

Taiwan Mobile Co., Ltd. and Subsidiaries

**Consolidated Financial Statements for the
Three Months Ended March 31, 2010 and 2009 and
Independent Accountants' Review Report**

INDEPENDENT ACCOUNTANTS' REVIEW REPORT

The Board of Directors and Shareholders
Taiwan Mobile Co., Ltd.

We have reviewed the accompanying consolidated balance sheets of Taiwan Mobile Co., Ltd. (the "Corporation") and subsidiaries as of March 31, 2010 and 2009, and the related consolidated statements of income and cash flows for the three months then ended. These consolidated financial statements are the responsibility of the Corporation's management. Our responsibility is to issue a report based on our reviews.

We conducted our reviews in accordance with Statement of Auditing Standards No. 36 - "Standards for the Review of Financial Statements" of the Republic of China. A review consists principally of applying analytical procedures to financial data and making inquiries of persons responsible for financial and accounting matters. It is substantially less in scope than an audit conducted in accordance with auditing standards generally accepted in the Republic of China, the objective of which is the expression of an opinion regarding the financial statements taken as a whole. Accordingly, we do not express such an opinion.

Based on our reviews, we are not aware of any material modifications that should be made to the consolidated financial statements referred to above for them to be in conformity with the Guidelines Governing the Preparation of Financial Reports by Securities Issuers, and accounting principles generally accepted in the Republic of China.

April 13, 2010

Notice to Readers

The accompanying consolidated financial statements are intended only to present the financial position, results of operations and cash flows in accordance with accounting principles and practices generally accepted in the Republic of China and not those of any other jurisdictions. The standards, procedures and practices to review such consolidated financial statements are those generally accepted and applied in the Republic of China.

For the convenience of readers, the accountants' review report and the accompanying consolidated financial statements have been translated into English from the original Chinese version prepared and used in the Republic of China. If there is any conflict between the English version and the original Chinese version or any difference in the interpretation of the two versions, the Chinese-language accountants' review report and consolidated financial statements shall prevail.

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
MARCH 31, 2010 AND 2009
(In Thousands of New Taiwan Dollars, Except Par Value)
(Reviewed, Not Audited)

ASSETS	2010		2009		LIABILITIES AND SHAREHOLDERS' EQUITY	2010		2009	
	Amount	%	Amount	%		Amount	%	Amount	%
CURRENT ASSETS					CURRENT LIABILITIES				
Cash and cash equivalents (Notes 2, 3 and 22)	\$ 2,958,031	4	\$ 4,725,025	5	Short-term borrowings (Note 12)	\$ 1,150,000	1	\$ 500,000	1
Financial assets at fair value through profit or loss - current (Note 2)	-	-	9,990	-	Notes payable	117,010	-	6,658	-
Available-for-sale financial assets - current (Notes 2 and 4)	168,719	-	222,541	-	Accounts payable (Note 22)	3,115,808	4	3,344,582	4
Hedging derivative financial assets - current (Notes 2, 21 and 25)	-	-	76,397	-	Income taxes payable (Notes 2 and 18)	2,480,127	3	3,833,668	4
Notes receivable	56,376	-	47,788	-	Accrued expenses	5,420,568	6	5,220,747	6
Accounts receivable - third parties (Notes 2 and 5)	6,271,771	7	6,118,018	7	Other payables (Note 2)	4,063,421	5	4,598,942	5
Accounts receivable - related parties (Notes 2 and 22)	180,837	-	209,700	-	Advance receipts (Note 13)	2,737,350	3	2,020,212	2
Other receivables	344,810	-	452,067	1	Current portion of long-term liabilities (Notes 14 and 21)	-	-	7,500,000	8
Inventories (Note 2)	656,922	1	313,326	-	Guarantee deposits - current	55,351	-	64,963	-
Prepayments (Note 22)	811,947	1	743,586	1	Other current liabilities	535,920	1	468,836	-
Deferred income tax assets - current (Notes 2 and 18)	22,269	-	150,059	-					
Pledged time deposits (Notes 22 and 23)	10,000	-	21,050	-	Total current liabilities	19,675,555	23	27,558,608	30
Other current assets	8,555	-	7,935	-					
Total current assets	11,490,237	13	13,097,482	14	LONG-TERM LIABILITIES				
					Bonds payable (Notes 14 and 21)	8,000,000	10	8,000,000	9
INVESTMENTS									
Investments accounted for using the equity method (Notes 2 and 6)	205,365	-	235,862	-	OTHER LIABILITIES				
Financial assets carried at cost - non-current (Notes 2 and 7)	2,498,980	3	2,515,168	3	Guarantee deposits	333,678	-	341,827	-
Bonds measured at amortized cost - non-current (Notes 2 and 8)	500,000	1	500,000	1	Deferred income tax liability - non-current (Notes 2 and 18)	138,516	-	108,839	-
					Other (Note 2)	587,553	1	504,425	1
Total investments	3,204,345	4	3,251,030	4	Total other liabilities	1,059,747	1	955,091	1
					Total liabilities	28,735,302	34	36,513,699	40
PROPERTY AND EQUIPMENT (Notes 2 and 9)					SHAREHOLDERS' EQUITY (Notes 2 and 17)				
Cost					Parent's shareholders' equity				
Land	6,097,370	7	6,097,370	7	Capital stock - NT\$10 par value				
Buildings	3,924,993	5	3,917,784	4	Authorized: 6,000,000 thousand shares				
Telecommunication equipment	63,110,881	75	64,381,930	71	Issued: 3,800,925 thousand shares	38,009,254	45	38,009,254	42
Office equipment	146,427	-	141,182	-	Capital surplus				
Leased assets	1,285,920	2	1,285,920	1	From convertible bonds	8,775,819	11	8,775,819	10
Miscellaneous equipment	2,828,919	3	2,560,862	3	From treasury stock transactions	3,639,302	4	3,509,118	4
Total cost	77,394,510	92	78,385,048	86	From long-term investments	3,743	-	1,166	-
Less accumulated depreciation	(33,880,198)	(40)	(32,453,728)	(36)	From employee stock options	-	-	10,779	-
	43,514,312	52	45,931,320	50	Other	12,840	-	-	-
Construction in progress and prepayments for equipment	1,970,145	2	2,596,562	3	Retained earnings				
Net property and equipment	45,484,457	54	48,527,882	53	Legal reserve	13,943,913	17	12,406,775	13
					Special reserve	3,350,000	4	3,406,744	4
INTANGIBLE ASSETS (Note 2)					Unappropriated earnings	19,774,397	23	20,970,517	23
3G concession	6,542,455	8	7,290,164	8	Other equity				
Computer software cost	66,908	-	71,854	-	Cumulative translation adjustments	7,874	-	30,778	-
Goodwill (Note 10)	10,486,395	12	10,483,780	12	Net loss not recognized as pension cost	(3,797)	-	2,862	-
Other intangible assets					Unrealized gains (losses) on financial instruments	57,239	-	(30,644)	-
Customer relationship (Note 10)	2,468,064	3	2,642,846	3	Treasury stock	(31,889,100)	(38)	(32,629,793)	(36)
Operating rights (Note 10)	1,382,000	2	1,382,000	1		55,681,484	66	54,463,375	60
Other intangible assets	34,159	-	30,100	-	Minority interest	9,566	-	12,611	-
	3,884,223	5	4,054,946	4	Total shareholders' equity	55,691,050	66	54,475,986	60
Total intangible assets	20,979,981	25	21,900,744	24					
					OTHER ASSETS				
OTHER ASSETS					Assets leased to others (Notes 2 and 11)	437,678	1	514,764	1
Assets leased to others (Notes 2 and 11)	437,678	1	514,764	1	Idle assets (Notes 2, 9 and 11)	311,244	-	243,404	-
Idle assets (Notes 2, 9 and 11)	311,244	-	243,404	-	Refundable deposits	399,457	-	401,106	-
Refundable deposits	399,457	-	401,106	-	Deferred charges (Note 2)	403,754	1	454,728	1
Deferred charges (Note 2)	403,754	1	454,728	1	Deferred income tax assets - non-current (Notes 2 and 18)	1,566,452	2	2,452,007	3
Deferred income tax assets - non-current (Notes 2 and 18)	1,566,452	2	2,452,007	3	Other (Notes 2, 16, 22 and 23)	148,747	-	146,538	-
Other (Notes 2, 16, 22 and 23)	148,747	-	146,538	-	Total other assets	3,267,332	4	4,212,547	5
Total other assets	3,267,332	4	4,212,547	5					
TOTAL	\$ 84,426,352	100	\$ 90,989,685	100	TOTAL	\$ 84,426,352	100	\$ 90,989,685	100

The accompanying notes are an integral part of the consolidated financial statements.

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF INCOME THREE MONTHS ENDED MARCH 31, 2010 AND 2009 (In Thousands of New Taiwan Dollars, Except Earnings Per Share) (Reviewed, Not Audited)

	2010		2009	
	Amount	%	Amount	%
OPERATING REVENUES (Notes 2 and 22)	\$ 17,084,726	100	\$ 16,885,114	100
OPERATING COSTS (Notes 2, 20 and 22)	<u>8,803,366</u>	<u>52</u>	<u>8,354,445</u>	<u>49</u>
GROSS PROFIT	<u>8,281,360</u>	<u>48</u>	<u>8,530,669</u>	<u>51</u>
OPERATING EXPENSES (Notes 2 and 20)				
Marketing	2,332,283	13	2,538,631	15
Administrative	<u>1,168,989</u>	<u>7</u>	<u>1,132,048</u>	<u>7</u>
Total operating expenses	<u>3,501,272</u>	<u>20</u>	<u>3,670,679</u>	<u>22</u>
OPERATING INCOME	<u>4,780,088</u>	<u>28</u>	<u>4,859,990</u>	<u>29</u>
NON-OPERATING INCOME AND GAINS				
Penalty income	71,752	1	64,815	1
Rental income (Note 2)	16,258	-	18,571	-
Gain on disposal of property and equipment (Note 2)	-	-	20	-
Other (Notes 2 and 5)	<u>71,314</u>	<u>-</u>	<u>53,325</u>	<u>-</u>
Total non-operating income and gains	<u>159,324</u>	<u>1</u>	<u>136,731</u>	<u>1</u>
NON-OPERATING EXPENSES AND LOSSES				
Loss on disposal and retirement of property and equipment (Note 2)	296,565	2	481,512	3
Interest expenses (Notes 2, 9 and 25)	79,468	1	118,340	1
Investment loss recognized under the equity method (Notes 2 and 6)	6,609	-	13,638	-
Other	<u>32,710</u>	<u>-</u>	<u>39,155</u>	<u>-</u>
Total non-operating expenses and losses	<u>415,352</u>	<u>3</u>	<u>652,645</u>	<u>4</u>
INCOME BEFORE INCOME TAX	4,524,060	26	4,344,076	26
INCOME TAX EXPENSE (Notes 2 and 18)	<u>904,841</u>	<u>5</u>	<u>1,089,257</u>	<u>7</u>
CONSOLIDATED NET INCOME	<u>\$ 3,619,219</u>	<u>21</u>	<u>\$ 3,254,819</u>	<u>19</u>
ATTRIBUTED TO				
Shareholders of the parent	\$ 3,618,779	21	\$ 3,254,505	19
Minority interest	<u>440</u>	<u>-</u>	<u>314</u>	<u>-</u>
	<u>\$ 3,619,219</u>	<u>21</u>	<u>\$ 3,254,819</u>	<u>19</u>

(Continued)

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF INCOME

THREE MONTHS ENDED MARCH 31, 2010 AND 2009

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

(Reviewed, Not Audited)

	2010		2009	
	Before Income Tax	After Income Tax	Before Income Tax	After Income Tax
EARNINGS PER SHARE (Note 19)				
Basic	<u>\$ 1.45</u>	<u>\$ 1.21</u>	<u>\$ 1.40</u>	<u>\$ 1.10</u>
Diluted	<u>\$ 1.44</u>	<u>\$ 1.21</u>	<u>\$ 1.39</u>	<u>\$ 1.09</u>

The accompanying notes are an integral part of the consolidated financial statements.

(Concluded)

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES

STATEMENTS OF CASH FLOWS THREE MONTHS ENDED MARCH 31, 2010 AND 2009 (In Thousands of New Taiwan Dollars) (Reviewed, Not Audited)

	2010	2009
CASH FLOWS FROM OPERATING ACTIVITIES		
Consolidated net income	\$ 3,619,219	\$ 3,254,819
Adjustments to reconcile net income to net cash provided by operating activities:		
Depreciation	2,006,526	1,910,079
Loss on disposal and retirement of property and equipment, net	296,565	481,492
Amortization	275,024	268,988
Bad debts	108,668	156,836
Deferred income taxes	84,541	45,924
Investment loss recognized under the equity method	6,609	13,638
Provision for loss on (recovery of) inventories	1,965	(9,585)
Pension cost	(954)	876
Other	3,249	6,782
Net changes in operating assets and liabilities		
Financial assets held for trading	-	(9,990)
Notes receivable	12,122	18,801
Accounts receivable - third parties	262,926	121,853
Accounts receivable - related parties	(16,839)	23,329
Other receivables	(26,014)	(25,796)
Long-term capital lease receivables	(3,523)	4,310
Inventories	(186,482)	56,225
Prepayments	(115,668)	79,945
Other current assets	(4,612)	4,718
Notes payable	(160,561)	(179,742)
Accounts payable	668,484	557,821
Income taxes payable	814,884	1,035,316
Accrued expenses	(386,324)	(689,199)
Other payables	(47,994)	20,941
Advance receipts	679,707	(264,081)
Other current liabilities	<u>11,052</u>	<u>39,532</u>
Net cash provided by operating activities	<u>7,902,570</u>	<u>6,923,832</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of property and equipment	(1,464,198)	(1,498,879)
Increase in deferred charges	(19,827)	(146,178)
Increase in refundable deposits	(11,065)	(7,668)
Increase in computer software cost and other intangible assets	(5,705)	(376)
Decrease (increase) in pledged time deposits	4,978	(500)
Proceeds from investees' capital reduction	2,717	5,356
Increase in goodwill	(835)	-
Decrease in other assets	71	708
Proceeds from disposal of property and equipment	6	20
Acquisition of subsidiaries	<u>-</u>	<u>(11,066)</u>
Net cash used in investing activities	<u>(1,493,858)</u>	<u>(1,658,583)</u>

(Continued)

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES

STATEMENTS OF CASH FLOWS THREE MONTHS ENDED MARCH 31, 2010 AND 2009 (In Thousands of New Taiwan Dollars) (Reviewed, Not Audited)

	2010	2009
CASH FLOWS FROM FINANCING ACTIVITIES		
(Decrease) increase in short-term borrowings	\$ (5,650,000)	\$ 500,000
Decrease in short-term notes and bills payable	(799,638)	-
Increase (decrease) in guarantee deposits	4,162	(7,622)
Decrease in minority interest	(757)	-
Decrease in long-term borrowings	-	(5,200,000)
Transfer of treasury stock to employees	-	318,083
Capital return to minority interest	-	(21,401)
Net cash used in financing activities	<u>(6,446,233)</u>	<u>(4,410,940)</u>
EFFECT OF EXCHANGE RATE CHANGES	<u>(3,484)</u>	<u>2,654</u>
NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS	<u>(41,005)</u>	<u>856,963</u>
CASH AND CASH EQUIVALENTS, BEGINNING OF PERIOD	<u>2,999,036</u>	<u>3,868,062</u>
CASH AND CASH EQUIVALENTS, END OF PERIOD	<u>\$ 2,958,031</u>	<u>\$ 4,725,025</u>
SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION		
Interest paid	\$ 8,633	\$ 21,000
Less interest capitalized	<u>2,415</u>	<u>4,116</u>
Interest paid - excluding interest capitalized	<u>\$ 6,218</u>	<u>\$ 16,884</u>
Income tax paid	<u>\$ 524</u>	<u>\$ 3,866</u>
NON-CASH INVESTING AND FINANCING ACTIVITIES		
Current portion of long-term liabilities	<u>\$ -</u>	<u>\$ 7,500,000</u>
CASH INVESTING AND FINANCING ACTIVITIES		
Acquisition of property and equipment	\$ 1,243,586	\$ 1,210,665
Decrease in notes payable	-	105
Increase in accrued expenses	(28)	-
Decrease in other payables	202,787	161,810
Decrease in other liabilities - other	<u>17,853</u>	<u>126,299</u>
Cash paid for acquisition of property and equipment	<u>\$ 1,464,198</u>	<u>\$ 1,498,879</u>

The accompanying notes are an integral part of the consolidated financial statements.

(Concluded)

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS THREE MONTHS ENDED MARCH 31, 2010 AND 2009 (In Thousands of New Taiwan Dollars, Unless Stated Otherwise) (Reviewed, Not Audited)

1. ORGANIZATION AND OPERATIONS

Taiwan Mobile Co., Ltd. was incorporated in the Republic of China (ROC) on February 25, 1997. The Corporation's shares began to be traded on the ROC Over-the-Counter Securities Exchange (known as GreTai Securities Market) on September 19, 2000. On August 26, 2002, the Corporation's shares were listed on the Taiwan Stock Exchange. The Corporation mainly renders wireless communication services.

The Corporation's services are under the type I license issued by the Directorate General of Telecommunications (DGT) of the ROC. The license allows the Corporation to provide services for 15 years from 1997 onwards. It also entails the payment of an annual license fee consisting of 2% of total wireless communication service revenues. On March 24, 2005, the Corporation received the third generation (3G) concession operation license issued by the DGT. The 3G license allows the Corporation to provide services from the issuance date of the license to December 31, 2018.

As of March 31, 2010 and 2009, the Corporation and subsidiaries had 4,362 and 4,457 employees, respectively.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation

The accompanying consolidated financial statements have been prepared in conformity with the Guidelines Governing the Preparation of Financial Reports by Securities Issuers and accounting principles generally accepted in the ROC. In conformity with these guidelines and principles, the Corporation and subsidiaries (hereinafter referred to as the "Group") are required to make certain estimates and assumptions that could affect the amounts of allowance for doubtful accounts, provision for losses on decline in value of inventories, depreciation, pension, allowance for deferred income tax assets, bonus to employees, remuneration to directors and supervisors, impairment loss on assets, etc. Actual results may differ from these estimates.

For the convenience of readers, the accompanying consolidated financial statements have been translated into English from the original Chinese version prepared and used in the ROC. If there is any conflict between the English version and the original Chinese version or any difference in the interpretation of the two versions, the Chinese-language consolidated financial statements shall prevail.

Consolidation

a. Basis of consolidation

The consolidated financial statements have been prepared in accordance with the Statement of Financial Accounting Standards (SFAS) No. 7, "Consolidated Financial Statements," and included the financial statements of the Corporation, its direct and indirect subsidiaries with at least 50% shareholding and other investees controlled by the Corporation. As obtaining the majority of the shareholder's equity of the subsidiaries during the year, the company starts to consolidate the related revenues and expenses of the subsidiaries since the date of having the controlling interest.

For foreign subsidiaries using their local currency as their functional currency, assets and liabilities are translated at exchange rates in effect on the balance sheet date; shareholders' equity accounts are translated using historical exchange rates and income statement accounts are translated using average exchange rates during the period.

All significant intercompany balances and transactions have been eliminated upon consolidation.

b. Under the above basis of consolidation, the consolidated entities were as follows:

Investor	Subsidiary	Main Businesses and Products	Percentage of Direct Ownership as of March 31		Note
			2010	2009	
Corporation	Wealth Media Technology Co., Ltd. (WMT)	Investment	100.00	100.00	-
WMT	Tai Fu Media Technology Co., Ltd. (TFMT)	Investment	100.00	100.00	(Note 1)
TFMT	Global Wealth Media Technology Co., Ltd. (GWMT)	Investment	100.00	100.00	-
TFMT	Fu Jia Leh Media Technology Co., Ltd. (FJLMT)	Investment	100.00	100.00	-
TFMT	Fu Sin Media Technology Co., Ltd. (FSMT)	Investment	100.00	100.00	-
TFMT	Global Forest Media Technology Co., Ltd. (GFMT)	Investment	100.00	100.00	-
GWMT	Globalview Cable TV Co., Ltd. (GCTV)	Cable TV SO (System Operator)	6.813	6.179	-
FSMT	Phoenix Cable TV Co., Ltd. (PCTV)	Cable TV SO (system Operator)	3.34	3.34	-
Corporation	Taiwan Cellular Co., Ltd. (TCC)	Equipment installation and IT service	100.00	100.00	-
TCC	Tai Yi Digital Broadcasting Co., Ltd. (TYDB)	Broadcasts business and cell phone number agency	-	-	Liquidated on February 28, 2009
TCC	Taiwan Fixed Network Co., Ltd. (TFN)	Fixed network service	100.00	100.00	-
TCC	Taiwan Digital Communications Co., Ltd. (TDC)	Equipment installation and IT service	100.00	100.00	-
TCC	TCC Investment Co., Ltd. (TCCI)	Investment	100.00	-	Established on August 10, 2009 As of March 31, 2010, TCCI, TID and TUI collectively owned 811,918 thousand shares of the Corporation representing 21.36% of total outstanding shares.
TCCI	TCCI Investment & Development Co., Ltd. (TID)	Investment	100.00	-	Established on September 22, 2009
TCCI	Win TV Broadcasting Co., Ltd. (WTVB)	TV program producing	98.50	98.50	(Note 2)
TCCI	TFN Media Co., Ltd. (TFNM)	Cable broadband service	100.00	100.00	(Note 2)
TFNM	Union Cable TV Co., Ltd. (UCTV)	Cable TV SO (System Operator)	99.99	99.99	-
TFNM	Yeong Jia Leh Cable TV Co., Ltd. (YJCTV)	Cable TV SO (System Operator)	100.00	100.00	-
TFNM	Mangrove Cable TV Co., Ltd. (MCTV)	Cable TV SO (System Operator)	29.53	29.53	Another 70.47% shares were held under trustee accounts
TFNM	PCTV	Cable TV SO (System Operator)	96.66	96.66	-
TFNM	GCTV	Cable TV SO (System Operator)	92.38	92.38	-
TFNM	Shin Ho Cable TV Co., Ltd. (SHCTV)	Cable TV SO (System Operator)	-	30.15	Liquidated on December 31, 2009. Another 69.85% shares were held under trustee accounts.

(Continued)

Investor	Subsidiary	Main Businesses and Products	Percentage of Direct Ownership as of March 31		Note
			2010	2009	
TCC	TWM Holding Co., Ltd. (TWM Holding)	Investment	100.00	100.00	-
TWM Holding	TWM Communications (Beijing) Ltd. (formerly named Hurray! Times Communications (Beijing) Ltd.)	Mobile application development and design	100.00	100.00	-
TFN	Taiwan Teleservices & Technologies Co., Ltd. (TT&T)	Call center service and international simple resale (ISR)	100.00	100.00	-
TT&T	Taiwan Super Basketball Co., Ltd. (TSB)	Basketball team management and related business	100.00	100.00	-
TT&T	TT&T Holdings Co., Ltd. (TT&T Holdings)	Investment	100.00	100.00	-
TT&T Holdings	Xiamen Taifu Teleservices & Technologies Co., Ltd.	System integration, management, analysis and development of CRM application and information consulting services	100.00	100.00	-
TFN	TFN HK LIMITED	Telecommunications	100.00	100.00	-
TFN	TFN Union Investment Co., Ltd. (TUI)	Investment	100.00	-	Established on September 22, 2009
TFN	TFN Investment Co., Ltd. (TFNI)	Investment	-	100.00	Merged into TCCI on September 19, 2009
TFNI	Reach & Range Inc. (R&R)	Telecom equipment sales and maintenance	-	100.00	Merged into TFN on May 1, 2009

(Concluded)

Note 1: To expand its CATV business, the Corporation's 100%-owned subsidiary, WMT, plans to buy a 100% stake in Cheng Ting Co., Ltd. to acquire all the cable TV and content distribution business of Kbro Co., Ltd. The purchase will be settled using the Corporation's treasury shares (up to 15.5% of total outstanding shares), and the remainder in cash. The Corporation expects to close the deal after obtaining the authorities' approval.

Note 2: Became a subsidiary of TCCI, which merged TFNI on September 19, 2009.

The Group's significant accounting policies are summarized as follows:

Classification of Current and Non-current Assets and Liabilities

Current assets include cash and cash equivalents, assets held for trading and those expected to be converted to cash, sold or consumed within twelve months from the balance sheet date. Other assets such as property and equipment and intangible assets are classified as non-current. Current liabilities are obligations held for trading and those expected to be due within twelve months from the balance sheet date. All other liabilities are classified as non-current.

Cash Equivalents

Government bonds and short-term bills acquired with repurchase rights and having maturities of up to three months from the date of purchase are classified as cash equivalents, whose carrying value approximates fair value.

Financial Instruments at Fair Value through Profit or Loss

Financial instruments at fair value through profit or loss include financial assets or liabilities held for trading and those designated on initial recognition to be measured at fair value with fair value changes recognized in profit or loss. On initial recognition, the financial instruments are recognized at fair value

plus transaction costs and are subsequently measured at fair value with fair value changes recognized in profit or loss. The purchase or sale of the financial instruments is recognized and derecognized using trade date accounting.

The fair value of open-end mutual funds is based on the net assets value on the balance sheets date.

Available-for-sale Financial Assets

On initial recognition, available-for-sale financial assets are recognized at fair value plus transaction costs. When subsequently measured at fair value, the fair value changes are recognized directly in equity. The cumulative gain or loss that was recognized in equity is recognized in profit or loss when an available-for-sale financial asset is derecognized from the balance sheet. The purchase or sale of the financial instruments is recognized and derecognized using trade date accounting.

Cash dividends are recognized as dividend income on the ex-dividend date, but are accounted for as reductions to the original cost of investments if such dividends are declared on the earnings of investees attributable to periods prior to the purchase of investments. Stock dividends are not recognized as current income but are accounted for only as an increase in the number of shares held. The cost per share is re-calculated based on the new number of shares.

An impairment loss is recognized if there is objective evidence that a financial asset is impaired. If the amount of impairment loss decreases in the subsequent period, such decrease is recognized in equity.

The fair value of listed securities is based on the closing price on the balance sheet date.

Allowance for Doubtful Accounts

Allowance for doubtful accounts is provided on the basis of past experiences and an evaluation of the aging and collectibility of all receivables on the balance sheet date.

Inventories

Inventories are recorded at weight-average cost. Before January 1, 2009, inventories are stated at the lower of the cost or market value. Market value is evaluated on the basis of replacement cost or net realizable value. Effective from January 1, 2009, however, inventories are stated at the lower of cost or net realizable value. When comparing cost and net realizable value, inventories are evaluated by individual items.

Investments Accounted for Using the Equity Method

Long-term investments in which the Group owns 20% or more of an investee's outstanding voting shares or exercise significant influence on an investee are accounted for under the equity method.

In accordance with the newly revised Statement of Financial Accounting Standards (SFAS), the cost of acquisition is subjected to an initial analysis, and goodwill represents the excess of the cost of acquisition over the fair value of the identifiable net assets value. Goodwill is no longer amortized. If the fair value of identifiable net assets acquired exceeds the cost of investments, the excess should be assigned to non-current assets (except for financial assets not under the equity method, assets for disposal, deferred income tax assets and prepaid pension costs or other retirement benefit costs). If these assets are all reduced to zero, the remaining excess should be recognized as extraordinary gain. Starting January 1, 2006, the unamortized balance of the excess of the acquisition cost of the long-term investment by the equity method over the equity in the investee's net assets value is also no longer amortized and applies the same accounting treatment as goodwill.

The cost and the resulting gain or loss of an investment sold is determined by the weighted-average method.

Financial Assets Carried at Cost

If there is no active market for an equity instrument and a reliable fair value can not be estimated, the equity instrument, including non-publicly traded and emerging stocks, etc, is measured at cost. The accounting for the dividends from financial assets carried at cost is the same as that for an available-for-sale financial asset. Impairment losses are recognized if a decrease in the fair value of the instruments can be objectively related to an event. Reversal of impairment losses is not allowed.

Bonds Measured at Amortized Cost

Bond portfolios with fixed or determinable payments and with no quoted prices in an active market are carried at amortized cost using the effective interest method. These bond portfolios are initially recognized at fair value plus transaction costs that are directly attributable to the acquisition or the issuance of the financial assets. Profit or loss is recognized at the time of derecognition, impairment or amortization. A regular purchase or sale of financial assets is recognized and derecognized using trade date accounting.

If there is objective evidence of impairment loss as of the balance sheet date, impairment loss should be recognized. If the impairment loss decreases and the decrease can be related objectively to an event occurring after impairment loss recognition, the impairment loss should be reversed. This reversal should not result in the carrying amount of the financial asset exceeding the amortized cost that would have been determined had no impairment loss been recognized.

Property and Equipment and Assets Leased to Others

Property and equipment and assets leased to others are stated at cost less accumulated depreciation and accumulated impairment. Significant additions, renewals, betterments, and interest expenses incurred during the construction period are capitalized, while maintenance and repairs are expensed. Leased property and equipment from others covered by agreements qualifying as capital leases are carried at the lower of the present value of future minimum lease payments or the market value of the property on the starting dates of the leases.

For cost associated with dismantling and relocating fixed assets and restoring the leased premises housing our fixed assets to the previous state should be recognized as an addition to the fixed assets and accrued as a potential liability accordingly, according to the Interpretation No. 2008-340 issued by the Accounting Research and Development Foundation (ARDF) in November 2008.

Depreciation is calculated using the straight-line method over the estimated service lives, which range as follows: buildings - 20 to 55 years; telecommunication equipment - 2 to 15 years; office equipment - 3 to 8 years; leased assets - 20 years; and miscellaneous equipment - 2 to 9 years.

Upon sale or retirement of property and equipment, the related cost and accumulated depreciation are removed from the accounts, and any gain or loss is credited or charged to non-operating gain or loss in the period of disposal.

Accounting for Leases

In accordance with SFAS No. 2, "Accounting for Leases," a lease is identified as either an operating lease or a capital lease based on the lease contract terms, the collectability of the leasehold and the non-reimbursable costs to be incurred by the lessor.

The asset held under an operating lease is stated at cost, and depreciated on the straight-line basis over the estimated useful life. Receivables collected are periodically recognized as rental income during the lease contract.

At the inception date of a capital lease, total leasehold receivables shall be recognized as all rental receivables plus the pre-determined bargain purchase price offered to the lessee upon maturity or estimated residual value. For a sales-type capital lease, sales revenue should be recognized as the sum of present value derived from each future rental receivable based on an implicit interest rate of the lease. The excess of total leasehold receivables over sales revenue should be deferred as unrealized interest income, and amortized as interest income by the effective interest method upon each collection. For a financing-type of capital lease, leasehold receivables should be recognized as the sum of present value derived from each future rental receivable based on an implicit interest rate of the lease. The excess of total leasehold receivables over the present value of leasehold receivables should be deferred as unrealized interest income, and amortized as interest income by the effective interest method upon each collection.

Intangible Assets

a. Franchise

Franchise refers to the payment for the 3G mobile telecommunication service - License C. The 3G concession is recorded at acquisition cost and is amortized by the straight-line method over 13 years and 9 months starting from the launch of 3G services.

b. Computer software

Computer software cost is amortized by straight-line method over 2 to 5 years.

c. Goodwill

Goodwill is the unidentifiable difference between the cost of acquisition and the equity in the investee's net asset value. In accordance with the newly revised SFAS, goodwill is no longer amortized. Please refer to the accounting policy of investments accounted for by the equity method.

d. Customer relationship and operating rights

The customer relationship and operating rights shall be identified when analyzing the excess of acquisition cost over the ownership in net assets value of an investee, and be booked at fair values provided by the purchase price allocation report.

Customer relationship and operating rights are measured on the basis of the future economic value and useful life of the subsidiaries' cable TV and data network businesses. Customer relationship is amortized by straight-line method over 6 to 20 years. Operating rights is based on a license issued by the Ministry of Transportation and Communications. Although the license has a statutory period, the subsidiary can file for license renewal. Furthermore, it does not have a definite useful life in light of future competition from IPTV. Thus, this intangible asset should be tested annually for impairment instead of being amortized in accordance with SFAS No. 37. An impairment test is also required if there is evidence of operating rights impairment due to certain circumstances.

Idle Assets

Properties not currently used in operations are stated at the lower of book value or net realizable value, with the difference charged to current loss. Depreciation expense is computed using the straight-line method over the estimated useful lives of the assets.

Deferred Charges

Deferred charges, mainly interior decoration costs, are amortized by the straight-line method over 3 to 7 years.

Asset Impairment

If the carrying value of assets (including property and equipment, intangible assets, idle assets, assets leased to others and investments accounted for using the equity method and deferred charges) is more than its recoverable amount, which indicates that an impairment exists, an impairment loss should be recognized. Any subsequent reversal of the impairment loss for the increase in recoverable amount is recognized as income. The reversal of impairment loss on goodwill is not allowed.

Share-based Compensation

For the grant date of the employee stock options which falls on or after January 1, 2008 should apply SFAS No. 39 - "Accounting for Share-based Payment". The value of stock option granted, the product of the number of vested stock options multiplies by the fair value of the option on grant date, shall be expensed over the vesting period, and to increase "capital surplus - employee stock options" by the same amount accordingly.

Pension Costs

The pension costs under the defined benefit pension plan are recognized on the basis of actuarial calculations. The contribution amounts of the pension costs under the defined contribution pension plan are recognized as current expenses during the employees' service years.

Income Taxes

The inter-period and intra-period allocation methods are used for income taxes. Deferred income tax assets and liabilities are recognized for the tax effects of temporary differences, unused tax credits and net operating loss carryforwards. Valuation allowance is provided for deferred income tax assets to the extent that more likely than not such assets will not be realized. Deferred tax assets or liabilities are classified as current or non-current according to the classification of related assets or liabilities for financial reporting. However, if deferred tax assets or liabilities do not relate to assets or liabilities in the financial statements, they are classified as current or non-current on the basis of the expected length of time before realized.

Tax credits for certain purchases of equipment and technology, research and development expenditures and personnel training are recognized by the current method.

Adjustments to prior years' tax liabilities are added to or deducted from the current year's tax expense.

Income tax of 10% on unappropriated earnings generated is provided for as income tax in the year when the shareholders resolve the retention of the earnings.

Treasury Stock

The purchase of issued shares is accounted for by debiting treasury stock, which is a reduction of shareholders' equity. The Corporation's shares held by its subsidiaries are treated as treasury stock and reclassified from investments accounted for using the equity method to treasury stock.

If the proceeds on the disposal of treasury stock exceed the carrying value of treasury stock, the excess is credited to capital surplus from treasury stock. If the proceeds are less than the carrying value of treasury stock, the difference is debited to capital surplus from treasury stock. If the balance of capital surplus from treasury stock is not sufficient to absorb the difference, the rest is recorded as a reduction of retained earnings.

Foreign-currency Transactions

Assets, liabilities, revenues or expenses denominated in foreign currencies as a result of foreign-currency transactions of non-derivative financial instruments are recorded in New Taiwan dollars at the exchange rates prevailing on the dates of transactions.

Monetary assets or liabilities denominated in foreign currencies are translated at the exchange rates prevailing on the balance sheet date, and the resulting exchange differences are included in profit or loss for the current year.

Non-monetary assets or liabilities carried at fair value that are denominated in foreign currencies are retranslated at the rates prevailing on the balance sheet date when the fair value was determined, and the resulting exchange differences are included in profit or loss for the current period except for the differences arising on the retranslation of non-monetary assets and liabilities in respect of which gains and losses are recognized directly in equity. For such non-monetary assets and liabilities, any exchange component of that gain or loss is also recognized directly in equity. Non-monetary assets or liabilities carried at cost that are denominated in foreign currencies are translated at the historical rates prevailing on the dates of transactions.

The above prevailing exchange rates are based on the average of bid and ask rates of major banks.

Revenue Recognition

Revenues are recognized when the service rendering process is completed or virtually completed, and earnings are realizable and measurable. Related costs of providing services are concurrently recognized as incurred.

Service revenues from wireless services, value-added services, and fixed network services, net of any applicable discount, are billed at predetermined rates; the fixed-monthly fees on basic cable TV services are accrued; prepaid card services are recognized on the basis of minutes of usage.

Promotion Expenses

Commissions and cellular phone subsidy costs pertaining to the Corporation's promotions are recognized as marketing expenses on an accrual basis in the current period.

Hedging Derivative Financial Instruments

Derivatives that qualify as effective hedging instruments are measured at fair value, with subsequent changes in fair value recognized either in earnings or shareholders' equity, depending on the nature of the hedge.

Hedge Accounting

When hedge accounting is applied, gain or loss from changes in the fair value of the derivatives (hedging instruments) shall be offset by that of financial assets/liabilities (hedged position).

The Corporation entered into interest rate swaps (IRS) contracts to hedge against cash flow risk from inverse floating interest rates of liabilities, thus was qualified to apply hedge accounting. The accounting treatment is as follows: Gain or loss from changes in the fair value of the derivatives, which is recognized in shareholder's equity, shall be reclassified in earnings, if gain or loss from the expected transaction of the hedged position occurs. When there is objective evidence that the net loss recognized in shareholders' equity is expected to be not recoverable, the mentioned net loss should be reclassified in earnings as well.

Reclassification

Certain accounts in the consolidated financial statements as of and for the three months ended March 31, 2009 have been reclassified to conform to the presentation of consolidated financial statements as of and for the three months ended March 31, 2010.

3. CASH AND CASH EQUIVALENTS

	March 31	
	2010	2009
Government bonds with repurchase rights	\$ 1,407,936	\$ 2,536,056
Cash in banks	618,813	757,515
Short-term notes and bills with repurchase rights	579,311	1,100,097
Time deposits	306,329	299,002
Cash on hand	36,300	24,430
Revolving funds	<u>9,342</u>	<u>7,925</u>
	<u>\$ 2,958,031</u>	<u>\$ 4,725,025</u>

4. AVAILABLE-FOR-SALE FINANCIAL ASSETS - CURRENT

	March 31	
	2010	2009
Domestic listed stocks		
Chunghwa Telecom Co., Ltd.	\$ 168,719	\$ 168,176
Overseas listed stocks		
Hurray! Holding Co., Ltd. (NASDAQ listed company)	<u>-</u>	<u>54,365</u>
	<u>\$ 168,719</u>	<u>\$ 222,541</u>

5. ACCOUNTS RECEIVABLE - THIRD PARTIES

	March 31	
	2010	2009
Accounts receivable	\$ 6,655,748	\$ 6,570,927
Less allowance for doubtful accounts	<u>(383,977)</u>	<u>(452,909)</u>
	<u>\$ 6,271,771</u>	<u>\$ 6,118,018</u>

For the first quarter of 2010, the Corporation entered into an accounts receivable factoring contract with HC First Asset Management Co., Ltd. The Corporation sold \$1,867,628 thousand of the overdue accounts receivable, which had been written off, to HC First Asset Management Co., Ltd. The aggregate selling price was \$27,268 thousand. Under this contract, the Corporation would no longer assume the risk on this receivable.

6. INVESTMENTS ACCOUNTED FOR USING THE EQUITY METHOD

Taipei New Horizons Co., Ltd. (TNH) is established to invest in a property development project located in the old Songshan Tobacco Factory site. On January 15, 2009, TNH signed a 50-year BOT contract with Taipei City Government.

The Corporation held 49.9% equity in TNH. Investment loss for the three months ended March 31, 2010 and 2009 amounted to \$6,609 thousand and \$13,638 thousand, respectively. The Corporation's management considered that, had TNH's financial statements been reviewed, any adjustments would have been immaterial and would thus have had no material effects on the consolidated financial statements.

7. FINANCIAL ASSETS CARRIED AT COST - NON-CURRENT

	<u>March 31</u>	
	<u>2010</u>	<u>2009</u>
Domestic emerging stocks		
Taiwan High Speed Rail Corporation	\$ 2,120,829	\$ 2,120,829
Domestic unlisted stocks		
New Century Information Tech Co., Ltd.	187,042	-
Arcoa Communication Co., Ltd.	67,731	67,731
Great Taipei Broadband Co., Ltd.	46,074	50,527
Parawin Venture Capital Corp.	20,207	22,202
WEB Point Co., Ltd.	6,773	6,773
Foreign unlisted stocks		
Bridge Mobile Pte Ltd.	50,324	60,064
Domestic unlisted preferred stock		
New Century Information Tech. Co., Ltd.	<u>-</u>	<u>187,042</u>
	<u>\$ 2,498,980</u>	<u>\$ 2,515,168</u>

Because there is no active market quotation and a reliable fair value can not be estimated, the above investments are measured at cost. An impairment loss of \$16,188 thousand was recognized in 2009.

8. BONDS MEASURED AT AMORTIZED COST - NON-CURRENT

	<u>March 31</u>	
	<u>2010</u>	<u>2009</u>
Taiwan High Speed Rail Corporation - unlisted convertible preferred stock - series A	<u>\$ 500,000</u>	<u>\$ 500,000</u>

9. PROPERTY AND EQUIPMENT - ACCUMULATED DEPRECIATION

	<u>March 31</u>	
	<u>2010</u>	<u>2009</u>
Buildings	\$ 616,322	\$ 533,829
Telecommunication equipment	31,330,469	30,254,946
Office equipment	70,951	73,356
Leased assets	501,743	436,591
Miscellaneous equipment	<u>1,360,713</u>	<u>1,155,006</u>
	<u>\$ 33,880,198</u>	<u>\$ 32,453,728</u>

Capitalized interest for the three months ended March 31, 2010 and 2009 amounted to \$2,415 thousand and \$4,116 thousand, respectively, with capitalization rates ranging from 2.40% to 2.76% and 2.40% to 2.64% respectively.

The Corporation and its subsidiary bought farmland located in Yang-Mei, Taoyuan and Fangshan, Pingtung, recognized as land of \$12,000 thousand and idle asset of \$35,787 thousand, respectively, based on the need for deploying telecom equipment. Because only an individual could be the owner of farmland according to related regulations, its ownership is under the landholder through a fiduciary contract.

10. INTANGIBLE ASSETS

	Three Months Ended March 31, 2010		
	Goodwill	Customer Relationship	Operating Rights
<u>Cost</u>			
Beginning balance	\$ 10,485,941	\$ 2,511,760	\$ 1,382,000
Add:			
Acquired from merger	835	-	-
Effect of exchange rate changes	(381)	-	-
Amortization	-	(43,696)	-
Ending balance	<u>\$ 10,486,395</u>	<u>\$ 2,468,064</u>	<u>\$ 1,382,000</u>
	Three Months Ended March 31, 2009		
	Goodwill	Customer Relationship	Operating Rights
<u>Cost</u>			
Beginning balance	\$ 10,485,048	\$ 2,686,541	\$ 1,382,000
Less:			
Adjustment in contingent consideration of acquisition transaction	(2,371)	-	-
Effect of exchange rate changes	1,103	-	-
Amortization	-	(43,695)	-
Ending balance	<u>\$ 10,483,780</u>	<u>\$ 2,642,846</u>	<u>\$ 1,382,000</u>

a. Customer relationship and operating rights

Under SFAS No. 25 - "Accounting for Business Combinations" and No. 37 - "Accounting for Intangible Assets", the Group should measure the fair value of the acquired assets and identify major intangible assets as well as the amortization periods.

- 1) On April 17, 2007, TFN, the Corporation's 100%-owned subsidiary, acquired more than 50% of the former TFN through a public tender offer at the price of NT\$8.3 per share. The Corporation divided the former TFN and its subsidiaries into two cash-generating units, fixed network service and cable television business. Accordingly, customer relationship and operating rights are identified as major intangible assets.
- 2) On September 2007, Taiwan United Communication Co., Ltd. (Established on April 14, 2007, and merged into TFN on January 1, 2008), the Corporation's 100%-owned subsidiary, acquired more than 50% of Taiwan Telecommunication Network Services Co., Ltd. (TTN, Merged into TFN on August 1, 2008.)'s shares at NT\$13.843 per share. The Corporation measured the fair value of the acquired assets, and viewed TTN's ISP services as one cash-generating unit. Accordingly, customer relationship is identified as major intangible asset.

b. Goodwill

In conformity with SFAS No. 35, "Accounting for Asset Impairment," the Group identified the smallest identifiable group of cash-generating units by years and entities as follows:

The Group's members, which were engaged in mobile or wireless phone services, fixed network services and the cable television business, were viewed as separate, independent cash-generating units. Thus, the recoverable amounts of the operating assets and goodwill were evaluated by business type, and the critical assumptions used for this evaluation were as follows:

1) Wireless service

a) Assumptions on operating revenues

After taking changes in the telecom industry and competitive landscape into consideration, operating revenues were estimated on the basis of the projected changes in subscriber numbers, minutes of incoming and outgoing calls and average revenue per minute.

b) Assumptions on operating costs and expenses

The estimates of commissions, customer retention costs, customer service costs and bill processing costs were based on the projected changes in subscriber numbers. The estimates of remaining costs and expenses were based on the proportion of the actual costs and expenses to operating revenues.

c) Assumptions on discount rate

In 2009 and 2008, the discount rate used to calculate the asset recoverable amounts of the Corporation was 8.50% and 7.48%, respectively.

2) Fixed network service

a) Assumptions on operating revenues

After taking changes in the telecom industry and competitive landscape into consideration, operating revenues were estimated on the basis of the projected changes in subscriber numbers, the types of data transmission, bandwidth on demand, minutes of incoming and outgoing calls and average revenue per minute.

b) Assumptions on operating costs and expenses.

The costs and expenses were based on the proportion of the actual costs and expenses to operating revenues.

c) Assumptions on discount rate

In 2009 and 2008, the discount rate is 8.31% and 7.60%, respectively, in calculating the asset recoverable amounts of TFN.

3) Cable television business

a) Assumptions on operating revenues

After taking changes in the cable television industry and competitive landscape into consideration, operating revenues were estimated on the basis of the projected changes in subscriber numbers and average revenue per subscriber.

b) Assumptions on operating costs and expenses

The estimates of copyright cost, network maintenance costs, customer service costs and bill processing costs were based on the projected changes in subscriber numbers. The estimates of remaining costs and expenses were based on the proportion of the actual costs and expenses to operating revenues.

c) Assumptions on discount rate

The discount rate used to calculate the asset recoverable amounts for each System Operation was ranging 2.90% to 6.42% and 3.21% to 5.92% in 2009 and 2008, respectively.

Based on the key assumptions of each cash-generating unit, the Group's management believes that the carrying amounts of these assets for operating and goodwill will not exceed their recoverable amounts even if there are changes in the critical assumptions used to estimate recoverable amounts as long as these changes are reasonable for the years ended December 31, 2009 and 2008.

11. ASSETS LEASED TO OTHERS AND IDLE ASSETS

	March 31	
	2010	2009
Assets leased to others		
Cost	\$ 471,664	\$ 601,879
Less accumulated depreciation	(23,395)	(32,622)
Less accumulated impairment	<u>(10,591)</u>	<u>(54,493)</u>
	<u>\$ 437,678</u>	<u>\$ 514,764</u>
Idle assets		
Cost	\$ 517,137	\$ 638,764
Less allowance for value decline	(35,929)	(187,519)
Less accumulated depreciation	(43,535)	(111,271)
Less accumulated impairment	<u>(126,429)</u>	<u>(96,570)</u>
	<u>\$ 311,244</u>	<u>\$ 243,404</u>

12. SHORT-TERM BORROWINGS

	March 31	
	2010	2009
Unsecured loans from financial institutions	<u>\$ 1,150,000</u>	<u>\$ 500,000</u>
Interest rate	0.55%-0.825%	0.7%

13. ADVANCE RECEIPTS

The Corporation entered into a contract with Mega International Commercial Bank Co., Ltd., which provided performance guarantee for advance receipts from prepaid card customers in accordance with NCC's policy effective on April 1, 2007. The guaranteed advance receipts from prepaid card customers were \$723,109 thousand as of March 31, 2010.

TFN, the Corporation's subsidiary, entered into a contract with Mega International Commercial Bank Co., Ltd., which provided performance guarantee for advance receipts from IDD calling card customers in accordance with NCC's policy effective on April 1, 2007. The Corporation also bears the repayment liability with respect to TFN's drawdown from its credit line with Mega Bank. The guaranteed advance receipts from above-mentioned IDD calling card customers were \$38,481 thousand as of March 31, 2010.

14. BONDS PAYABLE

	March 31			
	2010		2009	
	Current	Non-current	Current	Non-current
Domestic unsecured bonds	<u>\$ -</u>	<u>\$ 8,000,000</u>	<u>\$ 7,500,000</u>	<u>\$ 8,000,000</u>

a. 1st domestic unsecured bonds

On December 13, 2002, the Corporation issued \$15,000,000 thousand of domestic unsecured bonds, with each bond having a face value of \$5,000 thousand. The bonds have four different types based on terms and dates. Types I and II both consist of A to L tranches. Types III and IV both consist of A to M tranches. Types I and II are five-year bonds and Types III and IV are seven-year bonds. The interest rates and payment terms are as follows:

	Principal	Rate	Terms
Type I	\$ 2,500,000	2.60%	Repayment of \$1,250,000 thousand each in the fourth and fifth years, interest payable annually
Type II	2,500,000	5.21%-6M LIBOR	Repayment on maturity date, interest payable semiannually
Type III	5,000,000	2.80%	Repayment of \$2,500,000 thousand each in the sixth and seventh years, interest payable annually
Type IV	5,000,000	5.75%-6M LIBOR	Repayment on maturity date, interest payable semiannually
	<u>\$ 15,000,000</u>		

The last installments of the above-mentioned corporate bonds were repaid by the Corporation in December 2009.

b. 2nd domestic unsecured bonds

On November 14, 2008, the Corporation issued \$8,000,000 thousand five-year domestic unsecured bonds, with each bond having a face value of \$10,000 thousand and a coupon rate of 2.88% per annum, simple interest due annually. Repayment will be made in the fourth and fifth year with equal installments, i.e. \$4,000,000 thousand, respectively.

Future repayments of the above-mentioned corporate bonds are as follows:

Year	Amount
2012	\$ 4,000,000
2013	<u>4,000,000</u>
	<u>\$ 8,000,000</u>

15. LONG-TERM BORROWINGS

To provide medium-term working capital, the Corporation and its subsidiary, TFN, entered into a syndicated loan with a joint credit line of \$13,500,000 thousand with 9 banks led by Chinatrust Commercial Bank on February 21, 2008. The tenor is three years starting from May 20, 2008. Based on contract term, interests are payable monthly and the principal is due upon maturity. Upon maturity, the loan is allowed to revolve within its credit limits. The contract requires the Corporation to maintain certain financial ratio including debt ratios, interest coverage, and tangible net asset ratio based on semi-annual financials. The Corporation also bears the repayment liability with respect to TFN's borrowing. Please refer to Note 24 for further information.

16. PENSION PLAN

The Labor Pension Act (LPA) provides for a defined contribution pension plan. Starting from July 1, 2005, the Group should contribute monthly an amount equal to 6% of the employees' monthly wages to the employees' individual pension accounts. The contributed amount was \$42,525 thousand and \$43,722 thousand for the three months ended March 31, 2010 and 2009, respectively.

The Labor Standards Act (LSA) provides for a defined benefit pension plan. Benefits are based on the length of service and average basic pay of the six months before retirement. The Group contributes monthly an amount equal to 2% of the employees' monthly wages to a pension fund. The pension fund is managed by an independently administered pension fund committee and deposited in the committee's name in the Bank of Taiwan (formerly the Central Trust of China, which was merged into the Bank of Taiwan in July 2007.) Approved by Department of Labor, Taipei City Government, the Corporation suspended contributing from February 2007 to January 2011.

17. SHAREHOLDERS' EQUITY

a. Capital surplus

Under the Company Act, capital surplus may only be used to offset a deficit. However, capital surplus generated from the excess of the issue price over the par value of capital stock, including the stock issued for new capital and the buyback of treasury stock, may be transferred to capital as stock dividends, and this transfer is restricted to a certain percentage of the capital surplus and may be made only within prescribed limits each time. Also, the capital surplus from long-term investments may not be used for any purpose.

b. Appropriation of earnings and dividend policy

The Corporation's Articles of Incorporation provide that a 10% legal reserve should be set aside from the annual net income after the reduction of accumulated deficit. The remainder, less special reserve based on relevant laws or regulations or business requirements, should be distributed as follows:

- 1) Dividends and bonus to preferred shareholders.
- 2) Remuneration to directors and supervisors - up to 0.3%.
- 3) Bonus to employees - 1%-3%.
- 4) Remainder, to be appropriated as dividends as determined in the shareholders' meeting.

The Corporation's dividend distribution is based on the availability of excess funds. That is, the Corporation first projects future capital needs through a capital budgeting process and then provides for the projected capital needs by using retained earnings. Any remainder is available for dividend distribution. However, the amount of stock dividends should not be more than 80% of the total dividends to be distributed in a single year. The final amount, type and percentage of the dividends

are subject to the approval by the Board of Directors and shareholders based on actual earnings and working capital requirements of the Corporation in a particular year.

A regulation issued by the Securities and Futures Bureau requires a special reserve be made from the unappropriated earnings, equivalent to the debit balance of any account shown in shareholders' equity. The special reserve appropriated will be reversed to the extent that the net debit balance reverses.

The appropriation of earnings should be resolved by the shareholders in the following year and given effect in the financial statements of that year.

Under the Integrated Income Tax System, ROC resident shareholders are allowed a tax credit for the income tax paid by the Corporation. An imputation credit account (ICA) is maintained by the Corporation for such income tax and the tax credit allocated to each shareholder.

For the three months ended March 31, 2010, the bonuses to employees and remuneration to directors and supervisors were accrued based on respective 3% and 0.3% of net income (net of the bonus to employees and remuneration to directors and supervisors) after setting aside 10% net income as legal reserve. The significant difference between annual accruals and the amount approved by the Board shall be adjusted in the current year. If the Board of Director's approval differs from the amount ratified at the annual general shareholders' meeting (AGM), the difference will be treated as changes in accounting estimation and will be adjusted in 2011's P&L. If employee bonuses are paid in the form of company shares, the number of employee bonus shares shall be derived from dividing the approved bonus amount by its closing price one day prior to the AGM, adjusted for cash and/or stock dividends if any.

The 2008 earnings appropriations resolved by the AGM on June 19, 2009 were as follows:

	<u>Appropriation of Earnings</u> <u>For Fiscal Year 2008</u>	<u>Dividend Per Share (NT\$)</u> <u>For Fiscal Year 2008</u>
Appropriation of legal reserve	\$ 1,537,138	
Reversal of special reserve	(56,744)	
Cash dividends	<u>13,968,864</u>	\$4.68704
	<u>\$ 15,449,258</u>	

The shareholders on June 19, 2009 resolved to distribute 2008 bonus of \$414,697 thousand to employees and remuneration of \$41,470 thousand to directors and supervisors.

As of April 13, 2010, the date of the accompanying auditors' report, the appropriation of the Corporation's 2009's earnings had not yet been resolved by the Board of Directors. The information related to the appropriation of the Company's 2009's earnings as resolved by the Board of Directors and approved by the AGM will be posted in the "Market Observation Post System" on the website of the Taiwan Stock Exchange.

c. Treasury stock

	(Shares in Thousands)			
Purpose of Buyback	Beginning Shares	Increase	Decrease	Ending Shares
<u>Three months ended March 31, 2010</u>				
Shares held by subsidiaries	811,918	-	-	811,918

(Continued)

Purpose of Buyback	Beginning Shares	Increase	Decrease	Ending Shares
<u>Three months ended March 31, 2009</u>				
To be transferred to employees	24,193	-	7,284	16,909
Shares held by subsidiaries	811,918	-	-	811,918
				(Concluded)

1) Transfer of stock to employees

For the three months ended March 31, 2009, the Corporation transferred 7,284 thousand shares bought back from the market to employees at NT\$43.8 per share, resulting in a reduction of \$957 thousand in capital surplus.

Under the Securities and Exchange Law, the buyback amount of treasury stock should not exceed 10% of total issued shares, and the buyback cost should not exceed the sum of the retained earnings, additional paid-in capital in excess of par value and realized capital surplus. In addition, the Corporation should not provide treasury stock as collateral and should not exercise shareholders' rights on those shares before transfer.

2) Shares held by subsidiaries

As of March 31, 2010, the carrying and market value of the Corporation's stocks held by TCCI, TID and TUI (all are subsidiaries 100%-owned by the Corporation) were \$48,552,674 thousand. The Corporation reclassified \$31,889,100 thousand from investments accounted for using the equity method to treasury stock based on SFAS No. 30, "Accounting for Treasury Stock". Although these shares are treated as treasury stock in the consolidated financial statements, the shareholders are entitled to exercise their rights on these shares, except for participation in capital injection by cash. In addition, based on the ROC Company Act, the shareholders of treasury stocks can not exercise the voting right.

d. Unrealized gains or losses on financial instruments

Unrealized gains or losses on financial instruments for the three months ended March 31, 2010 and 2009 were summarized as follows:

	Three Months Ended March 31	
	2010	2009
Available-for-sale financial assets		
Balance, beginning of period	\$ 63,624	\$ 54,455
Fair value changes recognized directly in equity	<u>(6,385)</u>	<u>(476)</u>
	<u>57,239</u>	<u>53,979</u>
Changes in unrealized gains (losses) of cash flow hedge		
Balance, beginning of period	-	61,864
Fair value changes recognized directly in equity	<u>-</u>	<u>(4,566)</u>
	<u>-</u>	<u>57,298</u>
Changes in unrealized gains (losses) recognized by the equity method		
Balance, beginning of period	-	(122,216)
Fair value changes recognized directly in equity	<u>-</u>	<u>(19,705)</u>
	<u>-</u>	<u>(141,921)</u>
Unrealized gains (losses) of financial instruments	<u>\$ 57,239</u>	<u>\$ (30,644)</u>

18. INCOME TAX EXPENSE

- a. The reconciliation of imputed income taxes on pretax income at statutory tax rate to current income tax expense was as follows:

	Three Months Ended March 31	
	2010	2009
Tax on pretax income at statutory tax rate	\$ 1,332,714	\$ 1,574,248
Add (deduct) tax effects of:		
Permanent differences		
Investment income from domestic investees accounted for using the equity method	(420,719)	(473,746)
Other	1,728	(2,653)
Temporary differences	(82,615)	(45,032)
Deferred income taxes	84,541	45,924
Investment tax credits	(12,107)	(10,148)
Prior years' adjustment	4,727	5,253
Prior years' loss carryforward	(3,428)	(4,656)
Tax on short-term bills	<u>-</u>	<u>67</u>
Income tax expense	<u>\$ 904,841</u>	<u>\$ 1,089,257</u>

In January 2009, the Article 39 of the Income Tax Law was amended, where the operating losses carryforward period from five years to ten years. In May 2009, the Article 5 of the Income Tax Law was amended to reduce corporate statutory income tax rate from 25% to 20%, effective from 2010. The Group recalculated its deferred tax assets and liabilities in accordance with the amended Articles and recorded the resulting difference as an income tax expense.

- b. Deferred income tax assets (liabilities) were as follows:

	March 31	
	2010	2009
Unrealized loss on retirement of property and equipment	\$ 1,353,617	\$ 2,101,809
Provision for doubtful accounts	467,721	731,449
Amortization of goodwill	(293,530)	(182,576)
Prior years' loss carryforward	62,594	97,245
Provision for impairment losses on idle assets	30,033	64,814
Investment tax credits	27,192	70,482
Unrealized gains on financial instruments	-	(19,099)
Other	<u>122,549</u>	<u>51,500</u>
	1,770,176	2,915,624
Less valuation allowance	<u>(319,971)</u>	<u>(422,397)</u>
	<u>\$ 1,450,205</u>	<u>\$ 2,493,227</u>
Deferred income tax assets		
Current	\$ 22,269	\$ 150,059
Non-current	<u>1,566,452</u>	<u>2,452,007</u>
	<u>\$ 1,588,721</u>	<u>\$ 2,602,066</u>
Deferred income tax liabilities		
Non-current	<u>\$ (138,516)</u>	<u>\$ (108,839)</u>

c. As of March 31, 2010, the Group's investment tax credits consisted of the following:

Regulatory Basis of Tax Credits	Item	Total Creditable Amount	Remaining Creditable Amount	Expiry Year
Statute for Upgrading Industries	Purchase of machinery and equipment	\$ 38,407	\$ 26,300	2013
	Personnel training	<u>892</u>	<u>892</u>	2012
		<u>\$ 39,299</u>	<u>\$ 27,192</u>	

d. Following were the net operating loss carryforwards of the Group of March 31, 2010:

Year	Total Creditable Amount	Remaining Creditable Amount	Expiry Year
2006	\$ 139,148	122,009	2016
2007	126,539	126,539	2017
2008	62,951	62,951	2018
2009	<u>1,471</u>	<u>1,471</u>	2019
	<u>\$ 330,109</u>	<u>\$ 312,970</u>	

e. Integrated income tax information was as follows:

	March 31	
	2010	2009
Balance of imputation credit account (ICA)		
The Corporation	\$ 2,990,207	\$ 2,798,444
TCC	-	2,668
WMT	-	-
TFMT	2,674	-
FJLMT	-	-
GWMT	1,627	1,624
FSMT	2,370	1,950
GFMT	-	-
TDC	-	-
TCCI	-	Not applicable
TID	-	Not applicable
TSB	-	10
TFN	712,967	1,615,935
TT&T	562	29
TUI	-	Not applicable
TFNI	Not applicable	123,168
R&R	Not applicable	-
WTVB	-	-
TFNM	148,001	198,248
UCTV	27,364	44,364
SHCTV	Not applicable	9,641
YJCTV	56,870	54,683
MCTV	14,119	7,914
PCTV	34,567	31,588
GCTV	28,694	33,738

As of March 31, 2010, there were no unappropriated earnings generated before January 1, 1998. The estimated or actual creditable ratio for the 2009 and 2008 earnings appropriation were as follows:

	2009	2008
The Corporation	32.17%	35.28%
TCC	30.56%	29.90%
WMT	-	-
TFMT	33.33%	33.33%
FJLMT	-	-
GWMT	33.33%	33.33%
FSMT	33.33%	33.33%
GFMT	-	-
TYDB	Not applicable	-
TDC	-	-
TCCI	33.33%	Not applicable
TID	-	Not applicable
TSB	-	25.98%
TFN	33.33%	33.33%
TT&T	27.61%	0.05%
TUI	-	Not applicable
TFNI	Not applicable	30.52%
R&R	Not applicable	-
WTVB	-	-
TFNM	33.35%	33.35%
UCTV	29.75%	33.33%
SHCTV	Not applicable	-
YJCTV	33.33%	33.33%
MCTV	33.39%	33.37%
PCTV	33.37%	32.59%
GCTV	33.34%	33.34%

The imputation credits allocated to the shareholders are based on the ICA balance as of the date of dividend distribution. Should the accrued credits balance be different from actual numbers when the imputation credits are distributed, the estimated creditable ratio for the 2009 earnings appropriation may be adjusted accordingly.

- f. The latest years through which income tax returns had been examined and cleared by the tax authorities were as follows:

	Year
The Corporation	2005
The former TransAsian Telecommunications Inc.	All applicable
TransAsian Telecommunications Inc.	2007
Mobitai Communications	2006
TCC	2007
WMT	2008
TFMT	2008
FJLMT	2008
GWMT	2007
FSMT	2008
GFMT	Not applicable
TDC	2008

(Continued)

	Year
TCCI	Not applicable
TID	Not applicable
The former Taiwan Teleservices & Technologies Co., Ltd.	2007
TSB	2007
TFN	2007
The former Taiwan Fixed Network Co., Ltd.	2006, only 2005 not applicable
TTN	2007
TT&T	2007
TUI	Not applicable
TFNI	2007
R&R	2007
WTVB	2008
TFNM	2007
UCTV	2006
SHCTV	2008
YJCTV	2007
MCTV	2007
PCTV	2007
GCTV	2008

(Concluded)

The Corporation's income tax returns as of 2005 had been examined by the tax authorities. The Corporation filed for corrections of its 1999 through 2001 income tax returns. The Corporation also disagreed with the results on the income tax returns of 2002 through 2005 and had filed requests for reexamination.

TAT's income tax returns as of 2007 had been examined by the tax authorities. TAT disagreed with the examination results of the income tax returns and had requested a reexamination of the 2006 and 2007 income tax returns.

The former TAT's income tax returns as of 2006 had been examined by the tax authorities. The former TAT disagreed with the examination results of the 2002 and 2003 income tax returns and had filed an appeal, which is reviewed by the Supreme Court of the R.O.C. The former TAT also filed administrative proceedings for 2004 and 2005's income tax returns.

Mobitai's income tax returns as of 2006 had been examined by the tax authorities. Mobitai disagreed with the result on the income tax returns and applied for a reexamination of the 2006 income tax return.

TFNM's income tax returns as of 2007 had been examined by the tax authorities. However, TFNM disagreed with the examination result on the 2006 and 2007 income tax return and requested a reexamination of the 2006 income tax return and plans to apply for a reexamination of the 2007 income tax return.

19. EARNINGS PER SHARE

	<u>Amounts (Numerator)</u>		<u>Shares (Denominator) (Thousands)</u>	<u>EPS (NT\$)</u>	
	<u>Before Income Tax</u>	<u>After Income Tax</u>		<u>Before Income Tax</u>	<u>After Income Tax</u>
<u>Three months ended March 31, 2010</u>					
Basic EPS					
Income of common shareholders	\$ 4,327,751	\$ 3,618,779	2,989,008	<u>\$ 1.45</u>	<u>\$ 1.21</u>
Add effect of dilutive potentially common stocks - bonus to employees	<u>-</u>	<u>-</u>	<u>7,902</u>		
Diluted EPS					
Income of common shareholders with dilutive effect of potential common shares	<u>\$ 4,327,751</u>	<u>\$ 3,618,779</u>	<u>2,996,910</u>	<u>\$ 1.44</u>	<u>\$ 1.21</u>
<u>Three months ended March 31, 2009</u>					
Basic EPS					
Income of common shareholders	\$ 4,150,712	\$ 3,254,505	2,971,128	<u>\$ 1.40</u>	<u>\$ 1.10</u>
Add effect of dilutive potentially common stocks - bonus to employees	<u>-</u>	<u>-</u>	<u>10,272</u>		
Diluted EPS					
Income of common shareholders with dilutive effect of potential common shares	<u>\$ 4,150,712</u>	<u>\$ 3,254,505</u>	<u>2,981,400</u>	<u>\$ 1.39</u>	<u>\$ 1.09</u>

The ARDF issued Interpretation No. 2007-052 that requires companies to recognize bonuses paid to employees and remunerations to directors and supervisors as compensation expenses beginning January 1, 2008. These bonuses and remunerations were previously recorded as appropriations from earnings. If the Corporation may settle the bonus to employees by cash or shares, the Corporation should presume that the entire amount of the bonus will be settled in shares and the potential share dilutions should be included in the weighted average number of shares outstanding used in the calculation of diluted EPS, if the shares have a dilutive effect. In the calculation of diluted EPS, the number of outstanding shares is derived from dividing the entire amount of the bonus by the closing price of the shares on the balance sheet date. Such potential dilutive effect should be taken into consideration in the calculation of diluted EPS until the shareholders resolved the actual number of shares to be distributed to employees at the AGM of the following year.

20. LABOR COST, DEPRECIATION AND AMORTIZATION EXPENSE

	<u>Three Months Ended March 31</u>					
	<u>2010</u>			<u>2009</u>		
	<u>Classified as Operating Cost</u>	<u>Classified as Operating Expenses</u>	<u>Total</u>	<u>Classified as Operating Cost</u>	<u>Classified as Operating Expenses</u>	<u>Total</u>
Labor cost						
Salary	\$ 340,133	\$ 836,366	\$ 1,176,499	\$ 305,936	\$ 762,610	\$ 1,068,546
Labor and health insurance	22,228	44,527	66,755	21,735	46,104	67,839
Pension	14,988	30,516	45,504	14,629	31,074	45,703
Other	<u>14,173</u>	<u>31,142</u>	<u>45,315</u>	<u>13,955</u>	<u>30,445</u>	<u>44,400</u>
	<u>\$ 391,522</u>	<u>\$ 942,551</u>	<u>\$ 1,334,073</u>	<u>\$ 356,255</u>	<u>\$ 870,233</u>	<u>\$ 1,226,488</u>
Depreciation	\$ 1,845,539	\$ 159,572	\$ 2,005,111	\$ 1,761,165	\$ 146,883	\$ 1,908,048
Amortization	238,495	36,529	275,024	239,657	29,331	268,988

21. FINANCIAL INSTRUMENT TRANSACTIONS

a. Fair value information

	March 31			
	2010		2009	
	Carrying Value	Fair Value	Carrying Value	Fair Value
<u>Non-derivative financial instruments</u>				
Liabilities				
Bonds payable (including current portion)	\$ 8,000,000	\$ 8,346,448	\$ 15,500,000	\$ 15,802,533

b. The methods and significant assumptions applied in determining fair values of financial instruments were as follows:

- 1) Available-for-sale financial assets - based on quoted prices in an active market on the balance sheet date.
- 2) Because there is no active market and a reliable fair value could only be verified at a more than reasonable cost, the fair value of investments in unlisted stocks carried at cost or accounted for using the equity method can be measured by net worth of investee or estimate of the book value.
- 3) Bonds payable - based on the over-the-counter quotations in March.
- 4) Derivative financial instruments - based on valuation results provided by banks. As of March 31, 2009, the financial instrument held by the Corporation was evaluated by the bid price of counter party.
- 5) The above financial instruments do not include cash and cash equivalents, notes and accounts receivable, pledged time deposits, refundable deposits, short-term borrowings, notes and accounts payable and guarantee deposits. Because of the short maturities of these instruments, the carrying values represent a reasonable basis to estimate fair values.

c. The fair values of financial assets and liabilities were not simultaneously determined by quoted prices in active markets and by estimations using valuation technique.

d. The financial assets exposed to fair value interest rate risk amounted to \$2,185,436 thousand and \$3,805,202 thousand as of March 31, 2010 and 2009, respectively, and the financial liabilities exposed to fair value interest rate risk amounted to \$9,150,000 thousand and \$11,000,000 thousand as of March 31, 2010 and 2009, respectively. The financial assets exposed to cash flow interest rate risk amounted to \$735,216 thousand and \$988,569 thousand as of March 31, 2010 and 2009, respectively, and the financial liabilities exposed to cash flow interest rate risk amounted to \$0 thousand and \$5,000,000 thousand as of March 31, 2010 and 2009, respectively.

e. Information on financial risks:

1) Market risk

The Group didn't enter into any financial derivatives transactions, which will have big exposure to exchange rate and interest rate risks.

2) Credit risk

Credit risk represents the potential impacts to financial assets that the Group might encounter if counter-parties or third parties breach the contracts. Factors that affect the impacts include credit risk concentration, components of financial instruments, contract amount and other receivables. The Group's evaluation of credit risk exposure as of March 31, 2010 and 2009 were both zero because all counter-parties are reputable financial institutions with good credit ratings.

The Group's maximum credit risk exposure of each financial instrument is the same as its carrying value.

The credit risk amount listed above is an evaluation over the contracts with positive fair value at the balance sheet date and the contracts of off-balance-sheet commitments and guarantees. Significant concentration of credit risk exists when counter-parties in financial instrument transactions significantly concentrate on one individual, or when there are a number of counter-parties in financial instrument transactions, but these counter-parties are engaged in similar business activities and have similar economic characteristics so that their abilities to perform contractual obligations would be concurrently affected in similar economic changes or other situations. The characteristics of credit risk concentration include the nature of the debtors' operating activities. The Group does not rely significantly on single transaction and transact with single client or in the same region.

3) Liquidity risk

The Group's operating funds are deemed sufficient to meet the cash flow demand, therefore, liquidity risk is not considered to be significant.

22. RELATED-PARTY TRANSACTIONS

- a. The related parties and their relationships with the Group were as follows:

Related Party	Relationship with the Group
Taiwan Mobile Foundation (TWM Foundation)	Over one third of the Foundation's issued fund came from the Corporation
Taipei New Horizons Co., Ltd.	Equity-method investee
Fubon Life Assurance Co., Ltd. (FLA)	Same chairman
Fubon Securities Investment Trust Co., Ltd.	Related party in substance
Chung Hsing Constructions Co., Ltd.	Related party in substance
Fubon Land Development Co., Ltd.	Related party in substance
Taipei Fubon Commercial Bank Co., Ltd. (TFCB)	Related party in substance
Fubon Securities Co., Ltd. (FSC)	Related party in substance
Fubon Insurance Co., Ltd. (Fubon Ins.)	Related party in substance
Fubon Multimedia Technology Co., Ltd. (FMT)	Related party in substance
Fubon Property Management Co., Ltd. (FPM)	Related party in substance
Fubon Marketing Co., Ltd. (formerly named Fubon Direct Marketing Consulting Co., Ltd.)	Related party in substance (renamed on April 13, 2009)
Fubon Financial Holding Company	Related party in substance
Fubon Asset Management Co., Ltd.	Related party in substance
Fubon Financial Venture Capital Co., Ltd.	Related party in substance
Fubon Future Co., Ltd.	Related party in substance
Fubon Investment Services Co., Ltd.	Related party in substance
Fubon Venture Capital Consulting Co., Ltd.	Related party in substance
Dai-Ka Ltd. (DKL)	Related party in substance
Taiwan Sport Lottery Corporation (TSL)	Related party in substance

b. Significant transactions with related parties are summarized below:

1) Operating revenues

	Three Months Ended March 31			
	2010		2009	
	Amount	% of Total Revenues	Amount	% of Total Revenues
FMT	\$ 23,664	-	\$ 26,272	-
TFCB	<u>20,675</u>	-	<u>33,437</u>	-
	<u>\$ 44,339</u>		<u>\$ 59,709</u>	

The Group mainly rendered telecommunication service to the above companies. The average collection period for notes and accounts receivable was based on regular terms.

2) Operating costs

	Three Months Ended March 31			
	2010		2009	
	Amount	% of Total Costs	Amount	% of Total Costs
DKL	\$ 36,099	-	\$ 42,621	1
Fubon Ins.	<u>13,561</u>	-	<u>19,388</u>	-
	<u>\$ 49,660</u>		<u>\$ 62,009</u>	

The above companies mainly rendered telecommunication, maintenance, insurance and TV programs licensing services to the Group. The average payment term for notes and accounts payable was based on regular terms.

3) Cash in banks

	March 31			
	2010		2009	
	Amount	%	Amount	%
a) Cash in banks				
TFCB	<u>\$ 249,183</u>	8	<u>\$ 299,101</u>	6
b) Pledged time deposits				
TFCB	<u>\$ 10,000</u>	100	<u>\$ 10,000</u>	48

4) Receivables and payables

	March 31			
	2010		2009	
	Amount	%	Amount	%
a) Accounts receivable				
TFCB	\$ 93,716	1	\$ 93,609	1
FSC (Note)	19,929	-	28,091	-
TSL (Note)	15,245	-	37,470	1
Fubon Ins.	13,124	-	15,161	-
FLA (Note)	11,918	-	12,680	-
Other	<u>26,905</u>	-	<u>22,689</u>	-
	<u>\$ 180,837</u>		<u>\$ 209,700</u>	

Note: Leasehold receivables from FSC was as follows:

	Current Portion	Maturities of over One Year (Classified under Other Assets)	Total
<u>March 31, 2010</u>			
Leasehold receivable	\$ 5,250	\$ 8,530	\$ 13,780
Less unrealized interest income	<u>(632)</u>	<u>(640)</u>	<u>(1,272)</u>
	<u>\$ 4,618</u>	<u>\$ 7,890</u>	<u>\$ 12,508</u>
<u>March 31, 2009</u>			
Leasehold receivable	\$ 6,350	\$ 11,792	\$ 18,142
Less unrealized interest income	<u>(821)</u>	<u>(1,237)</u>	<u>(2,058)</u>
	<u>\$ 5,529</u>	<u>\$ 10,555</u>	<u>\$ 16,084</u>

Note: Leasehold receivables from TSL was as follows:

	Current Portion	Maturities of over One Year (Classified under Other Assets)	Total
<u>March 31, 2010</u>			
Leasehold receivable	\$ 14,946	\$ 29,891	\$ 44,837
Less unrealized interest income	<u>(2,244)</u>	<u>(2,011)</u>	<u>(4,255)</u>
	<u>\$ 12,702</u>	<u>\$ 27,880</u>	<u>\$ 40,582</u>
<u>March 31, 2009</u>			
Leasehold receivable	\$ 24,986	\$ 65,694	\$ 90,680
Less unrealized interest income	<u>(4,317)</u>	<u>(6,154)</u>	<u>(10,471)</u>
	<u>\$ 20,669</u>	<u>\$ 59,540</u>	<u>\$ 80,209</u>

Note: Leasehold receivables from FLA was as follows:

	Current Portion	Maturities of over One Year (Classified under Other Assets)	Total
<u>March 31, 2010</u>			
Leasehold receivable	\$ 2,986	\$ 8,876	\$ 11,862
Less unrealized interest income	<u>(202)</u>	<u>(601)</u>	<u>(803)</u>
	<u>\$ 2,784</u>	<u>\$ 8,275</u>	<u>\$ 11,059</u>

	March 31			
	2010		2009	
	Amount	%	Amount	%
b) Prepayments				
Fubon Ins.	<u>\$ 43,374</u>	5	<u>\$ 39,219</u>	5
c) Accounts payable				
DKL	<u>\$ -</u>	-	<u>\$ 18,648</u>	1
5) Endorsement/guarantee provided				

The Group provides guarantee contracts for related party. Please see Note 24.

23. ASSETS PLEDGED

The assets pledged as collaterals for bank loans, credit line of deposit overdraft, guarantees and refundable deposits for construction contracts were as follows:

	March 31	
	2010	2009
Current assets - time deposits	\$ 10,000	\$ 21,050
Other assets - time deposits	<u>17,678</u>	<u>17,465</u>
	<u>\$ 27,678</u>	<u>\$ 38,515</u>

24. COMMITMENTS AND CONTINGENT EVENTS

- a. To enhance 3G mobile communications, expand network coverage and increase the service functions, the Corporation entered into a 3G expansion contract with Nokia for \$4,800,000 thousand in September 2006 and \$3,242,661 thousand in May 2009, respectively. As of March 31, 2010, the purchase amount was \$4,735,510 thousand and \$1,435,077 thousand, respectively.
- b. The Corporation provided \$21,500,000 thousand guarantee for TFN's bank loans. The Corporation also provided \$21,313,350 thousand in promissory notes outstanding for TFN's borrowings with banks. TFN has drawn down \$693,562 thousand from banks within the guarantee amount.

- c. The Corporation and its subsidiary, TFN, obtained \$13,500,000 thousand of syndicated loan from 9 banks led by Chinatrust Commercial Bank. The Corporation provided a guarantee for TFN's bank loan. As of March 31, 2010, both the Corporation and TFN had not made any drawdown on this loan.
- d. As of March 31, 2010, the Corporation had provided TFN \$50,000 thousand as performance guarantee for IDD calling card issued by July 31, 2008, in accordance with NCC's new policy effective on April 1, 2007.
- e. As of March 31, 2010, TT&T provided an \$146 thousand guarantee for TFN's obligation of construction and equipment sales.
- f. Future minimum rental payments as of March 31, 2010 for significant operating lease agreements are summarized as follows:

	Amount
From the second to fourth quarter 2010	\$ 125,540
2011	141,873
2012	131,152
2013	8,976
2014	8,976

28. ADDITIONAL DISCLOSURES

Following were the additional disclosures required by the Securities and Futures Bureau for the Corporation and its investees:

- a. Financing provided: Table 1 (attached).
- b. Endorsement/guarantee provided: Table 2 (attached).
- c. Marketable securities held: Table 3 (attached).
- d. Marketable securities acquired and disposed of at costs or prices of at least \$100 million or 20% of the paid-in capital: None.
- e. Acquisition of individual real estate at costs of at least \$100 million or 20% of the paid-in capital: None.
- f. Disposal of individual real estate at prices of at least \$100 million or 20% of the paid-in capital: None.
- g. Total purchase from or sale to related parties amounting to at least \$100 million or 20% of the paid-in capital: Table 4 (attached).
- h. Receivables from related parties amounting to at least \$100 million or 20% of the paid-in capital: Table 5 (attached).
- i. Names, locations, and related information of investees on which the Corporation exercised significant influence: Table 6 (attached).
- j. Derivative transactions

The Corporation entered into interest rate swap (IRS) contracts in December 2002 to hedge fluctuation on inverse floating interest rates of bonds, which are settled semiannually. Please refer to Note 21 for the related information.

Financial Instrument	Term	Amount	Amount
Interest rate swap contracts	Inverse floating interest rate in exchange for fixed interest rate of 2.45%	\$ 5,000,000	December 2009

The Corporation entered into IRS contracts to hedge inverse floating interest rate fluctuation. For the year ended 2009, the Corporation recognized gains of \$84,485 thousand recorded as deduction to interest expense.

k. Investment in Mainland China:

- 1) The name of the investee company in Mainland China, the main businesses and products, issued capital, method of investment, information on inflow or outflow of capital, ownership, investment gain or loss, ending balance, amount received as earnings distributions from the investment, and the limitation on investment: Table 7 (attached).
 - 2) Significant direct or indirect transactions with the investee company, its prices and terms of payment, unrealized gain or loss, and other related information which is helpful to understand the impact of investment in Mainland China on financial reports: None.
- l. Business relationships and significant intercompany transactions: Table 8 and Table 9 (attached).

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES

FINANCING PROVIDED
THREE MONTHS ENDED MARCH 31, 2010
(In Thousands of New Taiwan Dollars)

No.	Lending Company	Borrowing Company	Financial Statement Account	Maximum Balance for the Period	Ending Balance	Interest Rate	Financing Purpose	Transaction Amounts	Reasons for Short-term Financing	Allowance for Doubtful Accounts	Collateral		Lending Limit for Each Borrowing Company	Lending Company's Lending Amount Limits
											Item	Value		
0	Taiwan Mobile Co., Ltd. (the "Corporation")	Wealth Media Technology Co., Ltd. TFN Media Co., Ltd.	Other receivables	\$ 45,000	\$ 45,000	0.838%	Short-term financing	\$ -	Operation requirements	\$ -	-	-	\$ 22,272,594 (Note 1)	\$ 22,272,594 (Note 1)
			Other receivables	2,000,000	2,000,000	0.838%	Short-term financing	-	Operation requirements	-	-	-	22,272,594 (Note 1)	22,272,594 (Note 1)
1	Taiwan Cellular Co., Ltd.	TFN Media Co., Ltd. TCC Investment Co., Ltd.	Other receivables	4,670,000	4,000,000	0.838%-0.847%	Short-term financing	-	Operation requirements	-	-	-	20,431,362 (Note 1)	20,431,362 (Note 1)
			Other receivables	2,270,000	2,270,000	0.845%	Short-term financing	-	Operation requirements	-	-	-	20,431,362 (Note 1)	20,431,362 (Note 1)
3	Taiwan Fixed Network Co., Ltd.	Taiwan Cellular Co., Ltd.	Other receivables	8,040,000	7,370,000	0.838%-0.847%	Short-term financing	-	Operation requirements	-	-	-	13,833,943 (Note 1)	13,833,943 (Note 1)
4	Union Cable TV Co., Ltd.	TFN Media Co., Ltd.	Other receivables - related parties	725,000	725,000	0.838%-0.940%	Transactions	274,979	Business requirements	-	-	-	13,500,000 (Note 2)	13,500,000 (Note 2)
5	Globalview Cable TV Co., Ltd.	TFN Media Co., Ltd.	Other receivables - related parties	200,000	200,000	0.8450%-0.940%	Transactions	226,640	Business requirements	-	-	-	12,000,000 (Note 2)	12,000,000 (Note 2)
6	Phoenix Cable TV Co., Ltd.	TFN Media Co., Ltd.	Other receivables - related parties	715,000	715,000	0.838%-0.893%	Transactions	571,216	Business requirements	-	-	-	12,000,000 (Note 2)	12,000,000 (Note 2)
7	Yeong Jia Leh Cable TV Co., Ltd.	TFN Media Co., Ltd.	Other receivables - related parties	390,000	390,000	0.838%-1.068%	Transactions	495,766	Business requirements	-	-	-	24,000,000 (Note 2)	24,000,000 (Note 2)
8	TFN Media Co., Ltd.	WinTV Broadcasting Co., Ltd.	Other receivables - related parties	307,000	52,000	0.839%-0.845%	Transactions	58,213	Business requirements	-	-	-	15,000,000 (Note 2)	15,000,000 (Note 2)
9	Wealth Media Technology Co., Ltd.	Tai Fu Media Technology Co., Ltd.	Other receivables - related parties	45,000	45,000	0.838%	Short-term financing	-	Repayment of financing	-	-	-	77,856 (Note 1)	77,856 (Note 1)
10	Tai Fu Media Technology Co., Ltd.	Global Wealth Media Technology Co., Ltd.	Other receivables - related parties	4,000	4,000	0.867%	Short-term financing	-	To meet its financing needs in acquiring minorities	-	-	-	77,302 (Note 1)	77,302 (Note 1)

Note 1: For the entities which have short-term financing needs (loaning entities), the aggregate amount of loaning fund shall not exceed 40 percent of the financing company's net worth. The individual loaning fund shall be limited to the lowest amount of the following items: 1) 40 percent of the financing company's net worth; 2) the amount that the financing company invests in the loaning entities; or 3) the amount = (the share portion of the loaning entities that the financing company invests) * (the total loaning amounts of the loaning entities). In the event that a financing company directly or indirectly 100% owns a counter-party, the individual lending amount and the aggregate amount of loaning funds shall not exceed 40% of the financing company's net worth.

Note 2: Where funds are loaned for reasons of business dealings, the individual lending amount and the aggregate amount of loaning funds shall be both limited to the higher amount of the following items: 1) a multiple of the financing company's capital, or 2) the amount of business dealing.

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES

ENDORSEMENT/GUARANTEE PROVIDED
THREE MONTHS ENDED MARCH 31, 2010
(In Thousands of New Taiwan Dollars)

No.	Endorsement/Guarantor (A)	Receiving Party		Maximum Guarantee/ Endorsement Amount Can Be Provided to Each Receiving Party	Maximum Balance for the Period (Note 1)	Ending Balance (Note 1)	Value of Collaterals	Ratio of Accumulated Endorsement/ Guarantee to Net Worth of the Guarantor (Note 1)	Maximum Guarantee/ Endorsement Can Be Provided by the Guarantor/Endorser
		Name (B)	Nature of Relationship (B is A's)						
0	Taiwan Mobile Co., Ltd. (the "Corporation")	Taiwan Fixed Network Co., Ltd.	(Note 2)	\$ 42,000,000 (Note 3)	\$ 34,878,330	\$ 34,863,350	\$ -	62.61%	\$ 55,681,484
1	Taiwan Teleservices & Technologies Co., Ltd.	Taiwan Fixed Network Co., Ltd.	(Note 4)	20,000 (Note 5)	146	146	-	0.16%	92,858 (Note 5)

Note 1: Maximum guarantee/endorsement amount for the period and the ending balance are the amount allowed, not actual appropriation.

Note 2: Direct/indirect subsidiary

Note 3: For 100% direct/indirect owned subsidiaries, the aggregate endorsement/guarantee amount provided shall not exceed the net worth of the Corporation, and the upper-limit to each subsidiary shall be the double of the investment amount.

Note 4: Parent company

Note 5: TT&T is directly and indirectly 100% owned by TFN. The endorsement/guarantee amount provided by TT&T, shall be limited within the net worth of TT&T, and not over double of the investment amount in TT&T.

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES

MARKETABLE SECURITIES HELD
THREE MONTHS ENDED MARCH 31, 2010
(In Thousands of New Taiwan Dollars or U.S. Dollars)

Investing Company (A)	Marketable Securities Invested (B)	Relationship with the Investing Company (B is A's)	Financial Statement Account	March 31, 2010				Note
				Shares/Units (Thousands)	Carrying Value	Percentage of Ownership	Market Value (Note 1)	
Taiwan Mobile Co., Ltd. (the "Corporation")	<u>Stock</u> Chunghwa Telecom Co., Ltd.	-	Available-for-sale financial assets - current	2,717	\$ 168,719	0.028	\$ 168,719 (Note 5)	
	Bridge Mobile Pte Ltd.	-	Financial assets carried at cost - non-current	2,200	50,324	10.00	- (Note 3)	
	Yes Mobile Holdings Company	-	Financial assets carried at cost - non-current	74	-	0.19	- (Note 3)	
	Wealth Media Technology Co., Ltd.	Subsidiary	Long-term investments - equity method	27,200	194,641	100.00	194,641	
	Taiwan Cellular Co., Ltd.	Subsidiary	Long-term investments - equity method	30,000	10,140,168 (Note 4)	100.00	51,078,404	
	Taipei New Horizons Co., Ltd.	Equity-method investee	Long-term investments - equity method	24,950	205,365	49.90	205,365	
Wealth Media Technology Co., Ltd.	<u>Stock</u> Tai Fu Media Technology Co., Ltd.	Subsidiary	Long-term investments - equity method	27,000	193,256	100.00	193,256	
Tai Fu Media Technology Co., Ltd.	<u>Stock</u> Global Wealth Media Technology Co., Ltd.	Subsidiary	Long-term investments - equity method	8,400	88,018	100.00	88,018	
	Fu Jia Leh Media Technology Co., Ltd.	Subsidiary	Long-term investments - equity method	100	862	100.00	862	
	Fu Sin Media Technology Co., Ltd.	Subsidiary	Long-term investments - equity method	13,500	142,230	100.00	142,230	
	Global Forest Media Technology Co., Ltd.	Subsidiary	Long-term investments - equity method	100	740	100.00	740	
Global Wealth Media Technology Co., Ltd.	<u>Stock</u> Globalview Cable TV Co., Ltd.	Subsidiary	Long-term investments - equity method	3,815	91,969	6.813	44,065	
Fu Sin Media Technology Co., Ltd.	<u>Stock</u> Phoenix Cable TV Co., Ltd.	Subsidiary	Long-term investments - equity method	2,272	133,463	3.34	33,183	
Taiwan Cellular Co., Ltd.	<u>Stock</u> Arcoa Communication Co., Ltd.	-	Financial assets carried at cost - non-current	6,998	67,731	5.21	- (Note 3)	
	Parawin Venture Capital Corp.	-	Financial assets carried at cost - non-current	3,000	20,207	3.00	- (Note 3)	
	Transportation High Tech Inc.	-	Financial assets carried at cost - non-current	1,200	-	12.00	- (Note 3)	
	WEB Point Co., Ltd.	-	Financial assets carried at cost - non-current	803	6,773 (Note 2)	3.17	- (Note 3)	
	TWM Holding Co., Ltd.	Subsidiary	Long-term investments - equity method	1 share	US\$ 7,953	100.00	US\$ 7,953	

(Continued)

Investing Company (A)	Marketable Securities Invested (B)	Relationship with the Investing Company (B is A's)	Financial Statement Account	March 31, 2010				Note
				Shares/Units (Thousands)	Carrying Value	Percentage of Ownership	Market Value (Note 1)	
TWM Holding Co., Ltd.	Taiwan Fixed Network Co., Ltd.	Subsidiary	Long-term investments - equity method	2,100,000	\$ 34,584,859	100.00	\$ 34,584,859	
	Taiwan Digital Communication Co., Ltd.	Subsidiary	Long-term investments - equity method	1,200	10,805	100.00	10,805	
	TCC Investment Co., Ltd.	Subsidiary	Long-term investments - equity method	2,100	20,624,057	100.00	20,496,874	
TCC Investment Co., Ltd.	<u>Stock</u> TWM Communications (Beijing) Ltd.	Subsidiary	Long-term investments - equity method	-	US\$ 3,410	100.00	US\$ 2,520	
TCCI Investment & Development Co., Ltd.	<u>Stock</u> Taiwan Mobile Co., Ltd. (the "Corporation")	The Corporation	Available-for-sale financial assets - non-current	222,774	13,321,896	5.86	13,321,896 (Note 5)	
	WinTV Broadcasting Co., Ltd.	Subsidiary	Long-term investments - equity method	17,905	272,637	98.50	269,819	
	TFN Media Co., Ltd.	Subsidiary	Long-term investments - equity method	230,526	2,112,927	100.00	3,986,790	
	TCCI Investment & Development Co., Ltd.	Subsidiary	Long-term investments - equity method	400	7,812,775	100.00	7,812,775	
	Great Taipei Broadband Co., Ltd.	-	Financial assets carried at cost - non-current	10,000	46,074	6.67	- (Note 3)	
	<u>Preferred stock</u> Taiwan High Speed Rail Corporation Unlisted Convertible Preferred Stock - Series A	-	Bonds measured at amortized cost - non- current	50,000	500,000	1.24	- (Note 3)	
	<u>Stock</u> Taiwan Mobile Co., Ltd. (the "Corporation")	The Corporation	Available-for-sale financial assets - non-current	132,849	7,944,351	3.50	7,944,351 (Note 5)	
TFN Media Co., Ltd.	<u>Stock</u> Yeong Jia Leh Cable TV Co., Ltd.	Subsidiary	Long-term investments - equity method	33,940	2,137,091	100.00	612,611	
	Mangrove Cable TV Co., Ltd.	Related party in substance	Long-term investments - equity method	6,248	567,021	29.53	303,846 (Note 6)	
	Phoenix Cable TV Co., Ltd.	Subsidiary	Long-term investments - equity method	65,818	3,185,855	96.66	961,350	
	Union Cable TV Co., Ltd.	Subsidiary	Long-term investments - equity method	170,441	2,089,062	99.99	1,884,314	
	Globalview Cable TV Co., Ltd.	Subsidiary	Long-term investments - equity method	51,733	1,220,009	92.38	597,488	
Taiwan Fixed Network Co., Ltd.	<u>Stock</u> TFN Union Investment Co., Ltd.	Subsidiary	Long-term investments - equity method	400	26,834,639	100.00	26,834,639	
	TFN HK LIMITED	Subsidiary	Long-term investments - equity method	1,300	3,673	100.00	3,673	
	Taiwan Teleservices & Technologies Co., Ltd.	Subsidiary	Long-term investments - equity method	1,000	92,858	100.00	92,858	
	Taiwan High Speed Rail Corporation	-	Financial assets carried at cost - non-current	225,531	2,120,829	3.47	- (Note 3)	
	New Century InfoComm Technology Co., Ltd.	-	Financial assets carried at cost - non-current	21,890	187,042	0.84	- (Note 3)	
TFN Union Investment Co., Ltd.	<u>Stock</u> Taiwan Mobile Co., Ltd. (the "Corporation")	The Corporation	Available-for-sale financial assets - non-current	456,295	27,286,427	12.00	27,286,427 (Note 5)	

(Continued)

Investing Company (A)	Marketable Securities Invested (B)	Relationship with the Investing Company (B is A's)	Financial Statement Account	March 31, 2010				Note
				Shares/Units (Thousands)	Carrying Value	Percentage of Ownership	Market Value (Note 1)	
Taiwan Teleservices & Technologies Co., Ltd.	<u>Stock</u> TT&T Holdings Co., Ltd.	Subsidiary	Long-term investments - equity method	1,300	US\$ 1,358	100.00	US\$ 1,358	
	Taiwan Super Basketball Co., Ltd.	Subsidiary	Long-term investments - equity method	2,000	20,522	100.00	20,522	
TT&T Holdings Co., Ltd.	<u>Stock</u> Xiamen Taifu Teleservices & Technologies Co., Ltd.	Subsidiary	Long-term investments - equity method	-	US\$ 1,348	100.00	US\$ 1,348	

Note 1: Based on the investee's net worth as shown in its latest financial statements if market value was not available.

Note 2: Impairment loss recognized in 2004 reduced the value to zero.

Note 3: As of April 13, 2010, the independent auditors' report date, the investee's net worth was not available.

Note 4: The Corporation's shares held by TCCI, TID and TUI (all are subsidiaries 100%-owned by TCC) are classified as treasury shares. Therefore, the Corporation's carrying cost of \$51,078,404 thousand on TCC shall be reduced by 1) downward adjusting \$31,889,100 thousand, the carrying value of total treasury shares on the Corporation's book, 2) excluding \$9,520,530 thousand unrealized gain from financial assets investment, 3) adding back \$475,907 thousand income tax expenses resulted from TFN and TFNI's disposal gain from the Corporation's shares, and 4) excluding recognition of upstream transactions gain of \$4,513 thousand.

Note 5: Based on the closing price on March 31, 2010

Note 6: 70.47% shares are held under trustee accounts.

(Concluded)

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES

TOTAL PURCHASE FROM OR SALE TO RELATED PARTIES AMOUNTING TO AT LEAST \$100 MILLION OR 20% OF THE PAID-IN CAPITAL
MARCH 31, 2010
(In Thousands of New Taiwan Dollars)

Company Name (A)	Related Party (B)	Nature of Relationship (B is A's)	Transaction Details				Transactions with Terms Different from Others		Notes/Accounts Payable or Receivable		Note
			Purchase/ Sale	Amount	% to Total	Payment Terms	Unit Price	Payment Terms	Ending Balance	% to Total	
Taiwan Mobile Co., Ltd. (the "Corporation")	Taiwan Fixed Network Co., Ltd.	Subsidiary	Sale	\$ (549,897)	(4)	Based on contract terms	-	-	\$ 368,738	6	(Note 1)
	Taiwan Teleservices & Technologies Co., Ltd.	Subsidiary	Purchase Purchase	439,081 200,112	(Note 2) (Note 4)	Based on contract terms Based on contract terms	- -	- -	(179,093) (67,904)	(Note 3) (Note 5)	
Taiwan Teleservices & Technologies Co., Ltd.	The Corporation	Ultimate parent	Sale	(200,158)	(85)	Based on contract terms	-	-	67,921	85	
Taiwan Fixed Network Co., Ltd.	The Corporation	Ultimate parent	Sale Purchase	(437,957) 550,606	(18) 33	Based on contract terms Based on contract terms	- -	- -	177,273 (368,738)	20 (43)	
TFN Media Co., Ltd.	Phoenix Cable TV Co., Ltd.	Subsidiary	Channel leasing fee	(121,050)	(18)	Based on contract terms	(Note 6)	(Note 6)	121,324	25	
	Yeong Jia Leh Cable TV Co., Ltd.	Subsidiary	Channel leasing fee	(109,574)	(17)	Based on contract terms	(Note 6)	(Note 6)	110,794	23	
Yeong Jia Leh Cable TV Co., Ltd.	TFN Media Co., Ltd.	Parent	Royalty of copyright	109,574	61	Based on contract terms	(Note 6)	(Note 6)	(110,794)	(87)	
Phoenix Cable TV Co., Ltd.	TFN Media Co., Ltd.	Parent	Royalty of copyright	121,050	65	Based on contract terms	(Note 6)	(Note 6)	(121,324)	(96)	

Note 1: The \$368,738 thousand accounts receivable amount was expressed on a gross basis in accord with sales amount. The net accounts receivable should be \$550 thousand after deducting accounts payable and accrued custodial receipts/payments totaled \$368,188 thousand.

Note 2: Included operating costs and operating expenses.

Note 3: Included accounts payable and accrued expenses.

Note 4: Recognized as operating expenses.

Note 5: Recognized as accrued expenses.

Note 6: No comparables on such kind of transactions.

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES

RECEIVABLES FROM RELATED PARTIES AMOUNTING TO AT LEAST \$100 MILLION OR 20% OF THE PAID-IN CAPITAL

MARCH 31, 2010

(In Thousands of New Taiwan Dollars)

Company Name (A)	Related Party (B)	Nature of Relationship (B is A's)	Ending Balance	Turnover Rate	Overdue		Amount Received in Subsequent Period	Allowance for Bad Debts	
					Amount	Action Taken			
Taiwan Mobile Co., Ltd. (the "Corporation")	Taiwan Fixed Network Co., Ltd.	Subsidiary	Accounts receivable	\$ 368,738	5.97	\$ -	-	\$ -	\$ -
			Other receivables	43,893					
	TFN Media Co., Ltd.	Subsidiary	Other receivables	2,007,969					
	Taiwan Cellular Co., Ltd.	Subsidiary	Other receivables	3,500,000					
Taiwan Cellular Co., Ltd.	TFN Media Co., Ltd.	Subsidiary	Other receivables	4,015,671	-	-	72,604	-	-
			TCC Investment Co., Ltd.	Subsidiary					
Taiwan Teleservices & Technologies Co., Ltd.	The Corporation	Ultimate parent	Accounts receivable	67,921	11.97	-	-	17	-
Taiwan Fixed Network Co., Ltd.	The Corporation	Ultimate parent	Accounts receivable	177,273	7.43	-	-	576	-
			Other receivables	198,437				76,507	-
	Taiwan Cellular Co., Ltd.	Parent	Other receivables	7,399,246				85,242	-
TFN Media Co., Ltd.	Phoenix Cable TV Co., Ltd.	Subsidiary	Accounts receivable	151,821	5.15	-	-	10,460	-
			Yeong Jia Leh Cable TV Co., Ltd.	Subsidiary	Accounts receivable	140,011	5.21	-	-
Phoenix Cable TV Co., Ltd.	TFN Media Co., Ltd.	Parent	Accounts receivable	17,609	6.33	-	-	-	-
			Other receivables	716,944				-	-
Union Cable TV Co., Ltd.	TFN Media Co., Ltd.	Parent	Accounts receivable	12,576	4.39	-	-	-	-
			Other receivables	726,655				-	-
Globalview Cable TV Co., Ltd.	TFN Media Co., Ltd.	Parent	Accounts receivable	7,067	5.58	-	-	-	-
			Other receivables	200,545				-	-
Yeong Jia Leh Cable TV Co., Ltd.	TFN Media Co., Ltd.	Parent	Accounts receivable	17,455	5.9	-	-	-	-
			Other receivables	391,126				-	-

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES

NAMES, LOCATIONS, AND OTHER INFORMATION OF INVESTEES ON WHICH THE COMPANY EXERCISES SIGNIFICANT INFLUENCE
THREE MONTHS ENDED MARCH 31, 2010
(In Thousands of New Taiwan Dollars or U.S. Dollars)

Investor	Investee	Location	Main Businesses and Products	Investment Amount		Balance as of March 31, 2010			Net Income (Loss) of the Investee	Investment Income (Loss)	Note
				March 31, 2010	December 31, 2009	Shares (Thousands)	Percentage of Ownership	Carrying Value			
Taiwan Mobile Co., Ltd. (the "Corporation")	Taiwan Cellular Co., Ltd.	Taipei, Taiwan	Telecom engineering and IT service	\$ 37,558,330	\$ 37,558,330	30,000	100.00	\$ 10,140,168 (Note 1)	\$ 787,370	\$ 790,385	
	Taipei New Horizons Co., Ltd.	Taipei, Taiwan	Real Estate Rental and Sale	249,500	249,500	24,950	49.90	205,365	(13,245)	(6,609)	
	Wealth Media Technology Co., Ltd.	Taipei, Taiwan	Investment	272,000	272,000	27,200	100.00	194,641	2,026	2,026	
Wealth Media Technology Co., Ltd.	Tai Fu Media Technology Co., Ltd.	Taipei, Taiwan	Investment	270,000	270,000	27,000	100.00	193,256	2,078	NA	
Tai Fu Media Technology Co., Ltd.	Global Wealth Media Technology Co., Ltd.	Taipei County, Taiwan	Investment	84,000	84,000	8,400	100.00	88,018	1,037	NA	
	Fu Jia Leh Media Technology Co., Ltd.	Taipei, Taiwan	Investment	1,700	1,700	100	100.00	862	(107)	NA	
	Fu Sin Media Technology Co., Ltd.	Taipei, Taiwan	Investment	135,000	135,000	13,500	100.00	142,230	1,372	NA	
	Global Forest Media Technology Co., Ltd.	Taipei, Taiwan	Investment	1,000	1,000	100	100.00	740	(40)	NA	
Global Wealth Media Technology Co., Ltd.	Globalview Cable TV Co., Ltd.	Taipei County, Taiwan	Cable TV service provider	91,691	90,099	3,815	6.813	91,969	17,407	NA	
Fu Sin Media Technology Co., Ltd.	Phoenix Cable TV Co., Ltd.	Kaohsiung County, Taiwan	Cable TV service provider	133,358	133,358	2,272	3.34	133,463	45,737	NA	
Taiwan Cellular Co., Ltd.	TWM Holding Co., Ltd.	British Virgin Islands	Investment	US\$ 10,800	US\$ 10,800	1 share	100.00	US\$ 7,953	US\$ (463)	NA	
	Taiwan Fixed Network Co., Ltd.	Taipei, Taiwan	Fixed line service provider	21,000,000	21,000,000	2,100,000	100.00	34,584,859	441,439	NA	
	Taiwan Digital Communication Co., Ltd.	Taipei, Taiwan	Telecom engineering and IT service	12,000	12,000	1,200	100.00	10,805	(145)	NA	
	TCC Investment Co., Ltd.	Taipei, Taiwan	Investment	20,451,000	20,451,000	2,100	100.00	20,624,057	363,396	NA	
TWM Holding Co., Ltd.	TWM Communications (Beijing) Ltd.	Beijing, China	Mobile application development and design	US\$ 4,936	US\$ 4,936	-	100.00	US\$ 3,410	US\$ (463)	NA	
TCC Investment Co., Ltd.	WinTV Broadcasting Co., Ltd.	Taipei, Taiwan	TV program provider	179,047	179,047	17,905	98.50	272,637	19,193	NA	
	TFN Media Co., Ltd.	Taipei, Taiwan	Cable broadband and value added service provider	2,035,714	2,035,714	230,526	100.00	2,112,927	383,406	NA	
	TCCI Investment & Development Co., Ltd.	Taipei, Taiwan	Investment	6,629,149	6,629,149	400	100.00	7,812,775	-	NA	
TFN Media Co., Ltd.	Yeong Jia Leh Cable TV Co., Ltd.	Taipei County, Taiwan	Cable TV service provider	1,616,824	1,616,824	33,940	100.00	2,137,091	25,270	NA	
	Mangrove Cable TV Co., Ltd.	Taipei County, Taiwan	Cable TV service provider	397,703	397,703	6,248	29.53	567,021	20,507	NA	
	Phoenix Cable TV Co., Ltd.	Kaohsiung County, Taiwan	Cable TV service provider	2,294,967	2,294,967	65,818	96.66	3,185,855	45,737	NA	
	Union Cable TV Co., Ltd.	Yilan County, Taiwan	Cable TV service provider	1,904,440	1,904,440	170,441	99.99	2,089,062	30,762	NA	
Taiwan Fixed Network Co., Ltd.	Globalview Cable TV Co., Ltd.	Taipei County, Taiwan	Cable TV service provider	841,413	841,413	51,733	92.38	1,220,009	17,407	NA	
	TFN Union Investment Co., Ltd.	Taipei, Taiwan	Investment	22,769,109	\$ 22,769,109	400	100.00	26,834,639	-	NA	
	TFN HK LIMITED	Hong Kong	Telecommunications service provider	5,816	5,816	1,300	100.00	3,673	375	NA	
	Taiwan Teleservices & Technologies Co., Ltd.	Taipei, Taiwan	Call center service and ISR (international simple resales)	10,000	10,000	1,000	100.00	92,858	379	NA	
Taiwan Teleservices & Technologies Co., Ltd.	TT&T Holdings Co., Ltd.	Samoa	Investment	US\$ 1,300	US\$ 1,300	1,300	100.00	US\$ 1,358	US\$ (52)	NA	
	Taiwan Super Basketball Co., Ltd.	Taipei, Taiwan	Basketball team management	20,000	20,000	2,000	100.00	20,522	500	NA	
TT&T Holdings Co., Ltd.	Xiamen Taifu Teleservices & Technologies Co., Ltd.	Xiamen, China	Call center service	US\$ 1,300	US\$ 1,300	-	100.00	US\$ 1,348	US\$ (56)	NA	

Note 1: The Corporation's shares held by TCCI, TID and TUI (all are subsidiaries 100%-owned by TCC) are classified as treasury shares. Therefore, the Corporation's carrying cost of \$51,078,404 thousand on TCC shall be reduced by 1) downward adjusting \$31,889,100 thousand, the carrying value of total treasury shares on the Corporation's book, 2) excluding \$9,520,530 thousand unrealized gain from financial assets investment, 3) adding back \$475,907 thousand income tax expenses resulted from TFN and TFNI's disposal gain from the Corporation's shares, and 4) excluding recognition of upstream transactions gain of \$4,513 thousand.

Note 2: 70.47% shares are held under trustee accounts.

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES

INVESTMENT IN MAINLAND CHINA
THREE MONTHS ENDED MARCH 31, 2010
(In Thousands of New Taiwan Dollars or U.S. Dollars)

Investee Company Name	Main Businesses and Products	Total Amount of Paid-in Capital	Investment Type	Accumulated Outflow of Investment from Taiwan as of January 1, 2010	Investment Flows		Accumulated Outflow of Investment from Taiwan as of March 31, 2010	% Ownership of Direct or Indirect Investment	Investment Gain (Loss) (Note 3)	Carrying Value as of March 31, 2010	Accumulated Inward Remittance of Earnings as of March 31, 2010
					Outflow	Inflow					
Xiamen Taifu Teleservices & Technologies Co., Ltd.	Call center service	US\$ 1,300 (NT\$ 41,353)	Indirect investment in Mainland China through a third place by the Corporation's subsidiary, Taiwan Teleservices & Technologies Co., Ltd.	US\$ 1,300 (NT\$ 41,353)	\$ -	\$ -	US\$ 1,300 (NT\$ 41,353)	100% ownership of indirect investment by the Corporation's subsidiary	US\$ (56) (NT\$ (1,781))	US\$ 1,348 (NT\$ 42,880)	\$ -
TWM Communications (Beijing) Ltd.	Mobile application development and design	US\$ 3,000 (NT\$ 95,430)	Indirect investment in Mainland China through a third place by the Corporation's subsidiary, Taiwan Cellular Co., Ltd.	US\$ 4,872 (NT\$ 154,978)	-	-	US\$ 4,872 (NT\$ 154,978)	100% ownership of indirect investment by the Corporation's subsidiary	US\$ (463) (NT\$ (14,728))	US\$ 3,410 (NT\$ 108,472)	-

Accumulated Investment in Mainland China as of March 31, 2010	Investment Amounts Authorized by Investment Commission, MOEA (Note 2)	Upper Limit on Investment Authorized by Investment Commission, MOEA (Note 2)
US\$1,300 (NT\$41,353)	US\$1,300 (NT\$41,353)	\$92,858
US\$4,872 (NT\$154,978)	US\$5,300 (NT\$168,593)	\$51,078,404

Note 1: The above amounts were translated into New Taiwan dollars at the exchange rate of US\$1=NT\$31.81 and RMB1=NT\$4.6599 as of March 31, 2010.

Note 2: The indirect investment made by Taiwan Teleservices & Technologies Co., Ltd. and Taiwan Cellular Co., Ltd., subsidiaries of the Corporation.

Note 3: Calculation was based on unreviewed financial statements.

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES

BUSINESS RELATIONSHIP AND SIGNIFICANT INTERCOMPANY TRANSACTIONS
THREE MONTHS ENDED MARCH 31, 2010
(In Thousands of New Taiwan Dollars)

Number	Company Name	Counterparty	Transaction Details				
			Nature of Relationship (Note)	Account	Amount	Transaction Terms	Percentage of Consolidated Total Operating Revenues or Total Assets
0	Taiwan Mobile Co., Ltd.	Taiwan Digital Communications Co., Ltd.	1	Accounts receivable	\$ 143	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Accounts receivable	550	Based on regular terms	-
		TFN Media Co., Ltd.	1	Accounts receivable	323	Based on regular terms	-
		Union Cable TV Co., Ltd.	1	Accounts receivable	29	Based on regular terms	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Accounts receivable	59	Based on regular terms	-
		Mangrove Cable TV Co., Ltd.	1	Accounts receivable	14	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	1	Accounts receivable	74	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	1	Accounts receivable	16	Based on regular terms	-
		Wealth Media Technology Co., Ltd.	1	Other receivables	45,158	Based on regular terms	-
		Taiwan Cellular Co., Ltd.	1	Other receivables	3,500,000	Based on regular terms	4%
		Taiwan Fixed Network Co., Ltd.	1	Other receivables	43,893	Based on regular terms	-
		WinTV Broadcasting Co., Ltd.	1	Other receivables	28	Based on regular terms	-
		TFN Media Co., Ltd.	1	Other receivables	2,007,969	Based on regular terms	2%
		TFN Union Investment Co., Ltd.	1	Other receivables	6	Based on regular terms	-
		TCCI Investment & Development Co., Ltd.	1	Other receivables	6	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Prepayments	126	Based on regular terms	-
		Mangrove Cable TV Co., Ltd.	1	Prepayments	12	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Accounts payable	12,060	Based on regular terms	-
		Taiwan Teleservices & Technologies Co., Ltd.	1	Accounts payable	17	Based on regular terms	-
		Taiwan Super Basketball Co., Ltd.	1	Accrued expenses	9,000	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Accrued expenses	153,416	Based on regular terms	-
		Taiwan Teleservices & Technologies Co., Ltd.	1	Accrued expenses	67,904	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Other payables	103,639	Based on regular terms	-
		Union Cable TV Co., Ltd.	1	Other payables	643	Based on regular terms	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Other payables	1,097	Based on regular terms	-
		Mangrove Cable TV Co., Ltd.	1	Other payables	215	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	1	Other payables	2,247	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	1	Other payables	379	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Advance receipts	118	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Other current liabilities	86,595	Based on regular terms	-
		Taiwan Teleservices & Technologies Co., Ltd.	1	Other current liabilities	602	Based on regular terms	-
		Union Cable TV Co., Ltd.	1	Other current liabilities	1,151	Based on regular terms	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Other current liabilities	2,780	Based on regular terms	-
Mangrove Cable TV Co., Ltd.	1	Other current liabilities	724	Based on regular terms	-		
Phoenix Cable TV Co., Ltd.	1	Other current liabilities	2,046	Based on regular terms	-		
Globalview Cable TV Co., Ltd.	1	Other current liabilities	901	Based on regular terms	-		

(Continued)

Number	Company Name	Counterparty	Transaction Details				
			Nature of Relationship (Note)	Account	Amount	Transaction Terms	Percentage of Consolidated Total Operating Revenues or Total Assets
		Taiwan Fixed Network Co., Ltd.	1	Guarantee deposits	\$ 830	Based on regular terms	-
		Taiwan Digital Communications Co., Ltd.	1	Operating revenues	143	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Operating revenues	549,897	Based on regular terms	3%
		TFN Media Co., Ltd.	1	Operating revenues	363	Based on regular terms	-
		Union Cable TV Co., Ltd.	1	Operating revenues	148	Based on regular terms	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Operating revenues	227	Based on regular terms	-
		Mangrove Cable TV Co., Ltd.	1	Operating revenues	119	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	1	Operating revenues	302	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	1	Operating revenues	117	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Operating costs	422,251	Based on regular terms	2%
		Taiwan Teleservices & Technologies Co., Ltd.	1	Operating costs	260	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	1	Operating costs	43	Based on regular terms	-
		Taiwan Super Basketball Co., Ltd.	1	Operating expenses	9,000	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Operating expenses	21,210	Based on regular terms	-
		Taiwan Teleservices & Technologies Co., Ltd.	1	Operating expenses	200,400	Based on regular terms	1%
		TFN Media Co., Ltd.	1	Operating expenses	(12)	Based on regular terms	-
		Union Cable TV Co., Ltd.	1	Operating expenses	(5)	Based on regular terms	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Operating expenses	(9)	Based on regular terms	-
		Mangrove Cable TV Co., Ltd.	1	Operating expenses	(2)	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	1	Operating expenses	(10)	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	1	Operating expenses	(5)	Based on regular terms	-
		Wealth Media Technology Co., Ltd.	1	Interest income	93	Based on regular terms	-
		TFN Media Co., Ltd.	1	Interest income	4,133	Based on regular terms	-
		Wealth Media Technology Co., Ltd.	1	Rental income	34	Based on regular terms	-
		Tai Fu Media Technology Co., Ltd.	1	Rental income	34	Based on regular terms	-
		Fu Jia Leh Media Technology Co., Ltd.	1	Rental income	34	Based on regular terms	-
		Fu Sin Media Technology Co., Ltd.	1	Rental income	34	Based on regular terms	-
		Global Forest Media Technology Co., Ltd.	1	Rental income	34	Based on regular terms	-
		Taiwan Cellular Co., Ltd.	1	Rental income	34	Based on regular terms	-
		Taiwan Digital Communications Co., Ltd.	1	Rental income	34	Based on regular terms	-
		Taiwan Super Basketball Co., Ltd.	1	Rental income	34	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Rental income	29,820	Based on regular terms	-
		Taiwan Teleservices & Technologies Co., Ltd.	1	Rental income	34	Based on regular terms	-
		WinTV Broadcasting Co., Ltd.	1	Rental income	65	Based on regular terms	-
		TFN Media Co., Ltd.	1	Rental income	2,696	Based on regular terms	-
		TCC Investment Co., Ltd.	1	Rental income	34	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Miscellaneous revenue	1,346	Based on regular terms	-
1	Wealth Media Technology Co., Ltd.	Tai Fu Media Technology Co., Ltd.	1	Other receivables	45,158	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Accrued expenses	158	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Other payables	45,000	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	34	Payment terms varied depend on the agreements	-

(Continued)

Number	Company Name	Counterparty	Transaction Details				
			Nature of Relationship (Note)	Account	Amount	Transaction Terms	Percentage of Consolidated Total Operating Revenues or Total Assets
		Tai Fu Media Technology Co., Ltd.	1	Interest income	\$ 93	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Interest expenses	93	Payment terms varied depend on the agreements	-
2	Tai Fu Media Technology Co., Ltd.	Global Wealth Media Technology Co., Ltd.	1	Other receivables	4,009	Payment terms varied depend on the agreements	-
		Wealth Media Technology Co., Ltd.	2	Accrued expenses	158	Payment terms varied depend on the agreements	-
		Wealth Media Technology Co., Ltd.	2	Other payables	45,000	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	34	Payment terms varied depend on the agreements	-
		Global Wealth Media Technology Co., Ltd.	1	Interest income	9	Payment terms varied depend on the agreements	-
		Wealth Media Technology Co., Ltd.	2	Interest expenses	93	Payment terms varied depend on the agreements	-
3	Global Wealth Media Technology Co., Ltd.	Globalview Cable TV Co., Ltd.	1	Prepayments	26	Payment terms varied depend on the agreements	-
		Tai Fu Media Technology Co., Ltd.	2	Accrued expenses	9	Payment terms varied depend on the agreements	-
		Tai Fu Media Technology Co., Ltd.	2	Other payables	4,000	Payment terms varied depend on the agreements	-
		Globalview Cable TV Co., Ltd.	1	Operating expenses	9	Payment terms varied depend on the agreements	-
		Tai Fu Media Technology Co., Ltd.	2	Interest expenses	9	Payment terms varied depend on the agreements	-
4	Fu Jia Leh Media Technology Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Operating expenses	34	Payment terms varied depend on the agreements	-
5	Fu Sin Media Technology Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Operating expenses	34	Payment terms varied depend on the agreements	-
6	Global Forest Media Technology Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Operating expenses	34	Payment terms varied depend on the agreements	-
7	Taiwan Cellular Co., Ltd.	TWM Communications (Beijing) Ltd.	1	Other receivables	100	Based on regular terms	-
		TFN Media Co., Ltd.	1	Other receivables	4,015,671	Based on regular terms	5%
		TCC Investment Co., Ltd.	1	Other receivables	2,279,197	Based on regular terms	3%
		Taiwan Fixed Network Co., Ltd.	1	Short-term borrowing	7,370,000	Based on regular terms	9%
		Taiwan Fixed Network Co., Ltd.	1	Accrued expenses	29,246	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Other payables	3,500,000	Based on regular terms	4%
		Taiwan Mobile Co., Ltd.	2	Operating expenses	34	Based on regular terms	-

(Continued)

Number	Company Name	Counterparty	Transaction Details				Percentage of Consolidated Total Operating Revenues or Total Assets
			Nature of Relationship (Note)	Account	Amount	Transaction Terms	
		TFN Media Co., Ltd.	1	Interest income	\$ 8,942	Based on regular terms	-
		TCC Investment Co., Ltd.	1	Interest income	4,730	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Interest expenses	15,963	Based on regular terms	-
8	Taiwan Fixed Network Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Notes receivable	39	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Accounts receivable	157,732	Based on regular terms	-
		TFN HK	1	Accounts receivable	2	Based on regular terms	-
		WinTV Broadcasting Co., Ltd.	3	Accounts receivable	9	Based on regular terms	-
		TFN Media Co., Ltd.	3	Accounts receivable	12,810	Based on regular terms	-
		Union Cable TV Co., Ltd.	3	Accounts receivable	63	Based on regular terms	-
		Yeong Jia Leh Cable TV Co., Ltd.	3	Accounts receivable	109	Based on regular terms	-
		Mangrove Cable TV Co., Ltd.	3	Accounts receivable	395	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	3	Accounts receivable	636	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	3	Accounts receivable	241	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Other receivables	197,979	Based on regular terms	-
		Taiwan Cellular Co., Ltd.	2	Other receivables	7,399,246	Based on regular terms	9%
		Union Cable TV Co., Ltd.	3	Other receivables	8	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	3	Other receivables	3	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Prepayments	95	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	3	Prepayments	558	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Refundable deposits	830	Based on regular terms	-
		TFN Media Co., Ltd.	3	Accounts payable	10,088	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Accrued expenses	44,577	Based on regular terms	-
		TFN HK	1	Accrued expenses	18,852	Based on regular terms	-
		Taiwan Teleservices & Technologies Co., Ltd.	1	Accrued expenses	11,759	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	3	Accrued expenses	113	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Advance receipts	126	Based on regular terms	-
		Mangrove Cable TV Co., Ltd.	3	Other current liabilities	108	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating revenues	437,957	Based on regular terms	3%
		WinTV Broadcasting Co., Ltd.	3	Operating revenues	125	Based on regular terms	-
		TFN Media Co., Ltd.	3	Operating revenues	18,088	Based on regular terms	-
		Union Cable TV Co., Ltd.	3	Operating revenues	798	Based on regular terms	-
		Yeong Jia Leh Cable TV Co., Ltd.	3	Operating revenues	153	Based on regular terms	-
		Mangrove Cable TV Co., Ltd.	3	Operating revenues	743	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	3	Operating revenues	1,737	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	3	Operating revenues	551	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating costs	550,606	Based on regular terms	3%
		TFN HK	1	Operating costs	10,192	Based on regular terms	-
		TFN Media Co., Ltd.	3	Operating costs	6,022	Based on regular terms	-
		Union Cable TV Co., Ltd.	3	Operating costs	312	Based on regular terms	-
		Yeong Jia Leh Cable TV Co., Ltd.	3	Operating costs	222	Based on regular terms	-
		Mangrove Cable TV Co., Ltd.	3	Operating costs	17	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	3	Operating costs	574	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	3	Operating costs	88	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	28,899	Based on regular terms	-
		TWM Communications (Beijing) Ltd.	3	Operating expenses	6	Based on regular terms	-

(Continued)

Number	Company Name	Counterparty	Transaction Details				
			Nature of Relationship (Note)	Account	Amount	Transaction Terms	Percentage of Consolidated Total Operating Revenues or Total Assets
		Taiwan Teleservices & Technologies Co., Ltd.	1	Operating expenses	\$ 35,200	Based on regular terms	-
		Taiwan Cellular Co., Ltd.	2	Interest income	15,963	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Rental income	5,292	Based on regular terms	-
		Union Cable TV Co., Ltd.	3	Rental income	23	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	3	Rental income	8	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Miscellaneous expense	1,346	Based on regular terms	-
9	Taiwan Digital Communications Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Accounts payable	143	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating costs	143	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	34	Based on regular terms	-
10	TCC Investment Co., Ltd.	Taiwan Cellular Co., Ltd.	2	Short-term borrowing	2,270,000	Based on regular terms	3%
		Taiwan Cellular Co., Ltd.	2	Accrued expenses	9,197	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	34	Based on regular terms	-
		Taiwan Cellular Co., Ltd.	2	Interest expenses	4,730	Based on regular terms	-
11	TCCI Investment & Development Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Accrued expenses	6	Based on regular terms	-
12	WinTV Broadcasting Co., Ltd.	TFN Media Co., Ltd.	3	Accounts receivable	14,576	Payment terms varied depend on the agreements	-
		Union Cable TV Co., Ltd.	3	Accounts receivable	315	Payment terms varied depend on the agreements	-
		Yeong Jia Leh Cable TV Co., Ltd.	3	Accounts receivable	465	Payment terms varied depend on the agreements	-
		Mangrove Cable TV Co., Ltd.	3	Accounts receivable	404	Payment terms varied depend on the agreements	-
		Phoenix Cable TV Co., Ltd.	3	Accounts receivable	315	Payment terms varied depend on the agreements	-
		Globalview Cable TV Co., Ltd.	3	Accounts receivable	315	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Accrued expenses	28	Payment terms varied depend on the agreements and based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Accrued expenses	(9)	Based on regular terms	-
		TFN Media Co., Ltd.	3	Accrued expenses	121	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	3	Other payables	52,116	Payment terms varied depend on the agreements	-
		Union Cable TV Co., Ltd.	3	Advance receipts	175	Payment terms varied depend on the agreements	-
		Mangrove Cable TV Co., Ltd.	3	Advance receipts	175	Payment terms varied depend on the agreements	-
		Phoenix Cable TV Co., Ltd.	3	Advance receipts	175	Payment terms varied depend on the agreements	-

(Continued)

Number	Company Name	Counterparty	Transaction Details				
			Nature of Relationship (Note)	Account	Amount	Transaction Terms	Percentage of Consolidated Total Operating Revenues or Total Assets
		Globalview Cable TV Co., Ltd.	3	Advance receipts	\$ 175	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	3	Operating revenues	14,672	Payment terms varied depend on the agreements	-
		Union Cable TV Co., Ltd.	3	Operating revenues	125	Payment terms varied depend on the agreements	-
		Yeong Jia Leh Cable TV Co., Ltd.	3	Operating revenues	315	Payment terms varied depend on the agreements	-
		Mangrove Cable TV Co., Ltd.	3	Operating revenues	3,752	Payment terms varied depend on the agreements	-
		Phoenix Cable TV Co., Ltd.	3	Operating revenues	125	Payment terms varied depend on the agreements	-
		Globalview Cable TV Co., Ltd.	3	Operating revenues	173	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Operating costs	45	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Operating costs	107	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	20	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Operating expenses	18	Based on regular terms	-
		TFN Media Co., Ltd.	3	Operating expenses	330	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	3	Interest expenses	121	Payment terms varied depend on the agreements	-
13	TFN Media Co., Ltd.	Taiwan Fixed Network Co., Ltd.	3	Accounts receivable	10,088	Payment terms varied depend on the agreements	-
		WinTV Broadcasting Co., Ltd.	3	Accounts receivable	116	Payment terms varied depend on the agreements	-
		Union Cable TV Co., Ltd.	1	Accounts receivable	79,018	Payment terms varied depend on the agreements	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Accounts receivable	140,011	Payment terms varied depend on the agreements	-
		Mangrove Cable TV Co., Ltd.	1	Accounts receivable	8,492	Payment terms varied depend on the agreements	-
		Phoenix Cable TV Co., Ltd.	1	Accounts receivable	151,821	Payment terms varied depend on the agreements	-
		Globalview Cable TV Co., Ltd.	1	Accounts receivable	76,844	Payment terms varied depend on the agreements	-
		WinTV Broadcasting Co., Ltd.	3	Other receivables	52,121	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Prepayments	1	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Other current assets	1	Based on regular terms	-
		WinTV Broadcasting Co., Ltd.	3	Accounts payable	14,576	Payment terms varied depend on the agreements	-

(Continued)

Number	Company Name	Counterparty	Transaction Details				
			Nature of Relationship (Note)	Account	Amount	Transaction Terms	Percentage of Consolidated Total Operating Revenues or Total Assets
		Union Cable TV Co., Ltd.	1	Accounts payable	\$ 4,252	Payment terms varied depend on the agreements	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Accounts payable	8,321	Payment terms varied depend on the agreements	-
		Phoenix Cable TV Co., Ltd.	1	Accounts payable	9,140	Payment terms varied depend on the agreements	-
		Globalview Cable TV Co., Ltd.	1	Accounts payable	3,650	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Accrued expenses	8,292	Payment terms varied depend on the agreements and based on regular terms	-
		Taiwan Cellular Co., Ltd.	2	Accrued expenses	15,671	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Accrued expenses	12,438	Payment terms varied depend on the agreements	-
		Union Cable TV Co., Ltd.	1	Accrued expenses	9,978	Payment terms varied depend on the agreements and based on regular terms	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Accrued expenses	10,318	Payment terms varied depend on the agreements and based on regular terms	-
		Mangrove Cable TV Co., Ltd.	1	Accrued expenses	4,038	Payment terms varied depend on the agreements and based on regular terms	-
		Phoenix Cable TV Co., Ltd.	1	Accrued expenses	10,414	Payment terms varied depend on the agreements and based on regular terms	-
		Globalview Cable TV Co., Ltd.	1	Accrued expenses	4,074	Payment terms varied depend on the agreements and based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Other payables	2,000,000	Payment terms varied depend on the agreements	2%
		Taiwan Cellular Co., Ltd.	2	Other payables	4,000,000	Payment terms varied depend on the agreements	5%
		Union Cable TV Co., Ltd.	1	Other payables	725,000	Payment terms varied depend on the agreements	1%
		Yeong Jia Leh Cable TV Co., Ltd.	1	Other payables	390,000	Payment terms varied depend on the agreements	-
		Phoenix Cable TV Co., Ltd.	1	Other payables	715,000	Payment terms varied depend on the agreements	1%
		Globalview Cable TV Co., Ltd.	1	Other payables	200,000	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Operating revenues	6,022	Payment terms varied depend on the agreements	-

(Continued)

Number	Company Name	Counterparty	Transaction Details				
			Nature of Relationship (Note)	Account	Amount	Transaction Terms	Percentage of Consolidated Total Operating Revenues or Total Assets
		WinTV Broadcasting Co., Ltd.	3	Operating revenues	\$ 330	Payment terms varied depend on the agreements	-
		Union Cable TV Co., Ltd.	1	Operating revenues	61,754	Payment terms varied depend on the agreements	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Operating revenues	118,968	Payment terms varied depend on the agreements	1%
		Mangrove Cable TV Co., Ltd.	1	Operating revenues	1,423	Payment terms varied depend on the agreements	-
		Phoenix Cable TV Co., Ltd.	1	Operating revenues	131,510	Payment terms varied depend on the agreements	1%
		Globalview Cable TV Co., Ltd.	1	Operating revenues	53,044	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Operating costs	70	Payment terms varied depend on the agreements and based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating costs	17,610	Payment terms varied depend on the agreements and based on regular terms	-
		WinTV Broadcasting Co., Ltd.	3	Operating costs	14,576	Payment terms varied depend on the agreements	-
		Union Cable TV Co., Ltd.	1	Operating costs	9,615	Payment terms varied depend on the agreements	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Operating costs	14,648	Payment terms varied depend on the agreements	-
		Mangrove Cable TV Co., Ltd.	1	Operating costs	2,850	Payment terms varied depend on the agreements	-
		Phoenix Cable TV Co., Ltd.	1	Operating costs	15,691	Payment terms varied depend on the agreements	-
		Globalview Cable TV Co., Ltd.	1	Operating costs	6,118	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	3,003	Payment terms varied depend on the agreements and based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating expenses	475	Based on regular terms	-
		Union Cable TV Co., Ltd.	1	Operating expenses	572	Payment terms varied depend on the agreements	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Operating expenses	924	Payment terms varied depend on the agreements	-
		Mangrove Cable TV Co., Ltd.	1	Operating expenses	417	Payment terms varied depend on the agreements	-
		Phoenix Cable TV Co., Ltd.	1	Operating expenses	851	Payment terms varied depend on the agreements	-
		Globalview Cable TV Co., Ltd.	1	Operating expenses	301	Payment terms varied depend on the agreements	-
		WinTV Broadcasting Co., Ltd.	3	Operating expenses	100	Based on regular terms	-

(Continued)

Number	Company Name	Counterparty	Transaction Details				
			Nature of Relationship (Note)	Account	Amount	Transaction Terms	Percentage of Consolidated Total Operating Revenues or Total Assets
		WinTV Broadcasting Co., Ltd.	3	Interest income	\$ 121	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Interest expenses	4,133	Payment terms varied depend on the agreements	-
		Taiwan Cellular Co., Ltd.	2	Interest expenses	8,942	Payment terms varied depend on the agreements	-
		Union Cable TV Co., Ltd.	1	Interest expenses	1,483	Payment terms varied depend on the agreements	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Interest expenses	787	Payment terms varied depend on the agreements	-
		Phoenix Cable TV Co., Ltd.	1	Interest expenses	1,476	Payment terms varied depend on the agreements	-
		Globalview Cable TV Co., Ltd.	1	Interest expenses	439	Payment terms varied depend on the agreements	-
14	Union Cable TV Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Accounts receivable	1,769	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Accounts receivable	12,576	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Other receivables	726,655	Payment terms varied depend on the agreements and based on regular terms	1%
		WinTV Broadcasting Co., Ltd.	3	Prepayments	175	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Accounts payable	57,100	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Accrued expenses	52	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Accrued expenses	29	Payment terms varied depend on the agreements	-
		WinTV Broadcasting Co., Ltd.	3	Accrued expenses	315	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Accrued expenses	4,894	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Other payables	17,024	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Operating revenues	312	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Operating revenues	10,063	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Operating costs	73	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating costs	508	Payment terms varied depend on the agreements	-
		WinTV Broadcasting Co., Ltd.	3	Operating costs	125	Payment terms varied depend on the agreements	-

(Continued)

Number	Company Name	Counterparty	Transaction Details				
			Nature of Relationship (Note)	Account	Amount	Transaction Terms	Percentage of Consolidated Total Operating Revenues or Total Assets
		TFN Media Co., Ltd.	2	Operating costs	\$ 56,859	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	83	Payment terms varied depend on the agreements and based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating expenses	314	Based on regular terms	-
		TFN Media Co., Ltd.	2	Operating expenses	4,894	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Interest income	1,483	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Miscellaneous revenue	124	Based on regular terms	-
15	Yeong Jia Leh Cable TV Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Accounts receivable	3,618	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Accounts receivable	17,455	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Other receivables	391,126	Payment terms varied depend on the agreements and based on regular terms	-
		TFN Media Co., Ltd.	2	Other current assets	58	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Accounts payable	22	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Accounts payable	110,794	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Accrued expenses	61	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Accrued expenses	57	Payment terms varied depend on the agreements and based on regular terms	-
		WinTV Broadcasting Co., Ltd.	3	Accrued expenses	465	Payment terms varied depend on the agreements and based on regular terms	-
		TFN Media Co., Ltd.	2	Accrued expenses	9,394	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Other payables	19,823	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Operating revenues	222	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Operating revenues	15,089	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Operating costs	126	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating costs	64	Payment terms varied depend on the agreements	-
		WinTV Broadcasting Co., Ltd.	3	Operating costs	125	Payment terms varied depend on the agreements	-

(Continued)

Number	Company Name	Counterparty	Transaction Details				
			Nature of Relationship (Note)	Account	Amount	Transaction Terms	Percentage of Consolidated Total Operating Revenues or Total Assets
		TFN Media Co., Ltd.	2	Operating costs	\$ 109,574	Payment terms varied depend on the agreements	1%
		Taiwan Mobile Co., Ltd.	2	Operating expenses	110	Payment terms varied depend on the agreements and based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating expenses	83	Based on regular terms	-
		WinTV Broadcasting Co., Ltd.	3	Operating expenses	193	Based on regular terms	-
		TFN Media Co., Ltd.	2	Operating expenses	9,394	Payment terms varied depend on the agreements and based on regular terms	-
		TFN Media Co., Ltd.	2	Interest income	787	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Miscellaneous revenue	483	Based on regular terms	-
16	Mangrove Cable TV Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Notes receivable	23	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Accounts receivable	884	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Accounts receivable	3,786	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Other receivables	252	Based on regular terms	-
		WinTV Broadcasting Co., Ltd.	3	Prepayments	175	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Accounts payable	228	Payment terms varied depend on the agreements	-
		WinTV Broadcasting Co., Ltd.	3	Accounts payable	89	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Accounts payable	880	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Accrued expenses	14	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Accrued expenses	46	Based on regular terms	-
		WinTV Broadcasting Co., Ltd.	3	Accrued expenses	315	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Accrued expenses	1,060	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Other payables	6,552	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Operating revenues	17	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Operating revenues	2,984	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Operating costs	64	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating costs	652	Payment terms varied depend on the agreements	-

(Continued)

Number	Company Name	Counterparty	Transaction Details				
			Nature of Relationship (Note)	Account	Amount	Transaction Terms	Percentage of Consolidated Total Operating Revenues or Total Assets
		WinTV Broadcasting Co., Ltd.	3	Operating costs	\$ 3,705	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Operating costs	363	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	57	Payment terms varied depend on the agreements and based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating expenses	92	Payment terms varied depend on the agreements and based on regular terms	-
		TFN Media Co., Ltd.	2	Operating expenses	1,060	Payment terms varied depend on the agreements	-
		WinTV Broadcasting Co., Ltd.	3	Operating expenses	50	Based on regular terms	-
		TFN Media Co., Ltd.	2	Miscellaneous revenue	283	Based on regular terms	-
17	Phoenix Cable TV Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Accounts receivable	4,179	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Accounts receivable	113	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Accounts receivable	17,609	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Other receivables	716,944	Payment terms varied depend on the agreements and based on regular terms	1%
		WinTV Broadcasting Co., Ltd.	3	Prepayments	175	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Accounts payable	121,324	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Accrued expenses	74	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Accrued expenses	614	Payment terms varied depend on the agreements and based on regular terms	-
		WinTV Broadcasting Co., Ltd.	3	Accrued expenses	315	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Accrued expenses	10,460	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Other payables	20,037	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Advance receipts	558	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Operating revenues	574	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Operating revenues	16,202	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Operating costs	156	Based on regular terms	-

(Continued)

Number	Company Name	Counterparty	Transaction Details				
			Nature of Relationship (Note)	Account	Amount	Transaction Terms	Percentage of Consolidated Total Operating Revenues or Total Assets
		Taiwan Fixed Network Co., Ltd.	3	Operating costs	\$ 1,362	Payment terms varied depend on the agreements	-
		WinTV Broadcasting Co., Ltd.	3	Operating costs	125	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Operating costs	121,050	Payment terms varied depend on the agreements	1%
		Taiwan Mobile Co., Ltd.	2	Operating expenses	154	Payment terms varied depend on the agreements and based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating expenses	375	Based on regular terms	-
		TFN Media Co., Ltd.	2	Operating expenses	10,460	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Interest income	1,476	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Rental income	43	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Miscellaneous revenue	340	Based on regular terms	-
18	Globalview Cable TV Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Accounts receivable	1,256	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Accounts receivable	7,067	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Other receivables	200,545	Payment terms varied depend on the agreements and based on regular terms	-
		WinTV Broadcasting Co., Ltd.	3	Prepayments	175	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Other current assets	112	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Accounts payable	30	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Accounts payable	65,078	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Accrued expenses	17	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Accrued expenses	192	Payment terms varied depend on the agreements and based on regular terms	-
		WinTV Broadcasting Co., Ltd.	3	Accrued expenses	315	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Accrued expenses	4,191	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Other payables	7,574	Payment terms varied depend on the agreements	-
		Global Wealth Media Technology Co., Ltd.	2	Advance receipts	26	Payment terms varied depend on the agreements	-

(Continued)

Number	Company Name	Counterparty	Transaction Details				
			Nature of Relationship (Note)	Account	Amount	Transaction Terms	Percentage of Consolidated Total Operating Revenues or Total Assets
		Taiwan Fixed Network Co., Ltd.	3	Operating revenues	\$ 88	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Operating revenues	6,283	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Operating costs	65	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating costs	534	Payment terms varied depend on the agreements and based on regular terms	-
		WinTV Broadcasting Co., Ltd.	3	Operating costs	125	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Operating costs	48,852	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	57	Payment terms varied depend on the agreements and based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating expenses	25	Based on regular terms	-
		WinTV Broadcasting Co., Ltd.	3	Operating expenses	50	Based on regular terms	-
		TFN Media Co., Ltd.	2	Operating expenses	4,191	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Interest income	439	Payment terms varied depend on the agreements	-
		Global Wealth Media Technology Co., Ltd.	2	Rental income	9	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Miscellaneous revenue	136	Based on regular terms	-
19	TWM Communications (Beijing) Ltd.	Taiwan Cellular Co., Ltd.	2	Accrued expenses	99	Based on regular terms	-
20	Taiwan Teleservices & Technologies Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Accounts receivable	67,921	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	2	Accounts receivable	11,759	Based on regular terms	-
		TT&T Holdings Co., Ltd.	1	Accrued expenses	8,254	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Other current liabilities	(602)	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating revenues	200,158	Based on regular terms	1%
		Taiwan Fixed Network Co., Ltd.	2	Operating revenues	35,200	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	34	Based on regular terms	-
		TT&T Holdings Co., Ltd.	1	Operating expenses	21,730	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Rental income	502	Based on regular terms	-
21	Taiwan Super Basketball Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Accounts receivable	9,000	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating revenues	9,000	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	34	Based on regular terms	-
22	TT&T Holdings	Taiwan Teleservices & Technologies Co., Ltd.	2	Accounts receivable	8,252	Based on regular terms	-
		Xiamen Taifu Teleservices & Technologies Co., Ltd.	1	Accounts payable	6,625	Based on regular terms	-
		Taiwan Teleservices & Technologies Co., Ltd.	2	Operating revenues	21,792	Based on regular terms	-
		Xiamen Taifu Teleservices & Technologies Co., Ltd.	1	Operating expenses	19,298	Based on regular terms	-

(Continued)

Number	Company Name	Counterparty	Transaction Details				
			Nature of Relationship (Note)	Account	Amount	Transaction Terms	Percentage of Consolidated Total Operating Revenues or Total Assets
23	Xiamen Taifu Teleservices & Technologies Co., Ltd.	TT&T Holdings Co., Ltd. TT&T Holdings Co., Ltd.	2	Accounts receivable	\$ 6,625	Based on regular terms	-
			2	Operating revenues	19,294	Based on regular terms	-
24	TFN HK LIMITED	Taiwan Fixed Network Co., Ltd. Taiwan Fixed Network Co., Ltd.	2	Accounts receivable	18,036	Based on regular terms	-
			2	Operating revenues	9,885	Based on regular terms	-
25	TFN Union Investment Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Accrued expenses	6	Based on regular terms	-

Note: 1. Parent to subsidiary.
2. Subsidiary to parent.
3. Between subsidiaries.

(Concluded)

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES

BUSINESS RELATIONSHIP AND SIGNIFICANT INTERCOMPANY TRANSACTIONS

THREE MONTHS ENDED MARCH 31, 2009

(In Thousands of New Taiwan Dollars)

Number	Company Name	Counterparty	Transaction Details				
			Nature of Relationship (Note)	Account	Amount	Transaction Terms	Percentage of Consolidated Total Operating Revenues or Total Assets
0	Taiwan Mobile Co., Ltd.	Taiwan Fixed Network Co., Ltd.	1	Accounts receivable	\$ 289,226	Based on regular terms	-
		TFN Media Co., Ltd.	1	Accounts receivable	279	Based on regular terms	-
		Tai Fu Media Technology Co., Ltd.	1	Other receivables	2,019,998	Based on regular terms	2%
		Taiwan Fixed Network Co., Ltd.	1	Other receivables	32,732	Based on regular terms	-
		Reach & Range Inc.	1	Other receivables	36	Based on regular terms	-
		WinTV Broadcasting Co., Ltd.	1	Other receivables	441	Based on regular terms	-
		TFN Media Co., Ltd.	1	Other receivables	1,099	Based on regular terms	-
		Union Cable TV Co., Ltd.	1	Other receivables	22	Based on regular terms	-
		Shin Ho Cable TV Co., Ltd.	1	Other receivables	2	Based on regular terms	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Other receivables	59	Based on regular terms	-
		Mangrove Cable TV Co., Ltd.	1	Other receivables	8	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	1	Other receivables	62	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	1	Other receivables	19	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Prepayments	138	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Short-term borrowing	1,600,000	Based on regular terms	2%
		Taiwan Teleservices & Technologies Co., Ltd.	1	Accounts payable	19	Based on regular terms	-
		Taiwan Super Basketball Co., Ltd.	1	Accrued expenses	15,000	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Accrued expenses	204,796	Based on regular terms	-
		Taiwan Teleservices & Technologies Co., Ltd.	1	Accrued expenses	75,926	Based on regular terms	-
		TFN Media Co., Ltd.	1	Accrued expenses	(1)	Based on regular terms	-
		Taiwan Super Basketball Co., Ltd.	1	Other payables	6	Based on regular terms	-
		Hurray! Times Communications (Beijing) Ltd.	1	Other payables	15,768	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Other payables	95,020	Based on regular terms	-
		Union Cable TV Co., Ltd.	1	Other payables	444	Based on regular terms	-
		Shin Ho Cable TV Co., Ltd.	1	Other payables	10	Based on regular terms	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Other payables	774	Based on regular terms	-
		Mangrove Cable TV Co., Ltd.	1	Other payables	112	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	1	Other payables	1,040	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	1	Other payables	264	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Advance receipts	133	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Other current liabilities	365,737	Based on regular terms	-
		Taiwan Telecommunication Network Services Co., Ltd.	1	Other current liabilities	5	Based on regular terms	-
		Reach & Range Inc.	1	Other current liabilities	36	Based on regular terms	-
TFN Media Co., Ltd.	1	Other current liabilities	298	Based on regular terms	-		
Union Cable TV Co., Ltd.	1	Other current liabilities	131	Based on regular terms	-		
Shin Ho Cable TV Co., Ltd.	1	Other current liabilities	13	Based on regular terms	-		

(Continued)

Number	Company Name	Counterparty	Transaction Details				
			Nature of Relationship (Note)	Account	Amount	Transaction Terms	Percentage of Consolidated Total Operating Revenues or Total Assets
		Yeong Jia Leh Cable TV Co., Ltd.	1	Other current liabilities	\$ 494	Based on regular terms	-
		Mangrove Cable TV Co., Ltd.	1	Other current liabilities	68	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	1	Other current liabilities	395	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	1	Other current liabilities	146	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Guarantee deposits	830	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Operating revenues	596,946	Based on regular terms	4%
		TFN Media Co., Ltd.	1	Operating revenues	372	Based on regular terms	-
		Union Cable TV Co., Ltd.	1	Operating revenues	142	Based on regular terms	-
		Shin Ho Cable TV Co., Ltd.	1	Operating revenues	57	Based on regular terms	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Operating revenues	162	Based on regular terms	-
		Mangrove Cable TV Co., Ltd.	1	Operating revenues	102	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	1	Operating revenues	227	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	1	Operating revenues	100	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Operating costs	310,878	Based on regular terms	2%
		Taiwan Teleservices & Technologies Co., Ltd.	1	Operating costs	240	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	1	Operating costs	43	Based on regular terms	-
		Taiwan Super Basketball Co., Ltd.	1	Operating expenses	10,000	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Operating expenses	20,160	Based on regular terms	-
		Taiwan Teleservices & Technologies Co., Ltd.	1	Operating expenses	223,292	Based on regular terms	1%
		WinTV Broadcasting Co., Ltd.	1	Operating expenses	(395)	Based on regular terms	-
		TFN Media Co., Ltd.	1	Operating expenses	(54)	Based on regular terms	-
		Union Cable TV Co., Ltd.	1	Operating expenses	(2)	Based on regular terms	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Operating expenses	(4)	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	1	Operating expenses	(5)	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	1	Operating expenses	(2)	Based on regular terms	-
		Tai Fu Media Technology Co., Ltd.	1	Interest income	11,919	Based on regular terms	-
		Wealth Media Technology Co., Ltd.	1	Rental income	34	Based on regular terms	-
		Tai Fu Media Technology Co., Ltd.	1	Rental income	34	Based on regular terms	-
		Fu Jia Leh Media Technology Co., Ltd.	1	Rental income	34	Based on regular terms	-
		Fu Sin Media Technology Co., Ltd.	1	Rental income	34	Based on regular terms	-
		Global Forest Media Technology Co., Ltd.	1	Rental income	37	Based on regular terms	-
		Taiwan Cellular Co., Ltd.	1	Rental income	34	Based on regular terms	-
		Taiwan Digital Communications Co., Ltd.	1	Rental income	34	Based on regular terms	-
		Taiwan Super Basketball Co., Ltd.	1	Rental income	34	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Rental income	29,887	Based on regular terms	-
		Taiwan Teleservices & Technologies Co., Ltd.	1	Rental income	34	Based on regular terms	-
		TFN Investment Co., Ltd.	1	Rental income	34	Based on regular terms	-
		Reach & Range Inc.	1	Rental income	34	Based on regular terms	-
		TFN Media Co., Ltd.	1	Rental income	2,696	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Miscellaneous revenue	9	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Interest expenses	7,755	Based on regular terms	-
1	Wealth Media Technology Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Operating expenses	34	Payment terms varied depend on the agreements	-

(Continued)

Number	Company Name	Counterparty	Transaction Details				
			Nature of Relationship (Note)	Account	Amount	Transaction Terms	Percentage of Consolidated Total Operating Revenues or Total Assets
2	Tai Fu Media Technology Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Accrued expenses	\$ 19,998	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Other payables	2,000,000	Payment terms varied depend on the agreements	2%
		Taiwan Mobile Co., Ltd.	2	Operating expenses	34	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Interest expenses	11,919	Payment terms varied depend on the agreements	-
3	Fu Jia Leh Media Technology Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Operating expenses	34	Payment terms varied depend on the agreements	-
4	Fu Sin Media Technology Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Operating expenses	34	Payment terms varied depend on the agreements	-
5	Global Wealth Media Technology Co., Ltd.	Globalview Cable TV Co., Ltd.	1	Prepayments	26	Payment terms varied depend on the agreements	-
		Globalview Cable TV Co., Ltd.	1	Operating expenses	9	Payment terms varied depend on the agreements	-
6	Global Forest Media Technology Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Operating expenses	37	Payment terms varied depend on the agreements	-
7	Taiwan Cellular Co., Ltd.	Hurray! Times Communications (Beijing) Ltd.	1	Other receivables	100	Based on regular terms	-
		Taiwan Teleservices & Technologies Co., Ltd.	3	Other receivables	307	Based on regular terms	-
		TFN Media Co., Ltd.	1	Other receivables	252,500	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	34	Based on regular terms	-
		TFN Media Co., Ltd.	1	Interest income	1,490	Based on regular terms	-
8	Taiwan Digital Communications Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Operating expenses	34	Based on regular terms	-
9	Taiwan Super Basketball Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Accounts receivable	15,007	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating revenues	10,000	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating costs	1	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	34	Based on regular terms	-
10	TT&T Holdings Co., Ltd.	Taiwan Teleservices & Technologies Co., Ltd.	2	Accounts receivable	1,401	Based on regular terms	-
		Taiwan Teleservices & Technologies Co., Ltd.	2	Accounts payable	3,873	Based on regular terms	-
		Taiwan Teleservices & Technologies Co., Ltd.	2	Operating revenues	4,172	Based on regular terms	-
11	Xiamen Taifu Teleservices & Technologies Co., Ltd.	Taiwan Teleservices & Technologies Co., Ltd.	2	Accounts receivable	11,806	Based on regular terms	-
		Taiwan Teleservices & Technologies Co., Ltd.	2	Operating revenues	17,056	Based on regular terms	-

(Continued)

Number	Company Name	Counterparty	Transaction Details				
			Nature of Relationship (Note)	Account	Amount	Transaction Terms	Percentage of Consolidated Total Operating Revenues or Total Assets
12	Hurray! Times Communications (Beijing) Ltd.	Taiwan Mobile Co., Ltd.	2	Accounts receivable	\$ 15,870	Based on regular terms	-
		Taiwan Cellular Co., Ltd.	2	Accrued expenses	112	Based on regular terms	-
13	Taiwan Fixed Network Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Notes receivable	78	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Accounts receivable	182,935	Based on regular terms	-
		TFNHK	1	Accounts receivable	2	Based on regular terms	-
		Taiwan Teleservices & Technologies Co., Ltd.	1	Accounts receivable	43	Based on regular terms	-
		WinTV Broadcasting Co., Ltd.	1	Accounts receivable	10	Based on regular terms	-
		TFN Media Co., Ltd.	1	Accounts receivable	13,632	Based on regular terms	-
		Union Cable TV Co., Ltd.	1	Accounts receivable	65	Based on regular terms	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Accounts receivable	93	Based on regular terms	-
		Mangrove Cable TV Co., Ltd.	1	Accounts receivable	192	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	1	Accounts receivable	480	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	1	Accounts receivable	115	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Other receivables	1,812,688	Based on regular terms	2%
		TFN Media Co., Ltd.	1	Other receivables	856,969	Based on regular terms	1%
		Union Cable TV Co., Ltd.	1	Other receivables	8	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	1	Other receivables	3	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Prepayments	135	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	1	Prepayments	314	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Refundable deposits	830	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Accounts payable	20,679	Based on regular terms	-
		TFNHK	1	Accounts payable	3,947	Based on regular terms	-
		Reach & Range Inc.	1	Accounts payable	4,361	Based on regular terms	-
		TFN Media Co., Ltd.	1	Accounts payable	6,322	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	1	Accounts payable	113	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	1	Accounts payable	31	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Accrued expenses	31,248	Based on regular terms	-
		Taiwan Teleservices & Technologies Co., Ltd.	1	Accrued expenses	14,008	Based on regular terms	-
		TFN Media Co., Ltd.	1	Accrued expenses	4,426	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Other payables	38	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Advance receipts	212	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating revenues	323,460	Based on regular terms	2%
		WinTV Broadcasting Co., Ltd.	1	Operating revenues	126	Based on regular terms	-
		TFN Media Co., Ltd.	1	Operating revenues	19,511	Based on regular terms	-
		Union Cable TV Co., Ltd.	1	Operating revenues	386	Based on regular terms	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Operating revenues	177	Based on regular terms	-
Mangrove Cable TV Co., Ltd.	1	Operating revenues	459	Based on regular terms	-		
Phoenix Cable TV Co., Ltd.	1	Operating revenues	1,276	Based on regular terms	-		
Globalview Cable TV Co., Ltd.	1	Operating revenues	198	Based on regular terms	-		
Taiwan Mobile Co., Ltd.	2	Operating costs	594,784	Based on regular terms	4%		
TFNHK	1	Operating costs	5,969	Based on regular terms	-		
Reach & Range Inc.	1	Operating costs	426	Based on regular terms	-		
TFN Media Co., Ltd.	1	Operating costs	6,322	Based on regular terms	-		
Union Cable TV Co., Ltd.	1	Operating costs	363	Based on regular terms	-		
Yeong Jia Leh Cable TV Co., Ltd.	1	Operating costs	47	Based on regular terms	-		

(Continued)

Number	Company Name	Counterparty	Transaction Details				
			Nature of Relationship (Note)	Account	Amount	Transaction Terms	Percentage of Consolidated Total Operating Revenues or Total Assets
		Phoenix Cable TV Co., Ltd. Globalview Cable TV Co., Ltd. Taiwan Mobile Co., Ltd. Taiwan Teleservices & Technologies Co., Ltd. TFN Media Co., Ltd. Taiwan Mobile Co., Ltd. TFN Media Co., Ltd. Taiwan Mobile Co., Ltd. Union Cable TV Co., Ltd. Globalview Cable TV Co., Ltd. TFN Media Co., Ltd. Taiwan Mobile Co., Ltd. Reach & Range Inc.	1 1 2 1 1 2 1 2 1 1 1 2 1	Operating costs Operating costs Operating expenses Operating expenses Operating expenses Interest income Interest income Rental income Rental income Rental income Rental income Miscellaneous revenue Miscellaneous expense Miscellaneous expense	\$ 433 88 29,868 40,588 2 7,755 6,080 5,326 23 8 1,268 9 170	Based on regular terms Based on regular terms Based on regular terms Based on regular terms Based on regular terms Based on regular terms Based on regular terms Based on regular terms Based on regular terms Based on regular terms Based on regular terms Based on regular terms Based on regular terms Based on regular terms	- - - - - - - - - - - - - -
14	TFN HK	Taiwan Fixed Network Co., Ltd. Taiwan Fixed Network Co., Ltd.	2 2	Accounts receivable Operating revenues	3,753 5,617	Based on regular terms Based on regular terms	- -
15	Taiwan Teleservices & Technologies Co., Ltd.	Taiwan Mobile Co., Ltd. Taiwan Fixed Network Co., Ltd. Taiwan Fixed Network Co., Ltd. Taiwan Cellular Co., Ltd. TT & T Holding Xiamen Taifu Teleservices & Technologies Co., Ltd. Taiwan Mobile Co., Ltd. Taiwan Fixed Network Co., Ltd. Taiwan Mobile Co., Ltd. TT & T Holding Xiamen Taifu Teleservices & Technologies Co., Ltd. Taiwan Fixed Network Co., Ltd. Taiwan Mobile Co., Ltd.	2 2 2 2 1 1 2 2 2 1 1 2 2	Accounts receivable Accounts receivable Other receivables Accrued expenses Accrued expenses Accrued expenses Operating revenues Operating revenues Operating expenses Operating expenses Operating expenses Operating expenses Rental income	75,944 13,936 71 307 (2,317) 11,945 223,030 40,520 34 4,193 17,146 (68) 502	Based on regular terms Based on regular terms Based on regular terms Based on regular terms Based on regular terms Based on regular terms Based on regular terms Based on regular terms Based on regular terms Based on regular terms Based on regular terms Based on regular terms Based on regular terms	- - - - - - 1% - - - - - -
16	TFN Investment Co., Ltd.	TFN Media Co., Ltd. Taiwan Mobile Co., Ltd. TFN Media Co., Ltd.	1 2 1	Other receivables Operating expenses Interest income	3,911,844 36 21,243	Based on regular terms Based on regular terms Based on regular terms	4% - -
17	Reach & Range Inc.	Taiwan Fixed Network Co., Ltd. Taiwan Fixed Network Co., Ltd. Taiwan Mobile Co., Ltd. Taiwan Fixed Network Co., Ltd.	2 2 2 2	Accounts receivable Operating revenues Operating expenses Miscellaneous revenue	4,361 426 34 170	Based on regular terms Based on regular terms Based on regular terms Based on regular terms	- - - -
18	WinTV Broadcasting Co., Ltd.	Union Cable TV Co., Ltd. Yeong Jia Leh Cable TV Co., Ltd. Mangrove Cable TV Co., Ltd. Phoenix Cable TV Co., Ltd. Globalview Cable TV Co., Ltd.	3 3 3 3 3	Accounts receivable Accounts receivable Accounts receivable Accounts receivable Accounts receivable	315 315 315 315 315	Based on regular terms Based on regular terms Based on regular terms Based on regular terms Based on regular terms	- - - - -

(Continued)

Number	Company Name	Counterparty	Transaction Details				
			Nature of Relationship (Note)	Account	Amount	Transaction Terms	Percentage of Consolidated Total Operating Revenues or Total Assets
		Taiwan Mobile Co., Ltd.	2	Other receivables	\$ 159	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Accrued expenses	441	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	2	Accrued expenses	10	Based on regular terms	-
		Union Cable TV Co., Ltd.	3	Advance receipts	225	Based on regular terms	-
		Yeong Jia Leh Cable TV Co., Ltd.	3	Advance receipts	225	Based on regular terms	-
		Mangrove Cable TV Co., Ltd.	3	Advance receipts	225	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	3	Advance receipts	225	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	3	Advance receipts	225	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Other current liabilities	159	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating revenues	25	Based on regular terms	-
		Union Cable TV Co., Ltd.	3	Operating revenues	75	Based on regular terms	-
		Yeong Jia Leh Cable TV Co., Ltd.	3	Operating revenues	110	Based on regular terms	-
		Mangrove Cable TV Co., Ltd.	3	Operating revenues	75	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	3	Operating revenues	75	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	3	Operating revenues	75	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	2	Operating costs	109	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	420	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	2	Operating expenses	31	Based on regular terms	-
19	TFN Media Co., Ltd.	Taiwan Fixed Network Co., Ltd.	2	Accounts receivable	10,748	Payment terms varied depend on the agreements	-
		Union Cable TV Co., Ltd.	1	Accounts receivable	73,216	Payment terms varied depend on the agreements	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Accounts receivable	120,438	Payment terms varied depend on the agreements	-
		Mangrove Cable TV Co., Ltd.	1	Accounts receivable	7,381	Payment terms varied depend on the agreements	-
		Phoenix Cable TV Co., Ltd.	1	Accounts receivable	141,511	Payment terms varied depend on the agreements	-
		Globalview Cable TV Co., Ltd.	1	Accounts receivable	54,736	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	2	Other receivables	1	Based on regular terms	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Other receivables	65	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	2	Prepayments	2	Based on regular terms	-
		Shin Ho Cable TV Co., Ltd.	1	Other current assets	21	Based on regular terms	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Other current assets	87	Based on regular terms	-
		Union Cable TV Co., Ltd.	1	Accounts payable	3,694	Payment terms varied depend on the agreements	-
		Shin Ho Cable TV Co., Ltd.	1	Accounts payable	412	Payment terms varied depend on the agreements	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Accounts payable	5,888	Payment terms varied depend on the agreements	-
		Mangrove Cable TV Co., Ltd.	1	Accounts payable	2,189	Payment terms varied depend on the agreements	-
		Phoenix Cable TV Co., Ltd.	1	Accounts payable	8,006	Payment terms varied depend on the agreements	-

(Continued)

Number	Company Name	Counterparty	Transaction Details				
			Nature of Relationship (Note)	Account	Amount	Transaction Terms	Percentage of Consolidated Total Operating Revenues or Total Assets
		Globalview Cable TV Co., Ltd.	1	Accounts payable	\$ 3,173	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Accrued expenses	800	Payment terms varied depend on the agreements and based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	2	Accrued expenses	20,295	Payment terms varied depend on the agreements and based on regular terms	-
		Union Cable TV Co., Ltd.	1	Accrued expenses	7,531	Payment terms varied depend on the agreements and based on regular terms	-
		Shin Ho Cable TV Co., Ltd.	1	Accrued expenses	1,225	Payment terms varied depend on the agreements and based on regular terms	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Accrued expenses	4,033	Payment terms varied depend on the agreements and based on regular terms	-
		Mangrove Cable TV Co., Ltd.	1	Accrued expenses	1,701	Payment terms varied depend on the agreements and based on regular terms	-
		Phoenix Cable TV Co., Ltd.	1	Accrued expenses	7,017	Payment terms varied depend on the agreements and based on regular terms	-
		Globalview Cable TV Co., Ltd.	1	Accrued expenses	2,476	Payment terms varied depend on the agreements and based on regular terms	-
		Taiwan Cellular Co., Ltd.	2	Accrued expenses	2,500	Payment terms varied depend on the agreements	-
		TFN Investment Co., Ltd.	2	Accrued expenses	11,844	Payment terms varied depend on the agreements	-
		Taiwan Cellular Co., Ltd.	2	Other payables	250,000	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	2	Other payables	850,000	Payment terms varied depend on the agreements	1%
		TFN Investment Co., Ltd.	2	Other payables	3,900,000	Payment terms varied depend on the agreements	4%
		Union Cable TV Co., Ltd.	1	Other payables	540,000	Payment terms varied depend on the agreements	1%
		Shin Ho Cable TV Co., Ltd.	1	Other payables	207,700	Payment terms varied depend on the agreements	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Other payables	230,000	Payment terms varied depend on the agreements	-
		Mangrove Cable TV Co., Ltd.	1	Other payables	138,000	Payment terms varied depend on the agreements	-
		Phoenix Cable TV Co., Ltd.	1	Other payables	600,000	Payment terms varied depend on the agreements	1%

(Continued)

Number	Company Name	Counterparty	Transaction Details				
			Nature of Relationship (Note)	Account	Amount	Transaction Terms	Percentage of Consolidated Total Operating Revenues or Total Assets
		Globalview Cable TV Co., Ltd.	1	Other payables	\$ 350,000	Payment terms varied depend on the agreements	-
		Fu Jia Leh Media Technology Co., Ltd.	3	Advance receipts	2,000,000	Payment terms varied depend on the agreements	2%
		Mangrove Cable TV Co., Ltd.	1	Other liabilities	1,885	Payment terms varied depend on the agreements	-
		Globalview Cable TV Co., Ltd.	1	Other liabilities	365	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	2	Operating revenues	6,322	Payment terms varied depend on the agreements	-
		Union Cable TV Co., Ltd.	1	Operating revenues	58,011	Payment terms varied depend on the agreements	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Operating revenues	106,314	Payment terms varied depend on the agreements	1%
		Mangrove Cable TV Co., Ltd.	1	Operating revenues	4,734	Payment terms varied depend on the agreements	-
		Phoenix Cable TV Co., Ltd.	1	Operating revenues	125,710	Payment terms varied depend on the agreements	1%
		Globalview Cable TV Co., Ltd.	1	Operating revenues	50,927	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Operating costs	66	Payment terms varied depend on the agreements and based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	2	Operating costs	20,243	Payment terms varied depend on the agreements and based on regular terms	-
		Union Cable TV Co., Ltd.	1	Operating costs	8,631	Payment terms varied depend on the agreements	-
		Shin Ho Cable TV Co., Ltd.	1	Operating costs	412	Payment terms varied depend on the agreements	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Operating costs	10,591	Payment terms varied depend on the agreements	-
		Mangrove Cable TV Co., Ltd.	1	Operating costs	3,468	Payment terms varied depend on the agreements	-
		Phoenix Cable TV Co., Ltd.	1	Operating costs	13,597	Payment terms varied depend on the agreements	-
		Globalview Cable TV Co., Ltd.	1	Operating costs	4,731	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	2,791	Payment terms varied depend on the agreements and based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	2	Operating expenses	589	Payment terms varied depend on the agreements and based on regular terms	-

(Continued)

Number	Company Name	Counterparty	Transaction Details				
			Nature of Relationship (Note)	Account	Amount	Transaction Terms	Percentage of Consolidated Total Operating Revenues or Total Assets
		Union Cable TV Co., Ltd.	1	Operating expenses	\$ 662	Payment terms varied depend on the agreements and based on regular terms	-
		Shin Ho Cable TV Co., Ltd.	1	Operating expenses	44	Payment terms varied depend on the agreements and based on regular terms	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Operating expenses	561	Payment terms varied depend on the agreements and based on regular terms	-
		Mangrove Cable TV Co., Ltd.	1	Operating expenses	376	Payment terms varied depend on the agreements and based on regular terms	-
		Phoenix Cable TV Co., Ltd.	1	Operating expenses	864	Payment terms varied depend on the agreements and based on regular terms	-
		Globalview Cable TV Co., Ltd.	1	Operating expenses	185	Payment terms varied depend on the agreements and based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Miscellaneous revenue	1	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	2	Miscellaneous revenue	2	Based on regular terms	-
		Taiwan Cellular Co., Ltd.	2	Interest expenses	1,490	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	2	Interest expenses	6,080	Payment terms varied depend on the agreements	-
		TFN Investment Co., Ltd.	2	Interest expenses	21,243	Payment terms varied depend on the agreements	-
		Union Cable TV Co., Ltd.	1	Interest expenses	3,168	Payment terms varied depend on the agreements	-
		Shin Ho Cable TV Co., Ltd.	1	Interest expenses	1,223	Payment terms varied depend on the agreements	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Interest expenses	957	Payment terms varied depend on the agreements	-
		Mangrove Cable TV Co., Ltd.	1	Interest expenses	794	Payment terms varied depend on the agreements	-
		Phoenix Cable TV Co., Ltd.	1	Interest expenses	3,255	Payment terms varied depend on the agreements	-
		Globalview Cable TV Co., Ltd.	1	Interest expenses	1,771	Payment terms varied depend on the agreements	-
20	Union Cable TV Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Accounts receivable	576	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Accounts receivable	7,883	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Other receivables	543,342	Payment terms varied depend on the agreements and based on regular terms	1%

(Continued)

Number	Company Name	Counterparty	Transaction Details				
			Nature of Relationship (Note)	Account	Amount	Transaction Terms	Percentage of Consolidated Total Operating Revenues or Total Assets
		WinTV Broadcasting Co., Ltd.	3	Prepayments	\$ 15	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Accounts payable	53,108	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Accrued expenses	48	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	2	Accrued expenses	29	Payment terms varied depend on the agreements	-
		WinTV Broadcasting Co., Ltd.	3	Accrued expenses	94	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Accrued expenses	5,148	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Other payables	14,959	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	2	Operating revenues	363	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Operating revenues	9,039	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Operating costs	76	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	2	Operating costs	82	Payment terms varied depend on the agreements	-
		WinTV Broadcasting Co., Ltd.	3	Operating costs	75	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Operating costs	53,108	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	70	Payment terms varied depend on the agreements and based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	2	Operating expenses	322	Based on regular terms	-
		TFN Media Co., Ltd.	2	Operating expenses	4,903	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Interest income	3,168	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Miscellaneous revenue	254	Based on regular terms	-
21	Shin Ho Cable TV Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Accounts receivable	24	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Accounts receivable	414	Payment terms varied depend on the agreements and based on regular terms	-
		TFN Media Co., Ltd.	2	Other receivables	208,923	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Accrued expenses	2	Payment terms varied depend on the agreements and based on regular terms	-

(Continued)

Number	Company Name	Counterparty	Transaction Details				
			Nature of Relationship (Note)	Account	Amount	Transaction Terms	Percentage of Consolidated Total Operating Revenues or Total Assets
		TFN Media Co., Ltd.	2	Accrued expenses	\$ 21	Based on regular terms	-
		TFN Media Co., Ltd.	2	Operating revenues	412	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Operating costs	34	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	23	Payment terms varied depend on the agreements and based on regular terms	-
		TFN Media Co., Ltd.	2	Interest income	1,223	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Miscellaneous revenue	45	Based on regular terms	-
22	Yeong Jia Leh Cable TV Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Accounts receivable	1,234	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Accounts receivable	8,948	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Other receivables	230,957	Payment terms varied depend on the agreements	-
		WinTV Broadcasting Co., Ltd.	3	Prepayments	225	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Other current assets	16	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	2	Accounts payable	22	Payment terms varied depend on the agreements	-
		WinTV Broadcasting Co., Ltd.	3	Accounts payable	315	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Accounts payable	96,739	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Accrued expenses	85	Payment terms varied depend on the agreements and based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	2	Accrued expenses	59	Based on regular terms	-
		TFN Media Co., Ltd.	2	Accrued expenses	10,205	Payment terms varied depend on the agreements and based on regular terms	-
		TFN Media Co., Ltd.	2	Other payables	13,646	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	2	Operating revenues	47	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Operating revenues	10,919	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Operating costs	79	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	2	Operating costs	64	Payment terms varied depend on the agreements	-
		WinTV Broadcasting Co., Ltd.	3	Operating costs	75	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Operating costs	96,739	Payment terms varied depend on the agreements	1%

(Continued)

Number	Company Name	Counterparty	Transaction Details				
			Nature of Relationship (Note)	Account	Amount	Transaction Terms	Percentage of Consolidated Total Operating Revenues or Total Assets
		Taiwan Mobile Co., Ltd.	2	Operating expenses	\$ 87	Payment terms varied depend on the agreements and based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	2	Operating expenses	114	Payment terms varied depend on the agreements and based on regular terms	-
		WinTV Broadcasting Co., Ltd.	3	Operating expenses	35	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Operating expenses	9,574	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Interest income	957	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Miscellaneous revenue	233	Based on regular terms	-
23	Mangrove Cable TV Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Accounts receivable	174	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Accounts receivable	3,006	Payment terms varied depend on the agreements and based on regular terms	-
		TFN Media Co., Ltd.	2	Other receivables	138,884	Payment terms varied depend on the agreements and based on regular terms	-
		WinTV Broadcasting Co., Ltd.	3	Prepayments	225	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Other intangible assets	1,885	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	2	Accounts payable	120	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Accrued expenses	10	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	2	Accrued expenses	61	Based on regular terms	-
		WinTV Broadcasting Co., Ltd.	3	Accrued expenses	315	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Accrued expenses	3,486	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Other payables	3,895	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Operating revenues	3,548	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Operating costs	58	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	2	Operating costs	342	Payment terms varied depend on the agreements	-
		WinTV Broadcasting Co., Ltd.	3	Operating costs	75	Payment terms varied depend on the agreements	-

(Continued)

Number	Company Name	Counterparty	Transaction Details				
			Nature of Relationship (Note)	Account	Amount	Transaction Terms	Percentage of Consolidated Total Operating Revenues or Total Assets
		Taiwan Mobile Co., Ltd.	2	Operating expenses	\$ 45	Payment terms varied depend on the agreements and based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	2	Operating expenses	119	Based on regular terms	-
		TFN Media Co., Ltd.	2	Operating expenses	4,734	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Interest income	794	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Miscellaneous revenue	297	Based on regular terms	-
24	Phoenix Cable TV Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Accounts receivable	1,427	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	2	Accounts receivable	113	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Accounts receivable	11,565	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Other receivables	603,457	Payment terms varied depend on the agreements and based on regular terms	1%
		WinTV Broadcasting Co., Ltd.	3	Prepayments	225	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Accounts payable	115,081	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Accrued expenses	87	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	2	Accrued expenses	465	Payment terms varied depend on the agreements and based on regular terms	-
		WinTV Broadcasting Co., Ltd.	3	Accrued expenses	315	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Accrued expenses	11,160	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Other payables	15,269	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	2	Advance receipts	314	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	2	Operating revenues	433	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Operating revenues	14,010	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Operating costs	114	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	2	Operating costs	897	Payment terms varied depend on the agreements	-
		WinTV Broadcasting Co., Ltd.	3	Operating costs	75	Payment terms varied depend on the agreements	-

(Continued)

Number	Company Name	Counterparty	Transaction Details				
			Nature of Relationship (Note)	Account	Amount	Transaction Terms	Percentage of Consolidated Total Operating Revenues or Total Assets
		TFN Media Co., Ltd.	2	Operating costs	\$ 115,081	Payment terms varied depend on the agreements	1%
		Taiwan Mobile Co., Ltd.	2	Operating expenses	119	Payment terms varied depend on the agreements and based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	2	Operating expenses	378	Payment terms varied depend on the agreements and based on regular terms	-
		TFN Media Co., Ltd.	2	Operating expenses	10,629	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Interest income	3,255	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Rental income	43	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Miscellaneous revenue	451	Based on regular terms	-
25	Globalview Cable TV Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Accounts receivable	402	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	2	Accounts receivable	31	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Accounts receivable	3,834	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Other receivables	351,806	Payment terms varied depend on the agreements and based on regular terms	-
		WinTV Broadcasting Co., Ltd.	3	Prepayments	225	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Other current assets	9	Based on regular terms	-
		TFN Media Co., Ltd.	2	Other intangible assets	365	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	2	Accounts payable	30	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Accounts payable	45,616	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Accrued expenses	24	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	2	Accrued expenses	67	Payment terms varied depend on the agreements and based on regular terms	-
		WinTV Broadcasting Co., Ltd.	3	Accrued expenses	315	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Accrued expenses	4,428	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Other payables	4,692	Payment terms varied depend on the agreements	-

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Number	Company Name	Counterparty	Transaction Details				
			Nature of Relationship (Note)	Account	Amount	Transaction Terms	Percentage of Consolidated Total Operating Revenues or Total Assets
		Global Wealth Media Technology Co., Ltd.	2	Advance receipts	\$ 26	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	2	Operating revenues	88	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Operating revenues	4,830	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Operating costs	63	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	2	Operating costs	144	Payment terms varied depend on the agreements and based on regular terms	-
		WinTV Broadcasting Co., Ltd.	3	Operating costs	75	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Operating costs	45,616	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	39	Payment terms varied depend on the agreements and based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	2	Operating expenses	46	Based on regular terms	-
		TFN Media Co., Ltd.	2	Operating expenses	5,311	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Interest income	1,771	Payment terms varied depend on the agreements	-
		Global Wealth Media Technology Co., Ltd.	2	Rental income	9	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Miscellaneous revenue	86	Based on regular terms	-

Note: 1. Parent to subsidiary.
2. Subsidiary to parent.
3. Between subsidiaries.

(Concluded)