

Taiwan Mobile Co., Ltd. and Subsidiaries

**Consolidated Financial Statements for the
Nine Months Ended September 30, 2009 and 2008 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 September 30, 2009 and 2008, and the related consolidated statements of income and cash flows for the nine 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.

As stated in Note 3 to the consolidated financial statements, in March 2007, the Accounting Research and Development Foundation issued an interpretation that requires companies to recognize employees bonuses and remuneration paid to directors and supervisors as expenses starting from January 1, 2008. The mentioned bonuses and remuneration were previously recorded as appropriations from earnings.

October 13, 2009

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
SEPTEMBER 30, 2009 AND 2008
(In Thousands of New Taiwan Dollars, Except Par Value)
(Reviewed, Not Audited)

ASSETS	2009		2008		LIABILITIES AND SHAREHOLDERS' EQUITY	2009		2008	
	Amount	%	Amount	%		Amount	%	Amount	%
CURRENT ASSETS					CURRENT LIABILITIES				
Cash and cash equivalents (Notes 2, 4 and 24)	\$ 2,805,015	3	\$ 3,734,911	4	Short-term borrowings (Note 13)	\$ 3,300,000	4	\$ 12,400,000	14
Available-for-sale financial assets - current (Notes 2 and 5)	173,039	-	295,961	-	Short-term notes and bills payable (Note 14)	499,758	1	2,843,224	3
Hedging derivative financial assets - current (Notes 2, 23 and 27)	54,181	-	-	-	Notes payable	116,789	-	149,511	-
Notes receivable	39,577	-	45,668	-	Accounts payable (Note 24)	2,928,292	3	2,792,572	3
Accounts receivable - third parties (Notes 2 and 6)	6,978,868	8	7,015,095	8	Income taxes payable (Notes 2 and 20)	820,973	1	2,036,134	2
Accounts receivable - related parties (Notes 2 and 24)	216,034	-	237,637	-	Accrued expenses	5,494,002	6	5,585,588	6
Other receivables (Note 24)	393,398	1	331,246	1	Other payables (Note 2)	4,214,360	5	4,224,987	5
Inventories (Note 2)	401,157	1	201,273	-	Advance receipts (Note 15)	1,731,407	2	1,989,560	2
Prepayments (Note 24)	767,041	1	843,287	1	Current portion of long-term liabilities (Notes 16 and 23)	7,500,000	9	2,500,000	3
Deferred income tax assets - current (Notes 2 and 20)	30,522	-	281,250	-	Guarantee deposits - current	63,879	-	80,999	-
Pledged time deposits (Notes 24 and 25)	37,157	-	51,630	-	Other current liabilities	491,905	-	435,874	-
Other current assets	15,622	-	11,028	-					
Total current assets	11,911,611	14	13,048,986	14	Total current liabilities	27,161,365	31	35,038,449	38
INVESTMENTS					LONG-TERM LIABILITIES				
Investments accounted for using the equity method (Notes 2 and 7)	217,957	-	-	-	Bonds payable (Notes 16 and 23)	8,000,000	9	7,500,000	8
Hedging derivative financial assets - non-current (Notes 2, 23 and 27)	-	-	22,707	-	Long-term borrowings (Note 17)	2,300,000	3	-	-
Financial assets carried at cost - non-current (Notes 2 and 8)	2,498,980	3	2,515,168	3	Total long-term liabilities	10,300,000	12	7,500,000	8
Bond measured at amortized cost - non-current (Notes 2 and 9)	500,000	1	500,000	-					
Total investments	3,216,937	4	3,037,875	3	OTHER LIABILITIES				
PROPERTY AND EQUIPMENT (Notes 2 and 10)					Accrued pension cost (Notes 2 and 18)	-	-	2,196	-
Cost					Guarantee deposits	324,278	-	349,517	1
Land	6,097,370	7	6,087,548	7	Deferred income tax liability - non-current (Notes 2 and 20)	112,120	-	74,248	-
Buildings	3,922,356	5	3,918,788	4	Other (Note 2)	566,772	1	19,744	-
Telecommunication equipment	61,931,961	71	64,783,890	71	Total other liabilities	1,003,170	1	445,705	1
Office equipment	161,816	-	213,390	-	Total liabilities	38,464,535	44	42,984,154	47
Leased assets	1,285,920	1	1,276,190	1	SHAREHOLDERS' EQUITY (Notes 2 and 19)				
Miscellaneous equipment	2,340,788	3	2,545,622	3	Parent's shareholders' equity				
Total cost	75,740,211	87	78,825,428	86	Capital stock - NT\$10 par value				
Less accumulated depreciation	(31,612,110)	(36)	(32,091,279)	(35)	Authorized: 6,000,000 thousand shares				
Construction in progress and prepayments for equipment	44,128,101	51	46,734,149	51	Issued: 3,800,925 thousand shares	38,009,254	44	38,009,254	42
Net property and equipment	46,991,138	54	49,176,765	54	Capital surplus				
INTANGIBLE ASSETS (Note 2)					From convertible bonds	8,775,819	10	8,775,819	9
3G concession	6,916,309	8	7,664,018	8	From treasury stock transactions	3,639,302	4	3,493,759	4
Computer software cost	75,077	-	65,128	-	From long-term investments	3,743	-	1,166	-
Goodwill (Note 11)	10,486,064	12	10,484,260	11	Other	12,840	-	-	-
Other intangible assets					Retained earnings				
Customer relationship (Note 11)	2,555,455	3	2,730,237	3	Legal reserve	13,943,913	16	12,406,775	13
Operating rights (Note 11)	1,382,000	1	1,382,000	2	Special reserve	3,350,000	4	3,406,744	4
Other intangible assets	30,075	-	15,907	-	Unappropriated earnings	12,638,725	15	14,569,830	16
Total intangible assets	3,967,530	4	4,128,144	5	Other equity				
OTHER ASSETS					Cumulative translation adjustments	13,721	-	9,253	-
Assets leased to others (Notes 2 and 12)	439,544	1	545,675	1	Net loss not recognized as pension cost	285	-	1,604	-
Idle assets (Notes 2 and 12)	310,289	-	228,579	-	Unrealized gains on financial instruments	99,478	-	8,520	-
Refundable deposits	389,315	-	392,602	1	Treasury stock	(31,889,100)	(37)	(31,889,100)	(35)
Deferred charges (Note 2)	416,251	1	306,372	-	Minority interest	48,597,980	56	48,793,624	53
Deferred income tax assets - non-current (Notes 2 and 20)	1,818,250	2	2,600,232	3	Total shareholders' equity	48,607,456	56	48,829,531	53
Other (Notes 2, 18, 24 and 25)	133,676	-	135,049	-					
Total other assets	3,507,325	4	4,208,509	5	TOTAL	\$ 87,071,991	100	\$ 91,813,685	100

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

(With Deloitte & Touche review report dated October 13, 2009)

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF INCOME

NINE MONTHS ENDED SEPTEMBER 30, 2009 AND 2008

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

(Reviewed, Not Audited)

	2009		2008	
	Amount	%	Amount	%
OPERATING REVENUES (Notes 2 and 24)	\$ 51,590,480	100	\$ 52,357,201	100
OPERATING COSTS (Notes 2, 22 and 24)	<u>25,123,225</u>	<u>48</u>	<u>23,653,733</u>	<u>45</u>
GROSS PROFIT	<u>26,467,255</u>	<u>52</u>	<u>28,703,468</u>	<u>55</u>
OPERATING EXPENSES (Notes 2, 22 and 24)				
Marketing	7,578,670	15	8,179,165	16
Administrative	<u>3,617,664</u>	<u>7</u>	<u>3,647,743</u>	<u>7</u>
Total operating expenses	<u>11,196,334</u>	<u>22</u>	<u>11,826,908</u>	<u>23</u>
OPERATING INCOME	<u>15,270,921</u>	<u>30</u>	<u>16,876,560</u>	<u>32</u>
NON-OPERATING INCOME AND GAINS				
Penalty income	194,086	1	154,912	-
Rental income (Notes 2 and 24)	54,478	-	55,182	-
Interest income (Note 2)	13,237	-	88,680	-
Dividend income (Note 2)	10,405	-	-	-
Gain on disposal of property and equipment (Note 2)	992	-	49,136	-
Gain on disposal of investments (Note 2)	-	-	262,759	1
Other (Notes 2 and 6)	<u>147,730</u>	<u>-</u>	<u>240,811</u>	<u>1</u>
Total non-operating income and gains	<u>420,928</u>	<u>1</u>	<u>851,480</u>	<u>2</u>
NON-OPERATING EXPENSES AND LOSSES				
Loss on disposal and retirement of property and equipment (Notes 2 and 24)	1,333,755	3	766,383	2
Interest expenses (Notes 2 and 10)	339,762	1	534,404	1
Loss on disposal of investments (Note 2)	48,328	-	-	-
Investment loss recognized under the equity method (Notes 2 and 7)	31,543	-	-	-
Impairment loss (Notes 2 and 8)	16,188	-	11,532	-
Other (Note 2)	<u>87,166</u>	<u>-</u>	<u>68,742</u>	<u>-</u>
Total non-operating expenses and losses	<u>1,856,742</u>	<u>4</u>	<u>1,381,061</u>	<u>3</u>
INCOME BEFORE INCOME TAX	13,835,107	27	16,346,979	31
INCOME TAX EXPENSE (Notes 2 and 20)	<u>3,461,890</u>	<u>7</u>	<u>4,108,941</u>	<u>8</u>
CONSOLIDATED NET INCOME	<u>\$ 10,373,217</u>	<u>20</u>	<u>\$ 12,238,038</u>	<u>23</u>

(Continued)

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF INCOME

NINE MONTHS ENDED SEPTEMBER 30, 2009 AND 2008

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

(Reviewed, Not Audited)

	2009		2008	
	Amount	%	Amount	%
ATTRIBUTED TO:				
Shareholders of the parent	\$ 10,371,971	20	\$ 12,225,203	23
Minority interest	<u>1,246</u>	<u>-</u>	<u>12,835</u>	<u>-</u>
	<u>\$ 10,373,217</u>	<u>20</u>	<u>\$ 12,238,038</u>	<u>23</u>
	2009		2008	
	Before Income Tax	After Income Tax	Before Income Tax	After Income Tax
EARNINGS PER SHARE (Note 21)				
Basic	<u>\$ 4.53</u>	<u>\$ 3.49</u>	<u>\$ 5.26</u>	<u>\$ 4.12</u>
Diluted	<u>\$ 4.52</u>	<u>\$ 3.47</u>	<u>\$ 5.25</u>	<u>\$ 4.11</u>

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

(With Deloitte & Touche review report dated October 13, 2009)

(Concluded)

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS NINE MONTHS ENDED SEPTEMBER 30, 2009 AND 2008 (In Thousands of New Taiwan Dollars) (Reviewed, Not Audited)

	2009	2008
CASH FLOWS FROM OPERATING ACTIVITIES		
Consolidated net income	\$ 10,373,217	\$ 12,238,038
Adjustments to reconcile net income to net cash provided by operating activities:		
Depreciation	5,776,098	5,310,322
Loss on disposal and retirement of property and equipment, net	1,332,763	717,247
Amortization	816,989	826,436
Deferred income taxes	808,054	171,837
Bad debts	472,341	514,612
Compensation cost recognized from employee stock options	134,541	-
Loss (gain) on disposal of investments	48,328	(262,759)
Investment loss recognized under the equity method	31,543	-
Impairment loss	16,188	11,532
Provision for (recovery of) loss on inventories	(8,231)	22,910
Pension cost	2,718	(751)
Amortization of long-term notes payable	-	9,660
Other	12,536	21,395
Net changes in operating assets and liabilities		
Financial assets held for trading	-	131,973
Notes receivable	27,012	39,434
Accounts receivable - third parties	(1,290,035)	(753,677)
Accounts receivable - related parties	16,995	(117,003)
Other receivables	32,138	(88,729)
Long-term capital lease receivables	(7,736)	(62,516)
Inventories	(31,910)	(64,267)
Prepayments	56,490	(74,155)
Other current assets	(2,970)	11,894
Notes payable	(67,874)	(71,867)
Accounts payable	89,661	377,635
Income taxes payable	(1,977,380)	319,623
Accrued expenses	(415,945)	(145,390)
Other payables	(131,455)	572,020
Advance receipts	(552,887)	(4,099)
Other current liabilities	328,576	(68,843)
Net cash provided by operating activities	<u>15,889,765</u>	<u>19,582,512</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of property and equipment	(4,841,912)	(4,728,667)
Increase in deferred charges	(180,954)	(97,829)
Proceeds from disposal of available-for-sale financial assets	139,855	2,089,511
Acquisition of subsidiaries	(11,066)	(133,892)
Decrease (increase) in other assets	10,105	(10,318)
Increase in computer software cost and other intangible assets	(7,728)	(7,467)

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TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS NINE MONTHS ENDED SEPTEMBER 30, 2009 AND 2008 (In Thousands of New Taiwan Dollars) (Reviewed, Not Audited)

	2009	2008
Proceeds from investees' capital reduction	\$ 5,356	\$ 2,688
Decrease in refundable deposits	4,123	13,129
Increase in goodwill	(3,742)	(1,222,018)
Proceeds from disposal of idle assets	952	-
Decrease (increase) in pledged time deposits	358	(3,924)
Proceeds from disposal of property and equipment	<u>51</u>	<u>312,580</u>
Net cash used in investing activities	<u>(4,884,602)</u>	<u>(3,786,207)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Cash dividends paid	(13,968,840)	(7,601,804)
Decrease in long-term borrowings	(5,400,000)	(900,000)
Increase (decrease) in short-term borrowings	3,300,000	(6,940,000)
Increase in long-term borrowings	2,500,000	900,000
Transfer of treasury stock to employees	1,056,478	-
Increase in short-term notes and bills payable	499,758	1,248,471
Decrease in guarantee deposits	(26,255)	(15,314)
Capital return to minority interest	(21,401)	-
Decrease in minority interest	(3,474)	(7,313,372)
Cash dividends paid to minority interest	(592)	(1,148)
Proceeds from disposal of treasury stock	-	13,509,828
Capital reduction	-	(9,434,444)
Repayment of long-term notes payable	-	(2,450,000)
Bonus to employees	-	(181,155)
Remuneration to directors and supervisors	<u>-</u>	<u>(18,116)</u>
Net cash used in financing activities	<u>(12,064,326)</u>	<u>(19,197,054)</u>
EFFECT OF EXCHANGE RATE CHANGES	<u>(3,884)</u>	<u>3,959</u>
ACQUISITION OF CASH AND CASH EQUIVALENTS FROM SUBSIDIARIES	<u>-</u>	<u>103,610</u>
NET DECREASE IN CASH AND CASH EQUIVALENTS	(1,063,047)	(3,293,180)
CASH AND CASH EQUIVALENTS, BEGINNING OF PERIOD	<u>3,868,062</u>	<u>7,028,091</u>
CASH AND CASH EQUIVALENTS, END OF PERIOD	<u>\$ 2,805,015</u>	<u>\$ 3,734,911</u>
SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION		
Interest paid	\$ 107,416	\$ 597,911
Less interest capitalized	<u>11,643</u>	<u>8,596</u>
Interest paid - excluding interest capitalized	<u>\$ 95,773</u>	<u>\$ 589,315</u>
Income taxes paid	<u>\$ 4,766,901</u>	<u>\$ 3,193,272</u>

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TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS NINE MONTHS ENDED SEPTEMBER 30, 2009 AND 2008 (In Thousands of New Taiwan Dollars) (Reviewed, Not Audited)

	2009	2008
NON-CASH INVESTING AND FINANCING ACTIVITIES		
Current portion of long-term liabilities	<u>\$ 7,500,000</u>	<u>\$ 2,500,000</u>
CASH INVESTING AND FINANCING ACTIVITIES		
Acquisition of property and equipment	\$ 4,400,967	\$ 4,392,420
Decrease in notes payable	1,843	8,654
Decrease in other payables	375,151	327,593
Decrease in other liabilities - other	<u>63,951</u>	<u>-</u>
Cash paid for acquisition of property and equipment	<u>\$ 4,841,912</u>	<u>\$ 4,728,667</u>

The Corporation acquired 100% of TWM Communications (Beijing) Ltd. (formerly named Hurray! Times Communications (Beijing) Ltd.)'s shares on April 24, 2008. The fair values of the assets and liabilities upon acquisition were as follows:

Cash	\$ 103,610
Accounts receivable	46,443
Prepayments	1,590
Other current assets	320
Property and equipment	2,727
Intangible assets	50
Other assets	<u>146</u>
	<u>154,886</u>
Accounts payable	7,841
Accrued expenses	844
Other payables	6,326
Advance receipts	16,595
Other current liabilities	<u>270</u>
	<u>31,876</u>
Net	123,010
Percentage of equity interest	<u>100%</u>
	123,010
Add goodwill	29,193
Less investment payable	<u>(21,955)</u>
	<u>130,248</u>
Cash paid for acquisition of TWM Communications (Beijing) Ltd. (formerly named Hurray! Times Communications (Beijing) Ltd.)	<u>\$ 130,248</u>

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

(With Deloitte & Touche review report dated October 13, 2009)

(Concluded)

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS NINE MONTHS ENDED SEPTEMBER 30, 2009 AND 2008 (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 trading 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 September 30, 2009 and 2008, the Corporation and subsidiaries had 4,400 and 4,535 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 Ownership as of September 30		Note
			2009	2008	
Corporation	TransAsia Telecommunications Inc. (TAT)	Wireless service provider	-	-	Merged into the Corporation on September 2, 2008
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	-	Established on December 26, 2008
GWMT	Globalview Cable TV Co., Ltd. (GCTV)	Cable TV SO (System Operator)	6.694	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	-	49.90	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)	Communication service	100.00	100.00	-
TCC	TCC Investment Co., Ltd. (TCCI)	Investment	100.00	-	Established on August 10, 2009 As of September 30, 2009, 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	Shin Ho Cable TV Co., Ltd. (SHCTV)	Cable TV SO (System Operator)	100.00	100.00	Some shares held under trustee accounts
TFNM	Yeong Jialeh Cable TV Co., Ltd. (YJCTV)	Cable TV SO (System Operator)	100.00	100.00	-
TFNM	Mangrove Cable TV Corporation (MCTV)	Cable TV SO (System Operator)	100.00	100.00	Some shares held under trustee accounts
TFNM	North Coast Cable TV Co., Ltd. (NCCTV)	Cable TV SO (System Operator)	-	100.00	Liquidated on October 1, 2008

(Continued)

Investor	Subsidiary	Main Businesses and Products	Percentage of Ownership as of September 30		Note
			2009	2008	
TFNM	PCTV	Cable TV SO (System Operator)	96.66	96.66	-
TFNM	GCTV	Cable TV SO (System Operator)	92.38	92.38	-
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	100% acquired by TWM Holding and consolidated into financial statements on April 24, 2008
TCC	Taiwan Teleservices & Technologies Co., Ltd. (the former TT&T)	Call center service	-	-	Merged into TT&T on September 1, 2008
The former TT&T	TT&T Casualty & Property Insurance Agency Co., Ltd. (TCPIA)	Insurance agency	-	-	Liquidated on March 15, 2008
The former TT&T	TT&T Life Insurance Agency Co., Ltd. (TLIA)	Insurance agency	-	-	Liquidated on May 15, 2008
TFN	Taiwan United Communication Co., Ltd. (TUC)	Communication service	-	-	Merged into TFN on January 1, 2008
TFN	Taiwan Telecommunication Network Services Co., Ltd. (TTN)	Telecommunications	-	-	Merged into TFN on August 1, 2008.
TFN	Taiwan Teleservices & Technologies Co., Ltd. (TT&T)	Call center service and international simple resale (ISR)	100.00	100.00	Formerly VoPier Communications (Taiwan) Co., Ltd. (VoPier) merged the former TT&T on September 1, 2008 with VoPier as the surviving company and renamed as Taiwan Teleservices & Technologies Co., Ltd. (Note 3)
TT&T	Taiwan Super Basketball Co., Ltd. (TSB)	Basketball team management and related business	100.00	100.00	(Note 4)
TT&T	TT&T Holdings Co., Ltd. (TT&T Holding)	Investment	100.00	100.00	(Note 4)
TT&T Holding	Xiamen Taifu Teleservices & Technologies Ltd.	Call center service	100.00	100.00	-
TFN	TFN HK Ltd.	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.

Note 3: Became a subsidiary of TFN, which merged TTN on August 1, 2008.

Note 4: Became a subsidiary of TT&T, which merged the former TT&T on September 1, 2008.

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 sheet 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 weighted-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 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 assets. Impairment losses are recognized if a decrease in 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 derecognized, impairment or amortization. A regular purchase or sale of financial assets is recognized and de-recognized 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 Accounting Research and Development Foundation (ARDF) issued the Interpretation No. 2008-340 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 un-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 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 the 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 goodwill 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 three to seven 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 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 to retain 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 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 period.

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 principal 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 service 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 earning 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 nine months ended September 30, 2008 have been reclassified to conform to the presentation of consolidated financial statements as of and for the nine months ended September 30, 2009.

3. EFFECT OF CHANGES IN ACCOUNTING PRINCIPLES

In March 2007, the ARDF issued an interpretation that requires companies and their subsidiaries to recognize those bonuses to employees and remunerations to directors and supervisors as compensation expenses starting from January 1, 2008. The mentioned bonuses and remunerations were previously recorded as appropriations from earnings. The adoption of this interpretation resulted in a decrease of \$272,750 thousand in consolidated net income and a decrease in basic earnings per share of \$0.09 for the nine months ended September 30, 2008.

4. CASH AND CASH EQUIVALENTS

	<u>September 30</u>	
	2009	2008
Government bonds with repurchase rights	\$ 1,733,702	\$ 1,479,963
Cash in banks	710,080	1,113,367
Time deposits	319,644	290,149
Cash on hand	33,058	23,185
Revolving funds	8,531	6,975
Short-term notes and bills with repurchase rights	<u>-</u>	<u>821,272</u>
	<u>\$ 2,805,015</u>	<u>\$ 3,734,911</u>

5. AVAILABLE-FOR-SALE FINANCIAL ASSETS - CURRENT

	<u>September 30</u>	
	2009	2008
Domestic listed stocks		
Chunghwa Telecom Co., Ltd.	\$ 173,039	\$ 200,794
Overseas listed stocks		
Hurray! Holding Co., Ltd. (NASDAQ listed company)	<u>-</u>	<u>95,167</u>
	<u>\$ 173,039</u>	<u>\$ 295,961</u>

6. ACCOUNTS RECEIVABLE - THIRD PARTIES

	<u>September 30</u>	
	2009	2008
Accounts receivable	\$ 7,430,661	\$ 7,497,935
Less allowance for doubtful accounts	<u>(451,793)</u>	<u>(482,840)</u>
	<u>\$ 6,978,868</u>	<u>\$ 7,015,095</u>

For the first quarter of 2008, the Group entered into an accounts receivable factoring contract with HC Second Asset Management Co., Ltd. The Group sold \$3,341,578 thousand of the overdue accounts receivable, which had been written off, to HC Second Asset Management Co., Ltd. The aggregate selling price was \$38,866 thousand. Under this contract, the Group would no longer assume the risk on this receivable.

7. 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 established TNH on December 31, 2008 with initial investment of \$249,500 thousand, representing 49.9% ownership. Investment loss was \$31,543 thousand for the nine months ended September 30, 2009. 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.

8. FINANCIAL ASSETS CARRIED AT COST - NON-CURRENT

	<u>September 30</u>	
	<u>2009</u>	<u>2008</u>
Domestic emerging stocks		
Taiwan High Speed Rail Corporation	\$ 2,120,829	\$ 2,120,829
Domestic unlisted stocks		
New Century InfoComm 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 InfoComm 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 and \$11,532 thousand were recognized for the nine months ended September 30, 2009 and 2008, respectively.

9. BONDS MEASURED AT AMORTIZED COST-NON-CURRENT

	<u>September 30</u>	
	<u>2009</u>	<u>2008</u>
Taiwan High Speed Rail Corporation - unlisted convertible preferred stock - series A	<u>\$ 500,000</u>	<u>\$ 500,000</u>

10. PROPERTY AND EQUIPMENT - ACCUMULATED DEPRECIATION

	<u>September 30</u>	
	<u>2009</u>	<u>2008</u>
Buildings	\$ 574,771	\$ 495,102
Telecommunication equipment	29,474,765	29,779,360
Office equipment	67,621	129,103
Leased assets	469,167	404,127
Miscellaneous equipment	<u>1,025,786</u>	<u>1,283,587</u>
	<u>\$ 31,612,110</u>	<u>\$ 32,091,279</u>

Capitalized interest for the nine months ended September 30, 2009 and 2008 were \$11,643 thousand and \$8,596 thousand, respectively, with capitalization rates ranging from 2.4% to 2.76% and 2.4% to 2.64%, respectively.

The Corporation bought farmland located in Yang-Mei, Taoyuan for the amount of \$12,000 thousand from TFN, based on the need for deploying telecom equipments. Because only an individual could be the owner of farmland according to related regulations, its ownership is under the landholder through a fiduciary contract.

11. INTANGIBLE ASSETS

	Nine Months Ended September 30, 2009		
	Goodwill	Customer Relationship	Operating Rights
<u>Cost</u>			
Beginning balance	\$ 10,485,048	\$ 2,686,541	\$ 1,382,000
Add:			
Acquired from merger	3,742	-	-
Adjustment in contingent consideration of acquisition transaction	(2,371)	-	-
Effect to exchange rate changes	(355)	-	-
Amortization	<u>-</u>	<u>(131,086)</u>	<u>-</u>
Ending balance	<u>\$ 10,486,064</u>	<u>\$ 2,555,455</u>	<u>\$ 1,382,000</u>
	Nine Months Ended September 30, 2008		
	Goodwill	Customer Relationship	Operating Rights
<u>Cost</u>			
Beginning balance	\$ 9,231,478	\$ 2,861,323	\$ 1,382,000
Add:			
Acquired from merger	1,251,210	-	-
Effect to exchange rate changes	1,572	-	-
Amortization	<u>-</u>	<u>(131,086)</u>	<u>-</u>
Ending balance	<u>\$ 10,484,260</u>	<u>\$ 2,730,237</u>	<u>\$ 1,382,000</u>

a. Customer relationship and operating rights

Under SFAS No. 25 “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 TV. Accordingly, customer relationship and operating rights were identified as major intangible assets.
- 2) On September, 2007, TUC, the Corporation’s 100%-owned subsidiary, acquired more than 50% of TTN’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 was 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:

In 2007, the Group was engaged in mobile service only and identified the Corporation, TAT and Mobitai (merger into TAT on December 15, 2007) as separated independent cash-generating units. In 2007, to be in line with the Group's integration of business resources and customer services for better core competence, the Corporation, TAT and Mobitai were viewed combined as one cash-generating unit. Besides, impairment test on goodwill of newly consolidated cable subsidiaries was needed. The critical assumptions to evaluate the recoverable amounts of operating assets and goodwill by business 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 in the 2008 and 2007 financial statements.

c) Assumptions on discount rate

In 2008, the discount rate used to calculate the asset recoverable amounts of the Corporation was 7.48%. In 2007, the discount rate used to calculate the consolidated asset recoverable amounts of the Corporation, TAT and Mobitai was 6.78%.

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 in the 2008 financial statements.

c) Assumptions on discount rate

In 2008, the discount rate is 7.60% 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 in the 2008 and 2007 financial statements.

c) Assumptions on discount rate

The discount rate used to calculate the asset recoverable amounts was ranging 3.21% to 5.92% and 3.86% to 4.64% in 2008 and 2007, 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, 2008 and 2007.

12. ASSETS LEASED TO OTHERS AND IDLE ASSETS

	<u>September 30</u>	
	2009	2008
Assets leased to others		
Cost	\$ 471,664	\$ 639,696
Less accumulated depreciation	(21,529)	(39,528)
Less accumulated impairment	<u>(10,591)</u>	<u>(54,493)</u>
	<u>\$ 439,544</u>	<u>\$ 545,675</u>
Idle assets		
Cost	\$ 731,178	\$ 594,989
Less allowance for value decline	(187,519)	(187,519)
Less accumulated depreciation	(105,021)	(94,297)
Less accumulated impairment	<u>(128,349)</u>	<u>(84,594)</u>
	<u>\$ 310,289</u>	<u>\$ 228,579</u>

13. SHORT-TERM BORROWINGS

	<u>September 30</u>	
	2009	2008
Unsecured loans from financial institutions	<u>\$ 3,300,000</u>	<u>\$ 12,400,000</u>
Interest rate	0.59%-0.6163%	2.46%-2.66%

14. SHORT-TERM NOTES AND BILLS PAYABLE

	<u>September 30</u>	
	<u>2009</u>	<u>2008</u>
Commercial paper payable		
Mega Bills Finance Corporation	\$ 350,000	\$ 400,000
China Bills Finance Corporation	150,000	500,000
Shanghai Commercial and Savings Bank	-	1,450,000
International Bills Finance Corporation	-	500,000
Less discount on short-term notes and bills payable	<u>(242)</u>	<u>(6,776)</u>
Net carrying value	<u>\$ 499,758</u>	<u>\$ 2,843,224</u>
Interest rate	0.588%	2.494%-2.5%
Period	2009.9.30- 2009.10.30	2008.7.23- 2008.11.17

15. 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 new policy effective on April 1, 2007. The guaranteed advance receipts from prepaid card customers were \$569,913 thousand as of September 30, 2009.

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 new 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 \$56,253 thousand as of September 30, 2009.

16. BONDS PAYABLE

	<u>September 30</u>			
	<u>2009</u>		<u>2008</u>	
	<u>Current</u>	<u>Non-current</u>	<u>Current</u>	<u>Non-current</u>
Domestic unsecured bonds	<u>\$ 7,500,000</u>	<u>\$ 8,000,000</u>	<u>\$ 2,500,000</u>	<u>\$ 7,500,000</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>		

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
The fourth quarter of 2009	\$ 7,500,000
2012	4,000,000
2013	<u>4,000,000</u>
	<u>\$ 15,500,000</u>

17. LONG-TERM BORROWINGS

	<u>September 30</u>	
	2009	2008
Unsecured loans	<u>\$ 2,300,000</u>	<u>\$ -</u>
Interest rate	0.7042%- 0.7084%	-

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 26 for further information.

18. 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 \$130,213 thousand and \$130,260 thousand for the nine months ended September 30, 2009 and 2008, 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 nine 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 on April 13, 2007 and January 22, 2008 and January 16, 2009, the Corporation suspended contributing from February 2007 to January 2010.

19. 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 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 to 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 nine months ended September 30, 2009, the bonuses to employees and remuneration to directors and supervisors were accrued based on a 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 reserves. The significant difference between annual accruals and the amount approved by the Board of Directors 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 2010'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 and 2007 earnings appropriations resolved by the AGMs on June 19, 2009 and June 13, 2008 were as follows:

	Appropriation of Earnings		Dividend Per Share (NT\$)	
	For Fiscal Year 2008	For Fiscal Year 2007	For Fiscal Year 2008	For Fiscal Year 2007
Appropriation of legal reserve	\$ 1,537,138	\$ 661,300		
Reversal of special reserve	(56,744)	(86,819)		
Remuneration to directors and supervisors	-	18,116		
Cash bonus to employees	-	181,155		
Cash dividends	<u>13,968,864</u>	<u>7,601,851</u>	\$4.68704	\$2.54326
	<u>\$ 15,449,258</u>	<u>\$ 8,375,603</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.

Information on the appropriation of the 2008 earnings, bonus and remuneration to employees, directors and supervisors proposed by the Board of Directors and approved at 2009 AGM is available on the Market Observation Post System website of the Taiwan Stock Exchange.

c. Capital reduction by cash

To increase ROE (Return of Equity) and maintain stable EPS (Earnings per Share) and dividend, the Corporation's AGM resolved on June 15, 2007, a capital reduction of \$12,000,000 thousand, representing 24% of outstanding shares. The Corporation's Board of Directors resolved the record date of December 1, 2007, and completed the procedure for registration changes, which is already approved by the authority. Trading suspension period started from February 1 to 19, 2008, and new shares resumed trading from February 20, 2008.

d. Treasury stock

(Shares in Thousands)				
Purpose of Buyback	Beginning Shares	Increase	Decrease	Ending Shares
<u>Nine months ended September 30, 2009</u>				
To be transferred to employees	24,193	-	24,193	-
Shares held by subsidiaries	811,918	-	-	811,918
<u>Nine months ended September 30, 2008</u>				
Shares held by subsidiaries	1,368,250 (Note)	-	556,332	811,918

Note: Shares held before capital reduction.

1) Transfer of stock to employees

For the nine months ended September 30, 2009, the Corporation transferred 24,193 thousand shares bought back from the market to employees at NT\$43.8 per share, resulting in a reduction of \$3,254 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 September 30, 2009, 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 \$48,309,098 thousand. The Corporation reclassified \$31,889,100 thousand from investments accounted for using equity method to treasury stock based on SFAS No. 30, "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.

In the first quarter of 2008, TFN sold 300,000 thousand shares of the Corporation for \$13,509,828 thousand. Disposal gain from the sales resulted in an increase in capital surplus by \$3,485,732 thousand. In addition, the Corporation's shares held by subsidiaries were reduced by 256,332 thousand shares due to the Corporation's capital reduction.

e. Unrealized gain or loss on financial instruments

Unrealized gain or loss on financial instruments for the nine months ended September 30, 2009 and 2008 were summarized as follows:

	Nine Months Ended September 30	
	2009	2008
Available-for-sale financial assets		
Balance, beginning of period	\$ 54,455	\$ 57,560
Fair value changes recognized directly in equity	<u>4,387</u>	<u>23,681</u>
	<u>58,842</u>	<u>81,241</u>
Changes in unrealized gains (losses) of cash flow hedge		
Balance, beginning of period	61,864	(38,749)
Fair value changes recognized directly in equity	<u>(21,228)</u>	<u>55,779</u>
	<u>40,636</u>	<u>17,030</u>
Changes in unrealized gains (losses) recognized by equity accounted investees		
Balance, beginning of period	(122,216)	(82,854)
Fair value changes recognized directly in equity	<u>(122,216)</u>	<u>(6,897)</u>
	<u>-</u>	<u>(89,751)</u>
Unrealized gains on financial instruments	<u>\$ 99,478</u>	<u>\$ 8,520</u>

20. INCOME TAX EXPENSE

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

	Nine Months Ended September 30	
	2009	2008
Tax on pretax income at statutory tax rate (25%)	\$ 4,714,328	\$ 5,955,520
Add (deduct) tax effects of		
Permanent differences		
Investment income from domestic investees accounted for using equity method	(1,538,223)	(2,255,425)
Tax-exempt dividend income	(2,601)	-
Gain on disposal of marketable securities	-	(3,067)
Other	(11,327)	96,505
Temporary differences	(334,176)	(402,430)
Tax-exempt income	-	(26,001)
Deferred income taxes	808,054	171,837
Prior years' adjustment	(147,585)	552,550
Prior years' loss carryforward	(18,852)	(31,020)
Income tax credits	(7,984)	(273,236)
Tax on short-term bills	256	10,970
Income tax (10%) on unappropriated earnings	-	195,172
Income basic tax	<u>-</u>	<u>117,566</u>
Income tax expense	<u>\$ 3,461,890</u>	<u>\$ 4,108,941</u>

In January 2009, the Article 39 of the Income Tax Law was amended to extend 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 Article and recorded the resulting difference as an income tax expense.

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

	September 30	
	2009	2008
Unrealized loss on retirement of property and equipment	\$ 1,582,263	\$ 2,227,063
Provision for doubtful accounts	501,264	691,561
Amortization of goodwill	(220,243)	(90,462)
Prior years' loss carryforward	83,717	94,831
Investment tax credits	56,027	655,211
Provision for impairment losses on idle assets	49,004	61,660
Unrealized gain on financial instruments	(13,545)	(5,677)
Accrued pension cost	(4,220)	2,854
Other	<u>85,787</u>	<u>39,624</u>
	2,120,054	3,676,665
Less valuation allowance	<u>(383,402)</u>	<u>(869,431)</u>
	<u>\$ 1,736,652</u>	<u>\$ 2,807,234</u>
Deferred income tax assets		
Current	\$ 30,522	\$ 281,250
Non-current	<u>1,818,250</u>	<u>2,600,232</u>
	<u>\$ 1,848,772</u>	<u>\$ 2,881,482</u>
Deferred income tax liabilities		
Non-current	<u>\$ (112,120)</u>	<u>\$ (74,248)</u>

c. As of September 30, 2009, the Corporation and its subsidiaries' 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	\$ 61,022	\$ 53,038	2013
	Personnel training	<u>2,989</u>	<u>2,989</u>	2012
		<u>\$ 64,011</u>	<u>\$ 56,027</u>	

d. Following were the net operating loss carryforwards of the Group of September 30, 2009:

Year	Total Creditable Amount	Remaining Creditable Amount	Expiry Year
2004	\$ 8,733	\$ -	2014
2005	22,558	-	2015
2006	184,627	145,404	2016
2007	129,157	126,539	2017
2008	<u>65,199</u>	<u>62,925</u>	2018
	<u>\$ 410,274</u>	<u>\$ 334,868</u>	

e. Integrated income tax information was as follows:

	September 30	
	2009	2008
Balance of imputation credit account (ICA)		
The Corporation	\$ 1,162,760	\$ 1,510,840
TCC	-	1,143
WMT	-	-
TFMT	2,674	-
FJLMT	-	-
GWMT	1,627	1,624
FSMT	2,370	1,950
GFMT	-	Not applicable
TYDB	Not applicable	97
TDC	-	-
TCCI	-	Not applicable
TID	-	Not applicable
TSB	-	10
TFN	468,904	1,609,686
TUI	-	Not applicable
TT&T	-	29
TFNI	Not applicable	113,697
R&R	Not applicable	-
WTVB	-	-
TFNM	110,845	181,070
UCTV	17,331	34,936
SHCTV	9,641	9,634
YJCTV	26,806	26,747
MCTV	2,285	3,064
NCCTV	Not applicable	4,185
PCTV	157	326
GCTV	17,296	19,752

As of September 30, 2009, there were no unappropriated earnings generated before January 1, 1998. The actual creditable ratios for the 2008 and 2007 earnings appropriation were as follows:

	2008	2007
The Corporation	35.28%	38.96%
TAT	Not applicable	28.76%
TCC	29.90%	24.59%
WMT	-	-
TFMT	33.33%	-
FJLMT	-	-
GWMT	33.33%	-
FSMT	33.33%	-
GFMT	-	Not applicable
TYDB	-	-
TDC	-	-
The former TT&T	Not applicable	-
TCPIA	Not applicable	-
TLIA	Not applicable	33.33%
TSB	25.98%	1.85%
TFN	33.33%	33.33%
TTN	Not applicable	-
TT&T	0.05%	0.04%
TFNI	30.52%	33.35%
R&R	-	0.02%
WTVB	-	-
TFNM	33.35%	25.51%
UCTV	33.33%	33.33%
SHCTV	-	6.25%
YJCTV	33.33%	21.06%
MCTV	33.37%	28.37%
NCCTV	Not applicable	34.52%
PCTV	32.59%	33.32%
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.

- 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 TAT	All applicable
TAT	2007
Mobitai	2005
TCC	2007
WMT	2007
TFMT	2007
FJLMT	2007

(Continued)

	Year
GWMT	2007
FSMT	2007
GFMT	Not applicable
TYDB	All applicable
TDC	2007
The former TT&T	2007
TCPIA	All applicable
TLIA	All applicable
TSB	2007
TFN	2007
The former TFN	2006, only 2005 not applicable
TUC	2008
TTN	2007
TT&T	2007
TFNI	2006
R&R	2007
WTVB	2007
TFNM	2006
UCTV	2005
SHCTV	2007
YJCTV	2007
MCTV	2007
NCCTV	2006
PCTV	2007
GCTV	2007

(Concluded)

Income tax returns through 2005 had been examined by the tax authorities. However, the Corporation disagreed with the examination result of the income tax returns from 1999 to 2005, and filed requests for reexamination.

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

The former TAT's income tax returns as of 2006 had been examined by the tax authorities. However, the former TAT disagreed with the examination results on the income tax returns and applied for retrial on 2002 and 2003 results which was conducted by the Supreme Court of the R.O.C. The former TAT also plans to file administrative proceedings for 2004 and 2005's income tax return.

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

21. 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>Nine months ended September 30, 2009</u>					
Basic EPS					
Income of common shareholders	\$ 13,495,163	\$ 10,371,971	2,976,043	<u>\$ 4.53</u>	<u>\$ 3.49</u>
Add effect of potentially Bonus to employees	<u>-</u>	<u>-</u>	<u>9,863</u>		
Diluted EPS					
Income of common shareholders with dilutive effect of potential common shares	<u>\$ 13,495,163</u>	<u>\$ 10,371,971</u>	<u>2,985,906</u>	<u>\$ 4.52</u>	<u>\$ 3.47</u>
<u>Nine months ended September 30, 2008</u>					
Basic EPS					
Income of common shareholders	\$ 15,598,776	\$ 12,225,203	2,964,875	<u>\$ 5.26</u>	<u>\$ 4.12</u>
Add effect of potentially dilutive common stocks bonus to employees	<u>-</u>	<u>-</u>	<u>6,482</u>		
Diluted EPS					
Income of common shareholders with dilutive effect of potential common shares	<u>\$ 15,598,776</u>	<u>\$ 12,225,203</u>	<u>2,971,357</u>	<u>\$ 5.25</u>	<u>\$ 4.11</u>

The ARDF issued Interpretation No. 2007-052 that requires companies to recognize bonuses paid to employees, directors and supervisors as compensation expenses beginning January 1, 2008. These bonuses 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.

22. LABOR COST, DEPRECIATION AND AMORTIZATION EXPENSE

	<u>Nine Months Ended September 30</u>					
	<u>2009</u>			<u>2008</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	\$ 1,008,673	\$ 2,525,642	\$ 3,534,315	\$ 994,431	\$ 2,497,653	\$ 3,492,084
Labor and health insurance	65,604	136,448	202,052	57,785	129,881	187,666
Pension	43,741	92,079	135,820	41,078	93,724	134,802
Other	<u>43,210</u>	<u>95,472</u>	<u>138,682</u>	<u>47,598</u>	<u>110,151</u>	<u>157,749</u>
	<u>\$ 1,161,228</u>	<u>\$ 2,849,641</u>	<u>\$ 4,010,869</u>	<u>\$ 1,140,892</u>	<u>\$ 2,831,409</u>	<u>\$ 3,972,301</u>
Depreciation	\$ 5,321,841	\$ 448,325	\$ 5,770,166	\$ 4,883,622	\$ 420,520	\$ 5,304,142
Amortization	723,248	93,741	816,989	732,250	94,186	826,436

23. FINANCIAL INSTRUMENT TRANSACTIONS

a. Fair value information

	September 30			
	2009		2008	
	Carrying Value	Fair Value	Carrying Value	Fair Value
<u>Non-derivative financial instruments</u>				
Liabilities				
Bonds payable (including current portion)	\$ 15,500,000	\$ 15,752,533	\$ 10,000,000	\$ 9,979,941

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, accounted for using equity method, the fair value of investments in unlisted stocks carried at cost or bonds investment with no active market can be measured by the net worth of the investees' or the estimated book value.
- 3) Bonds payable - based on the over-the-counter quotations in September.
- 4) Fair value of long-term loans is estimated using the present value of future cash flows discounted by the interest rates the Corporation may obtain for similar loans (e.g., similar maturities).
- 5) Derivative financial instruments - based on valuation results provided by banks. As of September 30, 2009, the financial instrument held by the Corporation was evaluated by the bid price of counter party.
- 6) The above financial instruments do not include cash and cash equivalents, notes and accounts receivables, pledged time deposits, refundable deposits, short-term borrowing, short-term notes and bills payable, 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 \$1,980,280 thousand and \$2,449,145 thousand as of September 30, 2009 and 2008, respectively, and the financial liabilities exposed to fair value interest rate risk amounted to \$13,800,000 thousand and \$20,243,224 thousand as of September 30, 2009 and 2008, respectively. The financial assets exposed to cash flow interest rate risk amounted to \$856,869 thousand and \$1,095,006 thousand as of September 30, 2009 and 2008, respectively, and the financial liabilities exposed to cash flow interest rate risk amounted to \$7,799,758 thousand and \$5,000,000 thousand as of September 30, 2009 and 2008, respectively.

e. Information on financial risks:

1) Market risk

The interest rate swap (IRS) contracts are used to hedge interest rate fluctuation on inverse floating interest rate liabilities. Since the interest receivable and payable are settled at net amounts on the settlement date, the market risk is immaterial.

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 September 30, 2009 and 2008 were both zero because all of 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.

f. The purpose of derivative financial instruments held or issued and the strategies to meet the purpose

The Corporation uses IRS contracts to hedge fluctuation on its liabilities with inverse floating interest rates. The overall purpose of these contracts is to hedge the Corporation's exposure to cash flow risks. The Corporation uses IRS to hedge interest rate fluctuation risk and periodically evaluates the effectiveness of the hedging instruments.

24. 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

	Nine Months Ended September 30			
	2009		2008	
	Amount	% of Total Revenues	Amount	% of Total Revenues
TFCB	\$ 114,769	-	\$ 128,469	-
FMT	80,408	-	46,853	-
TSL	17,897	-	94,563	-
Fubon Financial Holding Company	16,644	-	3,901	-
FLA	16,275	-	14,645	-
Fubon Ins.	13,375	-	13,351	-
FSC	12,316	-	45,273	-
	<u>\$ 271,684</u>		<u>\$ 347,055</u>	

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

2) Operating costs

	Nine Months Ended September 30			
	2009		2008	
	Amount	% of Total Costs	Amount	% of Total Costs
DKL	\$ 124,995	1	\$ 116,399	1
Fubon Ins.	<u>52,465</u>	-	<u>62,761</u>	-
	<u>\$ 177,460</u>		<u>\$ 179,160</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) Property transactions

Disposal of property and equipment

Nine Months Ended September 30, 2008			
	Description	Amount	Loss
FMT	Telecommunication equipment and miscellaneous equipment	<u>\$ 62,807</u>	<u>\$ 7,038</u>

The transaction amount of WTVB's sale of equipment to FMT was negotiated based on the value appraised by an independent third party. WTVB's uncollected receivables of \$51,943 thousand on the sale proceeds were classified as "Other receivables" as of September 30, 2008.

4) Operating lease income

Nine Months Ended September 30			
	Leased Sites/Equipment	2009	2008
FMT	Offices appliance, etc.	<u>\$ 24,784</u>	<u>\$ 21,974</u>

The above lease transactions were based on market price and rent was collected monthly.

5) Cash in banks

	September 30			
	2009		2008	
	Amount	%	Amount	%
a) Cash in banks				
TFCB	<u>\$ 388,996</u>	14	<u>\$ 388,041</u>	10
b) Pledged time deposits				
TFCB	<u>\$ 15,000</u>	40	<u>\$ 15,000</u>	29

6) Receivables and payables

	September 30			
	2009		2008	
	Amount	%	Amount	%
a) Accounts receivable				
TFCB	\$ 105,830	1	\$ 115,569	2
TSL (Note)	35,317	-	43,372	1
FSC (Note)	22,770	-	30,373	-
FLA	16,077	-	15,704	-
Fubon Ins.	15,512	-	14,781	-
Other	<u>20,528</u>	-	<u>17,838</u>	-
	<u>\$ 216,034</u>		<u>\$ 237,637</u>	

Note: Leasehold receivables from TSL was as follows:

	Current Portion	Maturities of Over One Year (Classified Under Other Assets)	Total
<u>September 30, 2009</u>			
Leasehold receivable	\$ 20,793	\$ 36,789	\$ 57,582
Less unrealized interest income	<u>(2,629)</u>	<u>(3,035)</u>	<u>(5,664)</u>
	<u>\$ 18,164</u>	<u>\$ 33,754</u>	<u>\$ 51,918</u>
<u>September 30, 2008</u>			
Leasehold receivable	\$ 26,952	\$ 75,988	\$ 102,940
Less unrealized interest income	<u>(4,834)</u>	<u>(8,182)</u>	<u>(13,016)</u>
	<u>\$ 22,118</u>	<u>\$ 67,806</u>	<u>\$ 89,924</u>

Note: Leasehold receivables from FSC was as follows:

	Current Portion	Maturities of Over One Year (Classified Under Other Assets)	Total
<u>September 30, 2009</u>			
Leasehold receivable	\$ 4,897	\$ 10,211	\$ 15,108
Less unrealized interest income	<u>(729)</u>	<u>(918)</u>	<u>(1,647)</u>
	<u>\$ 4,168</u>	<u>\$ 9,293</u>	<u>\$ 13,461</u>
<u>September 30, 2008</u>			
Leasehold receivable	\$ 4,536	\$ 13,607	\$ 18,143
Less unrealized interest income	<u>(914)</u>	<u>(1,624)</u>	<u>(2,538)</u>
	<u>\$ 3,622</u>	<u>\$ 11,983</u>	<u>\$ 15,605</u>

	September 30			
	2009		2008	
	Amount	%	Amount	%
b) Other receivables				
FMT	<u>\$ 11,877</u>	3	<u>\$ 62,787</u>	19
c) Prepayments				
Fubon Ins.	<u>\$ 23,469</u>	3	<u>\$ 13,146</u>	2
d) Accounts payable				
DKL	<u>\$ 83,775</u>	3	<u>\$ 39,446</u>	1

	Nine Months Ended September 30	
	2009	2008
7) Insurance expenses		
Fubon Ins.	<u>\$ 9,148</u>	<u>\$ 11,061</u>
8) Donation		
TWM Foundation	<u>\$ 30,400</u>	<u>\$ 22,000</u>
9) Repairs and maintenance		
FPM	<u>\$ 17,237</u>	<u>\$ 13,992</u>
10) Other expenses		
FPM	<u>\$ 19,775</u>	<u>\$ 20,866</u>
11) Endorsement/guarantee provided		

The Group provides guarantee contracts for related party. Please see Note 26.

25. 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:

	September 30	
	2009	2008
Current assets - time deposits	\$ 37,157	\$ 51,630
Other assets - time deposits	<u>500</u>	<u>-</u>
	<u>\$ 37,657</u>	<u>\$ 51,630</u>

26. 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 September 30, 2009, the purchase amount was \$4,334,133 thousand and \$335,650 thousand, respectively.
- b. The Corporation provided \$18,000,000 thousand guarantee for TFN's bank loans. The Corporation also provided \$6,833,160 thousand in promissory notes outstanding for TFN's borrowings with banks. TFN has drawn down \$56,253 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 September 30, 2009, the Corporation had not made any drawdown on this loan, and TFN has drawn down \$2,300,000 thousand from bank.
- d. As of September 30, 2009, 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 September 30, 2009, TT&T provided an \$146 thousand guarantee for TFN's obligation of construction and equipment sales.
- f. Future minimum rental payments as of September 30, 2009 for significant operating lease agreements were summarized as follows:

	Amount
The fourth quarter 2009	\$ 10,280
2010	36,987
2011	19,707
2012	8,986

27. 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: Table 4 (attached).
- 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 5 (attached).

- h. Receivables from related parties amounting to at least \$100 million or 20% of the paid-in capital: Table 6 (attached).
- i. Names, locations, and related information of investees on which the Corporation exercised significant influence: Table 7 (attached).
- j. Derivative transactions
 - 1) The Corporation entered into IRS contracts in December 2002 to hedge fluctuation on inverse floating interest rates of bonds, which are settled semiannually. Please refer to Note 23 for the related information.

Financial Instrument	Term	Contract Amount	Due Date
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 nine months ended September 30, 2009 and 2008, the Corporation recognized gains of \$60,636 thousand and losses \$33,595 thousand, respectively, recorded as deduction and addition to interest expense, respectively.

- 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 8 (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 9 and Table 10 (attached).

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES

FINANCING PROVIDED

NINE MONTHS ENDED SEPTEMBER 30, 2009

(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 (Note)	Lending Company's Lending Amount Limits (Note)
											Item	Value		
0	Taiwan Mobile Co., Ltd. (the "Corporation")	Tai Fu Media Technology Co., Ltd.	Other receivables	\$ 2,032,000	\$ 2,032,000	0.867%-2.417%	Short-term financing	\$ -	To meet its financing needs in acquiring minorities	\$ -	-	-	\$ 19,439,192 (Note 1)	\$ 19,439,192 (Note 1)
1	Taiwan Cellular Co., Ltd.	TFN Media Co., Ltd.	Other receivables	1,300,000	1,300,000	0.846%-2.417%	Short-term financing	-	To meet its financing needs in acquiring minorities and operation requirements	-	-	-	21,100,141 (Note 1)	21,100,141 (Note 1)
2	TCC Investment Co., Ltd. (Note 3)	TFN Media Co., Ltd.	Other receivables	1,000,000	550,000	2.417%	Short-term financing	-	To meet its financing needs in acquiring minorities	-	-	-	544,821 (Note 1)	544,821 (Note 1)
		TFN Media Co., Ltd.	Other receivables	2,900,000	2,900,000	0.929%-2.602%	Short-term financing	-	Operation requirements	-	-	-	544,821 (Note 1)	544,821 (Note 1)
3	Taiwan Fixed Network Co., Ltd.	TFN Media Co., Ltd.	Other receivables	1,320,000	-	0.862%-2.581%	Short-term financing	-	Operation requirements	-	-	-	21,012,705 (Note 1)	21,012,705 (Note 1)
		The Corporation	Other receivables	1,600,000	-	1.068%-2.417%	Short-term financing	-	Operation requirements	-	-	-	21,012,705 (Note 1)	21,012,705 (Note 1)
		Taiwan Cellular Co., Ltd.	Other receivables	950,000	950,000	0.846%-0.847%	Short-term financing	-	Operation requirements	-	-	-	21,012,705 (Note 1)	21,012,705 (Note 1)
4	Union Cable TV Co., Ltd.	TFN Media Co., Ltd.	Other receivables - related parties	610,000	610,000	0.840%-2.604%	Transactions	269,002	Business requirements	-	-	-	13,500,000 (Note 2)	13,500,000 (Note 2)
5	Mangrove Cable TV Corporation	TFN Media Co., Ltd.	Other receivables - related parties	188,000	188,000	0.844-2.594%	Transactions	30,137	Business requirements	-	-	-	12,000,000 (Note 2)	12,000,000 (Note 2)
6	Globalview Cable TV Co., Ltd.	TFN Media Co., Ltd.	Other receivables - related parties	450,000	200,000	0.862%-2.604%	Transactions	218,408	Business requirements	-	-	-	12,000,000 (Note 2)	12,000,000 (Note 2)
7	Phoenix Cable TV Co., Ltd.	TFN Media Co., Ltd.	Other receivables - related parties	600,000	580,000	0.844%-2.594%	Transactions	558,933	Business requirements	-	-	-	12,000,000 (Note 2)	12,000,000 (Note 2)
8	Shin Ho Cable TV Co., Ltd.	TFN Media Co., Ltd.	Other receivables - related parties	207,700	200,000	0.839%-2.604%	Transactions	3,583	Business requirements	-	-	-	12,000,000 (Note 2)	12,000,000 (Note 2)
9	Yeong Jialeh Cable TV Co., Ltd.	TFN Media Co., Ltd.	Other receivables - related parties	350,000	230,000	0.844%-2.594%	Transactions	460,100	Business requirements	-	-	-	24,000,000 (Note 2)	24,000,000 (Note 2)
10	TFN Media Co., Ltd.	WinTV Broadcasting Co., Ltd.	Other receivables - related parties	354,000	354,000	0.839%-0.862%	Transactions	440	Business requirements	-	-	-	15,000,000 (Note 2)	15,000,000 (Note 2)
11	Tai Fu Media Technology Co., Ltd.	Global Wealth Media Technology Co., Ltd.	Other receivables - related parties	9,000	9,000	0.867%	Short-term financing	-	To meet its financing needs in acquiring minorities	-	-	-	77,065 (Note 1)	77,065 (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.

Note 3: TCC Investment Co., Ltd. assumed all TFN Investment Co., Ltd.'s financing provided to others due to merger.

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES

ENDORSEMENT/GUARANTEE PROVIDED
NINE MONTHS ENDED SEPTEMBER 30, 2009
(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)	\$ 80,000,000 (Note 3)	\$ 24,763,000	\$ 20,383,160	\$ -	41.94%	\$ 48,597,980
1	Taiwan Teleservices & Technologies Co., Ltd.	Taiwan Fixed Network Co., Ltd.	(Note 4)	20,000 (Note 5)	146	146	-	0.18%	81,898 (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 over 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

SEPTEMBER 30, 2009

(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	September 30, 2009				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	2,989	\$ 173,039	0.028	\$ 173,039 (Note 5)	
	Bridge Mobile Pte Ltd.	-	Financial assets carried at cost - non-current	2,200	50,324	10.00	50,538 (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	194,191	100.00	194,191	
	Taiwan Cellular Co., Ltd.	Subsidiary	Long-term investments - equity method	149,958	12,037,623 (Note 4)	100.00	52,750,353	
	Taipei New Horizons Co., Ltd.	Equity-method investee	Long-term investments - equity method	24,950	217,957	49.90	217,957	
Wealth Media Technology Co., Ltd.	<u>Stock</u> Tai Fu Media Technology Co., Ltd.	Subsidiary	Long-term investments - equity method	27,000	192,662	100.00	192,662	
Tai Fu Media Technology Co., Ltd.	<u>Stock</u> Global Wealth Media Technology Co., Ltd.	Subsidiary	Long-term investments - equity method	8,400	85,838	100.00	85,838	
	Fu Jia Leh Media Technology Co., Ltd.	Subsidiary	Long-term investments - equity method	117,100	2,001,017	100.00	2,001,017	
	Fu Sin Media Technology Co., Ltd.	Subsidiary	Long-term investments - equity method	13,500	139,465	100.00	139,465	
	Global Forest Media Technology Co., Ltd.	Subsidiary	Long-term investments - equity method	100	792	100.00	792	
Global Wealth Media Technology Co., Ltd.	<u>Stock</u> Globalview Cable TV Co., Ltd.	Subsidiary	Long-term investments - equity method	3,749	88,008	6.694	40,939	
Fu Sin Media Technology Co., Ltd.	<u>Stock</u> Phoenix Cable TV Co., Ltd.	Subsidiary	Long-term investments - equity method	2,272	130,523	3.34	30,243	
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\$ 8,416	100.00	US\$ 8,416	

(Continued)

Investing Company (A)	Marketable Securities Invested (B)	Relationship with the Investing Company (B is A's)	Financial Statement Account	September 30, 2009				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	4,000,000	\$ 50,757,593	100.00	\$ 52,531,762	
	Taiwan Digital Communication Co., Ltd.	Subsidiary	Long-term investments - equity method	1,200	10,949	100.00	10,949	
	TCC Investment Co., Ltd.	Subsidiary	Long-term investments - equity method	100	1,148,778	100.00	1,362,051	
TWM Holding Co., Ltd.	<u>Stock</u> TWM Communications (Beijing) Ltd.	Subsidiary	Long-term investments - equity method	-	US\$ 3,872	100.00	US\$ 2,982	
TCC Investment Co., Ltd.	<u>Stock</u> Taiwan Mobile Co., Ltd. (the "Corporation")	Parent company	Available-for-sale financial assets - non-current	222,774	\$ 13,255,064	5.86	\$ 13,255,064 (Note 5)	
TCCI Investment & Development Co., Ltd.	WinTV Broadcasting Co., Ltd.	Subsidiary	Long-term investments - equity method	17,905	238,031	98.50	235,213	
	TFN Media Co., Ltd.	Subsidiary	Long-term investments - equity method	230,526	3,550,090	100.00	3,241,128	
	TCCI Investment & Development Co., Ltd.	Subsidiary	Long-term investments - equity method	400	7,776,961	100.00	7,776,961	
	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)	
TCCI Investment & Development Co., Ltd.	<u>Stock</u> Taiwan Mobile Co., Ltd. (the "Corporation")	Parent company	Available-for-sale financial assets - non-current	132,849	7,904,496	3.50	7,904,496 (Note 5)	
TFN Media Co., Ltd.	<u>Stock</u> Yeong Jialeh Cable TV Co., Ltd.	Subsidiary	Long-term investments - equity method	33,940	2,074,005	100.00	549,525	
Taiwan Fixed Network Co., Ltd.	Shin Ho Cable TV Co., Ltd.	Subsidiary	Long-term investments - equity method	20,000	212,203	100.00	212,203 (Note 6)	
	Mangrove Cable TV Corporation	Subsidiary	Long-term investments - equity method	21,160	533,906	100.00	270,731 (Note 6)	
	Phoenix Cable TV Co., Ltd.	Subsidiary	Long-term investments - equity method	65,818	3,100,676	96.66	876,171	
	Union Cable TV Co., Ltd.	Subsidiary	Long-term investments - equity method	170,441	2,029,897	99.99	1,825,149	
	Globalview Cable TV Co., Ltd.	Subsidiary	Long-term investments - equity method	51,733	1,187,497	92.38	564,977	
	<u>Stock</u> TFN Union Investment Co., Ltd.	Subsidiary	Long-term investments - equity method	400	26,711,495	100.00	26,711,495	
TFN Union Investment Co., Ltd.	TFN HK LIMITED	Subsidiary	Long-term investments - equity method	1,300	3,194	100.00	3,194	
	Taiwan Teleservices & Technologies Co., Ltd.	Subsidiary	Long-term investments - equity method	1,000	81,898	100.00	81,898	
	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")	Parent company	Available-for-sale financial assets - non-current	456,295	27,149,538	12.00	27,149,538 (Note 5)	

(Continued)

Investing Company (A)	Marketable Securities Invested (B)	Relationship with the Investing Company (B is A's)	Financial Statement Account	September 30, 2009				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\$ 1,391	100.00	US\$ 1,391	
	Taiwan Super Basketball Co., Ltd.	Subsidiary	Long-term investments - equity method	2,000	23,077	100.00	23,077	
TT&T Holdings Co., Ltd.	<u>Stock</u> Xiamen Taifu Teleservices & Technologies Ltd.	Subsidiary	Long-term investments - equity method	-	US\$ 1,385	100.00	US\$ 1,385	

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 October 13, 2009, the independent auditors' report date, the investee's net worth was not available.

Note 4: Taiwan Mobile shares held by TCCI, TID and TUI (all are subsidiaries 100%-owned by TCC) are classified as treasury shares. Therefore, TWM's carrying cost of \$52,750,353 thousand on TCC shall be reduced by 1) downward adjusting \$31,889,100 thousand, the carrying value of total treasury shares on TWM's book, 2) excluding \$9,301,312 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 Taiwan Mobile shares, and 4) adding back recognition of upstream transactions loss of \$1,775 thousand.

Note 5: Based on the closing price on September 30, 2009

Note 6 Some shares are held under trustee accounts.

(Concluded)

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES

MARKETABLE SECURITIES ACQUIRED OR DISPOSED AMOUNTING TO AT LEAST \$100 MILLION OR 20% OF THE PAID-IN CAPITAL
NINE MONTHS ENDED SEPTEMBER 30, 2009
(In Thousands of New Taiwan Dollars)

Company Name	Marketable Securities Type and Issuer	Financial Statement Account	Counter-party	Nature of Relationship	Beginning Balance		Acquisition		Disposal			Ending Balance		
					Shares/Units (Thousands)	Amount	Shares/Units (Thousands)	Amount	Shares/Units (Thousands)	Amount	Carrying Value	Gain (Loss) on Disposal	Shares/Units (Thousands)	Amount
Taiwan Fixed Network Co., Ltd.	Stock Taiwan Mobile Co., Ltd.	Available-for-sale financial assets - non-current	TFN Union Investment Co., Ltd.	Subsidiary	456,295	\$ 22,221,555	-	\$ -	456,295	\$ 22,769,109	\$ 18,616,561	(Note 2)	-	\$ -
TFN Investment Co., Ltd.	Stock Taiwan Mobile Co., Ltd.	Available-for-sale financial assets - non-current	TCCI Investment & Development Co., Ltd.	Subsidiary	355,623	17,318,833	-	-	132,849	6,629,149	5,552,137	(Note 3)	(Note 4)	(Note 4)
TFN Union Investment Co., Ltd.	Stock Taiwan Mobile Co., Ltd.	Available-for-sale financial assets - non-current	Taiwan Fixed Network Co., Ltd.	Parent	-	-	456,295	22,769,109	-	-	-	-	456,295	27,149,538
TCCI Investment & Development Co., Ltd.	Stock Taiwan Mobile Co., Ltd.	Available-for-sale financial assets - non-current	TFN Investment Co., Ltd.	Parent	-	-	132,849	6,629,149	-	-	-	-	132,849	7,904,496
TWM Holding Co., Ltd.	ADS Hurray! Holding Co., Ltd.	Available-for-sale financial assets - current	-	-	1,080	US\$ 2,052	-	-	1,080	US\$ 4,320	US\$ 5,771	US\$ (1,451)	-	-

Note 1: The amount of beginning and ending fund balance that belongs to marketable securities included the revaluation gain on financial assets.

Note 2: TFN resolved to inject capital into TUI with its Taiwan Mobile shares. The difference between the original cost and the disposal price of shares, \$4,152,548 thousand, was recognized as deferred credits. There was no gain or loss on this transaction.

Note 3: TFNI resolved to inject capital into TID with its Taiwan Mobile shares. The difference between the original cost and the disposal price of shares, \$1,077,012 thousand, was recognized as deferred credits. There was no gain or loss on this transaction.

Note 4: TCCI assumed the 222,774 thousand TWM shares, or \$13,255,064 thousand (including unrealized gain of financial instruments), from TFNI due to merger.

TABLE 5

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
NINE MONTHS ENDED SEPTEMBER 30, 2009
(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	\$ (1,722,753)	(4)	Based on contract terms	-	-	\$ 378,710	6.15	(Note 1)
			Purchase	1,049,214	(Note 2)	Based on contract terms	-	-	(259,888)	(Note 3)	
	Taiwan Teleservices & Technologies Co., Ltd.	Subsidiary	Purchase	650,550	(Note 4)	Based on contract terms	-	-	(70,353)	(Note 5)	
Taiwan Teleservices & Technologies Co., Ltd.	The Corporation	Ultimate parent	Sale	(650,701)	(85)	Based on contract terms	-	-	70,370	85	
	Taiwan Fixed Network Co., Ltd.	Parent	Sale	(118,563)	(15)	Based on contract terms	-	-	12,638	15	
Taiwan Super Basketball Co., Ltd.	The Corporation	Ultimate parent	Sale	(30,004)	(97)	Based on contract terms	-	-	10,000	100	
Taiwan Fixed Network Co., Ltd.	The Corporation	Ultimate parent	Sale	(1,045,962)	(14)	Based on contract terms	-	-	259,888	23	
			Purchase	1,719,231	32	Based on contract terms	-	-	(378,319)	(44)	
	Taiwan Teleservices & Technologies Co., Ltd.	Subsidiary	Purchase	118,563	(Note 4)	Based on contract terms	-	-	(12,638)	(Note 2)	
TFN Media Co., Ltd.	Phoenix Cable TV Co., Ltd.	Subsidiary	Channel leasing fee	(344,591)	(19)	Based on contract terms	(Note 6)	(Note 6)	153,177	33	
	Union Cable TV Co., Ltd.	Subsidiary	Channel leasing fee	(158,947)	(9)	Based on contract terms	(Note 6)	(Note 6)	70,674	15	
	Yeong Jialeh Cable TV Co., Ltd.	Subsidiary	Channel leasing fee	(290,657)	(16)	Based on contract terms	(Note 6)	(Note 6)	129,495	28	
	Globalview Cable TV Co., Ltd.	Subsidiary	Channel leasing fee	(136,831)	(8)	Based on contract terms	(Note 6)	(Note 6)	49	-	
WinTV Broadcasting Co., Ltd.	TFN Media Co., Ltd.	Related party in substance	Channel agency fee	(51,078)	(8)	Based on contract terms	-	-	51,078	9	
Mangrove Cable TV Corporation	Dai-Ka Ltd.	Related party in substance	Royalty of copyright	107,748	60	Based on contract terms	(Note 6)	(Note 6)	(83,775)	(92)	

(Continued)

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	
Globalview Cable TV Co., Ltd.	TFN Media Co., Ltd.	Parent	Royalty of copyright	136,831	58	Based on contract terms	(Note 6)	(Note 6)	\$ (49)	(1)	
Union Cable TV Co., Ltd.	TFN Media Co., Ltd.	Parent	Royalty of copyright	158,947	59	Based on contract terms	(Note 6)	(Note 6)	(70,674)	(86)	
Yeong Jialeh Cable TV Co., Ltd.	TFN Media Co., Ltd.	Parent	Royalty of copyright	290,657	59	Based on contract terms	(Note 6)	(Note 6)	(129,495)	(91)	
Phoenix Cable TV Co., Ltd.	TFN Media Co., Ltd.	Parent	Royalty of copyright	344,591	63	Based on contract terms	(Note 6)	(Note 6)	(153,177)	(91)	

Note 1: The \$378,710 thousand accounts receivable amount was expressed on a gross basis in accord with sales amount. The net accounts receivable should be \$13,782 thousand after deducting accounts payable and accrued custodial receipts/payments totaled \$364,928.

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.

(Concluded)

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES

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

SEPTEMBER 30, 2009

(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 \$ 378,710	5.89	\$ -	-	\$ 185	\$ -
			Other receivables 55,436	-	-	-	585	-
	Tai Fu Media Technology Co., Ltd.	Subsidiary	Other receivables 2,052,508	-	-	-	-	-
Taiwan Cellular Co., Ltd.	TFN Media Co., Ltd.	Subsidiary	Other receivables 1,303,040	-	-	-	-	-
Taiwan Teleservices & Technologies Co., Ltd.	The Corporation	Ultimate parent	Accounts receivable 70,370	11.56	-	-	17	-
	Taiwan Fixed Network Co., Ltd.	Parent	Accounts receivable 12,638	10.67	-	-	-	-
Taiwan Super Basketball Co., Ltd.	The Corporation	Ultimate parent	Accounts receivable 10,000	2.67	-	-	-	-
Taiwan Fixed Network Co., Ltd.	The Corporation	Ultimate parent	Accounts receivable 259,888	6.21	-	-	10,480	-
			Other receivables 206,542	-	-	-	75,369	-
	Taiwan Cellular Co., Ltd.	Parent	Other receivables 950,440	-	-	-	-	-
	TCC Investment Co., Ltd.	Related party in substance	Other receivables 26,367,129	-	-	-	26,367,129	-
TCC Investment Co., Ltd.	TFN Media Co., Ltd.	Subsidiary	Other receivables 3,457,675	-	-	-	3,457,675	-
TFN Media Co., Ltd.	Phoenix Cable TV Co., Ltd.	Subsidiary	Accounts receivable 169,531	4.67	-	-	-	-
			Accounts receivable 145,815	4.80	-	-	-	-
	Yeong Jialeh Cable TV Co., Ltd. WinTV Broadcasting Co., Ltd.	Related party in substance	Accounts receivable 231	5.08	-	-	-	-
			Other receivables 354,524	-	-	-	-	-
WinTV Broadcasting Co., Ltd.	TFN Media Co., Ltd.	Related party in substance	Accounts receivable 51,078	2.67	-	-	-	-
Shin Ho Cable TV Co., Ltd.	TFN Media Co., Ltd.	Parent	Other receivables 200,857	-	-	-	-	-
Phoenix Cable TV Co., Ltd.	TFN Media Co., Ltd.	Parent	Accounts receivable 32,985	3.09	-	-	-	-
			Other receivables 581,409	-	-	-	-	-
Union Cable TV Co., Ltd.	TFN Media Co., Ltd.	Parent	Accounts receivable 16,967	3.23	-	-	-	-
			Other receivables 612,529	-	-	-	-	-
Globalview Cable TV Co., Ltd.	TFN Media Co., Ltd.	Parent	Accounts receivable 12,867	2.93	-	-	-	-
			Other receivables 201,112	-	-	-	-	-
Mangrove Cable TV Corporation	TFN Media Co., Ltd.	Parent	Accounts receivable 10,488	3.08	-	-	-	-
			Other receivables 188,745	-	-	-	-	-
Yeong Jialeh Cable TV Co., Ltd.	TFN Media Co., Ltd.	Parent	Accounts receivable 28,231	3.17	-	-	-	-
			Other receivables 230,704	-	-	-	-	-

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES

NAMES, LOCATIONS, AND OTHER INFORMATION OF INVESTEEES ON WHICH THE COMPANY EXERCISES SIGNIFICANT INFLUENCE
NINE MONTHS ENDED SEPTEMBER 30, 2009
(In Thousands of New Taiwan Dollars or U.S. Dollars)

Investor	Investee	Location	Main Businesses and Products	Investment Amount		Balance as of September 30, 2009			Net Income (Loss) of the Investee	Investment Income (Loss)	Note
				September 30, 2009	December 31, 2008	Shares (Thousands)	Percentage of Ownership	Carrying Value			
Taiwan Mobile Co., Ltd. (the "Corporation")	Taiwan Cellular Co., Ltd.	Taipei, Taiwan	Telecom engineering and IT service	\$ 41,058,330	\$ 41,058,330	149,958	100.00	\$ 12,037,623 (Note 1)	\$ 1,817,431	\$ 2,292,918	
	Taipei New Horizons Co., Ltd.	Taipei, Taiwan	Real Estate Rental and Sale	249,500	249,500	24,950	49.90	217,957	(63,211)	(31,543)	
	Wealth Media Technology Co., Ltd.	Taipei, Taiwan	Investment	272,000	272,000	27,200	100.00	194,191	(31,544)	(31,544)	
Wealth Media Technology Co., Ltd.	Tai Fu Media Technology Co., Ltd.	Taipei, Taiwan	Investment	270,000	270,000	27,000	100.00	192,662	(31,387)	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	85,838	1,321	NA	
	Fu Jia Leh Media Technology Co., Ltd.	Taipei, Taiwan	Investment	2,001,700	2,001,700	117,100	100.00	2,001,017	(183)	NA	
	Fu Sin Media Technology Co., Ltd.	Taipei, Taiwan	Investment	135,000	135,000	13,500	100.00	139,465	3,993	NA	
	Global Forest Media Technology Co., Ltd.	Taipei, Taiwan	Investment	1,000	1,000	100	100.00	792	(133)	NA	
Global Wealth Media Technology Co., Ltd.	Globalview Cable TV Co., Ltd.	Taipei County, Taiwan	Cable TV service provider	90,099	82,882	3,749	6.694	88,008	24,614	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	130,523	124,488	NA	
Taiwan Cellular Co., Ltd.	TWM Holding Co. Ltd.	British Virgin Islands	Investment	US\$ 10,800	US\$ 10,800	1 share	100.00	US\$ 8,416	US\$ (1,394)	NA	
	Taiwan Fixed Network Co., Ltd.	Taipei, Taiwan	Fixed line service provider	40,000,000	40,000,000	4,000,000	100.00	50,757,593	1,706,243	NA	
	Taiwan Digital Communication Co., Ltd.	Taipei, Taiwan	Telecom engineering and IT service	12,000	12,000	1,200	100.00	10,949	(132)	NA	
	TCC Investment Co., Ltd.	Taipei, Taiwan	Investment	1,000	-	100	100.00	1,148,778	(317,059)	NA	
TWM Holding Co. Ltd.	TWM Communications (Beijing) Ltd.	Beijing, China	Telecom product innovation and design	US\$ 4,936	US\$ 5,005	-	100.00	US\$ 3,872	US\$ 23	NA	
TCC Investment Co., Ltd.	WinTV Broadcasting Co., Ltd.	Taipei, Taiwan	TV program provider	179,047	252,141	17,905	98.50	238,031	57,021	NA	
	TFN Media Co., Ltd.	Taipei, Taiwan	Cable broadband and value added service provider	2,035,714	2,035,714	230,526	100.00	3,550,090	646,637	NA	
	TCCI Investment & Development Co., Ltd.	Taipei, Taiwan	Investment	6,629,149	-	400	100.00	7,776,961	-	NA	
TFN Media Co., Ltd.	Yeong Jialeh Cable TV Co., Ltd.	Taipei County, Taiwan	Cable TV service provider	1,616,824	1,616,824	33,940	100.00	2,074,005	122,525	NA	
	Shin Ho Cable TV Co., Ltd.	Taipei County, Taiwan	Cable TV service provider	661,781	661,781	20,000 (Note 2)	100.00	212,203	3,643	NA	
	Mangrove Cable TV Corporation	Taipei County, Taiwan	Cable TV service provider	397,703	397,703	21,160 (Note 2)	100.00	533,906	34,883	NA	
	Phoenix Cable TV Co., Ltd.	Kaohsiung County, Taiwan	Cable TV service provider	2,294,967	2,294,967	65,818	96.66	3,100,676	124,488	NA	
	Union Cable TV Co., Ltd.	Yilan County, Taiwan	Cable TV service provider	1,904,440	1,904,440	170,441	99.99	2,029,897	99,818	NA	
	Globalview Cable TV Co., Ltd.	Taipei County, Taiwan	Cable TV service provider	841,413	841,413	51,733	92.38	1,187,497	24,614	NA	
Taiwan Fixed Network Co., Ltd.	TFN Union Investment Co., Ltd.	Taipei, Taiwan	Investment	22,769,109	-	400	100.00	26,711,495	-	NA	
	TFN HK LIMITED	Hong Kong	Telecommunications service provider	5,816	5,816	1,300	100.00	3,194	284	NA	
	Taiwan Teleservices & Technologies Co., Ltd.	Taipei, Taiwan	Call center service and ISR (international simple resales)	10,000	10,000	1,000	100.00	81,898	45,961	NA	
Taiwan Teleservices & Technologies Co., Ltd.	TT&T Holdings Co., Ltd.	Samoa	Investment	US\$ 1,300	US\$ 1,300	1,300	100.00	US\$ 1,391	US\$ 27	NA	
	Taiwan Super Basketball Co., Ltd.	Taipei, Taiwan	Basketball team management	20,000	20,000	2,000	100.00	23,077	3,069	NA	
TT&T Holdings Co., Ltd.	Xiamen Taifu Teleservices & Technologies Ltd.	Xiamen, China	Call center service	US\$ 1,300	US\$ 1,300	-	100.00	US\$ 1,385	US\$ 22	NA	

Note 1: Taiwan Mobile shares held by TCCI, TID and TUI (all are subsidiaries 100%-owned by TCC) are classified as treasury shares. Therefore, TWM's carrying cost of \$52,750,353 thousand on TCC shall be reduced by 1) downward adjusting \$31,889,100 thousand, the carrying value of total treasury shares on TWM's book, 2) excluding \$9,301,312 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 Taiwan Mobile shares, and 4) adding back recognition of upstream transactions loss of \$1,775 thousand.

Note 2: Some shares are held under trustee accounts.

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES

INVESTMENT IN MAINLAND CHINA
NINE MONTHS ENDED SEPTEMBER 30, 2009
(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, 2009	Investment Flows		Accumulated Outflow of Investment from Taiwan as of September 30, 2009	% Ownership of Direct or Indirect Investment	Investment Gain (Loss) (Note 3)	Carrying Value as of September 30, 2009	Accumulated Inward Remittance of Earnings as of September 30, 2009
					Outflow	Inflow					
Xiamen Taifu Teleservices & Technologies Ltd.	Call center service	US\$ 1,300 (NT\$ 42,089)	Indirect investment in the Companies in Mainland China through a third place by the Corporation's subsidiary, Taiwan Teleservices & Technologies Co., Ltd.	US\$ 1,300 (NT\$ 42,089)	\$ -	\$ -	US\$ 1,300 (NT\$ 42,089)	100% ownership of indirect investment by the Corporation's subsidiary	US\$ 22 (NT\$ 712)	US\$ 1,385 (NT\$ 44,841)	\$ -
TWM Communications (Beijing) Ltd.	Telecom product innovation and design	US\$ 3,000 (NT\$ 97,128)	Indirect investment in the Companies in Mainland China through a third place by the Corporation's subsidiary, Taiwan Cellular Co., Ltd.	US\$ 4,617 (NT\$ 149,480)	US\$ 255 (NT\$ 8,256)	-	US\$ 4,872 (NT\$ 157,736)	100% ownership of indirect investment by the Corporation's subsidiary	US\$ 23 (NT\$ 745)	US\$ 3,872 (NT\$ 125,360)	-

Accumulated Investment in Mainland China as of September 30, 2009	Investment Amounts Authorized by Investment Commission, MOEA (Note 2)	Upper Limit on Investment Authorized by Investment Commission, MOEA (Note 2)
US\$1,300 (NT\$42,089)	US\$1,300 (NT\$42,089)	\$81,898
US\$4,872 (NT\$157,736)	US\$5,300 (NT\$171,593)	\$52,750,353

Note 1: The above amounts were translated into New Taiwan dollars at the exchange rate of US\$1 = NT\$32.376, RMB1 = NT\$4.7410 as of September 30, 2009.

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
 NINE MONTHS ENDED SEPTEMBER 30, 2009
 (In Thousands of New Taiwan Dollars)

Number	Company Name	Counterparty	Nature of Relationship (Note)	Transaction Details			Percentage of Consolidated Total Operating Revenues or Total Assets
				Account	Amount	Transaction Terms	
0	Taiwan Mobile Co., Ltd.	Taiwan Fixed Network Co., Ltd.	1	Accounts receivable	\$ 13,782	Based on regular terms	-
		TFN Media Co., Ltd.	1	Accounts receivable	61	Based on regular terms	-
		Union Cable TV Co., Ltd.	1	Accounts receivable	13	Based on regular terms	-
		Yeong Jialeh Cable TV Co., Ltd.	1	Accounts receivable	29	Based on regular terms	-
		Mangrove Cable TV Corporation	1	Accounts receivable	8	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	1	Accounts receivable	42	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	1	Accounts receivable	8	Based on regular terms	-
		Tai Fu Media Technology Co., Ltd.	1	Other receivables	2,052,508	Based on regular terms	2
		Taiwan Fixed Network Co., Ltd.	1	Other receivables	55,436	Based on regular terms	-
		Taiwan Teleservices & Technologies Co., Ltd.	1	Other receivables	5	Based on regular terms	-
		WinTV Broadcasting Co., Ltd.	1	Other receivables	5	Based on regular terms	-
		TFN Media Co., Ltd.	1	Other receivables	944	Based on regular terms	-
		TCC Investment Co., Ltd.	1	Other receivables	51	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Prepayments	71	Based on regular terms	-
		Mangrove Cable TV Corporation	1	Prepayments	30	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	10,000	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Accrued expenses	228,104	Based on regular terms	-
		Taiwan Teleservices & Technologies Co., Ltd.	1	Accrued expenses	70,353	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Other payables	111,475	Based on regular terms	-
		Union Cable TV Co., Ltd.	1	Other payables	503	Based on regular terms	-
		Yeong Jialeh Cable TV Co., Ltd.	1	Other payables	1,213	Based on regular terms	-
		Mangrove Cable TV Corporation	1	Other payables	341	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	1	Other payables	1,742	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	1	Other payables	366	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Advance receipts	95	Based on regular terms	-
		TCC Investment Co., Ltd.	1	Advance receipts	34	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Other current liabilities	88,067	Based on regular terms	-
		Union Cable TV Co., Ltd.	1	Other current liabilities	679	Based on regular terms	-
		Yeong Jialeh Cable TV Co., Ltd.	1	Other current liabilities	2,088	Based on regular terms	-
		Mangrove Cable TV Corporation	1	Other current liabilities	542	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	1	Other current liabilities	1,389	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	1	Other current liabilities	681	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	1,722,753	Based on regular terms	3		
TFN Media Co., Ltd.	1	Operating revenues	566	Based on regular terms	-		

(Continued)

Number	Company Name	Counterparty	Nature of Relationship (Note)	Transaction Details			
				Account	Amount	Transaction Terms	Percentage of Consolidated Total Operating Revenues or Total Assets
		Union Cable TV Co., Ltd.	1	Operating revenues	\$ 452	Based on regular terms	-
		Shin Ho Cable TV Co., Ltd.	1	Operating revenues	101	Based on regular terms	-
		Yeong Jialeh Cable TV Co., Ltd.	1	Operating revenues	571	Based on regular terms	-
		Mangrove Cable TV Corporation	1	Operating revenues	321	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	1	Operating revenues	780	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	1	Operating revenues	331	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Operating costs	1,002,933	Based on regular terms	2
		Taiwan Teleservices & Technologies Co., Ltd.	1	Operating costs	725	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	1	Operating costs	129	Based on regular terms	-
		Taiwan Super Basketball Co., Ltd.	1	Operating expenses	30,004	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Operating expenses	69,569	Based on regular terms	-
		Taiwan Teleservices & Technologies Co., Ltd.	1	Operating expenses	651,482	Based on regular terms	1
		TFN Investment Co., Ltd.	1	Operating expenses	3,157	Based on regular terms	-
		WinTV Broadcasting Co., Ltd.	1	Operating expenses	(549)	Based on regular terms	-
		TFN Media Co., Ltd.	1	Operating expenses	(500)	Based on regular terms	-
		Union Cable TV Co., Ltd.	1	Operating expenses	(7)	Based on regular terms	-
		Yeong Jialeh Cable TV Co., Ltd.	1	Operating expenses	(16)	Based on regular terms	-
		Mangrove Cable TV Corporation	1	Operating expenses	(2)	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	1	Operating expenses	(20)	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	1	Operating expenses	(8)	Based on regular terms	-
		Tai Fu Media Technology Co., Ltd.	1	Interest income	36,268	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	89,594	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	8,088	Based on regular terms	-
		TCC Investment Co., Ltd.	1	Rental income	14	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Miscellaneous revenue	18	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Interest expenses	16,869	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	-
2	Tai Fu Media Technology Co., Ltd.	Global Wealth Media Technology Co., Ltd.	1	Other receivables	9,025	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Accrued expenses	20,508	Payment terms varied depend on the agreements	-

(Continued)

Number	Company Name	Counterparty	Nature of Relationship (Note)	Transaction Details			
				Account	Amount	Transaction Terms	Percentage of Consolidated Total Operating Revenues or Total Assets
		Taiwan Mobile Co., Ltd.	2	Other payables	\$ 2,032,000	Payment terms varied depend on the agreements	2
		Taiwan Mobile Co., Ltd.	2	Operating expenses	34	Payment terms varied depend on the agreements	-
		Global Wealth Media Technology Co., Ltd.	1	Interest income	25	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Interest expenses	36,268	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	9	Payment terms varied depend on the agreements	-
		Tai Fu Media Technology Co., Ltd.	2	Accrued expenses	25	Payment terms varied depend on the agreements	-
		Tai Fu Media Technology Co., Ltd.	2	Other payables	9,000	Payment terms varied depend on the agreements	-
		Globalview Cable TV Co., Ltd.	1	Operating expenses	26	Payment terms varied depend on the agreements	-
		Tai Fu Media Technology Co., Ltd.	2	Interest expenses	25	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.	TFN Media Co., Ltd.	1	Other receivables	1,303,040	Based on regular terms	1
		Taiwan Fixed Network Co., Ltd.	1	Short-term borrowing	950,000	Based on regular terms	1
		Taiwan Fixed Network Co., Ltd.	1	Accrued expenses	440	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	34	Based on regular terms	-
		TFN Media Co., Ltd.	1	Interest income	5,010	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Interest expenses	440	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	10,000	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating revenues	30,004	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	-

(Continued)

Number	Company Name	Counterparty	Nature of Relationship (Note)	Transaction Details			
				Account	Amount	Transaction Terms	Percentage of Consolidated Total Operating Revenues or Total Assets
10	TT&T Holdings Co., Ltd.	Taiwan Teleservices & Technologies Co., Ltd.	2	Accounts receivable	\$ 7,346	Based on regular terms	-
		Xiamen Taifu Teleservices & Technologies Ltd.	1	Accounts payable	5,659	Based on regular terms	-
		Taiwan Teleservices & Technologies Co., Ltd.	2	Accounts payable	3,687	Based on regular terms	-
		Taiwan Teleservices & Technologies Co., Ltd.	2	Operating revenues	29,254	Based on regular terms	-
		Xiamen Taifu Teleservices & Technologies Ltd.	1	Operating expenses	18,009	Based on regular terms	-
11	Xiamen Taifu Teleservices & Technologies Ltd.	TT&T Holdings Co., Ltd.	2	Accounts receivable	5,659	Based on regular terms	-
		TT&T Holdings Co., Ltd.	2	Operating revenues	18,004	Based on regular terms	-
		Taiwan Teleservices & Technologies Co., Ltd.	2	Operating revenues	34,167	Based on regular terms	-
		TT&T Holdings Co., Ltd.	2	Operating expenses	1	Based on regular terms	-
12	Taiwan Fixed Network Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Notes receivable	39	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Accounts receivable	221,345	Based on regular terms	-
		TFNHK	1	Accounts receivable	2	Based on regular terms	-
		WinTV Broadcasting Co., Ltd.	3	Accounts receivable	10	Based on regular terms	-
		TFN Media Co., Ltd.	3	Accounts receivable	11,134	Based on regular terms	-
		Union Cable TV Co., Ltd.	3	Accounts receivable	63	Based on regular terms	-
		Yeong Jialeh Cable TV Co., Ltd.	3	Accounts receivable	86	Based on regular terms	-
		Mangrove Cable TV Corporation	3	Accounts receivable	190	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	3	Accounts receivable	483	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	3	Accounts receivable	116	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Other receivables	205,758	Based on regular terms	-
		Taiwan Cellular Co., Ltd.	2	Other receivables	950,440	Based on regular terms	1
		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	-
		TCC Investment Co., Ltd.	3	Other receivables	26,367,129	Based on regular terms	30
		Taiwan Mobile Co., Ltd.	2	Prepayments	95	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	3	Prepayments	157	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Other current assets	32	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Refundable deposits	830	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Accounts payable	13,391	Based on regular terms	-
		TFN Media Co., Ltd.	3	Accounts payable	18,292	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Accrued expenses	54,760	Based on regular terms	-
		TFNHK	1	Accrued expenses	8,211	Based on regular terms	-
		Taiwan Teleservices & Technologies Co., Ltd.	1	Accrued expenses	12,638	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Advance receipts	71	Based on regular terms	-
		TFNHK	1	Other current liabilities	189	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating revenues	1,045,962	Based on regular terms	2
		WinTV Broadcasting Co., Ltd.	3	Operating revenues	381	Based on regular terms	-
		TFN Media Co., Ltd.	3	Operating revenues	47,370	Based on regular terms	-
		Union Cable TV Co., Ltd.	3	Operating revenues	1,143	Based on regular terms	-
		Yeong Jialeh Cable TV Co., Ltd.	3	Operating revenues	489	Based on regular terms	-
		Mangrove Cable TV Corporation	3	Operating revenues	1,323	Based on regular terms	-
Phoenix Cable TV Co., Ltd.	3	Operating revenues	3,869	Based on regular terms	-		
Globalview Cable TV Co., Ltd.	3	Operating revenues	537	Based on regular terms	-		
Taiwan Mobile Co., Ltd.	2	Operating costs	1,719,231	Based on regular terms	3		

(Continued)

Number	Company Name	Counterparty	Nature of Relationship (Note)	Transaction Details			
				Account	Amount	Transaction Terms	Percentage of Consolidated Total Operating Revenues or Total Assets
		TFNHK	1	Operating costs	\$ 21,022	Based on regular terms	-
		Reach & Range Inc.	1	Operating costs	426	Based on regular terms	-
		TFN Media Co., Ltd.	3	Operating costs	18,292	Based on regular terms	-
		Union Cable TV Co., Ltd.	3	Operating costs	986	Based on regular terms	-
		Yeong Jialeh Cable TV Co., Ltd.	3	Operating costs	140	Based on regular terms	-
		Mangrove Cable TV Corporation	3	Operating costs	34	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	3	Operating costs	1,464	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	3	Operating costs	264	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	88,330	Based on regular terms	-
		Taiwan Teleservices & Technologies Co., Ltd.	1	Operating expenses	118,631	Based on regular terms	-
		TFN Media Co., Ltd.	3	Operating expenses	20	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Interest income	16,869	Based on regular terms	-
		Taiwan Cellular Co., Ltd.	2	Interest income	440	Based on regular terms	-
		TFN Media Co., Ltd.	3	Interest income	11,162	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Rental income	15,979	Based on regular terms	-
		Union Cable TV Co., Ltd.	3	Rental income	69	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	3	Rental income	23	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Miscellaneous revenue	5,720	Based on regular terms	-
		TFN Media Co., Ltd.	3	Miscellaneous revenue	1,268	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Miscellaneous revenue	18	Based on regular terms	-
13	TFNHK	Taiwan Fixed Network Co., Ltd.	2	Accounts receivable	7,862	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	2	Operating revenues	20,365	Based on regular terms	-
14	Taiwan Teleservices & Technologies Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Accounts receivable	70,370	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	2	Accounts receivable	12,638	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Accrued expenses	5	Based on regular terms	-
		TT&T Holdings Co., Ltd.	1	Accrued expenses	3,642	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating revenues	650,701	Based on regular terms	1
		Taiwan Fixed Network Co., Ltd.	2	Operating revenues	118,563	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	34	Based on regular terms	-
		TT&T Holdings Co., Ltd.	1	Operating expenses	28,897	Based on regular terms	-
		Xiamen Taifu Teleservices & Technologies Ltd.	1	Operating expenses	34,448	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	2	Operating expenses	(68)	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Rental income	1,506	Based on regular terms	-
15	TFN Investment Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Operating expenses	36	Based on regular terms	-
		TFN Media Co., Ltd.	1	Interest income	43,524	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Miscellaneous revenue	3,157	Based on regular terms	-
16	Reach & Range Inc.	Taiwan Fixed Network Co., Ltd.	2	Operating revenues	426	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	34	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	2	Miscellaneous revenue	170	Based on regular terms	-

(Continued)

Number	Company Name	Counterparty	Nature of Relationship (Note)	Transaction Details			
				Account	Amount	Transaction Terms	Percentage of Consolidated Total Operating Revenues or Total Assets
17	WinTV Broadcasting Co., Ltd.	TFN Media Co., Ltd.	3	Accounts receivable	\$ 51,078	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Accrued expenses	5	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Accrued expenses	(9)	Based on regular terms	-
		TFN Media Co., Ltd.	3	Accrued expenses	524	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	3	Other payables	354,231	Payment terms varied depend on the agreements	-
		Union Cable TV Co., Ltd.	3	Advance receipts	75	Payment terms varied depend on the agreements	-
		Yeong Jialeh Cable TV Co., Ltd.	3	Advance receipts	75	Payment terms varied depend on the agreements	-
		Mangrove Cable TV Corporation	3	Advance receipts	75	Payment terms varied depend on the agreements	-
		Phoenix Cable TV Co., Ltd.	3	Advance receipts	75	Payment terms varied depend on the agreements	-
		Globalview Cable TV Co., Ltd.	3	Advance receipts	75	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Operating revenues	231	Payment terms varied depend on the agreements and based on regular terms	-
		TFN Media Co., Ltd.	3	Operating revenues	51,078	Payment terms varied depend on the agreements	-
		Union Cable TV Co., Ltd.	3	Operating revenues	225	Payment terms varied depend on the agreements	-
		Yeong Jialeh Cable TV Co., Ltd.	3	Operating revenues	260	Payment terms varied depend on the agreements	-
		Mangrove Cable TV Corporation	3	Operating revenues	225	Payment terms varied depend on the agreements	-
		Phoenix Cable TV Co., Ltd.	3	Operating revenues	225	Payment terms varied depend on the agreements	-
		Globalview Cable TV Co., Ltd.	3	Operating revenues	225	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Operating costs	315	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	700	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Operating expenses	66	Based on regular terms	-
TFN Media Co., Ltd.	3	Operating expenses	440	Payment terms varied depend on the agreements	-		
TFN Media Co., Ltd.	3	Interest expenses	558	Payment terms varied depend on the agreements	-		
18	TFN Media Co., Ltd.	Taiwan Fixed Network Co., Ltd.	3	Accounts receivable	18,292	Payment terms varied depend on the agreements	-
		WinTV Broadcasting Co., Ltd.	3	Accounts receivable	231	Payment terms varied depend on the agreements	-

(Continued)

Number	Company Name	Counterparty	Nature of Relationship (Note)	Transaction Details			
				Account	Amount	Transaction Terms	Percentage of Consolidated Total Operating Revenues or Total Assets
		Union Cable TV Co., Ltd.	2	Accounts receivable	\$ 85,985	Payment terms varied depend on the agreements	-
		Yeong Jialeh Cable TV Co., Ltd.	1	Accounts receivable	145,815	Payment terms varied depend on the agreements	-
		Mangrove Cable TV Corporation	1	Accounts receivable	5,424	Payment terms varied depend on the agreements	-
		Phoenix Cable TV Co., Ltd.	2	Accounts receivable	169,531	Payment terms varied depend on the agreements	-
		Globalview Cable TV Co., Ltd.	2	Accounts receivable	6,131	Payment terms varied depend on the agreements	-
		WinTV Broadcasting Co., Ltd.	3	Other receivables	354,524	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Prepayments	2	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Other current assets	16	Based on regular terms	-
		Yeong Jialeh Cable TV Co., Ltd.	1	Other current assets	19	Payment terms varied depend on the agreements	-
		WinTV Broadcasting Co., Ltd.	3	Accounts payable	51,078	Payment terms varied depend on the agreements	-
		Union Cable TV Co., Ltd.	2	Accounts payable	13,057	Payment terms varied depend on the agreements	-
		Yeong Jialeh Cable TV Co., Ltd.	1	Accounts payable	23,838	Payment terms varied depend on the agreements	-
		Mangrove Cable TV Corporation	1	Accounts payable	8,854	Payment terms varied depend on the agreements	-
		Phoenix Cable TV Co., Ltd.	2	Accounts payable	28,313	Payment terms varied depend on the agreements	-
		Globalview Cable TV Co., Ltd.	2	Accounts payable	11,240	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Accrued expenses	1,005	Payment terms varied depend on the agreements and based on regular terms	-
		Taiwan Cellular Co., Ltd.	2	Accrued expenses	3,040	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Accrued expenses	10,407	Payment terms varied depend on the agreements	-
		TCC Investment Co., Ltd.	2	Accrued expenses	7,675	Payment terms varied depend on the agreements	-
		Union Cable TV Co., Ltd.	2	Accrued expenses	6,439	Payment terms varied depend on the agreements and based on regular terms	-
		Shin Ho Cable TV Co., Ltd.	2	Accrued expenses	857	Payment terms varied depend on the agreements and based on regular terms	-
		Yeong Jialeh Cable TV Co., Ltd.	1	Accrued expenses	5,126	Payment terms varied depend on the agreements and based on regular terms	-

(Continued)

Number	Company Name	Counterparty	Nature of Relationship (Note)	Transaction Details			
				Account	Amount	Transaction Terms	Percentage of Consolidated Total Operating Revenues or Total Assets
		Mangrove Cable TV Corporation	1	Accrued expenses	\$ 2,379	Payment terms varied depend on the agreements and based on regular terms	-
		Phoenix Cable TV Co., Ltd.	2	Accrued expenses	6,082	Payment terms varied depend on the agreements and based on regular terms	-
		Globalview Cable TV Co., Ltd.	2	Accrued expenses	2,755	Payment terms varied depend on the agreements and based on regular terms	-
		Taiwan Cellular Co., Ltd.	2	Other payables	1,300,000	Payment terms varied depend on the agreements	1
		TCC Investment Co., Ltd.	2	Other payables	3,450,000	Payment terms varied depend on the agreements	4
		Union Cable TV Co., Ltd.	2	Other payables	610,000	Payment terms varied depend on the agreements	1
		Shin Ho Cable TV Co., Ltd.	2	Other payables	200,000	Payment terms varied depend on the agreements	-
		Yeong Jialeh Cable TV Co., Ltd.	1	Other payables	230,000	Payment terms varied depend on the agreements	-
		Mangrove Cable TV Corporation	1	Other payables	188,000	Payment terms varied depend on the agreements	-
		Phoenix Cable TV Co., Ltd.	2	Other payables	580,000	Payment terms varied depend on the agreements	1
		Globalview Cable TV Co., Ltd.	2	Other payables	200,000	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Operating revenues	18,292	Payment terms varied depend on the agreements	-
		WinTV Broadcasting Co., Ltd.	3	Operating revenues	440	Payment terms varied depend on the agreements	-
		Union Cable TV Co., Ltd.	2	Operating revenues	173,656	Payment terms varied depend on the agreements	-
		Yeong Jialeh Cable TV Co., Ltd.	1	Operating revenues	319,380	Payment terms varied depend on the agreements	1
		Mangrove Cable TV Corporation	1	Operating revenues	13,508	Payment terms varied depend on the agreements	-
		Phoenix Cable TV Co., Ltd.	2	Operating revenues	376,476	Payment terms varied depend on the agreements	1
		Globalview Cable TV Co., Ltd.	2	Operating revenues	150,941	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Operating costs	228	Payment terms varied depend on the agreements and based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating costs	45,849	Payment terms varied depend on the agreements and based on regular terms	-

(Continued)

Number	Company Name	Counterparty	Nature of Relationship (Note)	Transaction Details			
				Account	Amount	Transaction Terms	Percentage of Consolidated Total Operating Revenues or Total Assets
		WinTV Broadcasting Co., Ltd.	3	Operating costs	\$ 51,078	Payment terms varied depend on the agreements	-
		Union Cable TV Co., Ltd.	2	Operating costs	27,545	Payment terms varied depend on the agreements	-
		Shin Ho Cable TV Co., Ltd.	2	Operating costs	1,350	Payment terms varied depend on the agreements	-
		Yeong Jialeh Cable TV Co., Ltd.	1	Operating costs	37,749	Payment terms varied depend on the agreements	-
		Mangrove Cable TV Corporation	1	Operating costs	13,336	Payment terms varied depend on the agreements	-
		Phoenix Cable TV Co., Ltd.	2	Operating costs	44,143	Payment terms varied depend on the agreements	-
		Globalview Cable TV Co., Ltd.	2	Operating costs	16,132	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	8,683	Payment terms varied depend on the agreements and based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating expenses	2,381	Based on regular terms	-
		Union Cable TV Co., Ltd.	2	Operating expenses	1,926	Payment terms varied depend on the agreements and based on regular terms	-
		Shin Ho Cable TV Co., Ltd.	2	Operating expenses	64	Payment terms varied depend on the agreements and based on regular terms	-
		Yeong Jialeh Cable TV Co., Ltd.	1	Operating expenses	1,904	Payment terms varied depend on the agreements and based on regular terms	-
		Mangrove Cable TV Corporation	1	Operating expenses	1,061	Payment terms varied depend on the agreements and based on regular terms	-
		Phoenix Cable TV Co., Ltd.	2	Operating expenses	2,499	Payment terms varied depend on the agreements and based on regular terms	-
		Globalview Cable TV Co., Ltd.	2	Operating expenses	713	Payment terms varied depend on the agreements and based on regular terms	-
		WinTV Broadcasting Co., Ltd.	3	Interest income	558	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Miscellaneous revenue	1	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Miscellaneous revenue	20	Based on regular terms	-
		Taiwan Cellular Co., Ltd.	2	Interest expenses	5,010	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Interest expenses	11,162	Payment terms varied depend on the agreements	-
		TFN Investment Co., Ltd.	2	Interest expenses	44,847	Payment terms varied depend on the agreements	-

(Continued)

Number	Company Name	Counterparty	Nature of Relationship (Note)	Transaction Details			
				Account	Amount	Transaction Terms	Percentage of Consolidated Total Operating Revenues or Total Assets
		Union Cable TV Co., Ltd.	2	Interest expenses	\$ 8,469	Payment terms varied depend on the agreements	-
		Shin Ho Cable TV Co., Ltd.	2	Interest expenses	3,092	Payment terms varied depend on the agreements	-
		Yeong Jialeh Cable TV Co., Ltd.	1	Interest expenses	2,583	Payment terms varied depend on the agreements	-
		Mangrove Cable TV Corporation	1	Interest expenses	2,079	Payment terms varied depend on the agreements	-
		Phoenix Cable TV Co., Ltd.	2	Interest expenses	7,260	Payment terms varied depend on the agreements	-
		Globalview Cable TV Co., Ltd.	2	Interest expenses	4,264	Payment terms varied depend on the agreements	-
19	Union Cable TV Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Accounts receivable	1,164	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Accounts receivable	16,967	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Other receivables	612,529	Payment terms varied depend on the agreements and based on regular terms	1
		WinTV Broadcasting Co., Ltd.	3	Prepayments	75	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Accounts payable	70,674	Payment terms varied depend on the agreements	-
		Yeong Jialeh Cable TV Co., Ltd.	3	Accounts payable	655	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Accrued expenses	28	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Accrued expenses	29	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Other payables	15,310	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Operating revenues	986	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Operating revenues	28,803	Payment terms varied depend on the agreements	-
		Yeong Jialeh Cable TV Co., Ltd.	3	Operating revenues	258	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating costs	227	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating costs	247	Payment terms varied depend on the agreements	-
		WinTV Broadcasting Co., Ltd.	3	Operating costs	225	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Operating costs	158,947	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	237	Payment terms varied depend on the agreements and based on regular terms	-

(Continued)

Number	Company Name	Counterparty	Nature of Relationship (Note)	Transaction Details			
				Account	Amount	Transaction Terms	Percentage of Consolidated Total Operating Revenues or Total Assets
		Taiwan Fixed Network Co., Ltd.	3	Operating expenses	\$ 968	Payment terms varied depend on the agreements and based on regular terms	-
		TFN Media Co., Ltd.	2	Operating expenses	14,709	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Interest income	8,469	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Miscellaneous revenue	669	Based on regular terms	-
20	Shin Ho Cable TV Co., Ltd.	TFN Media Co., Ltd.	2	Other receivables	200,857	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Operating revenues	1,350	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Operating costs	57	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	45	Payment terms varied depend on the agreements and based on regular terms	-
		TFN Media Co., Ltd.	2	Interest income	3,092	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Miscellaneous revenue	64	Based on regular terms	-
21	Yeong Jialeh Cable TV Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Accounts receivable	3,159	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Accounts receivable	28,231	Payment terms varied depend on the agreements	-
		Union Cable TV Co., Ltd.	3	Accounts receivable	655	Based on regular terms	-
		Mangrove Cable TV Corporation	3	Accounts receivable	1,955	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	3	Accounts receivable	1,155	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	3	Accounts receivable	739	Based on regular terms	-
		TFN Media Co., Ltd.	2	Other receivables	230,704	Payment terms varied depend on the agreements and based on regular terms	-
		WinTV Broadcasting Co., Ltd.	3	Prepayments	75	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Other current assets	29	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	129,495	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Accrued expenses	30	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Accrued expenses	50	Based on regular terms	-
		TFN Media Co., Ltd.	2	Accrued expenses	19	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Other payables	16,320	Payment terms varied depend on the agreements	-

(Continued)

Number	Company Name	Counterparty	Nature of Relationship (Note)	Transaction Details			
				Account	Amount	Transaction Terms	Percentage of Consolidated Total Operating Revenues or Total Assets
		Taiwan Fixed Network Co., Ltd.	3	Operating revenues	\$ 140	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Operating revenues	38,817	Payment terms varied depend on the agreements	-
		Union Cable TV Co., Ltd.	3	Operating revenues	655	Based on regular terms	-
		Mangrove Cable TV Corporation	3	Operating revenues	1,955	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	3	Operating revenues	1,155	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	3	Operating revenues	739	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating costs	279	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating costs	192	Payment terms varied depend on the agreements	-
		WinTV Broadcasting Co., Ltd.	3	Operating costs	225	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Operating costs	290,657	Payment terms varied depend on the agreements	1
		Union Cable TV Co., Ltd.	3	Operating costs	913	Based on regular terms	-
		Mangrove Cable TV Corporation	3	Operating costs	1,955	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	3	Operating costs	1,476	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	3	Operating costs	739	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	309	Payment terms varied depend on the agreements and based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating expenses	299	Payment terms varied depend on the agreements and based on regular terms	-
		WinTV Broadcasting Co., Ltd.	3	Operating expenses	35	Based on regular terms	-
		TFN Media Co., Ltd.	2	Operating expenses	28,723	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Interest income	2,583	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Miscellaneous revenue	836	Based on regular terms	-
22	Mangrove Cable TV Corporation	Taiwan Mobile Co., Ltd.	2	Accounts receivable	1,036	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Accounts receivable	10,488	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Other receivables	188,745	Payment terms varied depend on the agreements and based on regular terms	-
		WinTV Broadcasting Co., Ltd.	3	Prepayments	75	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Accounts payable	120	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Accounts payable	248	Payment terms varied depend on the agreements	-
		Yeong Jialeh Cable TV Co., Ltd.	3	Accounts payable	1,955	Based on regular terms	-

(Continued)

Number	Company Name	Counterparty	Nature of Relationship (Note)	Transaction Details			
				Account	Amount	Transaction Terms	Percentage of Consolidated Total Operating Revenues or Total Assets
		Taiwan Mobile Co., Ltd.	2	Accrued expenses	\$ (1)	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Accrued expenses	54	Based on regular terms	-
		TFN Media Co., Ltd.	2	Other payables	5,176	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Operating revenues	34	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Operating revenues	13,615	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Operating costs	157	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating costs	1,026	Payment terms varied depend on the agreements	-
		WinTV Broadcasting Co., Ltd.	3	Operating costs	225	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Operating costs	248	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	125	Payment terms varied depend on the agreements and based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating expenses	296	Based on regular terms	-
		TFN Media Co., Ltd.	2	Operating expenses	13,259	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Interest income	2,079	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Miscellaneous revenue	782	Based on regular terms	-
23	Phoenix Cable TV Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Accounts receivable	3,073	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Accounts receivable	32,985	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Other receivables	581,409	Payment terms varied depend on the agreements and based on regular terms	1
		WinTV Broadcasting Co., Ltd.	3	Prepayments	75	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Accounts payable	153,177	Payment terms varied depend on the agreements	-
		Yeong Jialeh Cable TV Co., Ltd.	3	Accounts payable	1,155	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Accrued expenses	44	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Accrued expenses	471	Payment terms varied depend on the agreements and based on regular terms	-
		TFN Media Co., Ltd.	2	Other payables	16,354	Payment terms varied depend on the agreements	-

(Continued)

Number	Company Name	Counterparty	Nature of Relationship (Note)	Transaction Details			
				Account	Amount	Transaction Terms	Percentage of Consolidated Total Operating Revenues or Total Assets
		Taiwan Fixed Network Co., Ltd.	3	Advance receipts	\$ 157	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Operating revenues	1,464	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Operating revenues	45,463	Payment terms varied depend on the agreements	-
		Yeong Jialeh Cable TV Co., Ltd.	3	Operating revenues	321	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating costs	342	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating costs	2,691	Payment terms varied depend on the agreements	-
		WinTV Broadcasting Co., Ltd.	3	Operating costs	225	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Operating costs	344,591	Payment terms varied depend on the agreements	1
		Taiwan Mobile Co., Ltd.	2	Operating expenses	458	Payment terms varied depend on the agreements and based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating expenses	1,180	Payment terms varied depend on the agreements and based on regular terms	-
		TFN Media Co., Ltd.	2	Operating expenses	31,886	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Interest income	7,260	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Rental income	129	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Miscellaneous revenue	1,179	Based on regular terms	-
24	Globalview Cable TV Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Accounts receivable	1,029	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Accounts receivable	12,867	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Other receivables	201,112	Payment terms varied depend on the agreements and based on regular terms	-
		WinTV Broadcasting Co., Ltd.	3	Prepayments	75	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Other current assets	17	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	49	Payment terms varied depend on the agreements	-
		Yeong Jialeh Cable TV Co., Ltd.	3	Accounts payable	739	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Accrued expenses	9	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Accrued expenses	67	Based on regular terms	-

(Continued)

Number	Company Name	Counterparty	Nature of Relationship (Note)	Transaction Details			
				Account	Amount	Transaction Terms	Percentage of Consolidated Total Operating Revenues or Total Assets
		TFN Media Co., Ltd.	2	Other payables	\$ 6,082	Payment terms varied depend on the agreements	-
		Global Wealth Media Technology Co., Ltd.	2	Advance receipts	9	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Operating revenues	264	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Operating revenues	16,479	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Operating costs	191	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating costs	461	Payment terms varied depend on the agreements and based on regular terms	-
		WinTV Broadcasting Co., Ltd.	3	Operating costs	225	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Operating costs	136,831	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	148	Payment terms varied depend on the agreements and based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating expenses	98	Based on regular terms	-
		TFN Media Co., Ltd.	2	Operating expenses	14,110	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Interest income	4,264	Payment terms varied depend on the agreements	-
		Global Wealth Media Technology Co., Ltd.	2	Rental income	26	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Miscellaneous revenue	365	Based on regular terms	-
25	TCC Investment Co., Ltd.	TFN Media Co., Ltd.	1	Other receivables	3,457,675	Based on regular terms	4
		Taiwan Mobile Co., Ltd.	2	Prepayments	34	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Accrued expenses	51	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Other payables	26,367,129	Based on regular terms	30
		Taiwan Mobile Co., Ltd.	2	Operating expenses	14	Based on regular terms	-
		TFN Media Co., Ltd.	1	Interest income	1,323	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

NINE MONTHS ENDED SEPTEMBER 30, 2008

(In Thousands of New Taiwan Dollars)

Number	Company Name	Counterparty	Nature of Relationship (Note)	Transaction Details			Percentage of Consolidated Total Operating Revenues or Total Assets
				Account	Amount	Transaction Terms	
0	Taiwan Mobile Co., Ltd.	Taiwan Fixed Network Co., Ltd.	1	Accounts receivable	\$ 229,563	Based on regular terms	-
		Reach & Range Inc.	1	Accounts receivable	106	Based on regular terms	-
		Taiwan Cellular Co., Ltd.	1	Other receivables	350,000	Based on regular terms	-
		Tai Fu Media Technology Co., Ltd.	1	Other receivables	2,022,541	Based on regular terms	2
		Taiwan Fixed Network Co., Ltd.	1	Other receivables	64,731	Based on regular terms	-
		TFN Media Co., Ltd.	1	Other receivables	2,184	Based on regular terms	-
		Taiwan Teleservices & Technologies Co., Ltd.	1	Other receivables	331	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Prepayments	107	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Other current assets	79	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Accounts payable	11,725	Based on regular terms	-
		Taiwan Teleservices & Technologies Co., Ltd.	1	Accounts payable	41	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Accrued expenses	78,053	Based on regular terms	-
		TFN Media Co., Ltd.	1	Accrued expenses	3	Based on regular terms	-
		Taiwan Teleservices & Technologies Co., Ltd.	1	Accrued expenses	78,528	Based on regular terms	-
		Hurray! Times Communications (Beijing) Ltd.	1	Other payables	8,390	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Other payables	103,899	Based on regular terms	-
		Union Cable TV Co., Ltd.	1	Other payables	426	Based on regular terms	-
		Shin Ho Cable TV Co., Ltd.	1	Other payables	24	Based on regular terms	-
		Yeong Jialeh Cable TV Co., Ltd.	1	Other payables	739	Based on regular terms	-
		Mangrove Cable TV Corporation	1	Other payables	105	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	1	Other payables	802	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	1	Other payables	261	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Advance receipts	148	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Other current liabilities	356,616	Based on regular terms	-
		TFN Media Co., Ltd.	1	Other current liabilities	92	Based on regular terms	-
		Union Cable TV Co., Ltd.	1	Other current liabilities	50	Based on regular terms	-
		Shin Ho Cable TV Co., Ltd.	1	Other current liabilities	13	Based on regular terms	-
		Yeong Jialeh Cable TV Co., Ltd.	1	Other current liabilities	187	Based on regular terms	-
		Mangrove Cable TV Corporation	1	Other current liabilities	38	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	1	Other current liabilities	174	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	1	Other current liabilities	63	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Guarantee deposits	830	Based on regular terms	-
		TransAsia Telecommunications Inc.	1	Operating revenues	459,338	Based on regular terms	1
Taiwan Fixed Network Co., Ltd.	1	Operating revenues	1,523,819	Based on regular terms	3		
Taiwan Telecommunication Network Services Co., Ltd.	1	Operating revenues	171	Based on regular terms	-		
TFN Media Co., Ltd.	1	Operating revenues	633	Based on regular terms	-		
Union Cable TV Co., Ltd.	1	Operating revenues	370	Based on regular terms	-		

(Continued)

Number	Company Name	Counterparty	Nature of Relationship (Note)	Transaction Details			
				Account	Amount	Transaction Terms	Percentage of Consolidated Total Operating Revenues or Total Assets
		Shin Ho Cable TV Co., Ltd.	1	Operating revenues	\$ 113	Based on regular terms	-
		Yeong Jialeh Cable TV Co., Ltd.	1	Operating revenues	281	Based on regular terms	-
		Mangrove Cable TV Corporation	1	Operating revenues	265	Based on regular terms	-
		North Coast Cable TV Co., Ltd.	1	Operating revenues	34	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	1	Operating revenues	844	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	1	Operating revenues	335	Based on regular terms	-
		Taiwan Teleservices & Technologies Co., Ltd.	1	Operating revenues	63	Based on regular terms	-
		TransAsia Telecommunications Inc.	1	Operating costs	257,989	Based on regular terms	-
		The former Taiwan Teleservices & Technologies Co., Ltd.	1	Operating costs	361	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Operating costs	729,774	Based on regular terms	1
		Phoenix Cable TV Co., Ltd.	1	Operating costs	157	Based on regular terms	-
		Taiwan Teleservices & Technologies Co., Ltd.	1	Operating costs	76	Based on regular terms	-
		The former Taiwan Teleservices & Technologies Co., Ltd.	1	Operating expenses	601,090	Based on regular terms	1
		Taiwan Fixed Network Co., Ltd.	1	Operating expenses	61,834	Based on regular terms	-
		Taiwan Telecommunication Network Services Co., Ltd.	1	Operating expenses	1	Based on regular terms	-
		WinTV Broadcasting Co., Ltd.	1	Operating expenses	9	Based on regular terms	-
		TFN Media Co., Ltd.	1	Operating expenses	(888)	Based on regular terms	-
		Union Cable TV Co., Ltd.	1	Operating expenses	(2)	Based on regular terms	-
		Yeong Jialeh Cable TV Co., Ltd.	1	Operating expenses	(3)	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	1	Operating expenses	(3)	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	1	Operating expenses	(1)	Based on regular terms	-
		Taiwan Teleservices & Technologies Co., Ltd.	1	Operating expenses	74,743	Based on regular terms	-
		Tai Fu Media Technology Co., Ltd.	1	Interest income	38,441	Based on regular terms	-
		TFN Media Co., Ltd.	1	Interest income	10,793	Based on regular terms	-
		TransAsia Telecommunications Inc.	1	Rental income	23	Based on regular terms	-
		Taiwan Cellular Co., Ltd.	1	Rental income	34	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	-
		Tai Yi Digital Broadcasting Co., Ltd.	1	Rental income	34	Based on regular terms	-
		Taiwan Digital Communications Co., Ltd.	1	Rental income	34	Based on regular terms	-
		The former Taiwan Teleservices & Technologies Co., Ltd.	1	Rental income	34	Based on regular terms	-
		TT&T Life Insurance Agency Co., Ltd.	1	Rental income	34	Based on regular terms	-
		TT&T Casualty & Property Insurance Agency 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	48,086	Based on regular terms	-
		Taiwan Telecommunication Network Services Co., Ltd.	1	Rental income	31	Based on regular terms	-
		TFN Investment Co., Ltd.	1	Rental income	31	Based on regular terms	-
		Reach & Range Inc.	1	Rental income	31	Based on regular terms	-
		TFN Media Co., Ltd.	1	Rental income	7,980	Based on regular terms	-
		Fu Jia Leh Media Technology Co., Ltd.	1	Rental income	31	Based on regular terms	-
		Fu Sin Media Technology Co., Ltd.	1	Rental income	31	Based on regular terms	-
		Taiwan Teleservices & Technologies Co., Ltd.	1	Rental income	1,564	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Miscellaneous revenue	1,557	Based on regular terms	-
		TFN Media Co., Ltd.	1	Miscellaneous revenue	5	Based on regular terms	-

(Continued)

Number	Company Name	Counterparty	Nature of Relationship (Note)	Transaction Details			
				Account	Amount	Transaction Terms	Percentage of Consolidated Total Operating Revenues or Total Assets
		TransAsia Telecommunications Inc.	1	Interest expenses	\$ 15,205	Based on regular terms	-
		TransAsia Telecommunications Inc.	1	Miscellaneous expense	1,244	Based on regular terms	-
1	TransAsia Telecommunications Inc.	The Corporation	2	Operating revenues	257,796	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating revenues	29,632	Based on regular terms	-
		The Corporation	2	Operating costs	459,338	Based on regular terms	1
		The former Taiwan Teleservices & Technologies Co., Ltd.	3	Operating costs	2	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating costs	21,543	Based on regular terms	-
		The Corporation	2	Operating expenses	23	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating expenses	329	Based on regular terms	-
		The Corporation	2	Interest income	15,205	Based on regular terms	-
		Taiwan Cellular Co., Ltd.	3	Interest income	2,199	Based on regular terms	-
		The Corporation	2	Rental income	192	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Rental income	268	Based on regular terms	-
		The Corporation	2	Miscellaneous revenue	1,244	Based on regular terms	-
2	Wealth Media Technology Co., Ltd.	The Corporation	2	Operating expenses	34	Based on regular terms	-
3	Tai Fu Media Technology Co., Ltd.	The Corporation	2	Accrued interest expenses	17,541	Based on regular terms	-
		The Corporation	2	Other payables	2,005,000	Based on regular terms	2
		The Corporation	2	Operating expenses	34	Based on regular terms	-
		The Corporation	2	Interest expenses	38,441	Based on regular terms	-
4	Fu Jia Leh Media Technology Co., Ltd.	The Corporation	2	Operating expenses	31	Based on regular terms	-
5	Fu Sin Media Technology Co., Ltd.	The Corporation	2	Operating expenses	31	Based on regular terms	-
6	Global Wealth Media Technology Co., Ltd.	Globalview Cable TV Co., Ltd.	1	Prepayments	9	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	1	Operating expenses	26	Based on regular terms	-
7	Taiwan Cellular Co., Ltd.	TFN Media Co., Ltd.	1	Other receivables	252,121	Based on regular terms	-
		Taiwan Teleservices & Technologies Co., Ltd.	3	Other receivables	283,244	Based on regular terms	-
		The Corporation	2	Other payables	350,000	Based on regular terms	-
		The Corporation	2	Operating expenses	34	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Interest income	7,947	Based on regular terms	-
		TFN Media Co., Ltd.	1	Interest income	19,630	Based on regular terms	-
		TransAsia Telecommunications Inc.	3	Interest expenses	2,199	Based on regular terms	-
8	Tai Yi Digital Broadcasting Co., Ltd.	The Corporation	2	Operating expenses	34	Based on regular terms	-
9	Taiwan Digital Communications Co., Ltd.	The Corporation	2	Operating expenses	34	Based on regular terms	-

(Continued)

Number	Company Name	Counterparty	Nature of Relationship (Note)	Transaction Details			
				Account	Amount	Transaction Terms	Percentage of Consolidated Total Operating Revenues or Total Assets
10	The former Taiwan Teleservices & Technologies Co., Ltd.	The Corporation	2	Operating revenues	\$ 600,942	Based on regular terms	1
		TransAsia Telecommunications Inc.	3	Operating revenues	2	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating revenues	20,648	Based on regular terms	-
		The Corporation	2	Operating expenses	863	Based on regular terms	-
		TT&T Holdings Co., Ltd.	1	Operating expenses	8,338	Based on regular terms	-
		Xiamen Taifu Teleservices & Technologies Ltd.	1	Operating expenses	37,686	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating expenses	243	Based on regular terms	-
		The Corporation	2	Rental income	1,338	Based on regular terms	-
11	TT&T Life Insurance Agency Co., Ltd.	The Corporation	2	Operating expenses	34	Based on regular terms	-
12	TT&T Casualty & Property Insurance Agency Co., Ltd.	The Corporation	2	Operating expenses	34	Based on regular terms	-
13	Taiwan Super Basketball Co., Ltd.	The Corporation	2	Operating expenses	34	Based on regular terms	-
14	TT&T Holdings Co., Ltd.	Taiwan Teleservices & Technologies Co., Ltd.	2	Accounts receivable	1,188	Based on regular terms	-
		Taiwan Teleservices & Technologies Co., Ltd.	2	Accounts payable	3,649	Based on regular terms	-
		The former Taiwan Teleservices & Technologies Co., Ltd.	2	Operating revenues	8,431	Based on regular terms	-
		Taiwan Teleservices & Technologies Co., Ltd.	2	Operating revenues	959	Based on regular terms	-
15	Xiamen Taifu Teleservices & Technologies Ltd.	Taiwan Teleservices & Technologies Co., Ltd.	2	Accounts receivable	12,555	Based on regular terms	-
		The former Taiwan Teleservices & Technologies Co., Ltd.	2	Operating revenues	37,857	Based on regular terms	-
		Taiwan Teleservices & Technologies Co., Ltd.	2	Operating revenues	5,241	Based on regular terms	-
16	Hurray! Times Communications (Beijing) Ltd.	The Corporation	2	Accounts receivable	8,389	Based on regular terms	-
17	Taiwan Fixed Network Co., Ltd.	The Corporation	2	Accounts receivable	105,487	Based on regular terms	-
		Reach & Range Inc.	1	Accounts receivable	449	Based on regular terms	-
		WinTV Broadcasting Co., Ltd.	1	Accounts receivable	5,405	Based on regular terms	-
		TFN Media Co., Ltd.	1	Accounts receivable	20,004	Based on regular terms	-
		Union Cable TV Co., Ltd.	1	Accounts receivable	50	Based on regular terms	-
		Yeong Jialeh Cable TV Co., Ltd.	1	Accounts receivable	96	Based on regular terms	-
		Mangrove Cable TV Corporation	1	Accounts receivable	191	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	1	Accounts receivable	484	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	1	Accounts receivable	113	Based on regular terms	-
		TFN HK	1	Accounts receivable	2	Based on regular terms	-
		The Corporation	2	Other receivables	209,868	Based on regular terms	-
		TFN Media Co., Ltd.	1	Other receivables	1,509,283	Based on regular terms	2
		Globalview Cable TV Co., Ltd.	1	Other receivables	3	Based on regular terms	-
		Taiwan Teleservices & Technologies Co., Ltd.	1	Other receivables	1,697	Based on regular terms	-
		The Corporation	2	Prepayments	165	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	1	Prepayments	105	Based on regular terms	-
		The Corporation	2	Refundable deposits	830	Based on regular terms	-

(Continued)

Number	Company Name	Counterparty	Nature of Relationship (Note)	Transaction Details			
				Account	Amount	Transaction Terms	Percentage of Consolidated Total Operating Revenues or Total Assets
		The Corporation	2	Accounts payable	\$ 2,853	Based on regular terms	-
		Reach & Range Inc.	1	Accounts payable	6,832	Based on regular terms	-
		TFN Media Co., Ltd.	1	Accounts payable	34,053	Based on regular terms	-
		Union Cable TV Co., Ltd.	1	Accounts payable	18	Based on regular terms	-
		Yeong Jialeh Cable TV Co., Ltd.	1	Accounts payable	16	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	1	Accounts payable	115	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	1	Accounts payable	31	Based on regular terms	-
		TFN HK	1	Accounts payable	2,170	Based on regular terms	-
		The Corporation	2	Accrued expenses	56,688	Based on regular terms	-
		Reach & Range Inc.	1	Accrued expenses	36	Based on regular terms	-
		Taiwan Teleservices & Technologies Co., Ltd.	1	Accrued expenses	32,892	Based on regular terms	-
		The Corporation	2	Other payables	37	Based on regular terms	-
		The Corporation	2	Advance receipts	112	Based on regular terms	-
		TFN Media Co., Ltd.	1	Other liabilities	3,170	Based on regular terms	-
		The Corporation	2	Operating revenues	774,062	Based on regular terms	1
		TransAsia Telecommunications Inc.	3	Operating revenues	21,901	Based on regular terms	-
		The former Taiwan Teleservices & Technologies Co., Ltd.	3	Operating revenues	243	Based on regular terms	-
		Taiwan Telecommunication Network Services Co., Ltd.	1	Operating revenues	24,925	Based on regular terms	-
		Reach & Range Inc.	1	Operating revenues	450	Based on regular terms	-
		WinTV Broadcasting Co., Ltd.	1	Operating revenues	371	Based on regular terms	-
		TFN Media Co., Ltd.	1	Operating revenues	38,372	Based on regular terms	-
		Union Cable TV Co., Ltd.	1	Operating revenues	991	Based on regular terms	-
		Yeong Jialeh Cable TV Co., Ltd.	1	Operating revenues	551	Based on regular terms	-
		Mangrove Cable TV Corporation	1	Operating revenues	2,190	Based on regular terms	-
		North Coast Cable TV Co., Ltd.	1	Operating revenues	22	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	1	Operating revenues	3,919	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	1	Operating revenues	697	Based on regular terms	-
		Taiwan Teleservices & Technologies Co., Ltd.	1	Operating revenues	(13)	Based on regular terms	-
		The Corporation	2	Operating costs	1,518,769	Based on regular terms	3
		TransAsia Telecommunications Inc.	3	Operating costs	29,932	Based on regular terms	-
		Taiwan Telecommunication Network Services Co., Ltd.	1	Operating costs	374	Based on regular terms	-
		Reach & Range Inc.	1	Operating costs	9,580	Based on regular terms	-
		TFN Media Co., Ltd.	1	Operating costs	33,766	Based on regular terms	-
		Union Cable TV Co., Ltd.	1	Operating costs	155	Based on regular terms	-
		Yeong Jialeh Cable TV Co., Ltd.	1	Operating costs	3,913	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	1	Operating costs	5,058	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	1	Operating costs	569	Based on regular terms	-
		TFN HK	1	Operating costs	3,339	Based on regular terms	-
		Taiwan Teleservices & Technologies Co., Ltd.	1	Operating costs	(168)	Based on regular terms	-
		The Corporation	2	Operating expenses	48,942	Based on regular terms	-
		The former Taiwan Teleservices & Technologies Co., Ltd.	3	Operating expenses	20,655	Based on regular terms	-
		Taiwan Telecommunication Network Services Co., Ltd.	1	Operating expenses	763	Based on regular terms	-
		Reach & Range Inc.	1	Operating expenses	134	Based on regular terms	-
		TFN Media Co., Ltd.	1	Operating expenses	(13)	Based on regular terms	-

(Continued)

Number	Company Name	Counterparty	Nature of Relationship (Note)	Transaction Details			
				Account	Amount	Transaction Terms	Percentage of Consolidated Total Operating Revenues or Total Assets
		Taiwan Teleservices & Technologies Co., Ltd.	1	Operating expenses	\$ 122,850	Based on regular terms	-
		TFN Investment Co., Ltd.	1	Interest income	8,732	Based on regular terms	-
		TFN Media Co., Ltd.	1	Interest income	9,185	Based on regular terms	-
		The Corporation	2	Rental income	12,773	Based on regular terms	-
		WinTV Broadcasting Co., Ltd.	1	Rental income	130	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	1	Rental income	26	Based on regular terms	-
		Taiwan Teleservices & Technologies Co., Ltd.	1	Rental income	3,360	Based on regular terms	-
		The Corporation	2	Miscellaneous revenue	141	Based on regular terms	-
		WinTV Broadcasting Co., Ltd.	1	Miscellaneous revenue	3	Based on regular terms	-
		TFN Media Co., Ltd.	1	Miscellaneous revenue	5,743	Based on regular terms	-
		Taiwan Cellular Co., Ltd.	1	Interest expenses	7,947	Based on regular terms	-
		The Corporation	2	Miscellaneous expense	1,559	Based on regular terms	-
18	TFNHK	Taiwan Fixed Network Co., Ltd.	2	Accounts receivable	1,774	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	2	Operating revenues	2,851	Based on regular terms	-
19	Taiwan Telecommunication Network Services Co., Ltd.	Taiwan Fixed Network Co., Ltd.	2	Operating revenues	374	Based on regular terms	-
		Reach & Range Inc.	3	Operating revenues	1,036	Based on regular terms	-
		Mangrove Cable TV Corporation	3	Operating revenues	22	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	3	Operating revenues	22	Based on regular terms	-
		The Corporation	2	Operating costs	69	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating costs	24,977	Based on regular terms	-
		The Corporation	2	Operating expenses	132	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating expenses	(815)	Based on regular terms	-
20	Taiwan Teleservices & Technologies Co., Ltd.	The Corporation	2	Accounts receivable	78,494	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	2	Accounts receivable	32,892	Based on regular terms	-
		The Corporation	2	Other receivables	75	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	2	Other receivables	43	Based on regular terms	-
		The Corporation	2	Accrued expenses	331	Based on regular terms	-
		Taiwan Cellular Co., Ltd.	3	Accrued expenses	344	Based on regular terms	-
		TT&T Holdings Co., Ltd.	2	Accrued expenses	(2,521)	Based on regular terms	-
		Xiamen Taifu Teleservices & Technologies Ltd.	2	Accrued expenses	12,415	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	2	Accrued expenses	1,697	Based on regular terms	-
		Taiwan Cellular Co., Ltd.	3	Other payables	282,900	Based on regular terms	-
		The Corporation	2	Operating revenues	74,756	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	2	Operating revenues	124,113	Based on regular terms	-
		The Corporation	2	Operating expenses	1,724	Based on regular terms	-
		TT&T Holdings Co., Ltd.	1	Operating expenses	1,004	Based on regular terms	-
		Xiamen Taifu Teleservices & Technologies Ltd.	1	Operating expenses	5,540	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	2	Operating expenses	4,778	Based on regular terms	-
		The Corporation	2	Rental income	167	Based on regular terms	-
21	TFN Investment Co., Ltd.	TFN Media Co., Ltd.	1	Other receivables	3,909,103	Based on regular terms	4
		The Corporation	2	Operating expenses	33	Based on regular terms	-
		TFN Media Co., Ltd.	1	Interest income	57,491	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	2	Interest expenses	8,732	Based on regular terms	-

(Continued)

Number	Company Name	Counterparty	Nature of Relationship (Note)	Transaction Details			
				Account	Amount	Transaction Terms	Percentage of Consolidated Total Operating Revenues or Total Assets
22	Reach & Range Inc.	Taiwan Fixed Network Co., Ltd.	2	Accounts receivable	\$ 6,870	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	2	Accrued expenses	450	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	2	Operating revenues	9,676	Based on regular terms	-
		Taiwan Telecommunication Network Services Co., Ltd.	3	Operating revenues	355	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	2	Operating costs	(2)	Based on regular terms	-
		Taiwan Telecommunication Network Services Co., Ltd.	3	Operating costs	1,036	Based on regular terms	-
		The Corporation	2	Operating expenses	31	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating expenses	449	Based on regular terms	-
23	WinTV Broadcasting Co., Ltd.	Taiwan Fixed Network Co., Ltd.	2	Other payables	3,898	Based on regular terms	-
		Union Cable TV Co., Ltd.	3	Advance receipts	75	Based on regular terms	-
		Yeong Jialeh Cable TV Co., Ltd.	3	Advance receipts	75	Based on regular terms	-
		Mangrove Cable TV Corporation	3	Advance receipts	75	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	3	Advance receipts	75	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	3	Advance receipts	75	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	2	Long-term accounts payable	1,237	Based on regular terms	-
		Union Cable TV Co., Ltd.	3	Operating revenues	225	Based on regular terms	-
		Yeong Jialeh Cable TV Co., Ltd.	3	Operating revenues	225	Based on regular terms	-
		Mangrove Cable TV Corporation	3	Operating revenues	225	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	3	Operating revenues	225	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	3	Operating revenues	225	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	2	Operating costs	429	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	2	Operating expenses	204	Based on regular terms	-
24	TFN Media Co., Ltd.	Taiwan Fixed Network Co., Ltd.	2	Accounts receivable	34,053	Payment terms varied depend on the agreements	-
		Union Cable TV Co., Ltd.	1	Accounts receivable	46,827	Payment terms varied depend on the agreements	-
		Yeong Jialeh Cable TV Co., Ltd.	1	Accounts receivable	63,345	Payment terms varied depend on the agreements	-
		Mangrove Cable TV Corporation	1	Accounts receivable	2,485	Payment terms varied depend on the agreements	-
		Phoenix Cable TV Co., Ltd.	1	Accounts receivable	84,767	Payment terms varied depend on the agreements	-
		Globalview Cable TV Co., Ltd.	1	Accounts receivable	30,673	Payment terms varied depend on the agreements	-
		The Corporation	2	Other receivables	3	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	2	Other current assets	1	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	2	Other intangible assets	3,170	Payment terms varied depend on the agreements	-
		Union Cable TV Co., Ltd.	1	Accounts payable	1,745	Payment terms varied depend on the agreements	-
		Shin Ho Cable TV Co., Ltd.	1	Accounts payable	365	Payment terms varied depend on the agreements	-
Yeong Jialeh Cable TV Co., Ltd.	1	Accounts payable	2,172	Payment terms varied depend on the agreements	-		

(Continued)

Number	Company Name	Counterparty	Nature of Relationship (Note)	Transaction Details			
				Account	Amount	Transaction Terms	Percentage of Consolidated Total Operating Revenues or Total Assets
		Mangrove Cable TV Corporation	1	Accounts payable	\$ 744	Payment terms varied depend on the agreements	-
		Phoenix Cable TV Co., Ltd.	1	Accounts payable	3,635	Payment terms varied depend on the agreements	-
		Globalview Cable TV Co., Ltd.	1	Accounts payable	1,475	Payment terms varied depend on the agreements	-
		The Corporation	2	Accrued expenses	2,093	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	2	Accrued expenses	19,837	Payment terms varied depend on the agreements and based on regular terms	-
		Union Cable TV Co., Ltd.	1	Accrued expenses	5,233	Payment terms varied depend on the agreements and based on regular terms	-
		Shin Ho Cable TV Co., Ltd.	1	Accrued expenses	56	Based on regular terms	-
		Yeong Jialeh Cable TV Co., Ltd.	1	Accrued expenses	2,236	Payment terms varied depend on the agreements and based on regular terms	-
		Mangrove Cable TV Corporation	1	Accrued expenses	588	Payment terms varied depend on the agreements and based on regular terms	-
		Phoenix Cable TV Co., Ltd.	1	Accrued expenses	2,771	Payment terms varied depend on the agreements and based on regular terms	-
		Globalview Cable TV Co., Ltd.	1	Accrued expenses	703	Payment terms varied depend on the agreements and based on regular terms	-
		Taiwan Cellular Co., Ltd.	2	Accrued interest expenses	2,121	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	2	Accrued interest expenses	9,185	Payment terms varied depend on the agreements	-
		TFN Investment Co., Ltd.	2	Accrued interest expenses	9,103	Payment terms varied depend on the agreements	-
		Union Cable TV Co., Ltd.	1	Accrued interest expenses	8,805	Payment terms varied depend on the agreements	-
		Shin Ho Cable TV Co., Ltd.	1	Accrued interest expenses	3,976	Payment terms varied depend on the agreements	-
		Yeong Jialeh Cable TV Co., Ltd.	1	Accrued interest expenses	628	Payment terms varied depend on the agreements	-
		Mangrove Cable TV Corporation	1	Accrued interest expenses	1,055	Payment terms varied depend on the agreements	-
		Phoenix Cable TV Co., Ltd.	1	Accrued interest expenses	3,357	Payment terms varied depend on the agreements	-
		Globalview Cable TV Co., Ltd.	1	Accrued interest expenses	5,680	Payment terms varied depend on the agreements	-

(Continued)

Number	Company Name	Counterparty	Nature of Relationship (Note)	Transaction Details			
				Account	Amount	Transaction Terms	Percentage of Consolidated Total Operating Revenues or Total Assets
		Taiwan Cellular Co., Ltd.	2	Other payables	\$ 250,000	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	2	Other payables	1,500,000	Payment terms varied depend on the agreements	2
		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	560,000	Payment terms varied depend on the agreements	-
		Shin Ho Cable TV Co., Ltd.	1	Other payables	207,700	Payment terms varied depend on the agreements	-
		Yeong Jialeh Cable TV Co., Ltd.	1	Other payables	130,000	Payment terms varied depend on the agreements	-
		Mangrove Cable TV Corporation	1	Other payables	68,000	Payment terms varied depend on the agreements	-
		Phoenix Cable TV Co., Ltd.	1	Other payables	430,003	Payment terms varied depend on the agreements	-
		Globalview Cable TV Co., Ltd.	1	Other payables	320,001	Payment terms varied depend on the agreements	-
		Yeong Jialeh Cable TV Co., Ltd.	1	Other liabilities	970	Payment terms varied depend on the agreements	-
		Mangrove Cable TV Corporation	1	Other liabilities	4,713	Payment terms varied depend on the agreements	-
		Globalview Cable TV Co., Ltd.	1	Other liabilities	2,553	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	2	Operating revenues	33,766	Payment terms varied depend on the agreements	-
		Union Cable TV Co., Ltd.	1	Operating revenues	163,002	Payment terms varied depend on the agreements	-
		Shin Ho Cable TV Co., Ltd.	1	Operating revenues	3,571	Payment terms varied depend on the agreements	-
		Yeong Jialeh Cable TV Co., Ltd.	1	Operating revenues	272,644	Payment terms varied depend on the agreements	1
		Mangrove Cable TV Corporation	1	Operating revenues	11,299	Payment terms varied depend on the agreements	-
		North Coast Cable TV Co., Ltd.	1	Operating revenues	7,630	Payment terms varied depend on the agreements	-
		Phoenix Cable TV Co., Ltd.	1	Operating revenues	357,622	Payment terms varied depend on the agreements	1
		Globalview Cable TV Co., Ltd.	1	Operating revenues	142,262	Payment terms varied depend on the agreements	-
		The Corporation	2	Operating costs	277	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	2	Operating costs	42,130	Payment terms varied depend on the agreements and based on regular terms	-
		Union Cable TV Co., Ltd.	1	Operating costs	34,548	Payment terms varied depend on the agreements	-

(Continued)

Number	Company Name	Counterparty	Nature of Relationship (Note)	Transaction Details			
				Account	Amount	Transaction Terms	Percentage of Consolidated Total Operating Revenues or Total Assets
		Shin Ho Cable TV Co., Ltd.	1	Operating costs	\$ 3,129	Payment terms varied depend on the agreements	-
		Yeong Jialeh Cable TV Co., Ltd.	1	Operating costs	32,391	Payment terms varied depend on the agreements	-
		Mangrove Cable TV Corporation	1	Operating costs	8,638	Payment terms varied depend on the agreements	-
		North Coast Cable TV Co., Ltd.	1	Operating costs	551	Payment terms varied depend on the agreements	-
		Phoenix Cable TV Co., Ltd.	1	Operating costs	49,033	Payment terms varied depend on the agreements	-
		Globalview Cable TV Co., Ltd.	1	Operating costs	15,823	Payment terms varied depend on the agreements	-
		The Corporation	2	Operating expenses	9,491	Payment terms varied depend on the agreements and based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	2	Operating expenses	2,205	Based on regular terms	-
		Union Cable TV Co., Ltd.	1	Operating expenses	2,556	Payment terms varied depend on the agreements and based on regular terms	-
		Shin Ho Cable TV Co., Ltd.	1	Operating expenses	354	Based on regular terms	-
		Yeong Jialeh Cable TV Co., Ltd.	1	Operating expenses	1,653	Payment terms varied depend on the agreements and based on regular terms	-
		Mangrove Cable TV Corporation	1	Operating expenses	618	Payment terms varied depend on the agreements and based on regular terms	-
		North Coast Cable TV Co., Ltd.	1	Operating expenses	68	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	1	Operating expenses	2,664	Payment terms varied depend on the agreements and based on regular terms	-
		Globalview Cable TV Co., Ltd.	1	Operating expenses	501	Payment terms varied depend on the agreements and based on regular terms	-
		The Corporation	2	Miscellaneous revenue	164	Based on regular terms	-
		The Corporation	2	Interest expenses	10,775	Payment terms varied depend on the agreements	-
		Taiwan Cellular Co., Ltd.	2	Interest expenses	19,543	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	2	Interest expenses	9,185	Payment terms varied depend on the agreements	-
		TFN Investment Co., Ltd.	2	Interest expenses	57,421	Payment terms varied depend on the agreements	-
		Union Cable TV Co., Ltd.	1	Interest expenses	8,968	Payment terms varied depend on the agreements	-
		Shin Ho Cable TV Co., Ltd.	1	Interest expenses	4,004	Payment terms varied depend on the agreements	-

(Continued)

Number	Company Name	Counterparty	Nature of Relationship (Note)	Transaction Details			
				Account	Amount	Transaction Terms	Percentage of Consolidated Total Operating Revenues or Total Assets
		Yeong Jialeh Cable TV Co., Ltd.	1	Interest expenses	\$ 873	Payment terms varied depend on the agreements	-
		Mangrove Cable TV Corporation	1	Interest expenses	1,076	Payment terms varied depend on the agreements	-
		North Coast Cable TV Co., Ltd.	1	Interest expenses	3,258	Payment terms varied depend on the agreements	-
		Phoenix Cable TV Co., Ltd.	1	Interest expenses	3,635	Payment terms varied depend on the agreements	-
		Globalview Cable TV Co., Ltd.	1	Interest expenses	5,810	Payment terms varied depend on the agreements	-
		Union Cable TV Co., Ltd.	1	Miscellaneous expense	36	Based on regular terms	-
		Shin Ho Cable TV Co., Ltd.	1	Miscellaneous expense	6	Based on regular terms	-
		Yeong Jialeh Cable TV Co., Ltd.	1	Miscellaneous expense	18	Based on regular terms	-
		Mangrove Cable TV Corporation	1	Miscellaneous expense	10	Based on regular terms	-
		North Coast Cable TV Co., Ltd.	1	Miscellaneous expense	4	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	1	Miscellaneous expense	30	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	1	Miscellaneous expense	17	Based on regular terms	-
25	Union Cable TV Co., Ltd.	The Corporation	2	Accounts receivable	476	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	2	Accounts receivable	18	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Accounts receivable	6,852	Payment terms varied depend on the agreements and based on regular terms	-
		TFN Media Co., Ltd.	2	Other receivables	568,932	Payment terms varied depend on the agreements and based on regular terms	1
		WinTV Broadcasting Co., Ltd.	3	Prepayments	75	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Accounts payable	32,940	Payment terms varied depend on the agreements	-
		Mangrove Cable TV Corporation	3	Accounts payable	24	Based on regular terms	-
		The Corporation	2	Accrued expenses	13	Based on regular terms	-
		TFN Media Co., Ltd.	2	Other payables	13,887	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	2	Operating revenues	155	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Operating revenues	36,660	Payment terms varied depend on the agreements	-
		Mangrove Cable TV Corporation	3	Operating revenues	6	Based on regular terms	-
		The Corporation	2	Operating costs	205	Based on regular terms	-
		WinTV Broadcasting Co., Ltd.	3	Operating costs	225	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Operating costs	148,230	Payment terms varied depend on the agreements	-

(Continued)

Number	Company Name	Counterparty	Nature of Relationship (Note)	Transaction Details			
				Account	Amount	Transaction Terms	Percentage of Consolidated Total Operating Revenues or Total Assets
		Mangrove Cable TV Corporation	3	Operating costs	\$ 23	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	3	Operating costs	5	Based on regular terms	-
		The Corporation	2	Operating expenses	180	Payment terms varied depend on the agreements and based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	2	Operating expenses	1,320	Payment terms varied depend on the agreements and based on regular terms	-
		TFN Media Co., Ltd.	2	Operating expenses	14,771	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Interest income	8,968	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Miscellaneous revenue	480	Based on regular terms	-
26	Shin Ho Cable TV Co., Ltd.	The Corporation	2	Accounts receivable	37	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Accounts receivable	421	Payment terms varied depend on the agreements and based on regular terms	-
		TFN Media Co., Ltd.	2	Other receivables	211,676	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Operating revenues	3,129	Payment terms varied depend on the agreements	-
		The Corporation	2	Operating costs	25	Based on regular terms	-
		The Corporation	2	Operating expenses	103	Payment terms varied depend on the agreements and based on regular terms	-
		TFN Media Co., Ltd.	2	Operating expenses	3,571	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Interest income	4,004	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Miscellaneous revenue	360	Based on regular terms	-
27	Yeong Jialeh Cable TV Co., Ltd.	The Corporation	2	Accounts receivable	926	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	2	Accounts receivable	16	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Accounts receivable	4,406	Payment terms varied depend on the agreements and based on regular terms	-
		TFN Media Co., Ltd.	2	Other receivables	130,628	Payment terms varied depend on the agreements	-
		WinTV Broadcasting Co., Ltd.	3	Prepayments	75	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Other current assets	1	Based on regular terms	-
		TFN Media Co., Ltd.	2	Other intangible assets	970	Payment terms varied depend on the agreements	-

(Continued)

Number	Company Name	Counterparty	Nature of Relationship (Note)	Transaction Details			
				Account	Amount	Transaction Terms	Percentage of Consolidated Total Operating Revenues or Total Assets
		Taiwan Fixed Network Co., Ltd.	2	Accounts payable	\$ 22	Payment terms varied depend on the agreements and based on regular terms	-
		TFN Media Co., Ltd.	2	Accounts payable	54,221	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	2	Accrued expenses	62	Based on regular terms	-
		TFN Media Co., Ltd.	2	Other payables	9,124	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	2	Operating revenues	3,913	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Operating revenues	33,689	Payment terms varied depend on the agreements	-
		The Corporation	2	Operating costs	268	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	2	Operating costs	192	Payment terms varied depend on the agreements	-
		WinTV Broadcasting Co., Ltd.	3	Operating costs	225	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Operating costs	243,993	Payment terms varied depend on the agreements	-
		The Corporation	2	Operating expenses	83	Payment terms varied depend on the agreements and based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	2	Operating expenses	508	Payment terms varied depend on the agreements and based on regular terms	-
		TFN Media Co., Ltd.	2	Operating expenses	28,652	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Interest income	873	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Miscellaneous revenue	374	Based on regular terms	-
28	Mangrove Cable TV Corporation	The Corporation	2	Accounts receivable	144	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Accounts receivable	1,248	Payment terms varied depend on the agreements	-
		Union Cable TV Co., Ltd.	3	Accounts receivable	24	Based on regular terms	-
		TFN Media Co., Ltd.	2	Other receivables	69,138	Payment terms varied depend on the agreements and based on regular terms	-
		WinTV Broadcasting Co., Ltd.	3	Prepayments	75	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Other intangible assets	4,713	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	2	Accounts payable	120	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	2	Accrued expenses	61	Based on regular terms	-

(Continued)

Number	Company Name	Counterparty	Nature of Relationship (Note)	Transaction Details			
				Account	Amount	Transaction Terms	Percentage of Consolidated Total Operating Revenues or Total Assets
		TFN Media Co., Ltd.	2	Other payables	\$ 2,485	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Operating revenues	8,832	Payment terms varied depend on the agreements	-
		Union Cable TV Co., Ltd.	3	Operating revenues	23	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	3	Operating revenues	11	Based on regular terms	-
		The Corporation	2	Operating costs	118	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	2	Operating costs	1,825	Payment terms varied depend on the agreements	-
		WinTV Broadcasting Co., Ltd.	3	Operating costs	225	Payment terms varied depend on the agreements	-
		Union Cable TV Co., Ltd.	3	Operating costs	6	Based on regular terms	-
		The Corporation	2	Operating expenses	100	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	2	Operating expenses	501	Based on regular terms	-
		Taiwan Telecommunication Network Services Co., Ltd.	3	Operating expenses	22	Based on regular terms	-
		TFN Media Co., Ltd.	2	Operating expenses	11,299	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Interest income	1,076	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Miscellaneous revenue	434	Based on regular terms	-
29	North Coast Cable TV Co., Ltd.	TFN Media Co., Ltd.	2	Operating revenues	551	Payment terms varied depend on the agreements	-
		The Corporation	2	Operating costs	20	Based on regular terms	-
		TFN Media Co., Ltd.	2	Operating costs	5,775	Payment terms varied depend on the agreements	-
		The Corporation	2	Operating expenses	13	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	2	Operating expenses	63	Based on regular terms	-
		TFN Media Co., Ltd.	2	Operating expenses	1,855	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Interest income	3,258	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Miscellaneous revenue	71	Based on regular terms	-
30	Phoenix Cable TV Co., Ltd.	The Corporation	2	Accounts receivable	977	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	2	Accounts receivable	115	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Accounts receivable	6,203	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Other receivables	433,563	Payment terms varied depend on the agreements and based on regular terms	-
		WinTV Broadcasting Co., Ltd.	3	Prepayments	75	Payment terms varied depend on the agreements	-

(Continued)

Number	Company Name	Counterparty	Nature of Relationship (Note)	Transaction Details			
				Account	Amount	Transaction Terms	Percentage of Consolidated Total Operating Revenues or Total Assets
		TFN Media Co., Ltd.	2	Accounts payable	\$ 72,281	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	2	Accrued expenses	471	Payment terms varied depend on the agreements and based on regular terms	-
		TFN Media Co., Ltd.	2	Other payables	12,486	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	2	Advance receipts	105	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	2	Operating revenues	5,058	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Operating revenues	50,829	Payment terms varied depend on the agreements	-
		The Corporation	2	Operating costs	266	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	2	Operating costs	2,691	Payment terms varied depend on the agreements	-
		WinTV Broadcasting Co., Ltd.	3	Operating costs	225	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Operating costs	325,265	Payment terms varied depend on the agreements	1
		The Corporation	2	Operating expenses	390	Payment terms varied depend on the agreements and based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	2	Operating expenses	1,415	Based on regular terms	-
		TFN Media Co., Ltd.	2	Operating expenses	32,357	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Interest income	3,635	Payment terms varied depend on the agreements	-
		The Corporation	2	Rental income	129	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Miscellaneous revenue	898	Based on regular terms	-
31	Globalview Cable TV Co., Ltd.	The Corporation	2	Accounts receivable	325	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	2,120	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Other receivables	325,733	Payment terms varied depend on the agreements and based on regular terms	-
		WinTV Broadcasting Co., Ltd.	3	Prepayments	75	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Other current assets	7	Based on regular terms	-
		TFN Media Co., Ltd.	2	Other intangible assets	2,553	Payment terms varied depend on the agreements	-

(Continued)

Number	Company Name	Counterparty	Nature of Relationship (Note)	Transaction Details			
				Account	Amount	Transaction Terms	Percentage of Consolidated Total Operating Revenues or Total Assets
		Taiwan Fixed Network Co., Ltd.	2	Accounts payable	\$ 28	Payment terms varied depend on the agreements and based on regular terms	-
		TFN Media Co., Ltd.	2	Accounts payable	28,091	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	2	Accrued expenses	70	Based on regular terms	-
		TFN Media Co., Ltd.	2	Other payables	2,582	Payment terms varied depend on the agreements	-
		Global Wealth Media Technology Co., Ltd.	2	Advance receipts	9	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	2	Operating revenues	569	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Operating revenues	16,067	Payment terms varied depend on the agreements	-
		Union Cable TV Co., Ltd.	3	Operating revenues	5	Based on regular terms	-
		The Corporation	2	Operating costs	149	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	2	Operating costs	298	Payment terms varied depend on the agreements	-
		WinTV Broadcasting Co., Ltd.	3	Operating costs	225	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Operating costs	126,409	Payment terms varied depend on the agreements	-
		Mangrove Cable TV Corporation	3	Operating costs	11	Payment terms varied depend on the agreements	-
		The Corporation	2	Operating expenses	123	Payment terms varied depend on the agreements and based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	2	Operating expenses	635	Based on regular terms	-
		Taiwan Telecommunication Network Services Co., Ltd.	3	Operating expenses	22	Based on regular terms	-
		TFN Media Co., Ltd.	2	Operating expenses	15,853	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Interest income	5,810	Payment terms varied depend on the agreements	-
		Global Wealth Media Technology Co., Ltd.	2	Rental income	26	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Miscellaneous revenue	275	Based on regular terms	-

Note 1: Parent to subsidiary.

Note 2: Subsidiary to parent.

Note 3: Between subsidiaries.

(Concluded)