans pursuant to “Regulations Governing the Procedures for Banking Institutions to Evaluate Assets and Deal with Non-performing/Non-accrual Loans” issued by the MOF.

For credit card business: Overdue receivables are regulated by the Banking Bureau dated July 6, 2005 (Ref. No. 0944000378).

Note 2: For loan business: NPL ratio = NPL/Total loans.

For credit card business: Delinquency ratio = Overdue receivables/Account receivables.

Note 3: For loan business: Coverage ratio = LLR/NPL

For credit card business: Coverage ratio = Allowance for credit losses/Overdue receivables.

Note 4: Household mortgage means the purpose of financing is to purchase, build, or fix up the dwelling and provides dwelling owned by the borrower, spouse, or children to fully secure the loan.

Note 5: Micro credit is regulated by the Banking Bureau dated December 19, 2005 (Ref. No. 09440010950) and is excluded from credit card and cash card loans.

Note 6: Others in consumer loans refer to secured or unsecured loans excluding mortgage, cash card, micro credit, and credit cards.

Note 7: Account receivable - factoring with no recourse as required by the Banking Bureau letter dated July 19, 2005 (Ref. No. 094000494), provision for bad debt are recognized once no compensation are made from factoring or insurance company.

Note 8: The disclosure of excluded NPLs and excluded overdue receivables resulting from debt consultation and loan agreements is based on the Banking Bureau letter dated April 25, 2006 (Ref. No. 09510001270).

Note 9: The disclosure of excluded NPLs and excluded overdue receivables resulting from consumer debt clearance is based on the Banking Bureau letter dated September 15, 2008 (Ref. No. 09700318940).

5. Management information

1) Concentration of credit extensions

September 30, 2011

(In Thousands of New Taiwan Dollars, %)

Rank (Note 1)	Industry Category (Note 2)	Total Credit Consists of Loans (Note 3)	Percentage of Net Worth (%) (Note 4)
1	A Group (Optical products manufacturing)	\$16,044,530	24.33%
2	B Group (Plastics)	14,355,900	21.77%
3	C Group (LCD and its components manufacturing)	10,140,337	15.37%
4	D Group (Computer and peripheral equipment)	7,806,797	11.84%
5	E Group (Finance and lease)	5,589,209	8.47%
6	F Group (Trading and consumers' goods industry)	5,452,694	8.27%
7	G Group (CATV)	4,784,796	7.25%
8	H Group (Optoelectronic)	3,273,239	4.96%
9	I Group (Transportation marine)	2,808,840	4.26%
10	J Group (Metal product)	2,463,785	3.74%

September 30, 2010

(In Thousands of New Taiwan Dollars, %)

Rank (Note 1)	Industry Category (Note 2)	Total Credit Consists of Loans (Note 3)	Percentage of Net Worth (%) (Note 4)
1	A Group (Plastics)	\$13,472,770	21.60%
2	B Group (Other electronic)	9,230,044	14.80%
3	C Group (Computer and peripheral equipment)	8,953,207	14.36%
4	D Group (Optoelectronic)	7,539,385	12.09%
5	E Group (Trading and consumers' goods industry)	5,800,000	9.30%
6	F Group (Building material and construction)	5,412,693	8.68%
7	G Group (Transportation industry)	3,531,452	5.66%
8	H Company (Metal product)	2,439,518	3.91%
9	I Group (Synthetic fiber)	2,185,809	3.51%
10	J Company (Building material and construction)	2,000,000	3.21%

Note 1: Ranking top ten groups (excluded the government or state - owned utilities) accounting to total credit consists of loans.

Note 2: Groups were regulated in the Supplementary Provisions to the Taiwan Stock Exchange Corporation Rules for Review of Securities Listings Law Article 6.

Note 3: Total credit consists of loans were totalized each credit (included import bill negotiated, export bill negotiated, discounts, overdrafts, short-term loans, short-term secured loans, marginal receivables, medium-term loans, medium-term secured loans, long-term loans, long-term secured loans, and nonperforming loans), exchange bills negotiated, accounts receivable - without recourse factoring, acceptances receivable, and grantees issued.

Note 4: Net worth of previous year-end.

2) Information on Invested Enterprises

For first quarter and third quarter, it is not require to disclose.

3) Transaction Information On Financial Instruments

1-1.Domestic Transaction Information On Financial Instruments

September 30, 2011

(In Thousands of New Taiwan Dollars)

Name of Financial Instruments		Financial Statement Account	The Costs	Appraisal Adjustment	Accumulated Impairment	The Balance of Account	Measured Method	The Origin of Fair Value
stock	Listed stock	Financial assets at fair value through profit or loss	269,416	(13,959)	0	255,457	Fair Value	quoted market prices in an active market
		Available-for-sale financial assets	67,432	7,098	0	74,530	Fair Value	quoted market prices in an active market
	Unlisted equity investments	Unquoted equity instruments	488,507	0	0	488,507	Historical Cost	
Bond	Government bonds	Financial assets at fair value through profit or loss	798,792	(1,976)	0	796,816	Fair Value	quoted market prices in an active market
		Available-for-sale financial assets	12,099,956	165,874	0	12,265,830	Fair Value	quoted market prices in an active market / model price
	Bank debentures	Available-for-sale financial assets	2,000,000	(79)	0	1,999,921	Fair Value	model price
	Corporate bonds	Financial assets at fair value through profit or loss	898,095	3,598	0	901,693	Fair Value	quoted market prices in an active market / model price
		Available-for-sale financial assets	4,723,448	53,373	0	4,776,821	Fair Value	quoted market prices in an active market / model price
		Held-to-maturity investments	840,960	0	0	840,960	Amortized Cost	
Convertible bonds	Financial assets at fair value through profit or loss	20,484	(640)	0	19,844	Fair Value	quoted market prices in an active market	
others	Negotiable certificates of deposit	Financial assets at fair value through profit or loss	19,800,000	2,069	0	19,802,069	Fair Value	reference to market price
		Held-to-maturity investments	220,450,000	0	0	220,450,000	Amortized Cost	
	Commercial papers	Available-for-sale financial assets	4,921,724	100	0	4,921,824	Fair Value	reference to market price
	Beneficiary certificates	Financial assets at fair value through profit or loss	482,505	5,212	0	487,717	Fair Value	quoted market prices in an active market

1-2.Domestic Transaction Information On Derivative Financial Instruments

September 30, 2011 (In Thousands of New Taiwan Dollars)

Item	Notional amount	Financial statement account	The balance of account	Valuation losses or gain	The Origin of Fair Value
Interest rate related contract	301,893,867	Financial Instruments at fair value through profit or loss	(181,871)	275,581	quoted market prices in an active market / measurement of valuation approach / the price provided by counterparty
Exchange rate related contract	298,651,418	Financial Instruments at fair value through profit or loss	4,151,919	380,071	the price provided by counterparty /measurement of valuation approach
Securities related contract	31,282	Financial Instruments at fair value through profit or loss	589	335	quoted market prices in an active market / the price provided by counterparty
Commodity related contract	218,158	Financial Instruments at fair value through profit or loss	55,506	27,557	the price provided by counterparty
Credit related contract	1,100,000	Financial Instruments at fair value through profit or loss	-	2,474	measurement of valuation approach / the price provided by counterparty
Others	-		-	-	NA

2-1. Overseas Transaction Information On Financial Instruments

September 30, 2011

(In Thousands of New Taiwan Dollars)

Name of Financial Instruments		Financial Statement Account	The Costs	Appraisal Adjustment	Accumulated Impairment	The Balance of Account	Measured Method	The Origin of Fair Value	Country
stock	Unlisted equity investments	Unquoted equity instruments / Preferred stocks of SinoPac Bancorp	6,043,165	0	0	6,043,165	Historical Cost		US
Bond	Government bonds	Held-to-maturity investments	328,238	0	0	328,238	Amortized Cost		
	Bank debentures	Financial assets at fair value through profit or loss	1,340,430	(44,015)	0	1,296,415	Fair Value	quoted market prices in an active market	
		Available-for-sale financial assets	1,599,331	(8,612)	0	1,590,719	Fair Value	quoted market prices in an active market	
		Available-for-sale financial assets	3,166,380	(98,196)	0	3,068,184	Fair Value	quoted market prices in an active market / reference to market price	
		Held-to-maturity investments	26,159	0	0	26,159	Amortized Cost		
	Corporate bonds	Financial assets at fair value through profit or loss	152,530	(1,784)	0	150,746	Fair Value	model price	
		Financial assets at fair value through profit or loss	384,625	(5,110)	0	379,515	Fair Value	quoted market prices in an active market / the price provided by counterparty	
		Available-for-sale financial assets	773,031	(945)	0	772,086	Fair Value	quoted market prices in an active market	
	Convertible bonds	Financial assets at fair value through profit or loss	42,918	(41,886)	0	1,032	Fair Value	the price provided by counterparty	
		Financial assets at fair value through profit or loss	891,265	(17,601)	0	873,664	Fair Value	model price / the price provided by counterparty	
	Agency Bond	Available-for-sale financial assets / Kreditanstalt Fur Wiederaufbau (KfW)/DE	610,037	2,920	0	612,957	Fair Value	quoted market prices in an active market	Germany
	others	Securitized Instruments	Financial assets at fair value through profit or loss	386,536	(385,587)	0	949	Fair Value	the price provided by counterparty
Held-to-maturity investments			5,712	0	0	5,712	Amortized Cost		
Non-active market debt instruments			75,411	0	0	75,411	Amortized Cost		
Negotiable certificates of deposit		Available-for-sale financial assets	457,590	0	0	457,590	Fair Value	the price provided by counterparty	
		Held-to-maturity investments	152,530	0	0	152,530	Amortized Cost		
Beneficiary certificates		Financial assets at fair value through profit or loss	57,577	(756)	0	56,821	Fair Value	quoted market prices in an active market	

2-2. Overseas Transaction Information On Derivative Financial Instruments

September 30, 2011

(In Thousands of New Taiwan Dollars)

Item	Notional amount	Financial statement account	The balance of account	Valuation losses or gain	The Origin of Fair Value
Interest rate related contract	572,561,830	Financial Instruments at fair value through profit or loss	90,502	(203,840)	quoted market prices in an active market / measurement of valuation approach / the price provided by counterparty
	5,138,519	Hedging derivative financial Instruments	(35,982)	14,262	
Exchange rate related contract	917,731,203	Financial Instruments at fair value through profit or loss	(3,138,834)	(109,398)	the price provided by counterparty / measurement of valuation approach
	-	Hedging derivative financial Instruments	(32,394)	-	
Securities related contract	16,942	Financial Instruments at fair value through profit or loss	-	(357)	quoted market prices in an active market / the price provided by counterparty
Commodity related contract	383,162	Financial Instruments at fair value through profit or loss	(51,197)	(27,557)	the price provided by counterparty
Credit related contract	1,100,000	Financial Instruments at fair value through profit or loss	-	(23,399)	measurement of valuation approach / the price provided by counterparty
Others	-		-	-	NA

4) Policies with regard to the extension of loans, delinquent accounts, and provisions for investment loss reserves

Under guidelines issued by the Banking Bureau of Financial Supervisory Commission (the Banking Bureau), the balance of loans and other credits extended by the Bank and the related accrued interest thereon are classified as nonperforming when the loan is overdue and shall be authorized by a resolution passed by the board of directors.

Nonperforming loans reclassified from loans are classified as discounts and loans; otherwise, they are classified as other financial assets.

The Bank assesses the collectability on the balances of discounts and loans, accounts receivables, interest receivables, other receivables, and other financial assets, as well as guarantees and acceptances as of the balance sheet date.

The Bank adopted the third-time revised Statement of Financial Accounting Standards (SFAS) No. 34, "Financial Instruments: Recognition and Measurement." One of the main revisions is that the impairment of loans and receivables originated by the Bank should be covered by SFAS No. 34. Loans and receivables are assessed for impairment at the end of each reporting period and considered impaired when there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the discounts and loans, accounts receivables, interest receivables, other receivables, and other financial assets, the estimated future cash flows of the asset have been affected. Objective evidence of impairment could include:

- Significant financial difficulty of the debtor;
- The discounts and loans, accounts receivables, interest receivables, other receivables, and other financial assets becoming overdue; or
- Probability that the debtor will enter into bankruptcy or financial re-organization.

Discounts and loans, accounts receivables, interest receivables, other receivables, and other financial assets that are individually assessed not to be impaired are further assessed for impairment on a collective basis. Objective evidence of impairment for a portfolio of discounts and loans, accounts receivables, interest receivables, other receivables, and other financial assets could include the Bank's past experience of collecting payments and an increase in the number of delayed payments, as well as observable changes in national or local economic conditions that correlate with defaults on loans and receivables.

The amount of the impairment loss recognized is the difference between the asset carrying amount and the present value of estimated future cash flows, after taking into account the related collateral and guarantees, discounted at the original effective interest rates. The carrying amount of the discounts and loans, accounts receivables, interest receivables, other receivables, and other financial assets is reduced through the use of an allowance account.

Pursuant to "Regulations Governing the Procedures for Banking Institutions to Evaluate Assets and Deal with Non-performing/Nonaccrual Loans" (the "Regulations") issued by the Banking Bureau, the Bank evaluates credit losses on the basis of the estimated collectability. In accordance with the Regulations stated above, the credit assets divided into different classes subject to normal assets, assets that require special mentioned, assets that are substandard, assets that are doubtful, and assets for which there is loss.

In accordance with the Regulations stated above, the minimum allowance for credit losses and provision for losses on guarantees for the assets that require special mentioned, assets that are substandard, assets that are

doubtful, and assets for which there is loss should be 2%, 10%, 50% and 100% of outstanding credits before January 1, 2011, respectively.

However, effective January 1, 2011, the minimum provisions for possible losses should be the sum of 0.5% of the outstanding balance of normal on and off balance sheet credit assets (excluding assets that represent claims against an ROC government agency) and the foregoing provisions for unsound credit assets. The minimum loan loss provision and reserves against liability on guarantees of normal credit assets shall be allocated sufficiently within three years of the execution of the amendment.

Write-offs of loans falling under the Banking Bureau guidelines, upon approval by the board of directors, are offset against the recorded allowance for credit losses. Recovery of loans written off on the current year is recorded as reverse of allowance whereas recovery of loans written off on the previous years is recorded as other revenue.

If an available-for-sale financial asset is determined to be impaired, the accumulative unrealized loss previously recognized in equity attributable to the Bank shareholders is recognized as impairment loss and reported in income statement. For equity investments, loss reversal is adjusted to the equity attributable to the Bank stockholders. For debt investments, loss reversal is credited to current income.

If a held-to-maturity financial asset is determined to be impaired, the impairment loss is recognized and reported in income statement. Loss reversal is credited to current income and should not be more than the carrying amount had the impairment not been recognized.

Investments in equity instruments without quoted market prices in an active market and whose fair value cannot be reliably measured are measured at their original cost. If there is objective evidence that the asset is impaired, an impairment loss is recognized and a reversal of the impairment loss is prohibited.

5) Unamortized Losses On The Sale Of Non-Performing Loans

(In Thousands of New Taiwan Dollars)

Item	September 30, 2011	September 30, 2010
Unamortized Losses On The Sale Of Non-Performing Loans	None	None

6) Matters requiring special notation

Please refer to the Chinese version in http://www.banksinopac.com.tw/bsp/investor/qr_pdf/2011r-q3.pdf.

6. Profitability

1) ROA, ROE, and profit margin

Items		(%)	
		Nine Months Ended September 30, 2011	Nine Months Ended September 30, 2010
Return on total assets	Before income tax	0.37	0.36
	After income tax	0.32	0.27
Return on net worth	Before income tax	6.12	5.77
	After income tax	5.28	4.44
Profit margin		28.21	23.14

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

Note 2: Return on net worth = Income before (after) income tax/Average net worth

Note 3: Profit margin = Income after income tax/Total net revenues

Note 4: Income before (after) income tax represents income for the nine months ended September 30, 2011 and 2010.

2). Average amount and average interest rate of interest-earning assets and interest-bearing liabilities

(In Thousands of New Taiwan Dollars, %)

	Nine Months Ended September 30			
	2011		2010	
	Average Balance	Average Rate (%)	Average Balance	Average Rate (%)
<u>Interest-earning assets</u>				
Due from the Central Bank and other banks	\$ 27,643,541	0.58	\$ 22,695,918	0.45
Call loans to banks	24,216,931	0.68	40,742,252	0.54
Financial assets at fair value through profit or loss	37,775,991	1.09	8,706,680	1.41
Securities purchased under agreements to resell	1,771,522	0.78	183,910	0.37
Available-for-sale financial assets	37,573,174	1.75	31,548,751	1.56
Discounts and loans	709,991,853	2.16	683,857,640	1.92
Accounts receivable - factoring	9,400,181	1.29	9,668,806	1.25
Credit card receivable	10,117,431	12.98	11,051,155	14.19
Held-to-maturity investments	196,279,332	0.83	140,974,683	0.68
Other financial assets	233,654	0.47	244,743	0.58
<u>Interest-bearing liabilities</u>				
Due to the Central Bank and other banks	18,101,649	1.28	20,509,819	1.05
Call loans	41,951,685	0.71	27,830,872	0.43
Securities sold under agreements to repurchase	4,924,573	0.59	5,777,582	0.25
Demand	165,205,955	0.14	149,105,982	0.11
Savings - demand	225,535,757	0.41	214,144,622	0.35
Time	292,591,302	0.87	265,891,477	0.61
Savings - time	199,830,332	1.20	181,064,947	1.02
Negotiable certificates of deposit	27,345,615	0.74	28,606,836	0.39
Bank debentures	30,246,506	2.06	26,009,607	2.07
Other liabilities - appropriated loan fund	420,564	0.93	473,668	0.92

Note: Average balances were calculated by the daily average balances of interest-earning assets and interest-bearing liabilities.

7. Liquidity consisting of an analysis of the maturation of assets and liabilities

Maturity Analysis of Assets and Liabilities

September 30, 2011

(In Thousands of New Taiwan Dollars)

	Total	The Amount of Remaining Period to Maturity				
		1-30 Days	31-90 Days	91-180 Days	181-365 Days	Over 1 Year
Main capital inflow on maturity	\$ 1,105,786,282	\$ 256,522,298	\$ 190,933,185	\$ 94,962,347	\$ 39,222,193	\$ 524,146,259
Main capital outflow on maturity	1,119,508,954	187,041,059	208,841,950	142,828,577	174,300,161	406,497,207
Gap	(13,722,672)	69,481,239	(17,908,765)	(47,866,230)	(135,077,968)	117,649,052

Note: The above amounts include only New Taiwan dollar amounts held in the onshore branches of the Bank (i.e. exclude foreign currency).

Maturity Analysis of Assets and Liabilities

September 30, 2011

(In Thousands of U.S. Dollars)

	Total	The Amount of Remaining Period to Maturity				
		1-30 Days	31-90 Days	91-180 Days	181-365 Days	Over 1 Year
Main capital inflow on maturity	\$ 12,501,948	\$ 4,034,144	\$ 3,431,201	\$ 1,604,584	\$ 751,798	\$ 2,680,221
Main capital outflow on maturity	12,454,204	4,601,087	2,936,457	1,708,626	568,577	2,639,457
Gap	47,744	(566,943)	494,744	(104,042)	183,221	40,764

Note 1: The above amounts are book value held by the onshore branches and offshore banking unit of the Bank in U.S. dollars, without off-balance amounts (for example, the issuance of negotiable certificate of deposits, bonds or stocks).

Note 2: If the overseas assets amount to at least 10% of the total assets, there should be additional disclosures.

8. Market Risk Sensitivity

1)

Interest Rate Sensitivity

September 30, 2011

(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	\$766,143,244	\$41,606,277	\$45,729,468	\$47,166,854	\$900,645,843
Interest-rate sensitive liabilities	423,366,832	356,764,554	43,921,386	26,250,924	850,303,696
Interest-rate sensitive gap	342,776,412	(315,158,277)	1,808,082	20,915,930	50,342,147
Net worth					71,418,024
Ratio of interest-rate sensitive assets to liabilities					105.92%
Ratio of interest-rate sensitive gap to net worth					70.49%

Note 1: The above amounts include only New Taiwan dollar amounts held by the onshore branches of the Bank (i.e. exclude foreign currency). In compliance with Central Bank's supervision policies, the above data is prepared for off-site monitoring by 15th of next month.

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

Note 3: Interest-rate sensitive 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).

2)

Interest Rate Sensitivity

September 30, 2011

(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	\$4,681,637	\$298,671	\$12,692	\$144,637	\$5,137,637
Interest-rate sensitive liabilities	2,415,477	2,891,012	220,983	2,435	5,529,907
Interest-rate sensitive gap	2,266,160	(2,592,341)	(208,291)	142,202	(392,270)
Net worth					126,359
Ratio of interest-rate sensitive assets to liabilities					92.91%
Ratio of interest-rate sensitive gap to net worth					(310.44%)

Note 1: The above amounts include only USD amounts held by the onshore branches, OBU and offshore branches of the Bank, and exclude contingent assets and contingent liabilities. In compliance with Central Bank's supervision policies, the above data is prepared for off-site monitoring by 15th of next month.

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

Note 3: Interest-rate sensitive 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)

3) Net positions of major foreign-currency

	September 30			
	2011		2010	
	Foreign-Currency Amounts (in Thousand)	New Taiwan Dollar Amounts (in Thousand)	Foreign-Currency Amounts (in Thousand)	New Taiwan Dollar Amounts (in Thousand)
Net positions of major foreign-currency with market risk	CNY 242,659	1,159,412	USD 38,487	1,205,800
	USD 26,298	802,245	CNY 231,317	1,083,317
	AUD 4,484	133,291	KRW 17,082,715	469,433
	JPY 318,818	126,845	MYR 34,034	345,583
	EUR 1,655	68,292	AUD 10,348	313,870

Note 1: “Major foreign currencies” mean the top five currencies with largest positions.

Note 2: “Net position of major foreign currencies” shall mean the absolute net value of each currency.

9. Others

Please refer to the Chinese version in http://www.banksinopac.com.tw/bsp/investor/qr_pdf/2011r-q3.pdf.