

Taiwan Mobile Co., Ltd. and Subsidiaries
Consolidated Financial Statements for the
Six Months Ended June 30, 2011 and 2010, 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 June 30, 2011 and 2010, and the related consolidated statements of income, changes in shareholders' equity and cash flows for the six 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 review.

We conducted our review in accordance with Statement of Auditing Standards No. 36 - "Engagements to Review 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 review, 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.

KPMG
Taipei, Taiwan (the Republic of China)
July 15, 2011

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.

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
JUNE 30, 2011 AND 2010
(In Thousands of New Taiwan Dollars, Except Par Value)
(Reviewed, Not Audited)

ASSETS	2011		2010		LIABILITIES AND SHAREHOLDERS' EQUITY	2011		2010	
	Amount	%	Amount	%		Amount	%	Amount	%
CURRENT ASSETS					CURRENT LIABILITIES				
Cash and cash equivalents (Notes 2, 4(a), 4(r) and 5)	\$ 9,870,993	11	5,858,053	7	Short-term borrowings (Notes 4(j) and 4(r))	\$ 1,028,000	1	600,000	1
Available-for-sale financial assets - current (Notes 2, 4(b) and 4(r))	214,743	-	173,609	-	Short-term notes and bills payable (Notes 4(k) and 4(r))	-	-	249,759	-
Notes receivable (Note 4(r))	25,192	-	62,535	-	Notes payable (Note 4(r))	124,449	-	267,474	-
Accounts receivable, net (Notes 2, 4(c) and 4(r))	6,521,780	8	6,417,646	8	Accounts payable (Note 4(r))	3,294,962	4	2,910,447	4
Accounts receivable - related parties (Notes 2, 4(r) and 5)	134,046	-	213,903	-	Accounts payable - related parties (Notes 4(r) and 5)	33,734	-	-	-
Other receivables (Note 4(r))	207,202	-	376,939	-	Income taxes payable (Notes 4(p) and 4(r))	1,207,224	2	1,427,432	2
Inventories (Note 2)	1,389,547	2	846,399	1	Accrued expenses (Note 4(r))	5,631,958	6	5,445,700	6
Prepayments (Note 5)	816,167	1	670,796	1	Other payables (Notes 2 and 4(r))	17,154,978	20	19,290,281	22
Deferred income tax assets - current (Notes 2 and 4(p))	11,251	-	5,003	-	Advance receipts (Note 4(l))	3,750,166	4	2,521,425	3
Pledged time deposits (Notes 4(r), 5 and 6)	1,100	-	-	-	Guarantee deposits -current (Note 4(r))	82,474	-	53,564	-
Other current assets	19,628	-	4,851	-	Other current liabilities	496,785	1	501,007	1
Total current assets	19,211,649	22	14,629,734	17	Total current liabilities	32,804,730	38	33,267,089	39
INVESTMENTS					LONG-TERM LIABILITIES				
Investments accounted for using the equity method (Notes 2 and 4(d))	374,957	-	251,213	-	Bonds payable (Notes 4(m) and 4(r))	8,000,000	9	8,000,000	9
Prepayment for long-term investments (Note 4(d))	99,800	-	49,900	-	OTHER LIABILITIES				
Financial assets carried at cost - non-current (Notes 2, 4(e) and 4(r))	2,307,105	3	2,495,751	3	Accrued pension liabilities (Note 4(n))	1,327	-	-	-
Bonds measured at amortized cost - non-current (Notes 2, 4(f) and 4(r))	500,000	1	500,000	1	Guarantee deposits (Note 4(r))	306,456	-	334,692	-
Total investments	3,281,862	4	3,296,864	4	Deferred income tax liability - non-current (Notes 2 and 4(p))	172,996	-	133,124	-
PROPERTY AND EQUIPMENT (Notes 2 and 4(g))					Other (Note 2)	648,212	1	588,657	1
Cost					Total other liabilities	1,128,991	1	1,056,473	1
Land	6,318,118	7	6,123,734	7	Total liabilities	41,933,721	48	42,323,562	49
Buildings	3,682,111	4	3,939,425	5	SHAREHOLDERS' EQUITY (Notes 2 and 4(o))				
Telecommunication equipment	63,879,848	73	60,141,918	70	Parent's shareholders' equity				
Office equipment	110,818	-	137,513	-	Capital stock-NT\$10 par value	38,009,254	44	38,009,254	44
Leased assets	1,285,920	2	1,285,920	1	Authorized:6,000,000 thousand shares ;				
Miscellaneous equipment	3,025,621	4	2,822,136	3	Issued:3,800,925 thousand shares				
	78,302,436	90	74,450,646	86	Capital surplus				
Less accumulated depreciation	(38,872,645)	(45)	(32,415,394)	(38)	From convertible bonds	8,775,819	10	8,775,819	10
Less accumulated impairment-property	(84,820)	-	-	-	From treasury stock transactions	3,639,302	4	3,639,302	4
Construction in progress and prepayments for equipment	2,340,432	3	2,231,150	3	From long-term investments	4,485	-	3,619	-
Net property and equipment	41,685,403	48	44,266,402	51	Other	12,840	-	12,840	-
INTANGIBLE ASSETS (Note 2)					Retained earnings				
3G concession license	5,607,818	6	6,355,527	7	Legal reserve	16,715,018	19	15,332,799	18
Computer software cost	37,787	-	58,632	-	Special reserve	821,741	1	821,741	1
Goodwill (Note 4(h))	10,513,605	12	10,491,612	12	Unappropriated earnings	9,027,855	10	9,261,760	11
Customer relationship (Note 4(h))	2,249,587	3	2,424,369	3	Other equity				
Operating rights (Note 4(h))	1,393,076	2	1,382,000	2	Cumulative translation adjustments	(16,293)	-	12,733	-
Other intangible assets	73,297	-	34,175	-	Net loss not recognized as pension cost	(10,695)	-	(3,797)	-
Total intangible assets	19,875,170	23	20,746,315	24	Unrealized gains on financial instruments	108,697	-	62,130	-
OTHER ASSETS					Treasury stock	(31,889,100)	(36)	(31,889,100)	(37)
Assets leased to others (Notes 2 and 4(i))	287,345	-	399,226	-	45,198,923	52	44,039,100	51	
Idle assets (Notes 2 and 4(i))	153,444	-	310,763	-	Minority interest	28,670	-	5,314	-
Refundable deposits (Note 4(r))	415,171	-	388,357	-	Total shareholders' equity	45,227,593	52	44,044,414	51
Deferred charges (Note 2)	590,305	1	401,397	1	Commitments and Contingencies (Note 7)				
Deferred income tax assets - non-current (Notes 2 and 4(p))	976,458	1	1,290,020	2	TOTAL	\$ 87,161,314	100	86,367,976	100
Other (Notes 2, 4(l), 4(n), 5, and 6)	684,507	1	638,898	1					
Total other assets	3,107,230	3	3,428,661	4					
TOTAL	\$ 87,161,314	100	86,367,976	100					

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

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF INCOME
FOR THE SIX MONTHS ENDED JUNE 30, 2011 AND 2010
(In Thousands of New Taiwan Dollars, Except Earnings Per Share)
(Reviewed, Not Audited)

	<u>2011</u>		<u>2010</u>	
	<u>Amount</u>	<u>%</u>	<u>Amount</u>	<u>%</u>
OPERATING REVENUES (Notes 2 and 5)	\$ 36,196,840	100	34,534,388	100
OPERATING COSTS (Notes 2, 5, and 10)	<u>21,269,330</u>	<u>59</u>	<u>18,011,941</u>	<u>52</u>
GROSS PROFIT	<u>14,927,510</u>	<u>41</u>	<u>16,522,447</u>	<u>48</u>
OPERATING EXPENSES (Notes 2, 5, and 10)				
Marketing	4,572,722	12	4,534,186	13
Administrative	<u>2,138,141</u>	<u>6</u>	<u>2,279,096</u>	<u>7</u>
Total operating expenses	<u>6,710,863</u>	<u>18</u>	<u>6,813,282</u>	<u>20</u>
OPERATING INCOME	<u>8,216,647</u>	<u>23</u>	<u>9,709,165</u>	<u>28</u>
NON-OPERATING INCOME AND GAINS				
Income from penalty charge	169,592	1	139,201	1
Interest income	71,984	-	7,578	-
Rental income (Notes 2 and 5)	30,583	-	31,311	-
Gain on disposal of property and equipment (Note 2)	599	-	24	-
Other (Note 2)	<u>102,316</u>	<u>-</u>	<u>121,720</u>	<u>-</u>
Total non-operating income and gains	<u>375,074</u>	<u>1</u>	<u>299,834</u>	<u>1</u>
NON-OPERATING EXPENSES AND LOSSES				
Loss on disposal and retirement of property and equipment (Note 2)	229,383	1	1,084,299	3
Interest expenses(Notes 2 and 4(g))	130,351	-	150,454	1
Investment loss recognized under the equity method (Notes 2 and 4(d))	13,045	-	13,860	-
Impairment loss (Notes 2 and 4(e))	1,604	-	3,229	-
Other	<u>70,872</u>	<u>-</u>	<u>51,242</u>	<u>-</u>
Total non-operating expenses and losses	<u>445,255</u>	<u>1</u>	<u>1,303,084</u>	<u>4</u>
INCOME BEFORE INCOME TAX	8,146,466	23	8,705,915	25
INCOME TAX EXPENSES (Notes 2 and 4(p))	<u>1,384,958</u>	<u>4</u>	<u>1,710,198</u>	<u>5</u>
CONSOLIDATED NET INCOME	<u>\$ 6,761,508</u>	<u>19</u>	<u>6,995,717</u>	<u>20</u>
ATTRIBUTED TO				
Shareholders of the parent	\$ 6,761,100	19	6,995,005	20
Minority interest	<u>408</u>	<u>-</u>	<u>712</u>	<u>-</u>
	<u>\$ 6,761,508</u>	<u>19</u>	<u>6,995,717</u>	<u>20</u>
	<u>Before</u>	<u>After</u>	<u>Before</u>	<u>After</u>
	<u>Income Tax</u>	<u>Income Tax</u>	<u>Income Tax</u>	<u>Income Tax</u>
EARNINGS PER SHARE (Note 4(q))				
Basic	\$ <u>2.56</u>	<u>2.26</u>	<u>2.81</u>	<u>2.34</u>
Diluted	<u>\$ 2.56</u>	<u>2.26</u>	<u>2.80</u>	<u>2.33</u>

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

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE SIX MONTHS ENDED JUNE 30, 2011 AND 2010
(In Thousands of New Taiwan Dollars)

	Retained earnings					Other equity					Total Shareholders' Equity	
	Capital Stock	Capital Surplus	Legal Reserve	Special Reserve	Unappropriated	Total	Cumulative Translation Adjustments	Net loss Not Recognized as Pension cost	Unrealized Gain (Losses) on Financial Instruments	Treasury Stock		Minority Interest
BALANCE, JANUARY 1, 2010	\$ 38,009,254	12,431,704	13,943,913	3,350,000	16,155,617	33,449,530	12,011	(3,797)	63,624	(31,889,100)	9,883	52,083,109
Appropriation of the 2009 earnings												
Legal reserve	-	-	1,388,886	-	(1,388,886)	-	-	-	-	-	-	-
Reversal of special reserve	-	-	-	(2,528,259)	2,528,259	-	-	-	-	-	-	-
Cash dividends - NT\$5.02783 per share	-	-	-	-	(15,028,235)	(15,028,235)	-	-	-	-	-	(15,028,235)
Balance after appropriation	38,009,254	12,431,704	15,332,799	821,741	2,266,755	18,421,295	12,011	(3,797)	63,624	(31,889,100)	9,883	37,054,874
Consolidated net income for the six months ended June 30, 2010	-	-	-	-	6,995,005	6,995,005	-	-	-	-	712	6,995,717
Unrealized gain on financial instruments, net	-	-	-	-	-	-	-	-	(1,494)	-	-	(1,494)
Adjustments on change of equity in equity-method investments	-	(124)	-	-	-	-	722	-	-	-	-	598
Cash dividends paid to minority interests by subsidiaries	-	-	-	-	-	-	-	-	-	-	(323)	(323)
Decrease in minority interest	-	-	-	-	-	-	-	-	-	-	(4,958)	(4,958)
BALANCE, JUNE 30, 2010	\$ 38,009,254	12,431,580	15,332,799	821,741	9,261,760	25,416,300	12,733	(3,797)	62,130	(31,889,100)	5,314	44,044,414
BALANCE, JANUARY 1, 2011	\$ 38,009,254	12,432,489	15,332,799	821,741	16,088,941	32,243,481	(5,716)	(10,695)	89,842	(31,889,100)	29,863	50,899,418
Appropriation of the 2010 earnings												
Legal reserve	-	-	1,382,219	-	(1,382,219)	-	-	-	-	-	-	-
Cash dividends - NT\$4.16190 per share	-	-	-	-	(12,439,967)	(12,439,967)	-	-	-	-	-	(12,439,967)
Balance after appropriation	38,009,254	12,432,489	16,715,018	821,741	2,266,755	19,803,514	(5,716)	(10,695)	89,842	(31,889,100)	29,863	38,459,451
Consolidated net income for the six months ended June 30, 2011	-	-	-	-	6,761,100	6,761,100	-	-	-	-	408	6,761,508
Unrealized gain on financial instruments, net	-	-	-	-	-	-	-	-	18,855	-	-	18,855
Adjustments on change of equity in equity-method investments	-	(43)	-	-	-	-	(10,577)	-	-	-	-	(10,620)
Cash dividends paid to minority interests by subsidiaries	-	-	-	-	-	-	-	-	-	-	(599)	(599)
Decrease in minority interest	-	-	-	-	-	-	-	-	-	-	(1,002)	(1,002)
BALANCE, JUNE 30, 2011	\$ 38,009,254	12,432,446	16,715,018	821,741	9,027,855	26,564,614	(16,293)	(10,695)	108,697	(31,889,100)	28,670	45,227,593

Note 1: The remuneration to directors and supervisors of \$37,483 thousand and the bonus to employees of \$374,826 thousand have been expensed and deducted from 2009 earnings.

Note 2: The remuneration to directors and supervisors of \$37,306 thousand and the bonus to employees of \$373,059 thousand have been expensed and deducted from 2010 earnings.

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

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE SIX MONTHS ENDED JUNE 30, 2011 AND 2010
(In Thousands of New Taiwan Dollars)
(Reviewed, Not Audited)

	2011	2010
CASH FLOWS FROM OPERATING ACTIVITIES		
Consolidated net income	\$ 6,761,508	6,995,717
Adjustments to reconcile net income to net cash provided by operating activities:		
Depreciation	4,052,286	4,021,151
Amortization	594,949	548,157
Loss on disposal and retirement of property and equipment, net	228,784	1,084,275
Bad debts	183,959	224,977
Deferred income taxes	177,125	372,847
Provision of allowance for loss on inventories	16,269	2,843
Investment loss recognized under equity method	13,045	13,860
Pension cost	4,232	971
Impairment loss	1,604	3,229
Other	1,733	3,249
Changes in operating assets and liabilities		
Notes receivable	20,085	5,963
Accounts receivable, net	(262,282)	(248)
Accounts receivable – related parties	(1,404)	(49,905)
Other receivables	317,122	(59,546)
Long-term capital lease receivables	1,663	(24,565)
Inventories	(274,183)	(377,342)
Prepayments	(139,792)	25,484
Other current assets	(4,522)	(907)
Notes payable	(107,790)	(10,097)
Accounts payable	(128,650)	310,591
Accounts payable – related parties	33,734	-
Income taxes payable	(180,124)	(713,719)
Accrued expenses	67,717	(208,688)
Other payables	52,109	(23,153)
Advance receipts	379,278	463,782
Other current liabilities	13,087	(23,885)
Net cash provided by operating activities	11,821,542	12,585,041

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TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS(Continued)
FOR THE SIX MONTHS ENDED JUNE 30, 2011 AND 2010
(In Thousands of New Taiwan Dollars)
(Reviewed, Not Audited)

	2011	2010
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of property and equipment	(2,732,217)	(2,826,737)
Increase in deferred charges	(183,142)	(50,537)
Increase in long-term investments accounted for using the equity method	(99,800)	(103,000)
(Increase) decrease in refundable deposits	(14,985)	35
Proceeds from investees' capital reduction	5,434	2,717
Increase in computer software costs and other intangible assets	(3,584)	(7,285)
Decrease in pledged time deposits	1,668	14,978
Proceeds from disposal of property and equipment	1,253	444
Acquisition of subsidiaries	(219)	(10,592)
Decrease in other assets	-	142
Net cash used in investing activities	(3,025,592)	(2,979,835)
CASH FLOWS FROM FINANCING ACTIVITIES		
Decrease in long-term borrowings	(4,966,667)	-
Increase in long-term borrowings	2,666,667	-
Decrease in short-term borrowings	(2,175,000)	(6,200,000)
Decrease in short-term notes and bills payable	(499,732)	(549,880)
Decrease in guarantee deposits	9,064	3,389
Cash dividends paid to minority interest	(513)	(323)
Net cash used in financing activities	(4,966,181)	(6,746,814)
EFFECT OF EXCHANGE RATE CHANGES	(8,106)	625
NET INCREASE IN CASH AND CASH EQUIVALENTS	3,821,663	2,859,017
CASH AND CASH EQUIVALENTS, BEGINNING OF PERIOD	6,049,330	2,999,036
CASH AND CASH EQUIVALENTS, END OF PERIOD	\$ 9,870,993	5,858,053
SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION		
Interest paid	\$ 33,133	10,649
Less interest capitalized	4,257	3,577
Interest paid - excluding interest capitalized	\$ 28,876	7,072
Income tax paid	\$ 1,276,995	1,981,675
NON-CASH INVESTING AND FINANCING ACTIVITIES		
Dividends payable	\$ 12,439,967	15,028,235
CASH INVESTING AND FINANCING ACTIVITIES		
Acquisition of property and equipment	\$ 2,464,280	2,788,137
Decrease in notes payable	60	-
Increase in accrued expenses	-	(57)
Decrease in other payables	331,118	21,909
(Increase) decrease in other liabilities – other	(63,241)	16,748
Cash paid for acquisition of property and equipment	\$ 2,732,217	2,826,737

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

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TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE SIX MONTHS ENDED JUNE 30, 2011 AND 2010 (In Thousands of New Taiwan Dollars, Unless Stated Otherwise) (Reviewed, Not Audited)

1. ORGANIZATION AND OPERATIONS

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

The Corporation's services are under the type I license issued by the Directorate General of Telecommunications (DGT) of the ROC. The license allows the Corporation to provide services for 15 years from 1997 onwards. The license had been extended to June 2017 by the notice issued by the Ministry of Transportation and Communications on November 25, 2010. 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 June 30, 2011 and 2010, the Corporation and subsidiaries (hereinafter referred to as the "Group") had 4,404 and 4,312 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 the above, the Group is 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.

The consolidated financial statements are the English translation of the Chinese version prepared and used in the Republic of China. If there is any conflict between, or any difference in the interpretation of, the English and Chinese language financial statements, the Chinese version shall prevail.

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

Consolidation

a. Basis of consolidation

The consolidated financial statements have been prepared in accordance with Statement of Financial Accounting Standards (SFAS) No. 7, "Consolidated Financial Statements," and include the financial statements of the Corporation, its direct and indirect subsidiaries with at least 50% shareholding, and other investees controlled by the Corporation. If the Corporation obtains the majority of the shareholders' equity of a subsidiary during the year, the Corporation starts to consolidate the related revenues and expenses of the subsidiary from the date of obtaining 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:

<u>Investor</u>	<u>Subsidiary</u>	<u>Main Business and Products</u>	<u>Percentage of Direct Ownership as of June 30</u>		<u>Note</u>
			<u>2011</u>	<u>2010</u>	
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	-
WMT	Taiwan Win TV Broadcasting Co., Ltd. (TWTV)	Entertainment	100.00	100.00	Established on April 14, 2010
TFMT	Global Wealth Media Technology Co., Ltd. (GWMT)	Investment	100.00	100.00	-
TFMT	Fu Jia Leh Media Technology Co., Ltd. (FJLMT)	Investment	100.00	100.00	-
TFMT	Fu Sin Media Technology Co., Ltd. (FSMT)	Investment	100.00	100.00	-
TFMT	Global Forest Media Technology Co., Ltd. (GFMT)	Investment	100.00	100.00	-
GWMT	Globalview Cable TV Co., Ltd. (GCTV)	Cable TV SO (System Operator)	6.831	6.813	-
FSMT	Phoenix Cable TV Co., Ltd. (PCTV)	Cable TV SO (system Operator)	3.34	3.34	-
GFMT	Union Cable TV Co., Ltd. (UCTV)	Cable TV SO (System Operator)	0.7628	0.0002	-
Corporation	Taiwan Cellular Co., Ltd. (TCC)	Equipment installation and IT service	100.00	100.00	-
TCC	Taiwan Fixed Network Co., Ltd. (TFN)	Fixed network service	100.00	100.00	-

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TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

Investor	Subsidiary	Main Business and Products	Percentage of Direct Ownership as of June 30		Note
			2011	2010	
TCC	Taiwan Digital Communications Co., Ltd. (TDC)	Equipment installation and IT service	100.00	100.00	-
TCC	TCC Investment Co., Ltd. (TCCI)	Investment	100.00	100.00	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	100.00	-
TCCI	Win TV Broadcasting Co., Ltd. (WTVB)	TV program producing	100.00	100.00	-
TCCI	TFN Media Co., Ltd. (TFNM)	Cable broadband service	100.00	100.00	-
TFNM	UCTV	Cable TV SO (System Operator)	99.2243	99.9869	-
TFNM	Yeong Jia Leh Cable TV Co., Ltd. (YJCTV)	Cable TV SO (System Operator)	100.00	100.00	-
TFNM	Mangrove Cable TV Co., Ltd. (MCTV)	Cable TV SO (System Operator)	29.53	29.53	Another 70.47% shares were held under trustee accounts
TFNM	PCTV	Cable TV SO (System Operator)	96.66	96.66	-
TFNM	GCTV	Cable TV SO (System Operator)	92.38	92.38	-
TFNM	Taiwan Kuro Times Co., Ltd. (TKT)	The platform of music's supplied	54.988	-	TFNM acquired more than 50% equity and consolidated TKT into financial statements since September 1, 2010.
TKT	ezPeer Multimedia Limited. (ezPeer Samoa)	Investment	100.00	-	-
TCC	TWM Holding Co., Ltd. (TWM Holding)	Investment	100.00	100.00	-
TWM Holding	TWM Communications (Beijing) Co., Ltd. (TWMC)	Mobile application development and design	100.00	100.00	-
TCC	Taiwan Teleservices & Technologies Co., Ltd. (TT&T)	Call center service and international simple resale (ISR)	100.00	100.00	(Note)
TT&T	Taiwan Super Basketball Co., Ltd. (TSB)	Basketball team management and related business	100.00	100.00	-
TT&T	TT&T Holdings Co., Ltd. (TT&T Holdings)	Investment	100.00	100.00	-
TT&T Holdings	Xiamen Taifu Teleservices & Technologies Co., Ltd.	System integration, management, analysis, and development of CRM application and information consulting services	100.00	100.00	-
TFN	TFN HK LIMITED	Telecommunications	100.00	100.00	-
TFN	TFN Union Investment Co., Ltd. (TUI)	Investment	100.00	100.00	-

(Concluded)

Note: Became a subsidiary of TCC, which purchased 100% of the shares of TT&T from TFN on May 14, 2010.

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

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 asset 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 of 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.

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

An impairment loss is recognized if there is any 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 stocks is based on the closing price on the balance sheet date.

Receivables

The Corporation accesses evidence for specific and grouping impairment of receivables. Accordingly, all individually significant receivables are assessed for specific impairment. The Corporation groups' receivables that are not individually significant in accordance with credit risks and considers the historical trends of the probability of default, the timing of recoveries, and the amount of loss incurred to make the estimate of impairment.

Inventories

Inventories are recorded at the lower of weighted-average 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 exercises significant influence on an investee are accounted for under the equity method.

In accordance with a 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 asset 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 asset value is no longer amortized, and this accounting treatment also applies to goodwill.

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

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

Financial Assets Carried at Cost

If there is no active market for an equity instrument and a reliable fair value cannot 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 of an available-for-sale financial asset. Impairment losses are recognized if a decrease in the fair value of the instruments can be objectively related to an event. Reversal of impairment losses is not allowed.

Bonds Measured at Amortized Cost

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

If there is any 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. However, the increased carrying value of an asset due to impairment loss reversal should not exceed the carrying value that would have (net of amortization) had no impairment loss recognized for the asset in prior years.

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.

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 - 3 to 9 years.

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

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 services - 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 3 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.

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

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 the 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 the light of future competition from IPTV. Thus, this intangible asset should be tested annually for impairment instead of being amortized in accordance with SFAS No. 37. An impairment test is also required if there is evidence of operating rights impairment due to certain circumstances.

Operating rights refer to the payment for acquiring the membership and related business about on-line music downloading. The operating rights are recorded at acquisition cost and are amortized by straight-line method over 5 years.

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 2 to 5 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.

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

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 carry forwards. 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 the equity method to treasury stock.

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

Foreign-currency Transactions

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

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

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 at 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 from 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 at the dates of transactions.

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

Revenue Recognition

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

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

Promotion Expenses

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

3. EFFECTS OF CHANGES IN ACCOUNTING PRINCIPLES

Effective from January 1, 2011, the Group adopted the SFAS No. 41 "Operating Segments." In accordance with SFAS No. 41, an entity should disclose information to enable users of its financial statements to evaluate the nature and the financial effects of the business activities in which it engages and the economic environments in which it operates. The Group determines and presents operating segments based on the information that is internally provided to the chief operating decision maker. In addition, the segment information should be disclosed in the consolidated

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

financial report by the Corporation, but it does not need to be disclosed in individual financial report. The Standard also supersedes SFAS No. 20 “Segment Reporting”. The information for the period ended June 30, 2010 has been recast to reflect the new segment reporting requirement.

Effective from January 1, 2011, the Group adopted the third amended SFAS No. 34 “Accounting for the Financial Instruments: Recognition and Measurement”. In accordance with the revised SFAS No. 34, initial receivables are applied to the statement of recognition, valuation, and impairment to receivables. There was no impact on the profit or loss for the six months ended June 30, 2011.

4. SUMMARY OF MAJOR ACCOUNTS

a. Cash and cash equivalents

	June 30	
	2011	2010
Government bonds with repurchase rights	\$ 6,766,696	2,776,262
Time deposits	1,626,750	317,599
Cash in banks	868,111	655,539
Short-term notes and bills with repurchase rights	564,272	2,058,997
Cash on hand	35,902	40,495
Revolving funds	9,262	9,161
	\$ 9,870,993	5,858,053

b. Available-for-sale financial assets – current

	June 30	
	2011	2010
Domestic listed stocks		
Chunghwa Telecom Co., Ltd.	\$ 214,743	173,609

c. Accounts receivable, net

	June 30	
	2011	2010
Accounts receivable	\$ 6,893,602	6,799,685
Less allowance for doubtful accounts	(371,822)	(382,039)
	\$ 6,521,780	6,417,646

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NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

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

d. Investments accounted for using the equity method

	June 30			
	2011		2010	
	Carrying	% of	Carrying	% of
	Value	Owner-	Value	Owner-
		ship		ship
Taipei New Horizons Co., Ltd. (TNH)	\$ 374,957	49.90	198,962	49.90
Taiwan Kuro Times Co., Ltd. (TKT)	-	-	52,251	45.00
	374,957		251,213	
Prepayment for long-term investments				
Taipei New Horizons Co., Ltd. (TNH)	99,800		49,900	
	\$ 474,757		301,113	

(1) Taipei New Horizons Co., Ltd. (TNH)

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.

On January 25, 2010, TNH's Board of Directors resolved to increase TNH's capital by \$500,000 thousand, divided into 50,000 thousand shares with par value of \$10 per share, with record date of December 1, 2010. On November 19, 2010, TNH's Board of Directors resolved to adjust the above-mentioned TNH's capital by \$400,000 thousand, divided into 40,000 thousand shares with par value of \$10 per share. The Corporation subscribed for the shares based on the proportion of the share holding.

On June 2, 2011, TNH's board of directors resolved to increase TNH's capital by \$400,000 thousand, divided into 40,000 thousand shares with par value of \$10 per share, with a record date of August 1, 2011. The Corporation paid \$99,800 thousand for this capital increase from June to July 2011 and recorded such prepayment as prepaid investment. The Corporation subscribed for the shares based on its proportion of the shareholding, which remains at 49.9%.

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

(2) Taiwan Kuro Times Co., Ltd. (TKT)

The subsidiary of the Corporation, TFNM, acquired 45% of the TKT's shares in May, 2010. On September 1, 2010, it further acquired more than 50% of the TKT's shares, and thus it had control over the TKT. The Corporation recognized investment loss on its investment in the TKT and TKT's subsidiaries.

(3) Equity in investees' losses

The financial statements used as basis for calculating the carrying values of equity-method investments and the related losses were all not audited. The Corporation's management considered that, had these financial statements been audited, any adjustments would have been immaterial and would thus have had no material effects on the Corporation's financial statements.

The Corporation's investment losses were as follows:

	For the six months ended June 30	
	2011	2010
TNH	\$ 13,045	13,012
TKT	-	848
	\$ 13,045	13,860

e. Financial assets carried at cost—non-current

	June 30	
	2011	2010
Domestic emerging stocks		
Taiwan High Speed Rail Corporation	\$ 2,120,829	2,120,829
Domestic unlisted stocks		
Arcoa Communication Co., Ltd.	67,731	67,731
Great Taipei Broadband Co., Ltd.	41,241	42,845
Parawin Venture Capital Corp.	20,207	20,207
WEB Point Co., Ltd.	6,773	6,773
New Century Information Tech. Co., Ltd.	-	187,042
Foreign unlisted stocks		
Bridge Mobile Pte Ltd.	50,324	50,324
	\$ 2,307,105	2,495,751

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

Because there is no active market quotation and a reliable fair value cannot be estimated, the above investments are measured at cost. An impairment loss of \$1,604 thousand and \$3,229 thousand were recognized for the first half of 2011 and 2010, respectively.

In August, 2010, TFN, a subsidiary of the Corporation, sold the stock of New Century Information Tech. Co., Ltd. for \$238,541 thousand. The book value of the stock was \$187,042 thousand, and the gain on disposal of investments was \$51,499 thousand.

f. Bonds measured at amortized cost – non-current

	June 30	
	2011	2010
Taiwan High Speed Rail Corporation – unlisted convertible preferred stock – series A	\$ 500,000	500,000

g. Property and equipment – accumulated depreciation

	June 30	
	2011	2010
Buildings	\$ 678,647	640,460
Telecommunication equipment	35,677,569	29,787,796
Office equipment	72,716	70,837
Leased assets	583,182	518,030
Miscellaneous equipment	1,860,531	1,398,271
	\$ 38,872,645	32,415,394

Capitalized interests for the six months ended June 30, 2011 and 2010, were \$4,257 thousand and \$3,577 thousand, respectively, with capitalization rates ranging from 1.68%-2.88% and 2.04%-2.88%, respectively.

h. Intangible assets

	For the six months ended June 30, 2011		
	Goodwill	Customer Relationship	Operating Rights
<u>Cost</u>			
Beginning balance	\$ 10,514,683	2,336,978	1,395,031
Add:			
Acquired from merger	103	-	-
Effect of exchange rate changes	(1,181)	-	-
Amortization	-	(87,391)	(1,955)
Ending balance	\$ 10,513,605	2,249,587	1,393,076

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

	For the six months ended June 30, 2010		
	Goodwill	Customer Relationship	Operating Rights
<u>Cost</u>			
Beginning balance	\$ 10,485,941	2,511,760	1,382,000
Add:			
Acquired from merger	5,634	-	-
Effect of exchange rate changes	37	-	-
Amortization	-	(87,391)	-
Ending balance	\$ 10,491,612	2,424,369	1,382,000

(1) Customer relationship and operating rights

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

- (a) On April 17, 2007, TFN, the Corporation’s 100%-owned subsidiary, acquired more than 50% of the former TFN through a public tender offer at the price of NT\$8.3 per share. The Corporation divided the former TFN and its subsidiaries into two cash-generating units, fixed network service and cable television business. Accordingly, customer relationship and operating rights are identified as major intangible assets.
- (b) Taiwan United Communication Co., Ltd. (TUC) was established on April 14, 2007, and was merged into TFN on January 1, 2008. In September 2007, TUC, the Corporation’s 100% owned subsidiary, acquired more than 50% of Taiwan Telecommunication Network Services Co., Ltd. (TTN) shares at NT\$13.843 per share. TTN was merged into TFN on August 1, 2008. The Corporation measured the fair value of the acquired assets and viewed TTN’s ISP services as one cash-generating unit. Accordingly, customer relationship is identified as major intangible asset.
- (c) Taiwan Kuro Times Co., LTD. (TKT) acquired the membership and related business about on-line music downloading from Darling Digital Co., Ltd. As of June 30, 2011, the carrying amounts after amortization is NT\$11,077 thousand.

(2) Goodwill

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

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

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

(a) Wireless service

(i) 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.

(ii) Assumptions on operating costs and expenses

The estimates of activation commissions and customer retention 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.

(iii) Assumptions on discount rate

In 2010 and 2009, the discount rate used to calculate the asset recoverable amounts of the Corporation was 7.47% and 8.50%, respectively.

(b) Fixed network service

(i) 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 types of data transmission and bandwidth on demand.

(ii) Assumptions on operating costs and expenses

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

(iii) Assumptions on discount rate

In 2010 and 2009, the discount rates were 7.54% and 8.31%, respectively, in calculating the asset recoverable amounts of TFN.

(c) Cable television business

(i) 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.

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

(ii) Assumptions on operating costs and expenses

The estimates of commissions, 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.

(iii) Assumptions on discount rate

The discount rates used to calculate the asset recoverable amounts for each System Operation was ranging from 3.70% to 8.00% and from 2.90% to 6.42% in 2010 and 2009, 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, 2010 and 2009.

i. Assets leased to others and idle assets

	June 30	
	2011	2010
Assets leased to others		
Cost	\$ 306,019	430,867
Less accumulated depreciation	(18,674)	(21,050)
Less accumulated impairment	-	(10,591)
	\$ 287,345	399,226
Idle assets		
Cost	\$ 244,720	517,137
Less allowance for value decline	(35,928)	(35,928)
Less accumulated depreciation	(25,072)	(44,017)
Less accumulated impairment	(30,276)	(126,429)
	\$ 153,444	310,763

j. Short-term borrowings

	June 30	
	2011	2010
Unsecured loans	\$ 1,028,000	600,000
Interest rate	0.886%~1.70%	0.70%

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

k. Short-term notes and bills payable

	June 30	
	2011	2010
Commercial paper payable		
China Bills Finance Corporation	\$ -	250,000
Less discount on short-term notes and bills payable	-	(241)
Net carrying value	\$ -	249,759
Interest rate	-	0.588%
Period	-	2010.06.30- 2010.07.30

l. Advance receipts

In accordance with NCC's policy, the Corporation entered into a contract with First Commercial Bank Co., Ltd., which provided performance guarantee for advance receipts from prepaid card customers. The guaranteed advance receipts from prepaid card customers were \$912,085 thousand as of June 30, 2011.

In accordance with NCC's policy, cable television companies should provided performance deposit based on the proportion of the advance receipts to advance period. As of June 30, 2011, the cable television companies had receipted an advance fee of NT\$457,780 thousand and provided \$53,217 thousand as performance deposit which is classified as restrict asset.

m. Bonds payable

	June 30			
	2011		2010	
	Current	Non-current	Current	Non-current
2nd Domestic unsecured bonds	\$ -	8,000,000	-	8,000,000

On November 14, 2008, the Corporation issued \$8,000,000 thousand five-year 2nd domestic unsecured bonds, each having a face value of \$10,000 thousand and a coupon rate of 2.88% per annum, with simple interest due annually. Repayment will be made in the fourth and fifth year with equal installments, i.e. \$4,000,000 thousand, respectively.

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

Year	Amount
2012	\$ 4,000,000
2013	4,000,000
	\$ 8,000,000

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

n. 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 salaries to the employees' individual pension accounts. The contributed amount was \$86,697 thousand and \$84,895 thousand for the six months ended June 30, 2011 and 2010, respectively.

The Labor Standards Act (LSA) provides for a defined benefit pension plan. Benefits are based on the length of service and average basic pay of the six months before retirement. The Group contributes monthly an amount equal to 2% of the employees' monthly salaries 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 of Taipei City Government, the Group suspended contributing from February 2007 to January 2012.

o. Shareholders' equity

(1) 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 paid-in capital and may be made only within prescribed limits each time. Also, the capital surplus from long-term investments may not be used for any other purposes.

(2) 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:

- (a) Dividends and bonus to preferred shareholders
- (b) Remuneration to directors and supervisors - up to 0.3%
- (c) Bonus to employees - 1%-3%
- (d) Remainder, to be appropriated as dividends as determined in the shareholders' meeting

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

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. The 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 of the Board of Directors and shareholders based on actual earnings and working capital requirements of the Corporation in a particular year.

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

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

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

For the six months ended June 30, 2011, the bonuses to employees and remuneration to directors and supervisors were accrued respectively based on 3% and 0.3% of net income (net of the bonus to employees and remuneration to directors and supervisors) after setting aside 10% net income as legal reserve. The significant difference between annual accruals and the amount approved by the Board 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 2012'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 2011 and 2010 earnings appropriation resolved by the AGMs on June 15, 2011 and June 18, 2010, were as follows:

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

	Appropriation of Earnings		Dividend Per Share	
	(NT\$)			
	For Fiscal Year 2010	For Fiscal Year 2009	For Fiscal Year 2010	For Fiscal Year 2009
Appropriation of legal reserve	\$ 1,382,219	1,388,886		
Cash dividends	12,439,967	15,028,235	4.16190	5.02783
Reversal of special reserve	-	(2,528,259)		
	<u>\$ 13,822,186</u>	<u>13,888,862</u>		

The shareholders on June 15, 2011, resolved to distribute 2010 bonus of \$373,059 thousand to employees and remuneration of \$37,306 thousand to directors and supervisors.

The shareholders on June 18, 2010, resolved to distribute 2009 bonus of \$374,826 thousand to employees and remuneration of \$37,483 thousand to directors and supervisors.

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

(3) Treasury stock

As of June 30, 2011, the Corporation's stocks held by TCCI, TID, and TUI (all are the subsidiaries 100%-owned by the Corporation) are 811,918 thousand shares, and the carrying and market value are \$63,167,190 thousand. The Corporation reclassified \$31,889,100 thousand from investments accounted for using the equity method to treasury stock based on SFAS No. 30, "Accounting for Treasury Stock." Although these shares are treated as treasury stock in the financial statements, the shareholders are entitled to excise their rights on these shares, except for the participation in capital injection by cash. In addition, based on the ROC Company Act, the shareholders of treasury stocks cannot exercise the voting right.

(4) Unrealized gain or loss on financial instruments

Unrealized gain or loss on financial instruments for the six months ended June 30, 2011 and 2010 was summarized as follows:

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

	For the six months ended June 30	
	2011	2010
Available-for-sale financial assets		
Balance, beginning of period	\$ 89,842	63,624
Fair value changes recognized directly in equity	18,855	(1,494)
Unrealized gains on financial instruments	\$ 108,697	62,130

p. Income tax expense

(1) The reconciliation of imputed income taxes on pretax income at statutory tax rate to income tax expense was as follows:

	For the six months ended June 30	
	2011	2010
Tax on pretax income at statutory tax rate	\$ 2,356,162	2,258,378
Add (deduct) tax effects of:		
Permanent differences		
Investment income from domestic investees accounted for using the equity method	(955,714)	(765,929)
Other	6,271	4,884
Temporary differences	(173,420)	(39,080)
Deferred income taxes	177,125	372,847
Prior years' adjustment	(16,812)	(94,908)
Prior years' loss carry forward	(1,112)	(19,582)
Investment tax credits	(7,542)	(6,412)
Income tax expense	\$ 1,384,958	1,710,198

On May 27, 2009, the Legislative Yuan passed the amendment of Article 5 of the Income Tax Act, which reduced a profit-seeking enterprise's income tax rate from 25% to 20%, effective January 1, 2010. On June 15, 2010, the Legislative Yuan passed the amendment of Article 5 of the Income Tax Act to reduce corporate statutory income tax rate from 20% to 17%, effective January 1, 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.

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

(2) Deferred income tax assets (liabilities) were as follows:

	June 30	
	2011	2010
Unrealized loss on retirement of property and equipment	\$ 1,000,715	1,213,846
Amortization of goodwill	(406,195)	(280,840)
Provision for doubtful accounts	213,966	272,884
Difference in the estimated lives of property and equipment	132,104	97,792
Prior years' loss carry forward	37,583	50,531
Provision for impairment losses on idle assets	21,317	25,620
Investment tax credits	-	19,104
Other	53,654	29,909
	1,053,144	1,428,846
Less valuation allowance	(238,431)	(266,947)
	\$ 814,713	1,161,899
 Deferred income tax assets		
Current	\$ 11,251	5,003
Non-current	976,458	1,290,020
	\$ 987,709	1,295,023
 Deferred income tax liabilities		
Non-current	\$ (172,996)	(133,124)

(3) Followings were the net operating loss carry forwards of the Group as of June 30, 2011:

Year	Total Creditable Amount	Remaining Creditable Amount	Expiry Year
2006	\$ 61,674	20,193	2016
2007	125,944	125,901	2017
2008	62,427	62,352	2018
2009	1,881	707	2019
2010	13,416	11,821	2020
2011	105	105	2021
	\$ 265,447	221,079	

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

(4) Integrated income tax information was as follows:

	June 30	
	2011	2010
Balance of imputation credit account (ICA)		
The Corporation	\$ 2,844,647	5,355,775
TCC	-	-
WMT	-	-
TFMT	6,978	5,029
TWTV	-	-
FJLMT	-	-
GWMT	1,624	1,672
FSMT	2,181	2,247
GFMT	89	-
TDC	-	-
TCCI	87,688	115,841
TID	-	-
TSB	-	-
TFN	454,488	510,604
TT&T	5,457	-
TUI	-	-
WTVB	-	-
TFNM	259	408
UCTV	-	-
YJCTV	24,163	77,743
MCTV	2,330	2,273
PCTV	473	390
GCTV	14,687	14,558
TKT	-	Not applicable

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

As of June 30, 2011, there were no unappropriated earnings generated before January 1, 1998. The actual creditable ratios for the 2010 and 2009 earnings appropriation were as follows:

	<u>2010</u>	<u>2009</u>
The Corporation	17.68%	28.67%
TCC	18.72%	30.56%
WMT	-	-
TFMT	-	-
TWTV	-	Not applicable
FJLMT	-	-
GWMT	20.48%	33.33%
FSMT	20.48%	33.33%
GFMT	-	-
TDC	-	-
TCCI	20.48%	33.33%
TID	-	-
TSB	-	-
TFN	20.48%	33.33%
TT&T	20.48%	27.61%
TUI	-	-
WTVB	-	-
TFNM	19.93%	33.35%
UCTV	9.83%	29.75%
YJCTV	20.48%	33.33%
MCTV	20.54%	33.39%
PCTV	20.56%	33.37%
GCTV	20.49%	33.34%
TKT	-	Not applicable

The imputation credits allocated to the shareholders are based on the ICA balance as of the date of dividend distribution.

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

(5) The latest years through which income tax returns had been examined and cleared by the tax authorities were as follows:

	<u>Year</u>
The Corporation	2007, only 2006 not applicable
The former TransAsian Telecommunications Inc.	All applicable
TransAsian Telecommunications Inc.	2007
Mobitai Communications	2006
TCC	2009
WMT	2009
TWTV	Not applicable
TFMT	2009
FJLMT	2009
GWMT	2009
FSMT	2009
GFMT	2009
TDC	2009
TCCI	2009
TID	2009
TSB	2008
Former TFN	2007
TFN	2008
TTN	2007
TT&T	2008
TUI	2009
TFNI	2008
WTVB	2008
TFNM	2009, only 2008 not applicable
UCTV	2008
YJCTV	2008
MCTV	2008
PCTV	2009
GCTV	2008
TKT	2009

The Corporation's income tax returns for the years up to 2007 had been examined by the tax authorities, except for 2006. In addition, the Corporation disagreed with the examination results of the income tax returns and had requested a reexamination for 2005 and 2007 income tax returns.

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

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

The former TAT's income tax returns as of 2006 had been examined by the tax authorities. The former TAT disagreed with the examination results and had filed administrative proceedings for 2004 and 2005 income tax returns which were reviewed by the Supreme Court of the ROC.

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

TFN's income tax returns as of 2008 had been examined by the tax authorities. TFN disagreed with the examination results of the income tax returns and had requested a reexamination for the 2008 income tax return.

TFNM's income tax returns as of 2009 had been examined by the tax authorities, except for 2008. TFNM disagreed with the examination results of the income tax returns and had requested a reexamination for the 2006, 2007 and 2009 income tax returns.

q. Earnings per share

	<u>Amounts (Numerator)</u>			<u>EPS (NT\$)</u>	
	<u>Before Income Tax</u>	<u>After Income Tax</u>	<u>Shares (Denominator) (Thousands)</u>	<u>Before Income Tax</u>	<u>After Income Tax</u>
<u>Six months ended June 30, 2011</u>					
Basic EPS					
Income of common shareholders	\$ 7,664,298	6,761,100	2,989,008	<u>\$ 2.56</u>	<u>\$ 2.26</u>
Add effect of dilutive potentially common stock-bonus to employees	-	-	6,733		
Diluted EPS					
Income of common shareholders with dilutive effect of potential common shares	<u>\$ 7,664,298</u>	<u>6,761,100</u>	<u>2,995,741</u>	<u>\$ 2.56</u>	<u>\$ 2.26</u>
<u>Six months ended June 30, 2010</u>					
Basic EPS					
Income of common shareholders	\$ 8,389,195	6,995,005	2,989,008	<u>\$ 2.81</u>	<u>\$ 2.34</u>
Add effect of dilutive potentially common stock-bonus to employees	-	-	8,654		
Diluted EPS					
Income of common shareholders with dilutive effect of potential common shares	<u>\$ 8,389,195</u>	<u>6,995,005</u>	<u>2,997,662</u>	<u>\$ 2.80</u>	<u>\$ 2.33</u>

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

The Accounting Research and Development Foundation (ARDF) issued Interpretation No. 2007-052 that requires companies to recognize bonuses paid to employees, and remunerations to directors and supervisors as compensation expenses beginning January 1, 2008. These bonuses and remunerations were previously recorded as appropriations from earnings. If the Corporation may settle the bonus to employees by cash or shares, the Corporation should presume that the entire amount of the bonus will be settled in shares and the potential share dilutions should be included in the weighted average number of shares outstanding used in the calculation of diluted EPS, if the shares have a dilutive effect. In the calculation of diluted EPS, the number of outstanding shares is derived from dividing the entire amount of the bonus by the closing price of the shares at 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.

r. Financial instrument transactions

(1) Fair value information

	June 30			
	2011		2010	
	Carrying Value	Fair Value	Carrying Value	Fair Value
<u>Financial instruments</u>				
<u>Assets</u>				
Cash and cash equivalents	\$ 9,870,993	9,870,993	5,858,053	5,858,053
Available-for-sale financial assets – current	214,743	214,743	173,609	173,609
Notes receivable	25,192	25,192	62,535	62,535
Accounts receivable (including related parties)	6,655,826	6,655,826	6,631,549	6,631,549
Other receivables	207,202	207,202	376,939	376,939
Pledged time deposits	1,100	1,100	-	-
Financial assets carried at cost – non-current	2,307,105	-	2,495,751	-
Bonds measured at amortized cost – non-current	500,000	-	500,000	-
Refundable deposits	415,171	415,171	388,357	388,357
<u>Liabilities</u>				
Short-term borrowings	1,028,000	1,028,000	600,000	600,000
Short-term notes and bills payable	-	-	249,759	249,759
Notes payable	124,449	124,449	267,474	267,474
Accounts payable (including related parties)	3,328,696	3,328,696	2,910,447	2,910,447
Income taxes payable	1,207,224	1,207,224	1,427,432	1,427,432
Accrued expenses	5,631,958	5,631,958	5,445,700	5,445,700
Other payables	17,154,978	17,154,978	19,290,281	19,290,281
Guarantee deposits (including current portion)	388,930	388,930	388,256	388,256
Bonds payable	8,000,000	8,260,880	8,000,000	8,319,328

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

- (2) The methods and significant assumptions applied for determining fair values of financial instruments were as follows:
- (a) Available-for-sale financial assets—based on quoted prices in an active market at the balance sheet date
 - (b) Financial assets carried at cost — non-current and bonds measured at amortized cost- non-current—based on the net worth of the investee or estimated book value; this is because there is no active market for unlisted stocks, and a reliable fair value could only be verified at a more than reasonable cost
 - (c) Bonds payable—based on the over-the-counter quotations in June
 - (d) The book values of short-term financial instruments approximate their fair value due to their short maturities; short-term financial instruments include cash and cash equivalents, receivables, pledged time deposits, refundable deposits, short-term borrowings and notes payable, payables, and guarantee deposits
- (3) The fair values of financial assets and liabilities were not simultaneously determined by quoted prices in active markets and by estimations using valuation technique.
- (4) The financial assets exposed to fair value interest rate risk amounted to \$8,892,164 thousand and \$5,080,180 thousand as of June 30, 2011 and 2010, respectively, and the financial liabilities exposed to fair value interest rate risk amounted to \$9,020,000 thousand and \$8,849,759 thousand as of June 30, 2011 and 2010, respectively. The financial assets exposed to cash flow interest rate risk amounted to \$945,390 thousand and \$728,610 thousand as of June 31, 2011 and 2010, respectively, and the financial liabilities exposed to cash flow interest rate risk amounted to \$8,000 thousand and zero thousand as of June 30, 2011 and 2010, respectively.
- (5) Information on financial risks:
- (a) Market risk

The Group did not enter into any financial derivatives transactions, which will have big exposure to exchange rate and interest rate risks.
 - (b) 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 June 30, 2011 and 2010, were both zero because all counter-parties are reputable financial

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

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.

(c) 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.

5. 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. (TNH)	Equity-method investee
Fubon Life Assurance Co., Ltd. (FLA)	Same chairman
Fubon Securities Investment Trust Co., Ltd.	Related party in substance
Fubon Marketing Co., Ltd. (FMC)	Related party in substance
Fubon Financial Venture Capital Co., Ltd.	Related party in substance
Fubon Multimedia Technology Co., Ltd. (FMT)	Related party in substance
Fubon Asset Management Co., Ltd.	Related party in substance
Chung Hsing Constructions Co., Ltd.	Related party in substance
Fubon Land Development Co., Ltd.	Related party in substance
Fubon Financial Holding Company	Related party in substance
Taipei Fubon Commercial Bank Co., Ltd. (TFCB)	Related party in substance

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

Related Party	Relationship with the Group
Fubon Securities Co., Ltd. (FSC)	Related party in substance
Fubon Future Co., Ltd.	Related party in substance
Fubon Investment Services Co., Ltd.	Related party in substance
Fubon Insurance Co., Ltd. (Fubon Ins.)	Related party in substance
Fubon Property Management Co., Ltd. (FPM)	Related party in substance
Fubon Real Estate Management Co., Ltd.	Related party in substance
Taiwan Sport Lottery Corporation (TSL)	Related party in substance
Fubon Venture Capital Consulting Co., Ltd.	Related party in substance
Dai-Ka Ltd. (DKL)	Related party in substance

b. Significant transactions with related parties were summarized below:

(1) Operating revenues

	For the six months ended June 30			
	2011		2010	
	Amount	% of Total Revenues	Amount	% of Total Revenues
FMT	\$ 64,503	-	57,084	-
TFCB	42,875	-	40,679	-
FLA	24,481	-	27,765	-
TSL	14,186	-	13,891	-
FSC	10,925	-	9,705	-
	\$ 156,970		149,124	

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

(2) Operating costs

	For the six months ended June 30			
	2011		2010	
	Amount	% of Total Costs	Amount	% of Total Costs
DKL	\$ 74,459	-	72,308	-
Fubon Ins.	22,260	-	26,914	-
	\$ 96,719		99,222	

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

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

payable was based on regular terms.

(3) Rental income

		For the six months ended	
		June 30	
Leased Sites/Equipment		2011	2010
FMT	Office appliance, etc.	\$ 17,524	17,279

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

(4) Cash in banks

		June 30			
		2011		2010	
		Amount	%	Amount	%
Cash in banks					
TFCB		\$ 722,792	7	401,312	7

(5) Receivables and payables

		June 30			
		2011		2010	
		Amount	%	Amount	%
(a) Accounts receivable					
TFCB		\$ 56,136	1	129,056	2
FSC (Note)		14,071	-	18,971	-
TSL (Note)		15,520	-	16,246	-
FLA (Note)		13,310	-	13,411	-
Fubon Ins.		9,202	-	12,732	-
Other		25,807	-	23,487	-
		\$ 134,046		213,903	

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

Note: Leasehold receivables from FSC were as follows:

June 30, 2011	Current Portion	Maturities of over One Year (Classified under Other Assets)	Total
Leasehold receivable	\$ 5,491	5,372	10,863
Less unrealized interest income	(398)	(256)	(654)
	\$ 5,093	5,116	10,209
<hr/>			
June 30, 2010			
Leasehold receivable	\$ 5,471	7,579	13,050
Less unrealized interest income	(580)	(511)	(1,091)
	\$ 4,891	7,068	11,959

Note: Leasehold receivables from TSL were as follows:

June 30, 2011	Current Portion	Maturities of over One Year (Classified under Other Assets)	Total
Leasehold receivable	\$ 14,599	12,353	26,952
Less unrealized interest income	(1,196)	(342)	(1,538)
	\$ 13,403	12,011	25,414
<hr/>			
June 30, 2010			
Leasehold receivable	\$ 16,095	26,442	42,537
Less unrealized interest income	(2,047)	(1,574)	(3,621)
	\$ 14,048	24,868	38,916

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

Note: Leasehold receivables from FLA were as follows:

June 30, 2011	Current Portion	Maturities of over One Year (Classified under Other Assets)	Total
Leasehold receivable	\$ 8,579	23,664	32,243
Less unrealized interest income	(550)	(1,574)	(2,124)
	<u>\$ 8,029</u>	<u>22,090</u>	<u>30,119</u>
June 30, 2010			
Leasehold receivable	\$ 5,860	18,747	24,607
Less unrealized interest income	(417)	(1,357)	(1,774)
	<u>\$ 5,443</u>	<u>17,390</u>	<u>22,833</u>

	June 30			
	2011		2010	
	Amount	%	Amount	%
(b) Prepayments				
Fubon Ins.	<u>\$ 21,441</u>	2	<u>35,196</u>	5
(c) Accounts payable				
DKL	<u>\$ 33,734</u>	1	<u>-</u>	-

(6) Other

	For the six months ended June 30	
	2011	2010
	(a) Repairs and maintenance	
FPM	<u>\$ 10,819</u>	<u>10,685</u>
(b) Donation		
TWM Foundation	<u>\$ 11,713</u>	<u>7,007</u>
(c) Other expense		
TFCB	\$ 18,064	4,941
FPM	12,993	12,881
	<u>\$ 31,057</u>	<u>17,822</u>

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

(7) Stock transactions

In order to enhance cross platform synergy and mobile commerce service, the Corporation's board of directors resolved on April 8, 2011, to acquire 51% of shares of Fubon Multimedia Technology Co., Ltd. which are hold by Fubon Financial Venture Capital Co., Ltd. and priced at \$8,347,949 thousand through its subsidiary, WMH. The authority approved the transaction on June 30, 2011, and the Corporation had paid the purchase price to complete the settlement on July 13, 2011.

(8) Endorsement/guarantee provided

The Group provides guarantee contracts for related party. Please see Note 7.

6. 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:

	June 30	
	2011	2010
Current assets - time deposits	\$ 1,110	-
Other assets - time deposits	17,219	17,678
	\$ 18,319	17,678

7. 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 Siemens Networks Taiwan Co., Ltd. for \$4,800,000 thousand in September 2006 and \$3,840,861 thousand in May 2009 and \$6,650,000 thousand in February 2011, respectively. As of June 30, 2011, the purchase amount was \$4,735,510 thousand and \$3,421,712 thousand and \$717,377 thousand, respectively.
- b. The Corporation provided \$21,500,000 thousand guarantee for TFN's bank loans. The Corporation also provided \$19,711,150 thousand in promissory notes outstanding for TFN's borrowings with banks. TFN has drawdown zero from banks within the guarantee amount.
- c. As of June 30, 2011, TT&T provided a \$146 thousand guarantee for TFN's obligation of construction and equipment sales.

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

- d. Future minimum rental payments as of June 30, 2011, for significant operating lease agreements, were summarized as follows:

	Amount
Form the second half 2011	\$ 16,235
2012	34,955
2013	35,491
2014	28,554
2015	16,736

8. SIGNIFICANT CASUALTY LOSS: NONE

9. SIGNIFICANT SUBSEQUENT EVENTS:

TFN'S Board of Directors has made a resolution on July 12, 2011:

- (1) To respond to the rapid development of the cloud application services and the IT equipment room demand promoted by IT equipment room outsourcing services, the Company will to sign a purchase contract of real estate for the using of internet data center (IDC) with HAN YA Co., Ltd. The total amount will be no higher than \$2,870,000 thousand.
- (2) To improve the network quality and bandwidth, the Company will to sign a purchase contract of transmission facility and IP network equipment with Nokia Siemens Networks Taiwan Co., Ltd. The total amount will be no higher than \$770,000 thousand.

10. OTHER

- a. Labor cost, depreciation, and amortization expense

	For the six months ended June 30					
	2011			2010		
	Classified as Operating Costs	Classified as Operating Expenses	Total	Classified as Operating Costs	Classified as Operating Expenses	Total
Labor cost						
Salary	\$ 682,800	1,494,562	2,177,362	676,859	1,562,103	2,238,962
Labor and health insurance	49,163	97,672	146,835	45,285	91,332	136,617
Pension	31,362	59,917	91,279	29,863	60,494	90,357
Other	29,087	64,374	93,461	30,865	65,057	95,922
Depreciation	3,713,991	336,786	4,050,777	3,699,116	319,322	4,018,438
Amortization	510,410	84,539	594,949	475,514	72,539	548,053

- b. Reclassification

Certain accounts in the consolidated financial statements as of and for the six months June 30, 2010, have been reclassified to conform to the presentation of consolidated financial statements as of and for the six months ended June 30, 2011.

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

11. ADDITIONAL DISCLOSURES

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

- a. Financing provided: Table 1 (attached)
- b. Endorsement/guarantee provided: Table 2 (attached)
- c. Marketable securities held: Table 3 (attached)
- d. Marketable securities acquired and disposed of at costs or prices of at least \$100 million or 20% of the paid-in capital: None
- e. Acquisition of individual real estate at costs of at least \$100 million or 20% of the paid-in capital: None
- f. Disposal of individual real estate at prices of at least \$100 million or 20% of the paid-in capital: None
- g. Total purchase from or sale to related parties amounting to at least \$100 million or 20% of the paid-in capital: Table 4 (attached)
- h. Receivables from related parties amounting to at least \$100 million or 20% of the paid-in capital: Table 5 (attached)
- i. Names, locations, and related information of investees on which the Corporation exercised significant influence: Table 6 (attached)
- j. Derivative transactions: None
- k. Investment in Mainland China:
 - (1) The name of the investee company in Mainland China, the main businesses and products, issued capital, method of investment, information on inflow or outflow of capital, ownership, investment gain or loss, ending balance, amount received as earnings distributions from the investment, and the limitation on investment: Table 7 (attached)
 - (2) Significant direct or indirect transactions with the investee company, its prices and terms of payment, unrealized gain or loss, and other related information which is helpful to understand the impact of investment in Mainland China on financial reports: None
- l. Business relationships and significant intercompany transactions: Table 8 and Table 9 (attached)

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

12. SEGMENT INFORMATION

(In Millions of New Taiwan Dollars)

<u>June 30, 2011</u>	<u>Group of Common User (CBG)</u>	<u>Group of Enterprise User (EBG)</u>	<u>Group of Home User (HBG)</u>	<u>Adjustments and Elimination</u>	<u>Consolidated</u>
Operating Revenues	\$ 28,497	4,794	2,924	(18)	36,197
Operating Costs	16,577	3,331	1,281	80	21,269
Operating Expenses	5,762	607	373	(31)	6,711
Operating Income	6,158	856	1,270	(67)	8,217
EBITDA(Note)	10,099	1,233	1,517	15	12,864
Total Assets	-	-	-	-	87,161

<u>June 30, 2010</u>	<u>Group of Common User (CBG)</u>	<u>Group of Enterprise User (EBG)</u>	<u>Group of Home User (HBG)</u>	<u>Adjustments and Elimination</u>	<u>Consolidated</u>
Operating Revenues	\$ 27,207	4,609	2,808	(90)	34,534
Operating Costs	13,559	3,117	1,310	26	18,012
Operating Expenses	5,841	643	381	(52)	6,813
Operating Income	7,807	849	1,117	(64)	9,709
EBITDA(Note)	11,782	1,106	1,371	20	14,279
Total Assets	-	-	-	-	86,368

The Corporation should disclose segments based on the customer's character. The segments are determined to provide different products. There are three segments which should be disclosed. Because each segment has different market attribute and marketing strategy, the followings are the explanations:

CBG: Provide mobile communication and related service for common users.

EBG: Provide integrated service about mobile and fixed communication for enterprise users.

HBG: Provide the service about cable TV and broadband communications to home users.

Note: The income of operating segment is determined by EBITDA and used to examine performance.

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES
FINANCING PROVIDED
FOR THE SIX MONTHS ENDED JUNE 30, 2011

TABLE 1
(In Thousands of New Taiwan Dollars)

No.	Lending Company	Borrowing Company	Financial Statement Account	Maximum Balance for the Period (Note 1)	Ending Balance (Note 1)	Drawdown Amounts	Interest Rate	Financing Purpose	Transaction Amounts	Reasons for Short-term Financing	Allowance for Doubtful Accounts	Collateral		Lending Limit for Each Borrowing Company	Lending Company's Lending Amount Limits
												Item	Value		
0	Taiwan Mobile Co., Ltd. (the "Corporation")	TFN Media Co., Ltd.	Other receivables	\$ 5,000,000	\$ 4,000,000	2,000,000	0.893%	Short-term financing	-	Operation requirements	-	-	-	\$ 18,079,569 (Note 2)	18,079,569 (Note 2)
		Taiwan Cellular Co., Ltd.	Other receivables	9,000,000	2,000,000	2,000,000	0.893%~0.95%	Short-term financing	-	Operation requirements	-	-	-	18,079,569 (Note 2)	18,079,569 (Note 2)
		Taiwan Digital Communication Co., Ltd.	Other receivables	300,000	300,000	39,000	0.948%~1.002%	Short-term financing	-	Operation requirements	-	-	-	18,079,569 (Note 2)	18,079,569 (Note 2)
		Tai Fu Media Technology Co., Ltd.	Other receivables	50,000	50,000	43,000	0.950%~1.095%	Short-term financing	-	Operation requirements	-	-	-	18,079,569 (Note 2)	18,079,569 (Note 2)
		Win TV Broadcasting Co., Ltd.	Other receivables	550,000	550,000	60,000	1.092%	Short-term financing	-	Operation requirements	-	-	-	18,079,569 (Note 2)	18,079,569 (Note 2)
1	Taiwan Cellular Co., Ltd.	TFN Media Co., Ltd.	Other receivables	7,000,000	7,000,000	2,340,000	1.350%~1.493%	Short-term financing	-	Operation requirements	-	-	-	25,401,879 (Note 2)	25,401,879 (Note 2)
		Win TV Broadcasting Co., Ltd.	Other receivables	360,000	-	-	0.847%~1.009%	Short-term financing	-	Operation requirements	-	-	-	25,401,879 (Note 2)	25,401,879 (Note 2)
2	Taiwan Fixed Network Co., Ltd.	TFN Union Investment Co., Ltd.	Other receivables	500	500	300	1.087%	Short-term financing	-	Operation requirements	-	-	-	16,368,934 (Note 2)	16,368,934 (Note 2)
		The Corporation	Other receivables	9,000,000	-	-	0.893%	Short-term financing	-	Operation requirements	-	-	-	16,368,934 (Note 2)	16,368,934 (Note 2)
		Taiwan Cellular Co., Ltd.	Other receivables	11,000,000	10,260,000	6,760,000	1.093%	Short-term financing	-	Operation requirements	-	-	-	16,368,934 (Note 2)	16,368,934 (Note 2)
3	TCC Investment Co., Ltd.	TCCI Investment and Development Co., Ltd.	Other receivables	500	500	300	1.087%	Short-term financing	-	Operation requirements	-	-	-	11,361,679 (Note 2)	11,361,679 (Note 2)
4	Union Cable TV Co., Ltd.	TFN Media Co., Ltd.	Other receivables	739,000	715,000	580,000	0.851%~1.087%	Short-term financing	-	Repayment of financing	-	-	-	724,266 (Note 3)	13,500,000 (Note 3)
5	Globalview Cable TV Co., Ltd.	TFN Media Co., Ltd.	Other receivables	233,000	-	-	0.851%~1.000%	Transactions	237,058	Business requirements	-	-	-	237,058 (Note 4)	496,205 (Note 4)
		TFN Media Co., Ltd.	Other receivables	250,000	250,000	250,000	1.087%	Short-term financing	-	Repayment of financing	-	-	-	259,147 (Note 4)	496,205 (Note 4)

(Continued)

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES
FINANCING PROVIDED
FOR THE SIX MONTHS ENDED JUNE 30, 2011

No.	Lending Company	Borrowing Company	Financial Statement Account	Maximum Balance for the Period (Note 1)	Ending Balance (Note 1)	Drawdown Amounts	Interest Rate	Financing Purpose	Transaction Amounts	Reasons for Short-term Financing	Allowance for Doubtful Accounts	Collateral	Lending Limit for Each Borrowing Company	Lending Company's Lending Amount Limits
6	Phoenix Cable TV Co., Ltd.	TFN Media Co., Ltd.	Other receivables	\$ 584,000	\$ 580,000	580,000	0.854%~1.092%	Transactions	\$ 586,072	Business requirements	\$ -	- -	\$ 12,000,000 (Note 5)	\$ 12,000,000 (Note 5)
7	Yeong Jia Leh Cable TV Co., Ltd.	TFN Media Co., Ltd.	Other receivables	409,000	351,000	300,000	0.854%~1.092%	Transactions	533,774	Business requirements	-	- -	24,000,000 (Note 5)	24,000,000 (Note 5)
8	Wealth Media Technology Co., Ltd.	Global Wealth Media Technology Co., Ltd.	Other receivables	15,000	-	-	0.851%	Short-term financing	-	Repayment of financing	-	- -	124,237 (Note 2)	124,237 (Note 2)
9	Tai Fu Media Technology Co., Ltd.	Global Wealth Media Technology Co., Ltd.	Other receivables	10,000	10,000	4,000	1.087%	Short-term financing	-	Repayment of financing	-	- -	83,765 (Note 2)	83,765 (Note 2)

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

Note 2: 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 3: Where funds are loaned for reasons of business dealings and short-term financing needs, the 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. A) 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. B) For short-term financing needs: the individual lending amount and the aggregate amount of loaning funds shall not exceed 40% of the financing company's net worth.

Note 4: Where funds are loaned for reasons of business dealings and short-term financing needs, the amount of loaning funds shall be limited to the total amount of business dealing and 40% of the financing company's net worth. A) For reasons of business dealings: the individual lending amount and the aggregate amount of loaning funds shall not exceed the amount of business dealing. B) For short-term financing needs: the individual lending amount and the aggregate amount of loaning funds shall not exceed 40% of the financing company's net worth.

Note 5: Where funds are loaned for reasons of business dealings, the individual lending amount and the aggregate amount of loaning funds shall be both limited to the higher amount of the following items: 1) a multiple of the financing company's capital, or 2) the amount of business dealing.

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES
ENDORSEMENT/GUARANTEE PROVIDED
FOR THE SIX MONTHS ENDED JUNE 30, 2011

TABLE 2
(In Thousands of New Taiwan Dollars)

No.	Endorsement/Guarantor (A)	Receiving Party		Maximum Guarantee/ Endorsement Amount Can Be Provided to Each Receiving Party	Maximum Balance for the Period (Note 1)	Ending Balance (Note 1)	Value of Collaterals	Ratio of Accumulated Endorsement/ Guarantee to Net Worth of the Guarantor (Note 1)	Maximum Guarantee/ Endorsement Can Be Provided by the Guarantor/Endorser
		Name (B)	Nature of Relationship (B is A's)						
0	Taiwan Mobile Co., Ltd. (the "Corporation")	Taiwan Fixed Network Co., Ltd.	(Note 2)	\$ 42,000,000 (Note 3)	\$ 26,557,595	\$ 19,711,150	\$ -	43.61%	\$ 45,198,923
1	Taiwan Teleservices & Technologies Co., Ltd.	Taiwan Fixed Network Co., Ltd.	(Note 4) (Note 6)	20,000 (Note 5)/ (Note 6)	146	146	-	0.21%	68,726 (Note 5)

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

Note 2: Direct/indirect subsidiary

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

Note 4: Parent company

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

Note 6: Following the sale by TFN of its 100% shareholdings in TT&T on May 14, 2010, the endorsement/guarantee provided by TT&T is for transaction. The aggregate endorsement/guarantee amount shall not exceed the net worth of TT&T, and the individual endorsement/guarantee amount shall not exceed the amount of business dealing. The amount of business dealing is \$142,524 thousands.

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES
MARKETABLE SECURITIES HELD
JUNE 30, 2011

TABLE 3

(In Thousands of New Taiwan Dollars or stated otherwise)

Investing Company (A)	Marketable Securities Invested (B)	Relationship with the Investing Company (B is A's)	Financial Statement Account	JUNE 30, 2011				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	2,174	\$ 214,743	0.028	\$ 214,743 (Note 5)	
	Bridge Mobile Pte Ltd.	-	Financial assets carried at cost - non-current	2,200	50,324	10	- (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	37,200	310,591	100	310,591	
	Taiwan Cellular Co., Ltd.	Subsidiary	Long-term investments - equity method	30,000	9,397,504 (Note 4)	100	63,504,696	
	Taipei New Horizons Co., Ltd.	Equity-method investee	Long-term investments - equity method	44,910	374,957	49.9	374,957	
			Prepayment for long-term investments	-	99,800	-	99,800	
Wealth Media Technology Co., Ltd.	<u>Stock</u> Tai Fu Media Technology Co., Ltd.	Subsidiary	Long-term investments - equity method	27,000	209,413	100	209,413	
	Taiwan Win TV Broadcasting Co., Ltd.	Subsidiary	Long-term investments - equity method	16	9,848	100	9,848	
Tai Fu Media Technology Co., Ltd.	<u>Stock</u> Global Wealth Media Technology Co., Ltd.	Subsidiary	Long-term investments - equity method	8,400	88,454	100	88,454	
	Fu Jia Leh Media Technology Co., Ltd.	Subsidiary	Long-term investments - equity method	100	678	100	678	
	Fu Sin Media Technology Co., Ltd.	Subsidiary	Long-term investments - equity method	13,500	140,324	100	140,324	
	Global Forest Media Technology Co., Ltd.	Subsidiary	Long-term investments - equity method	1,500	16,570	100	16,570	
Global Wealth Media Technology Co., Ltd.	<u>Stock</u> Globalview Cable TV Co., Ltd.	Subsidiary	Long-term investments - equity method	3,825	92,263	6.83	44,255	
Fu Sin Media Technology Co., Ltd.	<u>Stock</u> Phoenix Cable TV Co., Ltd.	Subsidiary	Long-term investments - equity method	2,272	131,348	3.34	31,068	
Global Forest Media Technology Co., Ltd.	<u>Stock</u> Union Cable TV Co., Ltd.	Subsidiary	Long-term investments - equity method	1,300	15,374	0.76	13,812	
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	- (Note 3)	

(Continued)

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES
MARKETABLE SECURITIES HELD
JUNE 30, 2011

Investing Company (A)	Marketable Securities Invested (B)	Relationship with the Investing Company (B is A's)	Financial Statement Account	JUNE 30, 2011				Note
				Shares/Units (Thousands)	Carrying Value	Percentage of Ownership	Market Value (Note 1)	
	Transportation High Tech Inc.	-	Financial assets carried at cost - non-current	1,200	\$ -	12	\$ -	
	WEB Point Co., Ltd.	-	Financial assets carried at cost - non-current	803	(Note 2) 6,773	3.17	(Note 3) -	
	TWM Holding Co. Ltd.	Subsidiary	Long-term investments - equity method	1 share	US\$ 8,291	100	US\$ 8,291	
	Taiwan Fixed Network Co., Ltd.	Subsidiary	Long-term investments - equity method	2,100,000	40,922,334	100	40,922,334	
	Taiwan Digital Communication Co., Ltd.	Subsidiary	Long-term investments - equity method	1,200	18,282	100	18,282	
	TCC Investment Co., Ltd.	Subsidiary	Long-term investments - equity method	3,950	28,531,380	100	28,404,197	
	Taiwan Teleservices & Technologies Co., Ltd.	Subsidiary	Long-term investments - equity method	1,000	68,726	100	68,726	
TWM Holding Co., Ltd.	<u>Stock</u> TWM Communications (Beijing) Co., Ltd.	Subsidiary	Long-term investments - equity method	-	US\$ 3,743	100	US\$ 2,853	
Taiwan Teleservices & Technologies Co., Ltd.	<u>Stock</u> TT & T Holdings Co., Ltd.	Subsidiary	Long-term investments - equity method	1,300	US\$ 1,479	100	US\$ 1,479	
	Taiwan Super Basketball Co., Ltd.	Subsidiary	Long-term investments - equity method	2,000	20,606	100	20,606	
TT&T Holdings Co., Ltd.	<u>Stock</u> Xiamen Taifu Teleservices & Technologies Co., Ltd.	Subsidiary	Long-term investments - equity method	-	US\$ 1,444	100	US\$ 1,444	
TCC Investment Co., Ltd.	<u>Stock</u> Taiwan Mobile Co., Ltd. (the "Corporation")	The Corporation	Available-for-sale financial assets - non-current	222,774	17,331,831	5.86	17,331,831	
	Win TV Broadcasting Co., Ltd.	Subsidiary	Long-term investments - equity method	18,177	246,080	100	238,463	
	TFN Media Co., Ltd.	Subsidiary	Long-term investments - equity method	230,526	1,788,527	100	3,832,890	
	TCCI Investment and Development Co., Ltd.	Subsidiary	Long-term investments - equity method	400	9,964,893	100	9,964,893	
	Great Taipei Broadband Co., Ltd.	-	Financial assets carried at cost - non-current	10,000	41,241	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 and Development Co., Ltd.	<u>Stock</u> Taiwan Mobile Co., Ltd. (the "Corporation")	The Corporation	Available-for-sale financial assets - non-current	132,849	10,335,627	3.50	10,335,627	(Note 5)
TFN Media Co., Ltd.	<u>Stock</u> Yeong Jia Leh Cable TV Co., Ltd.	Subsidiary	Long-term investments - equity method	33,940	2,102,263	100	577,783	

(Continued)

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES
MARKETABLE SECURITIES HELD
JUNE 30, 2011

Investing Company (A)	Marketable Securities Invested (B)	Relationship with the Investing Company (B is A's)	Financial Statement Account	JUNE 30, 2011				Note
				Shares/Units (Thousands)	Carrying Value	Percentage of Ownership	Market Value (Note 1)	
	Mangrove Cable TV Co., Ltd.	Related party in substance	Long-term investments - equity method	6,248	\$ 565,275	29.53	\$ 302,100 (Note 6)	
	Phoenix Cable TV Co., Ltd.	Subsidiary	Long-term investments - equity method	65,818	3,124,576	96.66	900,071	
	Union Cable TV Co., Ltd.	Subsidiary	Long-term investments - equity method	169,141	1,999,805	99.22	1,796,620	
	Globalview Cable TV Co., Ltd.	Subsidiary	Long-term investments - equity method	51,733	1,221,025	92.38	598,504	
	Taiwan Kuro Times Co., Ltd.	Subsidiary	Long-term investments - equity method	667	53,407	54.99	28,500	
Taiwan Kuro Times Co., Ltd.	<u>Stock</u> ezPeer Multimedia Limited	Subsidiary	Long-term investments - equity method	1,522	US\$ 1,446	100	US\$ 1,446	
Taiwan Fixed Network Co., Ltd.	<u>Stock</u> TFN Union Investment Co., Ltd.	Subsidiary	Long-term investments - equity method	400	34,226,584	100	34,226,584	
	TFN HK LIMITED	Subsidiary	Long-term investments - equity method	1,300	HK\$ 1,614	100	HK\$ 1,614	
	Taiwan High Speed Rail Corporation	-	Financial assets carried at cost - non-current	225,531	2,120,829	3.46	- (Note 3)	
TFN Union Investment Co., Ltd.	<u>Stock</u> Taiwan Mobile Co., Ltd. (the "Corporation")	The Corporation	Available-for-sale financial assets - non-current	456,295	35,499,732	12.00	35,499,732 (Note 5)	

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

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

Note 3: As of July 15, 2011, the independent auditors' report date, the investee's net worth was not available.

Note 4: The Corporation's shares held by TCCI, TID and TUI (all are subsidiaries 100%-owned by TCC) are classified as treasury shares. Therefore, the Corporation's carrying cost of \$63,504,696 thousand on TCC shall be reduced by 1) downward adjusting \$31,889,100 thousand, the carrying value of total treasury shares on the Corporation's book, 2) excluding \$22,673,595 thousand unrealized gain from financial assets investment, 3) adding back \$475,907 thousand income tax expenses resulted from TFN and TFNI's disposal gain from the Corporation's shares, and 4) excluding recognition of upstream transactions gain of \$20,404 thousand.

Note 5: Based on the closing price on June 30, 2011.

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

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
FOR THE SIX MONTHS ENDED JUNE 30, 2011

TABLE 4
(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	\$ (1,116,561)	(4)	Based on contract terms	-	-	\$ 377,681	6	(Note 1)
			Purchase	1,418,243	(Note 2)	Based on contract terms	-	-	(297,374)	(Note 3)	
	Taiwan Teleservices & Technologies Co., Ltd.	Subsidiary	Purchase	427,274	(Note 4)	Based on contract terms	-	-	(70,761)	(Note 5)	
Taiwan Teleservices & Technologies Co., Ltd.	The Corporation	Ultimate parent	Sale	(427,350)	(86)	Based on contract terms	-	-	70,776	86	
Taiwan Fixed Network Co., Ltd.	The Corporation	Ultimate parent	Sale	(1,414,417)	(26)	Based on contract terms	-	-	297,374	30	
			Purchase	1,118,265	31	Based on contract terms	-	-	(377,394)	(52)	
TFN Media Co., Ltd.	Phoenix Cable TV Co., Ltd.	Subsidiary	Channel leasing fee	(248,087)	(17)	Based on contract terms	(Note 6)	(Note 6)	1,574	1	
	Yeong Jia Leh Cable TV Co., Ltd.	Subsidiary	Channel leasing fee	(224,722)	(16)	Based on contract terms	(Note 6)	(Note 6)	2,364	2	
	Union Cable TV Co., Ltd.	Subsidiary	Channel leasing fee	(116,170)	(8)	Based on contract terms	(Note 6)	(Note 6)	811	1	
	Globalview Cable TV Co., Ltd.	Subsidiary	Channel leasing fee	(100,564)	(7)	Based on contract terms	(Note 6)	(Note 6)	994	1	
Yeong Jia Leh Cable TV Co., Ltd.	TFN Media Co., Ltd.	Parent	Royalty of copyright	224,722	66	Based on contract terms	(Note 6)	(Note 6)	(2,364)	(15)	
Phoenix Cable TV Co., Ltd.	TFN Media Co., Ltd.	Parent	Royalty of copyright	248,087	68	Based on contract terms	(Note 6)	(Note 6)	(1,574)	(39)	
Union Cable TV Co., Ltd.	TFN Media Co., Ltd.	Parent	Royalty of copyright	116,170	62	Based on contract terms	(Note 6)	(Note 6)	(811)	(20)	
Globalview Cable TV Co., Ltd.	TFN Media Co., Ltd.	Parent	Royalty of copyright	100,564	64	Based on contract terms	(Note 6)	(Note 6)	(994)	(24)	

Note 1: The \$50,244 thousand accounts receivable amount was expressed on a gross basis in accordance with sales amount. The net accounts receivable should be \$377,681 thousand after deducting accounts payable and accrued custodial receipts/payments totaled \$327,437 thousand.

Note 2: Included operating costs and operating expenses.

Note 3: Included accounts payable and accrued expenses.

Note 4: Recognized as operating expenses.

Note 5: Recognized as accrued expenses.

Note 6: No comparables on such kind of transactions.

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES
RECEIVABLES FROM RELATED PARTIES AMOUNTING TO AT LEAST \$100 MILLION OR 20% OF THE PAID-IN CAPITAL
JUNE 30, 2011

TABLE 5
(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 \$ 377,681	5.97	\$ -	-	\$ 169	\$ -
			Other receivables 38,585					
	TFN Media Co., Ltd.	Subsidiary	Other receivables 2,008,725					
	Taiwan Cellular Co., Ltd.	Subsidiary	Other receivables 2,003,384		-	-	-	-
Taiwan Cellular Co., Ltd.	TFN Media Co., Ltd.	Subsidiary	Other receivables 2,345,771		-	-	-	-
Taiwan Teleservices & Technologies Co., Ltd.	The Corporation	Ultimate parent	Accounts receivable 70,776	12.38	-	-	-	-
Taiwan Fixed Network Co., Ltd.	The Corporation	Ultimate parent	Accounts receivable 297,394	10.42	-	-	-	-
			Other receivables 178,284					
	Taiwan Cellular Co., Ltd.	Parent	Other receivables 6,772,551					
Phoenix Cable TV Co., Ltd.	TFN Media Co., Ltd.	Parent	Accounts receivable 22,157	3.92	-	-	-	-
			Other receivables 580,233					
Union Cable TV Co., Ltd.	TFN Media Co., Ltd.	Parent	Accounts receivable 11,763	3.38	-	-	-	-
			Other receivables 580,053					
Globalview Cable TV Co., Ltd.	TFN Media Co., Ltd.	Parent	Accounts receivable 9,306	3.76	-	-	-	-
			Other receivables 250,188					
Yeong Jia Leh Cable TV Co., Ltd.	TFN Media Co., Ltd.	Parent	Accounts receivable 22,035	3.63	-	-	-	-
			Other receivables 300,394					

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES
NAMES, LOCATIONS, AND OTHER INFORMATION OF INVESTEEES ON WHICH THE COMPANY EXERCISES SIGNIFICANT INFLUENCE
FOR THE SIX MONTHS ENDED JUNE 30, 2011

TABLE 6
(In Thousands of New Taiwan Dollars or stated otherwise)

Investor	Investee	Location	Main Businesses and Products	Investment Amount		Balance as of JUNE 30, 2011			Net Income (Loss) of the Investee	Investment Income (Loss)	Note
				JUNE 30, 2011	JUNE 30, 2010	Shares (Thousands)	Percentage of Ownership	Carrying Value			
Taiwan Mobile Co., Ltd. (the "Corporation")	Taiwan Cellular Co., Ltd.	Taipei, Taiwan	Telecom engineering and IT service	\$ 37,558,330	\$ 37,558,330	30,000	100	\$ 9,397,504 (Note 1)	\$ 2,108,830	\$ 2,102,540	
	Taipei New Horizons Co., Ltd.	Taipei, Taiwan	Real Estate Rental and Sale	449,100	449,100	44,910	49.9	374,957	(26,143)	(13,045)	
Wealth Media Technology Co., Ltd.	Wealth Media Technology Co., Ltd.	Taipei, Taiwan	Investment	372,000	372,000	37,200	100	310,591	6,649	6,649	
	Tai Fu Media Technology Co., Ltd.	Taipei, Taiwan	Investment	270,000	270,000	27,000	100	209,413	6,678	NA	
Tai Fu Media Technology Co., Ltd.	Taiwan Win TV Broadcasting Co., Ltd.	Taipei, Taiwan	TV program producing	10,000	10,000	16	100	9,848	(64)	NA	
	Global Wealth Media Technology Co., Ltd.	New Taipei City, Taiwan	Investment	84,000	84,000	8,400	100	88,454	3,173	NA	
Fu Jia Leh Media Technology Co., Ltd.	Fu Jia Leh Media Technology Co., Ltd.	Taipei, Taiwan	Investment	1,700	1,700	100	100	678	(89)	NA	
	Fu Sin Media Technology Co., Ltd.	Taipei, Taiwan	Investment	135,000	135,000	13,500	100	140,324	3,903	NA	
Global Forest Media Technology Co., Ltd.	Global Forest Media Technology Co., Ltd.	Taipei, Taiwan	Investment	15,000	1,000	1,500	100	16,570	(39)	NA	
	Globalview Cable TV Co., Ltd.	New Taipei City, Taiwan	Cable TV service provider	91,910	91,691	3,825	6.83	92,263	48,618	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	131,348	119,575	NA	
Global Forest Media Technology Co., Ltd.	Union Cable TV Co., Ltd.	Yilan County, Taiwan	Cable TV service provider	14,209	4	1,300	0.76	15,374	62,267	NA	
Taiwan Cellular Co., Ltd.	TWM Holding Co. Ltd.	British Virgin Islands	Investment	US\$ 10,800	US\$ 10,800	1 share	100	US\$ 8,291	US\$ (370)	NA	
	Taiwan Fixed Network Co., Ltd.	Taipei, Taiwan	Fixed line service provider	21,000,000	21,000,000	2,100,000	100	40,922,334	1,158,590	NA	
	Taiwan Digital Communication Co., Ltd.	Taipei, Taiwan	Telecom engineering and IT service	12,000	12,000	1,200	100	18,282	6,678	NA	
	TCC Investment Co., Ltd.	Taipei, Taiwan	Investment	22,301,000	22,301,000	3,950	100	28,531,380	961,490	NA	
	Taiwan Teleservices & Technologies Co., Ltd.	Taipei, Taiwan	Call center service and ISR (international simple resales)	10,000	10,000	1,000	100	68,726	25,328	NA	
TWM Holding Co. Ltd.	TWM Communications (Beijing) Co., Ltd.	Beijing, China	Mobile application development and design	US\$ 4,936	US\$ 4,936	-	100	US\$ 3,743	US\$ (371)	NA	
Taiwan Teleservices & Technologies Co., Ltd.	TT&T Holdings Co., Ltd.	Samoa	Investment	US\$ 1,300	US\$ 1,300	1,300	100	US\$ 1,479	US\$ 55	NA	
	Taiwan Super Basketball Co., Ltd.	Taipei, Taiwan	Basketball team management	20,000	20,000	2,000	100	20,606	589	NA	
TT&T Holdings Co., Ltd.	Xiamen Taifu Teleservices & Technologies Co., Ltd.	Xiamen, China	Call center service	US\$ 1,300	US\$ 1,300	-	100	US\$ 1,444	US\$ 47	NA	
TCC Investment Co., Ltd.	Win TV Broadcasting Co., Ltd.	Taipei, Taiwan	TV program provider	188,047	188,047	18,177	100	246,080	41,481	NA	
	TFN Media Co., Ltd.	Taipei, Taiwan	Cable broadband and value added service provider	2,035,714	2,035,714	230,526	100	1,788,527	983,951	NA	
TFN Media Co., Ltd.	TCCI Investment and Development Co., Ltd.	Taipei, Taiwan	Investment	6,629,149	6,629,149	400	100	9,964,893	(13)	NA	
	Yeong Jia Leh Cable TV Co., Ltd.	New Taipei City, Taiwan	Cable TV service provider	1,616,824	1,616,824	33,940	100	2,102,263	120,028	NA	
Mangrove Cable TV Co., Ltd.	Mangrove Cable TV Co., Ltd.	New Taipei City, Taiwan	Cable TV service provider	397,703	397,703	6,248	29.53	565,275	54,140	NA	
	Phoenix Cable TV Co., Ltd.	Kaohsiung County, Taiwan	Cable TV service provider	2,294,967	2,294,967	65,818	96.66	3,124,576	119,575	NA	
Union Cable TV Co., Ltd.	Union Cable TV Co., Ltd.	Yilan County, Taiwan	Cable TV service provider	1,889,910	1,904,436	169,141	99.22	1,999,805	62,267	NA	
	Globalview Cable TV Co., Ltd.	New Taipei City, Taiwan	Cable TV service provider	841,413	841,413	51,733	92.38	1,221,025	48,618	NA	
Taiwan Kuro Times Co., Ltd.	Taiwan Kuro Times Co., Ltd.	Taipei, Taiwan	The platform of music supplied	63,900	63,900	667	54.99	53,407	18	NA	
	ezPeer Multimedia Limited	Samoa	Investment	US\$ 1,522	US\$ 1,522	1,522	100	US\$ 1,446	US\$ (49)	NA	
Taiwan Fixed Network Co., Ltd.	TFN Union Investment Co., Ltd.	Taipei, Taiwan	Investment	22,769,109	22,769,109	400	100	34,226,584	(13)	NA	
	TFN HK LIMITED	Hong Kong	Telecommunications service provider	HK\$ 1,300	HK\$ 1,300	1,300	100	HK\$ 1,614	HK\$ 251	NA	

Note 1: The Corporation's shares held by TCCI, TID and TUI (all are subsidiaries 100%-owned by TCC) are classified as treasury shares. Therefore, the Corporation's carrying cost of \$63,504,696 thousand on TCC shall be reduced by 1) downward adjusting \$31,889,100 thousand, the carrying value of total treasury shares on the Corporation's book, 2) excluding \$22,673,595 thousand unrealized gain from financial assets investment, 3) adding back \$475,907 thousand income tax expenses resulted from TFN and TFNI's disposal gain from the Corporation's shares, and 4) excluding recognition of upstream transactions gain of \$20,404 thousand.

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

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES
INVESTMENT IN MAINLAND CHINA
FOR THE SIX MONTHS ENDED JUNE 30, 2011

TABLE 7
(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, 2011	Investment Flows		Accumulated Outflow of Investment from Taiwan as of JUNE 30, 2011	% Ownership of Direct or Indirect Investment	Investment Gain (Loss) (Note 3)	Carrying Value as of JUNE 30, 2011	Accumulated Inward Remittance of Earnings as of June 30, 2011
					Outflow	Inflow					
Xiamen Taifu Teleservices & Technologies Co., Ltd.	Call center service	US\$ 1,300 (NT\$ 37,557)	Indirect investment in Mainland China through a third place by the Corporation's subsidiary, Taiwan Teleservices & Technologies Co., Ltd.	US\$ 1,300 (NT\$ 37,557)	\$ -	\$ -	US\$ 1,300 (NT\$ 37,557)	100% ownership of indirect investment by the Corporation's subsidiary	US\$ 47 (NT\$ 1,358)	US\$ 1,444 (NT\$ 41,717)	\$ -
TWM Communications (Beijing) Co., Ltd.	Mobile application development and design	US\$ 3,000 (NT\$ 86,670)	Indirect investment in Mainland China through a third place by the Corporation's subsidiary, Taiwan Cellular Co., Ltd.	US\$ 4,872 (NT\$ 140,752)	-	-	US\$ 4,872 (NT\$ 140,752)	100% ownership of indirect investment by the Corporation's subsidiary	US\$ (371) (NT\$ (10,718))	US\$ 3,743 (NT\$ 108,135)	-

Accumulated Investment in Mainland China as of June 30, 2011	Investment Amounts Authorized by Investment Commission, MOEA (Note 2)	Upper Limit on Investment Authorized by Investment Commission, MOEA (Note 2)
US\$1,300 (NT\$37,557)	US\$1,300 (NT\$37,557)	\$27,136,556
US\$4,872 (NT\$140,752)	US\$4,872 (NT\$140,752)	\$38,102,818

Note 1: The above amounts were translated into New Taiwan dollars at the exchange rate of US\$1 = NT\$28.89, and RMB1 = NT\$4.4905 as of June 30, 2011.

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 unaudited financial statements.

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES
BUSINESS RELATIONSHIP AND SIGNIFICANT INTERCOMPANY TRANSACTIONS
FOR THE SIX MONTHS ENDED JUNE 30, 2011

TABLE 8

(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.	TFN Media Co., Ltd.	1	Account receivable	\$ 558	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	1	Account receivable	3	Based on regular terms	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Account receivable	9	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	1	Account receivable	10	Based on regular terms	-
		Taiwan Digital Communications Co., Ltd.	1	Account receivable	968	Based on regular terms	-
		Mangrove Cable TV Co., Ltd.	1	Account receivable	1	Based on regular terms	-
		Union Cable TV Co., Ltd.	1	Account receivable	5	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Account receivable	50,244	Based on regular terms	-
		Taiwan Digital Communications Co., Ltd.	1	Other receivables	39,128	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Other receivables	38,585	Based on regular terms	-
		Tai Fu Media Technology Co., Ltd.	1	Other receivables	43,068	Based on regular terms	-
		Taiwan Cellular Co., Ltd.	1	Other receivables	5,314,188	Based on regular terms	6%
		Phoenix Cable TV Co., Ltd.	1	Other receivables	73	Based on regular terms	-
		Mangrove Cable TV Co., Ltd.	1	Other receivables	6	Based on regular terms	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Other receivables	62	Based on regular terms	-
		Taiwan Kuro Times Co., Ltd.	1	Other receivables	4,095	Based on regular terms	-
		Union Cable TV Co., Ltd.	1	Other receivables	19	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	1	Other receivables	6	Based on regular terms	-
		TFN Media Co., Ltd.	1	Other receivables	2,008,725	Based on regular terms	2%
		Win TV Broadcasting Co., Ltd.	1	Other receivables	60,098	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Prepayments	14	Based on regular terms	-
		Mangrove Cable TV Co., Ltd.	1	Prepayments	3	Based on regular terms	-
		Taiwan Kuro Times Co., Ltd.	1	Accounts payable	24,042	Based on regular terms	-
		Taiwan Teleservices & Technologies Co., Ltd.	1	Accounts payable	15	Based on regular terms	-
		Taiwan Digital Communications Co., Ltd.	1	Accrued expenses	5,969	Based on regular terms	-
		Taiwan Teleservices & Technologies Co., Ltd.	1	Accrued expenses	70,761	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Accrued expenses	273,319	Based on regular terms	-
		TWM Communications (Beijing) Co., Ltd.	1	Accrued expenses	639	Based on regular terms	-
		Taiwan Super Basketball Co., Ltd.	1	Accrued expenses	8,400	Based on regular terms	-
		Taiwan Digital Communications Co., Ltd.	1	Accrued expenses	11,184	Based on regular terms	-
		Taiwan Cellular Co., Ltd.	1	Accrued expenses	32	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	1	Other payables	627	Based on regular terms	-
		Taiwan Kuro Times Co., Ltd.	1	Other payables	1,803	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Other payables	83,497	Based on regular terms	-
		Taiwan Digital Communications Co., Ltd.	1	Other payables	864	Based on regular terms	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Other payables	4,413	Based on regular terms	-
		Union Cable TV Co., Ltd.	1	Other payables	1,760	Based on regular terms	-
		Mangrove Cable TV Co., Ltd.	1	Other payables	523	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	1	Other payables	5,836	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Advance receipts	56	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	1	Other current liabilities	739	Based on regular terms	-

(Continued)

Number	Company Name	Counterparty	Nature of Relationship (Note)	Transaction Details			Percentage of Consolidated Total Operating Revenues or Total Assets
				Account	Amount	Transaction Terms	
		Phoenix Cable TV Co., Ltd.	1	Other current liabilities	\$ 3,565	Based on regular terms	-
		Mangrove Cable TV Co., Ltd.	1	Other current liabilities	613	Based on regular terms	-
		Taiwan Kuro Times Co., Ltd.	1	Other current liabilities	1,956	Based on regular terms	-
		Taiwan Digital Communications Co., Ltd.	1	Other current liabilities	320	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Other current liabilities	89,559	Based on regular terms	-
		Union Cable TV Co., Ltd.	1	Other current liabilities	1,519	Based on regular terms	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Other current liabilities	5,454	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Guarantee deposits	830	Based on regular terms	-
		Taiwan Digital Communications Co., Ltd.	1	Operating revenues	1,074	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Operating revenues	1,116,561	Based on regular terms	3%
		TFN Media Co., Ltd.	1	Operating revenues	763	Based on regular terms	-
		Union Cable TV Co., Ltd.	1	Operating revenues	408	Based on regular terms	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Operating revenues	572	Based on regular terms	-
		Mangrove Cable TV Co., Ltd.	1	Operating revenues	280	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	1	Operating revenues	641	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	1	Operating revenues	332	Based on regular terms	-
		Taiwan Kuro Times Co., Ltd.	1	Operating revenues	1,305	Based on regular terms	-
		TWM Communications (Beijing) Co., Ltd.	1	Operating cost	839	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Operating cost	1,381,016	Based on regular terms	4%
		Taiwan Teleservices & Technologies Co., Ltd.	1	Operating cost	76	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	1	Operating cost	86	Based on regular terms	-
		Taiwan Kuro Times Co., Ltd.	1	Operating cost	39,461	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	1	Operating expenses	(2)	Based on regular terms	-
		TCC Investment Co., Ltd.	1	Operating expenses	5,969	Based on regular terms	-
		Mangrove Cable TV Co., Ltd.	1	Operating expenses	(1)	Based on regular terms	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Operating expenses	(5)	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	1	Operating expenses	(6)	Based on regular terms	-
		Taiwan Digital Communications Co., Ltd.	1	Operating expenses	81,169	Based on regular terms	-
		Taiwan Super Basketball Co., Ltd.	1	Operating expenses	16,800	Based on regular terms	-
		TWM Communications (Beijing) Co., Ltd.	1	Operating expenses	(73)	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Operating expenses	42,713	Based on regular terms	-
		Taiwan Teleservices & Technologies Co., Ltd.	1	Operating expenses	427,274	Based on regular terms	-
		TFN Media Co., Ltd.	1	Operating expenses	5	Based on regular terms	-
		Union Cable TV Co., Ltd.	1	Operating expenses	(2)	Based on regular terms	-
		TFN Media Co., Ltd.	1	Interest income	13,835	Based on regular terms	-
		Taiwan Digital Communications Co., Ltd.	1	Interest income	241	Based on regular terms	-
		Taiwan Cellular Co., Ltd.	1	Interest income	27,346	Based on regular terms	-
		Tai Fu Media Technology Co., Ltd.	1	Interest income	174	Based on regular terms	-
		Win TV Broadcasting Co., Ltd.	1	Interest income	68	Based on regular terms	-
		Global Forest 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	-
		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	-
		TCC Investment Co., Ltd.	1	Rental income	34	Based on regular terms	-
		TFN Media Co., Ltd.	1	Rental income	5,392	Based on regular terms	-
		Taiwan Kuro Times Co., Ltd.	1	Rental income	34	Based on regular terms	-
		Win TV Broadcasting Co., Ltd.	1	Rental income	130	Based on regular terms	-
		Fu Sin Media Technology Co., Ltd.	1	Rental income	34	Based on regular terms	-
		Taiwan Digital Communications Co., Ltd.	1	Rental income	34	Based on regular terms	-

(Continued)

Number	Company Name	Counterparty	Nature of Relationship (Note)	Transaction Details			Percentage of Consolidated Total Operating Revenues or Total Assets
				Account	Amount	Transaction Terms	
1	Wealth Media Technology Co., Ltd.	Taiwan Fixed Network Co., Ltd.	1	Rental income	\$ 56,313	Based on regular terms	-
		Taiwan Super Basketball Co., Ltd.	1	Rental income	34	Based on regular terms	-
		Taiwan Win TV Broadcasting Co., Ltd.	1	Rental income	34	Based on regular terms	-
		Taiwan Teleservices & Technologies Co., Ltd.	1	Rental income	34	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Miscellaneous revenue	1,133	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Interest expenses	18,987	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	34	Based on regular terms	-
		Global Wealth Media Technology Co., Ltd.	1	Interest income	11	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	34	Based on regular terms	-
		Tai Fu Media Technology Co., Ltd.	1	Other receivables	4,000	Payment terms varied depend on the agreements	-
2	Taiwan Win TV Broadcasting Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Accrued expenses	68	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Other payables	43,000	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	34	Payment terms varied depend on the agreements	-
		Global Wealth Media Technology Co., Ltd.	1	Interest income	8	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Interest expenses	174	Payment terms varied depend on the agreements	-
		Tai Fu Media Technology Co., Ltd.	2	Other payables	4,000	Payment terms varied depend on the agreements	-
		Globalview Cable TV Co., Ltd.	1	Operating expenses	34	Payment terms varied depend on the agreements	-
		Tai Fu Media Technology Co., Ltd.	2	Interest expenses	8	Payment terms varied depend on the agreements	-
		Wealth Media Technology Co., Ltd.	2	Interest expenses	11	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	34	Payment terms varied depend on the agreements	-
3	Tai Fu Media Technology Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Operating expenses	34	Payment terms varied depend on the agreements	-
		TCC Investment Co., Ltd.	1	Other receivables	1,447,857	Based on regular terms	2%
		TFN Media Co., Ltd.	1	Other receivables	2,345,771	Based on regular terms	3%
		Taiwan Mobile Co., Ltd.	2	Other receivables	32	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Other receivables	1,849,196	Based on regular terms	2%
		TWM Communications (Beijing) Co., Ltd.	1	Other receivables	3,458	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Short-term borrowing	6,760,000	Based on regular terms	8%
		Taiwan Mobile Co., Ltd.	2	Short-term borrowing	2,000,000	Based on regular terms	2%
		Taiwan Fixed Network Co., Ltd.	1	Accrued expenses	12,551	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Accrued expenses	3,384	Based on regular terms	-
4	Global Wealth Media Technology Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Other payables	3,310,805	Based on regular terms	4%
		Taiwan Mobile Co., Ltd.	2	Operating expenses	34	Based on regular terms	-
		Win TV Broadcasting Co., Ltd.	1	Interest income	558	Based on regular terms	-

(Continued)

Number	Company Name	Counterparty	Nature of Relationship (Note)	Transaction Details			Percentage of Consolidated Total Operating Revenues or Total Assets
				Account	Amount	Transaction Terms	
8	Taiwan Fixed Network Co., Ltd.	TFN Media Co., Ltd.	1	Interest income	\$ 13,715	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Interest expenses	27,346	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Interest expenses	13,504	Based on regular terms	-
		Taiwan Kuro Times Co., Ltd.	3	Account receivable	1,990	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	3	Account receivable	241	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	3	Account receivable	548	Based on regular terms	-
		TFN HK	1	Account receivable	2	Based on regular terms	-
		Win TV Broadcasting Co., Ltd.	3	Account receivable	7	Based on regular terms	-
		TFN Media Co., Ltd.	3	Account receivable	16,378	Based on regular terms	-
		Union Cable TV Co., Ltd.	3	Account receivable	62	Based on regular terms	-
		Mangrove Cable TV Co., Ltd.	3	Account receivable	256	Based on regular terms	-
		Yeong Jia Leh Cable TV Co., Ltd.	3	Account receivable	180	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Account receivable	268,430	Based on regular terms	-
		Taiwan Cellular Co., Ltd.	2	Other receivables	6,772,551	Based on regular terms	8%
		Globalview Cable TV Co., Ltd.	3	Other receivables	2	Based on regular terms	-
		TFN Union Investment Co., Ltd.	3	Other receivables	301	Based on regular terms	-
		Taiwan Kuro Times Co., Ltd.	3	Other receivables	91	Based on regular terms	-
		Win TV Broadcasting Co., Ltd.	3	Other receivables	464	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Other receivables	177,944	Based on regular terms	-
		Union Cable TV Co., Ltd.	3	Other receivables	8	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	3	Prepayments	399	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Prepayments	33	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Refundable deposits	830	Based on regular terms	-
		Taiwan Kuro Times Co., Ltd.	3	Accounts payable	1	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Accounts payable	49,958	Based on regular terms	-
		Yeong Jia Leh Cable TV Co., Ltd.	3	Accrued expenses	78	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	3	Accrued expenses	17	Based on regular terms	-
		Union Cable TV Co., Ltd.	3	Accrued expenses	108	Based on regular terms	-
		Taiwan Teleservices & Technologies Co., Ltd.	3	Accrued expenses	11,164	Based on regular terms	-
		TFN HK	1	Accrued expenses	45,240	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Accrued expenses	38,871	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	3	Accrued expenses	34	Based on regular terms	-
		Taiwan Cellular Co., Ltd.	2	Other payables	1,849,196	Based on regular terms	2%
		TFN Media Co., Ltd.	3	Other payables	11,424	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Advance receipts	14	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	3	Other current liabilities	26	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	3	Other current liabilities	314	Based on regular terms	-
		Mangrove Cable TV Co., Ltd.	3	Other current liabilities	84	Based on regular terms	-
		Union Cable TV Co., Ltd.	3	Other current liabilities	21	Based on regular terms	-
		Yeong Jia Leh Cable TV Co., Ltd.	3	Other current liabilities	22	Based on regular terms	-
Win TV Broadcasting Co., Ltd.	3	Guarantee deposits	1,003	Based on regular terms	-		
Union Cable TV Co., Ltd.	3	Guarantee deposits	288	Based on regular terms	-		
Taiwan Kuro Times Co., Ltd.	3	Guarantee deposits	631	Based on regular terms	-		
Yeong Jia Leh Cable TV Co., Ltd.	3	Operating revenues	330	Based on regular terms	-		
Taiwan Kuro Times Co., Ltd.	3	Operating revenues	5,678	Based on regular terms	-		
Globalview Cable TV Co., Ltd.	3	Operating revenues	869	Based on regular terms	-		
Mangrove Cable TV Co., Ltd.	3	Operating revenues	1,101	Based on regular terms	-		
Union Cable TV Co., Ltd.	3	Operating revenues	1,430	Based on regular terms	-		

(Continued)

Number	Company Name	Counterparty	Nature of Relationship (Note)	Transaction Details			Percentage of Consolidated Total Operating Revenues or Total Assets		
				Account	Amount	Transaction Terms			
9	Taiwan Digital Communications Co., Ltd.	TFN Media Co., Ltd.	3	Operating revenues	\$ 48,139	Based on regular terms	-		
		Win TV Broadcasting Co., Ltd.	3	Operating revenues	211	Based on regular terms	-		
		Taiwan Mobile Co., Ltd.	2	Operating revenues	1,414,417	Based on regular terms	4%		
		Phoenix Cable TV Co., Ltd.	3	Operating revenues	3,125	Based on regular terms	-		
		Globalview Cable TV Co., Ltd.	3	Operating cost	184	Based on regular terms	-		
		Taiwan Mobile Co., Ltd.	2	Operating cost	1,118,265	Based on regular terms	3%		
		TFN HK	3	Operating cost	29,795	Based on regular terms	-		
		TFN Media Co., Ltd.	3	Operating cost	11,416	Based on regular terms	-		
		Phoenix Cable TV Co., Ltd.	3	Operating cost	620	Based on regular terms	-		
		Union Cable TV Co., Ltd.	3	Operating cost	177	Based on regular terms	-		
		Yeong Jia Leh Cable TV Co., Ltd.	3	Operating cost	445	Based on regular terms	-		
		Mangrove Cable TV Co., Ltd.	3	Operating cost	34	Based on regular terms	-		
		Taiwan Teleservices & Technologies Co., Ltd.	3	Operating expenses	70,104	Based on regular terms	-		
		TWM Communications (Beijing) Co., Ltd.	3	Operating expenses	94	Based on regular terms	-		
		Taiwan Mobile Co., Ltd.	2	Operating expenses	54,352	Based on regular terms	-		
		Taiwan Mobile Co., Ltd.	2	Interest income	18,987	Based on regular terms	-		
		TFN Union Investment Co., Ltd.	3	Interest income	1	Based on regular terms	-		
		Taiwan Cellular Co., Ltd.	2	Interest income	13,504	Based on regular terms	-		
		Taiwan Kuro Times Co., Ltd.	3	Rental income	1,695	Based on regular terms	-		
		Win TV Broadcasting Co., Ltd.	3	Rental income	2,657	Based on regular terms	-		
		Taiwan Mobile Co., Ltd.	2	Rental income	9,052	Based on regular terms	-		
		Taiwan Kuro Times Co., Ltd.	3	Interest expenses	3	Based on regular terms	-		
		Win TV Broadcasting Co., Ltd.	3	Interest expenses	6	Based on regular terms	-		
		Taiwan Mobile Co., Ltd.	3	Miscellaneous expense	1,133	Based on regular terms	-		
		TFN Media Co., Ltd.	3	Account receivable	32	Based on regular terms	-		
		10	TCC Investment Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Account receivable	12,588	Based on regular terms	-
				Taiwan Mobile Co., Ltd.	2	Short-term borrowing	39,000	Based on regular terms	-
				Taiwan Mobile Co., Ltd.	2	Accounts payable	968	Based on regular terms	-
				Taiwan Mobile Co., Ltd.	2	Accrued expenses	128	Based on regular terms	-
				Taiwan Mobile Co., Ltd.	2	Operating revenues	81,354	Based on regular terms	-
				TFN Media Co., Ltd.	3	Operating revenues	30	Based on regular terms	-
				Taiwan Mobile Co., Ltd.	2	Operating cost	792	Based on regular terms	-
Taiwan Mobile Co., Ltd.	2			Operating expenses	316	Based on regular terms	-		
Taiwan Mobile Co., Ltd.	2			Interest expenses	241	Based on regular terms	-		
TCCI Investment and Development Co., Ltd.	1			Other receivables	301	Based on regular terms	-		
TFN Media Co., Ltd.	1	Other receivables	1,508,809	Based on regular terms	2%				

(Continued)

Number	Company Name	Counterparty	Nature of Relationship (Note)	Transaction Details			Percentage of Consolidated Total Operating Revenues or Total Assets		
				Account	Amount	Transaction Terms			
11	TCCI Investment and Development Co., Ltd.	Win TV Broadcasting Co., Ltd.	1	Other receivables	\$ 71,281	Based on regular terms	-		
		Taiwan Mobile Co., Ltd.	2	Other receivables	5,969	Based on regular terms	-		
		Taiwan Cellular Co., Ltd.	2	Other payables	1,447,857	Based on regular terms	2%		
		Taiwan Mobile Co., Ltd.	2	Operating expenses	34	Based on regular terms	-		
		TCCI Investment and Development Co., Ltd.	1	Interest income	1	Based on regular terms	-		
		Taiwan Mobile Co., Ltd.	2	Miscellaneous revenue	5,969	Based on regular terms	-		
		Win TV Broadcasting Co., Ltd.	1	Miscellaneous revenue	71	Based on regular terms	-		
		TCC Investment Co., Ltd.	2	Short-term borrowing	300	Based on regular terms	-		
		12	Win TV Broadcasting Co., Ltd.	TCC Investment Co., Ltd.	2	Accrued expenses	1	Based on regular terms	-
				TCC Investment Co., Ltd.	2	Interest expenses	1	Based on regular terms	-
TFN Media Co., Ltd.	3			Account receivable	28,429	Payment terms varied depend on the agreements	-		
Yeong Jia Leh Cable TV Co., Ltd.	3			Account receivable	300	Payment terms varied depend on the agreements	-		
Taiwan Fixed Network Co., Ltd.	3			Refundable deposits	1,003	Payment terms varied depend on the agreements	-		
TFN Media Co., Ltd.	3			Accrued expenses	116	Payment terms varied depend on the agreements	-		
TCC Investment Co., Ltd.	2			Accrued expenses	54	Payment terms varied depend on the agreements	-		
Taiwan Fixed Network Co., Ltd.	3			Accrued expenses	464	Payment terms varied depend on the agreements and Based on regular terms	-		
Taiwan Mobile Co., Ltd.	2			Accrued expenses	73	Payment terms varied depend on the agreements and Based on regular terms	-		
Taiwan Mobile Co., Ltd.	2			Accrued interest	68	Payment terms varied depend on the agreements	-		
Taiwan Mobile Co., Ltd.	2			Other payables	60,000	Payment terms varied depend on the agreements	-		
TCC Investment Co., Ltd.	2			Other payables	71,210	Payment terms varied depend on the agreements	-		
Globalview Cable TV Co., Ltd.	3			Advance receipts	242	Payment terms varied depend on the agreements	-		
Phoenix Cable TV Co., Ltd.	3			Advance receipts	356	Payment terms varied depend on the agreements	-		
Mangrove Cable TV Co., Ltd.	3	Advance receipts	242	Payment terms varied depend on the agreements	-				

(Continued)

Number	Company Name	Counterparty	Nature of Relationship (Note)	Transaction Details			Percentage of Consolidated Total Operating Revenues or Total Assets
				Account	Amount	Transaction Terms	
13	TFN Media Co., Ltd.	Union Cable TV Co., Ltd.	3	Advance receipts	\$ 242	Payment terms varied depend on the agreements	-
		Yeong Jia Leh Cable TV Co., Ltd.	3	Advance receipts	242	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	3	Operating revenues	29,322	Payment terms varied depend on the agreements	-
		Union Cable TV Co., Ltd.	3	Operating revenues	167	Payment terms varied depend on the agreements	-
		Yeong Jia Leh Cable TV Co., Ltd.	3	Operating revenues	890	Payment terms varied depend on the agreements	-
		Mangrove Cable TV Co., Ltd.	3	Operating revenues	167	Payment terms varied depend on the agreements	-
		Globalview Cable TV Co., Ltd.	3	Operating revenues	167	Payment terms varied depend on the agreements	-
		Phoenix Cable TV Co., Ltd.	3	Operating revenues	167	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	3	Operating cost	80	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Operating cost	121	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating cost	2,303	Payment terms varied depend on the agreements and Based on regular terms	-
		TFN Media Co., Ltd.	3	Operating expenses	580	Payment terms varied depend on the agreements	-
		TCC Investment Co., Ltd.	2	Operating expenses	37	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	61	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating expenses	1,003	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Interest income	6	Payment terms varied depend on the agreements	-
		Taiwan Cellular Co., Ltd.	2	Interest expenses	558	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Interest expenses	68	Payment terms varied depend on the agreements	-
		Globalview Cable TV Co., Ltd.	1	Account receivable	11,841	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Account receivable	11,424	Payment terms varied depend on the agreements	-
Win TV Broadcasting Co., Ltd.	3	Account receivable	116	Payment terms varied depend on the agreements	-		
Union Cable TV Co., Ltd.	1	Account receivable	18,007	Payment terms varied depend on the agreements	-		
Phoenix Cable TV Co., Ltd.	1	Account receivable	25,632	Payment terms varied depend on the agreements	-		
Mangrove Cable TV Co., Ltd.	1	Account receivable	8,765	Payment terms varied depend on the agreements	-		

(Continued)

Number	Company Name	Counterparty	Nature of Relationship (Note)	Transaction Details			Percentage of Consolidated Total Operating Revenues or Total Assets
				Account	Amount	Transaction Terms	
		Yeong Jia Leh Cable TV Co., Ltd.	1	Account receivable	\$ 27,735	Payment terms varied depend on the agreements	-
		Globalview Cable TV Co., Ltd.	1	Other receivables	16	Based on regular terms	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Other receivables	166	Based on regular terms	-
		Taiwan Cellular Co., Ltd.	2	Prepayments	7	Payment terms varied depend on the agreements	-
		Globalview Cable TV Co., Ltd.	1	Accounts payable	6,339	Payment terms varied depend on the agreements	-
		Win TV Broadcasting Co., Ltd.	3	Accounts payable	28,429	Payment terms varied depend on the agreements	-
		Union Cable TV Co., Ltd.	1	Accounts payable	7,236	Payment terms varied depend on the agreements	-
		Phoenix Cable TV Co., Ltd.	1	Accounts payable	15,446	Payment terms varied depend on the agreements	-
		Mangrove Cable TV Co., Ltd.	1	Accounts payable	511	Payment terms varied depend on the agreements	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Accounts payable	14,678	Payment terms varied depend on the agreements	-
		Globalview Cable TV Co., Ltd.	1	Accrued expenses	3,179	Payment terms varied depend on the agreements and Based on regular terms	-
		Mangrove Cable TV Co., Ltd.	1	Accrued expenses	2,908	Payment terms varied depend on the agreements and Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	1	Accrued expenses	6,877	Payment terms varied depend on the agreements and Based on regular terms	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Accrued expenses	7,692	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Accrued expenses	1,042	Payment terms varied depend on the agreements and Based on regular terms	-
		Union Cable TV Co., Ltd.	1	Accrued expenses	4,549	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Accrued expenses	16,013	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Accrued interest	7,731	Payment terms varied depend on the agreements	-
		Taiwan Cellular Co., Ltd.	2	Accrued interest	5,771	Payment terms varied depend on the agreements	-
		TCC Investment Co., Ltd.	2	Other payables	1,508,809	Payment terms varied depend on the agreements	2%
		Phoenix Cable TV Co., Ltd.	1	Other payables	580,000	Payment terms varied depend on the agreements	1%
		Taiwan Mobile Co., Ltd.	2	Other payables	2,000,000	Payment terms varied depend on the agreements	2%
		Globalview Cable TV Co., Ltd.	1	Other payables	250,000	Payment terms varied depend on the agreements	-

(Continued)

Number	Company Name	Counterparty	Nature of Relationship (Note)	Transaction Details			Percentage of Consolidated Total Operating Revenues or Total Assets
				Account	Amount	Transaction Terms	
		Taiwan Cellular Co., Ltd.	2	Other payables	\$ 2,340,000	Payment terms varied depend on the agreements	3%
		Union Cable TV Co., Ltd.	1	Other payables	580,000	Payment terms varied depend on the agreements	1%
		Yeong Jia Leh Cable TV Co., Ltd.	1	Other payables	300,000	Payment terms varied depend on the agreements	-
		Phoenix Cable TV Co., Ltd.	1	Operating revenues	269,007	Payment terms varied depend on the agreements	1%
		Yeong Jia Leh Cable TV Co., Ltd.	1	Operating revenues	243,510	Payment terms varied depend on the agreements	1%
		Mangrove Cable TV Co., Ltd.	1	Operating revenues	3,073	Payment terms varied depend on the agreements	-
		Globalview Cable TV Co., Ltd.	1	Operating revenues	108,947	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Operating revenues	11,416	Payment terms varied depend on the agreements	-
		Win TV Broadcasting Co., Ltd.	3	Operating revenues	660	Payment terms varied depend on the agreements	-
		Union Cable TV Co., Ltd.	1	Operating revenues	125,958	Payment terms varied depend on the agreements	-
		Globalview Cable TV Co., Ltd.	1	Operating cost	11,740	Payment terms varied depend on the agreements	-
		Phoenix Cable TV Co., Ltd.	1	Operating cost	28,166	Payment terms varied depend on the agreements	-
		Mangrove Cable TV Co., Ltd.	1	Operating cost	4,808	Payment terms varied depend on the agreements	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Operating cost	27,674	Payment terms varied depend on the agreements	-
		Union Cable TV Co., Ltd.	1	Operating cost	17,196	Payment terms varied depend on the agreements	-
		Win TV Broadcasting Co., Ltd.	3	Operating cost	29,322	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Operating cost	47,410	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating cost	161	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating expenses	724	Payment terms varied depend on the agreements and Based on regular terms	-
		Union Cable TV Co., Ltd.	1	Operating expenses	1,511	Payment terms varied depend on the agreements and Based on regular terms	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Operating expenses	2,855	Payment terms varied depend on the agreements and Based on regular terms	-
		Mangrove Cable TV Co., Ltd.	1	Operating expenses	653	Payment terms varied depend on the agreements and Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	1	Operating expenses	2,191	Payment terms varied depend on the agreements and Based on regular terms	-

(Continued)

Number	Company Name	Counterparty	Nature of Relationship (Note)	Transaction Details			Percentage of Consolidated Total Operating Revenues or Total Assets
				Account	Amount	Transaction Terms	
14	Union Cable TV Co., Ltd.	Globalview Cable TV Co., Ltd.	1	Operating expenses	\$ 994	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	5,588	Payment terms varied depend on the agreements and Based on regular terms	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Interest expenses	1,718	Payment terms varied depend on the agreements	-
		Phoenix Cable TV Co., Ltd.	1	Interest expenses	2,945	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Interest expenses	13,835	Payment terms varied depend on the agreements	-
		Union Cable TV Co., Ltd.	1	Interest expenses	3,199	Payment terms varied depend on the agreements	-
		Globalview Cable TV Co., Ltd.	1	Interest expenses	1,132	Payment terms varied depend on the agreements	-
		Taiwan Cellular Co., Ltd.	2	Interest expenses	13,715	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Account receivable	108	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Account receivable	3,235	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Account receivable	11,763	Payment terms varied depend on the agreements and Based on regular terms	-
		TFN Media Co., Ltd.	2	Other receivables	580,054	Payment terms varied depend on the agreements and Based on regular terms	1%
		Taiwan Fixed Network Co., Ltd.	3	Prepayments	57	Based on regular terms	-
		Win TV Broadcasting Co., Ltd.	3	Prepayments	333	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Other current liabilities	(4)	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Other current liabilities	4	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Refundable deposits	288	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Accounts payable	811	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Accrued expenses	26	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Accrued expenses	29	Payment terms varied depend on the agreements and Based on regular terms	-
Yeong Jia Leh Cable TV Co., Ltd.	3	Other payables	46	Based on regular terms	-		
TFN Media Co., Ltd.	2	Other payables	17,196	Payment terms varied depend on the agreements and Based on regular terms	-		

(Continued)

Number	Company Name	Counterparty	Nature of Relationship (Note)	Transaction Details			Percentage of Consolidated Total Operating Revenues or Total Assets
				Account	Amount	Transaction Terms	
15	Yeong Jia Leh Cable TV Co., Ltd.	TFN Media Co., Ltd.	2	Other current liabilities	\$ 78	Based on regular terms	-
		TFN Media Co., Ltd.	2	Operating revenues	18,157	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Operating revenues	623	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Operating cost	116,169	Payment terms varied depend on the agreements	-
		Win TV Broadcasting Co., Ltd.	3	Operating cost	167	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Operating cost	1,190	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating cost	179	Payment terms varied depend on the agreements and Based on regular terms	-
		TFN Media Co., Ltd.	2	Operating expenses	9,789	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	353	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating expenses	612	Payment terms varied depend on the agreements and Based on regular terms	-
		TFN Media Co., Ltd.	2	Interest income	3,199	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Miscellaneous revenue	549	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	3	Account receivable	676	Based on regular terms	-
		TFN Media Co., Ltd.	2	Account receivable	22,035	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Account receivable	78	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Account receivable	11,058	Payment terms varied depend on the agreements	1%
		TFN Media Co., Ltd.	2	Other receivables	300,394	Payment terms varied depend on the agreements and Based on regular terms	-
		Win TV Broadcasting Co., Ltd.	3	Prepayments	333	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Other current assets	2	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Accounts payable	45	Payment terms varied depend on the agreements and Based on regular terms	-
		TFN Media Co., Ltd.	2	Accounts payable	2,379	Payment terms varied depend on the agreements and Based on regular terms	-
		Win TV Broadcasting Co., Ltd.	3	Accrued expenses	300	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Accrued expenses	151	Payment terms varied depend on the agreements and Based on regular terms	-
Taiwan Fixed Network Co., Ltd.	3	Accrued expenses	106	Payment terms varied depend on the agreements and Based on regular terms	-		

(Continued)

Number	Company Name	Counterparty	Nature of Relationship (Note)	Transaction Details			Percentage of Consolidated Total Operating Revenues or Total Assets
				Account	Amount	Transaction Terms	
16	Mangrove Cable TV Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Accrued expenses	\$ 76	Payment terms varied depend on the agreements and Based on regular terms	-
		TFN Media Co., Ltd.	2	Other payables	25,371	Payment terms varied depend on the agreements and Based on regular terms	-
		TFN Media Co., Ltd.	2	Other current liabilities	92	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	3	Operating revenues	644	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	3	Operating revenues	644	Based on regular terms	-
		Mangrove Cable TV Co., Ltd.	3	Operating revenues	644	Based on regular terms	-
		Union Cable TV Co., Ltd.	3	Operating revenues	596	Based on regular terms	-
		TFN Media Co., Ltd.	2	Operating revenues	28,804	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Operating revenues	445	Payment terms varied depend on the agreements	-
		Mangrove Cable TV Co., Ltd.	3	Operating cost	644	Based on regular terms	-
		Union Cable TV Co., Ltd.	3	Operating cost	596	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	3	Operating cost	644	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	3	Operating cost	644	Based on regular terms	-
		TFN Media Co., Ltd.	2	Operating cost	224,722	Payment terms varied depend on the agreements	1%
		Win TV Broadcasting Co., Ltd.	3	Operating cost	167	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Operating cost	149	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating cost	245	Payment terms varied depend on the agreements and Based on regular terms	-
		Win TV Broadcasting Co., Ltd.	3	Operating expenses	724	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Operating expenses	18,789	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	627	Payment terms varied depend on the agreements and Based on regular terms	-
Taiwan Fixed Network Co., Ltd.	3	Operating expenses	181	Payment terms varied depend on the agreements and Based on regular terms	-		
TFN Media Co., Ltd.	2	Interest income	1,718	Payment terms varied depend on the agreements	-		
TFN Media Co., Ltd.	2	Miscellaneous revenue	1,725	Based on regular terms	-		
TFN Media Co., Ltd.	2	Account receivable	3,416	Payment terms varied depend on the agreements	-		
Taiwan Mobile Co., Ltd.	2	Account receivable	433	Payment terms varied depend on the agreements and Based on regular terms	-		
TFN Media Co., Ltd.	2	Other receivables	51	Based on regular terms	-		

(Continued)

Number	Company Name	Counterparty	Nature of Relationship (Note)	Transaction Details			Percentage of Consolidated Total Operating Revenues or Total Assets		
				Account	Amount	Transaction Terms			
17	Phoenix Cable TV Co., Ltd.	Win TV Broadcasting Co., Ltd.	3	Prepayments	\$ 542	Payment terms varied depend on the agreements	-		
		Taiwan Fixed Network Co., Ltd.	3	Other current assets	123	Based on regular terms	-		
		Taiwan Mobile Co., Ltd.	2	Other current assets	46	Based on regular terms	-		
		TFN Media Co., Ltd.	2	Accounts payable	645	Payment terms varied depend on the agreements	-		
		Taiwan Fixed Network Co., Ltd.	3	Accounts payable	310	Payment terms varied depend on the agreements and Based on regular terms	-		
		Taiwan Fixed Network Co., Ltd.	3	Accrued expenses	93	Payment terms varied depend on the agreements and Based on regular terms	-		
		Taiwan Mobile Co., Ltd.	2	Accrued expenses	19	Payment terms varied depend on the agreements and Based on regular terms	-		
		TFN Media Co., Ltd.	2	Other payables	8,120	Payment terms varied depend on the agreements and Based on regular terms	-		
		Union Cable TV Co., Ltd.	3	Operating revenues	1,708	Based on regular terms	-		
		Phoenix Cable TV Co., Ltd.	3	Operating revenues	1,079	Based on regular terms	-		
		Taiwan Fixed Network Co., Ltd.	3	Operating revenues	34	Payment terms varied depend on the agreements	-		
		TFN Media Co., Ltd.	2	Operating revenues	5,165	Payment terms varied depend on the agreements	-		
		Union Cable TV Co., Ltd.	3	Operating cost	1,708	Based on regular terms	-		
		Phoenix Cable TV Co., Ltd.	3	Operating cost	1,079	Based on regular terms	-		
		TFN Media Co., Ltd.	2	Operating cost	953	Payment terms varied depend on the agreements	-		
		Win TV Broadcasting Co., Ltd.	3	Operating cost	167	Payment terms varied depend on the agreements	-		
		Taiwan Fixed Network Co., Ltd.	3	Operating cost	958	Payment terms varied depend on the agreements and Based on regular terms	-		
		Taiwan Mobile Co., Ltd.	2	Operating cost	170	Payment terms varied depend on the agreements and Based on regular terms	-		
		TFN Media Co., Ltd.	2	Operating expenses	2,120	Payment terms varied depend on the agreements	-		
		TFN Media Co., Ltd.	3	Operating expenses	143	Payment terms varied depend on the agreements and Based on regular terms	-		
		Taiwan Mobile Co., Ltd.	2	Operating expenses	137	Payment terms varied depend on the agreements and Based on regular terms	-		
				TFN Media Co., Ltd.	2	Miscellaneous revenue	296	Based on regular terms	-
				Taiwan Fixed Network Co., Ltd.	3	Account receivable	17	Payment terms varied depend on the agreements and Based on regular terms	-

(Continued)

Number	Company Name	Counterparty	Nature of Relationship (Note)	Transaction Details			Percentage of Consolidated Total Operating Revenues or Total Assets
				Account	Amount	Transaction Terms	
		Taiwan Mobile Co., Ltd.	2	Account receivable	\$ 9,173	Payment terms varied depend on the agreements and Based on regular terms	-
		TFN Media Co., Ltd.	2	Account receivable	22,157	Payment terms varied depend on the agreements and Based on regular terms	-
		TFN Media Co., Ltd.	2	Other receivables	580,233	Payment terms varied depend on the agreements and Based on regular terms	1%
		Taiwan Mobile Co., Ltd.	2	Other receivables	21	Payment terms varied depend on the agreements and Based on regular terms	-
		Win TV Broadcasting Co., Ltd.	3	Prepayments	235	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Accounts payable	1,574	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Accrued expenses	82	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Accrued expenses	432	Payment terms varied depend on the agreements and Based on regular terms	-
		TFN Media Co., Ltd.	2	Other payables	24,058	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Prepayments	399	Payment terms varied depend on the agreements and Based on regular terms	-
		TFN Media Co., Ltd.	2	Other current liabilities	50	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Other current liabilities	6	Based on regular terms	-
		TFN Media Co., Ltd.	2	Operating revenues	29,351	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Operating revenues	620	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Operating cost	248,087	Payment terms varied depend on the agreements	1%
		Win TV Broadcasting Co., Ltd.	3	Operating cost	167	Payment terms varied depend on the agreements	-

Number	Company Name	Counterparty	Nature of Relationship (Note)	Transaction Details			
				Account	Amount	Transaction Terms	Percentage of Consolidated Total Operating Revenues or Total Assets
18	Globalview Cable TV Co., Ltd.	Taiwan Fixed Network Co., Ltd.	3	Operating cost	2,727	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating cost	329	Payment terms varied depend on the agreements and Based on regular terms	-
		TFN Media Co., Ltd.	2	Operating expenses	20,920	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Accrued expenses	503	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Accrued expenses	348	Payment terms varied depend on the agreements and Based on regular terms	-
		TFN Media Co., Ltd.	2	Interest income	2,945	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Rental income	86	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd. TFN Media Co., Ltd.	2 2	Miscellaneous revenue Account receivable	1,006 9,306	Based on regular terms Payment terms varied depend on the agreements and Based on regular terms	- -

(Continued)

Number	Company Name	Counterparty	Nature of Relationship (Note)	Transaction Details			Percentage of Consolidated Total Operating Revenues or Total Assets
				Account	Amount	Transaction Terms	
		Taiwan Mobile Co., Ltd.	2	Account receivable	\$ 1,417	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Account receivable	34	Payment terms varied depend on the agreements and Based on regular terms	-
		TFN Media Co., Ltd.	2	Other receivables	250,188	Payment terms varied depend on the agreements and Based on regular terms	-
		Win TV Broadcasting Co., Ltd.	3	Prepayments	333	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Other current assets	(1)	Based on regular terms	-
		TFN Media Co., Ltd.	2	Accounts payable	994	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Accounts payable	26	Payment terms varied depend on the agreements and Based on regular terms	-
		TFN Media Co., Ltd.	2	Accrued expenses	16	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Accrued expenses	10	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Accrued expenses	194	Payment terms varied depend on the agreements and Based on regular terms	-
		Yeong Jia Leh Cable TV Co., Ltd.	3	Other payables	676	Based on regular terms	-
		TFN Media Co., Ltd.	2	Other payables	10,847	Payment terms varied depend on the agreements and Based on regular terms	-
		TFN Media Co., Ltd.	2	Operating revenues	12,186	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Operating revenues	195	Payment terms varied depend on the agreements	-
		Win TV Broadcasting Co., Ltd.	3	Operating cost	167	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Operating cost	100,564	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Operating cost	680	Payment terms varied depend on the agreements and Based on regular terms	-

Number	Company Name	Counterparty	Nature of Relationship (Note)	Transaction Details			
				Account	Amount	Transaction Terms	Percentage of Consolidated Total Operating Revenues or Total Assets
19	Taiwan Kuro Times Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Operating cost	191	Payment terms varied depend on the agreements and Based on regular terms	-
		TFN Media Co., Ltd.	2	Operating expenses	8,383	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Operating expenses	199	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	186	Payment terms varied depend on the agreements and Based on regular terms	-
		TFN Media Co., Ltd.	2	Interest income	1,132	Payment terms varied depend on the agreements	-
		Global Wealth Media Technology Co., Ltd.	2	Rental income	34	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Miscellaneous revenue	547	Based on regular terms	-
		Yeong Jia Leh Cable TV Co., Ltd.	3	Account receivable	1	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Account receivable	27,213	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Account receivable	3	Based on regular terms	-
		Union Cable TV Co., Ltd.	3	Account receivable	1	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Refundable deposits	631	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Accrued expenses	4,858	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Accrued expenses	1,089	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Advance receipts	132	Based on regular terms	-
		Yeong Jia Leh Cable TV Co., Ltd.	3	Operating revenues	1	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating revenues	38,803	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating revenues	6	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating cost	6,201	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating cost	5,232	Based on regular terms	-

(Continued)

Number	Company Name	Counterparty	Nature of Relationship (Note)	Transaction Details			Percentage of Consolidated Total Operating Revenues or Total Assets
				Account	Amount	Transaction Terms	
20	TWM Communications (Beijing) Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Operating expenses	\$ 229	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating expenses	1,374	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Account receivable			-
21	Taiwan Teleservices & Technologies Co., Ltd.	Taiwan Cellular Co., Ltd.	2	Other payables	682	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating revenues	3,400	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating revenues	881	Based on regular terms	-
22	Taiwan Super Basketball Co., Ltd.	Taiwan Cellular Co., Ltd.	2	Operating expenses	153	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Account receivable	2	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Account receivable	11,164	Based on regular terms	-
23	TT&T Holdings	Taiwan Mobile Co., Ltd.	2	Account receivable	70,776	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Accrued expenses	6,145	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Other current liabilities	(14)	Based on regular terms	-
24	Xiamen Taifu Teleservices & Technologies Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Operating revenues	427,350	Based on regular terms	1%
		Taiwan Fixed Network Co., Ltd.	3	Operating revenues	70,104	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	33,942	Based on regular terms	-
25	TFN HK	Taiwan Mobile Co., Ltd.	2	Operating expenses	34	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Account receivable	8,400	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating revenues	16,800	Based on regular terms	-
26	TFN Union Investment Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Operating cost	1	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	34	Based on regular terms	-
		Taiwan Teleservices & Technologies Co., Ltd.	2	Account receivable	6,141	Based on regular terms	-
27	TFN Union Investment Co., Ltd.	Xiamen Taifu Teleservices & Technologies Co., Ltd.	1	Other receivables	1,028	Based on regular terms	-
		Xiamen Taifu Teleservices & Technologies Co., Ltd.	1	Accounts payable	5,326	Based on regular terms	-
		Taiwan Teleservices & Technologies Co., Ltd.	2	Operating revenues	33,990	Based on regular terms	-
28	TFN Union Investment Co., Ltd.	Xiamen Taifu Teleservices & Technologies Co., Ltd.	1	Operating expenses	29,093	Based on regular terms	-
		Xiamen Taifu Teleservices & Technologies Co., Ltd.	1	Miscellaneous revenue	1,039	Based on regular terms	-
		TT&T Holdings	2	Account receivable	5,330	Based on regular terms	-
29	TFN Union Investment Co., Ltd.	TT&T Holdings	2	Other payables	1,042	Based on regular terms	-
		TT&T Holdings	2	Operating revenues	29,031	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	2	Account receivable	42,259	Based on regular terms	-
30	TFN Union Investment Co., Ltd.	Taiwan Fixed Network Co., Ltd.	2	Operating revenues	29,905	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	2	Short-term borrowing	300	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	2	Accrued expenses	1	Based on regular terms	-
31	TFN Union Investment Co., Ltd.	Taiwan Fixed Network Co., Ltd.	2	Interest expenses	1	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	2	Interest expenses	1	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
FOR THE SIX MONTHS ENDED JUNE 30, 2010

TABLE 9

(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	Account receivable	\$ 30,964	Based on regular terms	-
		Taiwan Digital Communications Co., Ltd.	1	Account receivable	238	Based on regular terms	-
		TFN Media Co., Ltd.	1	Account receivable	651	Based on regular terms	-
		Union Cable TV Co., Ltd.	1	Account receivable	24	Based on regular terms	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Account receivable	44	Based on regular terms	-
		Mangrove Cable TV Co., Ltd.	1	Account receivable	10	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	1	Account receivable	73	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	1	Account receivable	12	Based on regular terms	-
		Wealth Media Technology Co., Ltd.	1	Other receivables	47,070	Based on regular terms	-
		Taiwan Win TV Broadcasting Co., Ltd.	1	Other receivables	27	Based on regular terms	-
		Taiwan Cellular Co., Ltd.	1	Other receivables	3,500,000	Based on regular terms	4%
		Taiwan Fixed Network Co., Ltd.	1	Other receivables	61,087	Based on regular terms	-
		TCCI Investment and Development Co., Ltd.	1	Other receivables	6	Based on regular terms	-
		Win TV Broadcasting Co., Ltd.	1	Other receivables	29	Based on regular terms	-
		TFN Media Co., Ltd.	1	Other receivables	2,003,882	Based on regular terms	2%
		TFN Union Investment Co., Ltd.	1	Other receivables	6	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Prepayments	95	Based on regular terms	-
		Mangrove Cable TV Co., Ltd.	1	Prepayments	3	Based on regular terms	-
		Taiwan Teleservices & Technologies Co., Ltd.	1	Accounts payable	15	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Accrued expenses	175,912	Based on regular terms	-
		TCC Investment Co., Ltd.	1	Accrued expenses	5,408	Based on regular terms	-
		Taiwan Teleservices & Technologies Co., Ltd.	1	Accrued expenses	64,510	Based on regular terms	-
		Taiwan Super Basketball Co., Ltd.	1	Accrued expenses	9,000	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Other payables	96,223	Based on regular terms	-
		Union Cable TV Co., Ltd.	1	Other payables	586	Based on regular terms	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Other payables	1,159	Based on regular terms	-
		Mangrove Cable TV Co., Ltd.	1	Other payables	183	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	1	Other payables	2,256	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	1	Other payables	365	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Advance receipts	118	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Other current liabilities	89,237	Based on regular terms	-
		Union Cable TV Co., Ltd.	1	Other current liabilities	1,362	Based on regular terms	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Other current liabilities	3,419	Based on regular terms	-
		Mangrove Cable TV Co., Ltd.	1	Other current liabilities	1,135	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	1	Other current liabilities	2,852	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	1	Other current liabilities	892	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Guarantee deposits	830	Based on regular terms	-

(Continued)

Number	Company Name	Counterparty	Nature of Relationship (Note)	Transaction Details			Percentage of Consolidated Total Operating Revenues or Total Assets
				Account	Amount	Transaction Terms	
		Taiwan Fixed Network Co., Ltd.	1	Operating revenues	\$ 1,110,767	Based on regular terms	3%
		Taiwan Digital Communications Co., Ltd.	1	Operating revenues	238	Based on regular terms	-
		TFN Media Co., Ltd.	1	Operating revenues	1,443	Based on regular terms	-
		Union Cable TV Co., Ltd.	1	Operating revenues	314	Based on regular terms	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Operating revenues	476	Based on regular terms	-
		Mangrove Cable TV Co., Ltd.	1	Operating revenues	245	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	1	Operating revenues	654	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	1	Operating revenues	244	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Operating cost	886,591	Based on regular terms	3%
		Phoenix Cable TV Co., Ltd.	1	Operating cost	86	Based on regular terms	-
		Taiwan Teleservices & Technologies Co., Ltd.	1	Operating cost	513	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Operating expenses	46,835	Based on regular terms	-
		TCC Investment Co., Ltd.	1	Operating expenses	5,408	Based on regular terms	-
		TFN Media Co., Ltd.	1	Operating expenses	(10)	Based on regular terms	-
		Union Cable TV Co., Ltd.	1	Operating expenses	(10)	Based on regular terms	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Operating expenses	(18)	Based on regular terms	-
		Mangrove Cable TV Co., Ltd.	1	Operating expenses	(3)	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	1	Operating expenses	(22)	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	1	Operating expenses	(10)	Based on regular terms	-
		Taiwan Teleservices & Technologies Co., Ltd.	1	Operating expenses	396,529	Based on regular terms	1%
		Taiwan Super Basketball Co., Ltd.	1	Operating expenses	18,000	Based on regular terms	-
		Wealth Media Technology Co., Ltd.	1	Interest income	204	Based on regular terms	-
		TFN Media Co., Ltd.	1	Interest income	8,311	Based on regular terms	-
		Wealth Media Technology Co., Ltd.	1	Rental income	34	Based on regular terms	-
		Taiwan Win TV Broadcasting Co., Ltd.	1	Rental income	26	Based on regular terms	-
		Tai Fu Media Technology Co., Ltd.	1	Rental income	34	Based on regular terms	-
		Fu Jia Leh Media Technology Co., Ltd.	1	Rental income	34	Based on regular terms	-
		Fu Sin Media Technology Co., Ltd.	1	Rental income	34	Based on regular terms	-
		Global Forest Media Technology Co., Ltd.	1	Rental income	34	Based on regular terms	-
		Taiwan Cellular Co., Ltd.	1	Rental income	34	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Rental income	59,692	Based on regular terms	-
		Taiwan Digital Communications Co., Ltd.	1	Rental income	34	Based on regular terms	-
		TCC Investment Co., Ltd.	1	Rental income	34	Based on regular terms	-
		Win TV Broadcasting Co., Ltd.	1	Rental income	130	Based on regular terms	-
		TFN Media Co., Ltd.	1	Rental income	5,392	Based on regular terms	-
		Taiwan Teleservices & Technologies 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	Miscellaneous revenue	1,993	Based on regular terms	-
1	Wealth Media Technology Co., Ltd.	Tai Fu Media Technology Co., Ltd.	1	Other receivables	33,048	Payment terms varied depend on the agreements	-
		Global Wealth Media Technology Co., Ltd.	1	Other receivables	4,000	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Accrued expenses	70	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Other payables	47,000	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	34	Payment terms varied depend on the agreements	-

(Continued)

Number	Company Name	Counterparty	Nature of Relationship (Note)	Transaction Details			
				Account	Amount	Transaction Terms	Percentage of Consolidated Total Operating Revenues or Total Assets
		Tai Fu Media Technology Co., Ltd.	1	Interest income	\$ 181	Payment terms varied depend on the agreements	-
		Global Wealth Media Technology Co., Ltd.	1	Interest income	3	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Interest expenses	204	Payment terms varied depend on the agreements	-
2	Taiwan Win TV Broadcasting Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Accrued expenses	27	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	26	Based on regular terms	-
3	Tai Fu Media Technology Co., Ltd.	Wealth Media Technology Co., Ltd.	2	Accrued expenses	48	Payment terms varied depend on the agreements	-
		Wealth Media Technology Co., Ltd.	2	Other payables	33,000	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	34	Payment terms varied depend on the agreements	-
		Global Wealth Media Technology Co., Ltd.	1	Interest income	14	Payment terms varied depend on the agreements	-
		Wealth Media Technology Co., Ltd.	2	Interest expenses	181	Payment terms varied depend on the agreements	-
4	Global Wealth Media Technology Co., Ltd.	Globalview Cable TV Co., Ltd.	3	Prepayments	17	Payment terms varied depend on the agreements	-
		Wealth Media Technology Co., Ltd.	2	Other payables	4,000	Payment terms varied depend on the agreements	-
		Globalview Cable TV Co., Ltd.	3	Operating expenses	17	Payment terms varied depend on the agreements	-
		Wealth Media Technology Co., Ltd.	2	Interest expenses	3	Payment terms varied depend on the agreements	-
		Tai Fu Media Technology Co., Ltd.	2	Interest expenses	14	Payment terms varied depend on the agreements	-
5	Fu Jia Leh Media Technology Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Operating expenses	34	Payment terms varied depend on the agreements	-
6	Fu Sin Media Technology Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Operating expenses	34	Payment terms varied depend on the agreements	-
7	Global Forest Media Technology Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Operating expenses	34	Payment terms varied depend on the agreements	-
8	Taiwan Cellular Co., Ltd.	TCC Investment Co., Ltd.	1	Other receivables	2,290,545	Based on regular terms	3%
		Win TV Broadcasting Co., Ltd.	1	Other receivables	58,044	Based on regular terms	-
		TFN Media Co., Ltd.	1	Other receivables	3,545,622	Based on regular terms	4%
		TWM Communications (Beijing) Co., Ltd.	1	Other receivables	958	Based on regular terms	-
		TT&T Holdings	1	Other receivables	2,722	Based on regular terms	-
		Xiamen Taifu Teleservices & Technologies Co., Ltd.	1	Other receivables	1,799	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Short-term borrowing	7,020,000	Based on regular terms	8%
		Taiwan Fixed Network Co., Ltd.	1	Accrued expenses	12,445	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Other payables	3,500,000	Based on regular terms	4%
		Taiwan Mobile Co., Ltd.	2	Operating expenses	34	Based on regular terms	-

(Continued)

Number	Company Name	Counterparty	Nature of Relationship(Note)	Transaction Details			Percentage of Consolidated Total Operating Revenues or Total Assets
				Account	Amount	Transaction Terms	
		TCC Investment Co., Ltd.	1	Interest income	\$ 9,537	Based on regular terms	-
		Win TV Broadcasting Co., Ltd.	1	Interest income	44	Based on regular terms	-
		TFN Media Co., Ltd.	1	Interest income	16,900	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Interest expenses	31,137	Based on regular terms	-
9	Taiwan Fixed Network Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Account receivable	164,625	Based on regular terms	-
		Win TV Broadcasting Co., Ltd.	3	Account receivable	6	Based on regular terms	-
		TFN Media Co., Ltd.	3	Account receivable	14,556	Based on regular terms	-
		Union Cable TV Co., Ltd.	3	Account receivable	61	Based on regular terms	-
		Yeong Jia Leh Cable TV Co., Ltd.	3	Account receivable	138	Based on regular terms	-
		Mangrove Cable TV Co., Ltd.	3	Account receivable	179	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	3	Account receivable	594	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	3	Account receivable	203	Based on regular terms	-
		TFN HK LIMITED	1	Account receivable	2	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Other receivables	193,248	Based on regular terms	-
		Taiwan Cellular Co., Ltd.	2	Other receivables	7,032,445	Based on regular terms	8%
		Union Cable TV Co., Ltd.	3	Other receivables	8	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	3	Other receivables	4	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Prepayments	95	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	3	Prepayments	372	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Refundable deposits	830	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Accounts payable	30,407	Based on regular terms	-
		TFN Media Co., Ltd.	3	Accounts payable	12,045	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Accrued expenses	58,146	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	3	Accrued expenses	53	Based on regular terms	-
		Taiwan Teleservices & Technologies Co., Ltd.	3	Accrued expenses	11,210	Based on regular terms	-
		TFN HK LIMITED	1	Accrued expenses	15,080	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Advance receipts	95	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating revenues	918,682	Based on regular terms	3%
		Win TV Broadcasting Co., Ltd.	3	Operating revenues	250	Based on regular terms	-
		TFN Media Co., Ltd.	3	Operating revenues	38,895	Based on regular terms	-
		Union Cable TV Co., Ltd.	3	Operating revenues	1,516	Based on regular terms	-
		Yeong Jia Leh Cable TV Co., Ltd.	3	Operating revenues	312	Based on regular terms	-

(Continued)

Number	Company Name	Counterparty	Nature of Relationship(Note)	Transaction Details			Percentage of Consolidated Total Operating Revenues or Total Assets
				Account	Amount	Transaction Terms	
		Mangrove Cable TV Co., Ltd.	3	Operating revenues	\$ 1,192	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	3	Operating revenues	3,388	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	3	Operating revenues	1,012	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating cost	1,112,064	Based on regular terms	3%
		TFN Media Co., Ltd.	3	Operating cost	12,045	Based on regular terms	-
		Union Cable TV Co., Ltd.	3	Operating cost	577	Based on regular terms	-
		Yeong Jia Leh Cable TV Co., Ltd.	3	Operating cost	445	Based on regular terms	-
		Mangrove Cable TV Co., Ltd.	3	Operating cost	34	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	3	Operating cost	916	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	3	Operating cost	165	Based on regular terms	-
		TFN HK LIMITED	1	Operating cost	21,699	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	57,822	Based on regular terms	-
		TWM Communications (Beijing) Co., Ltd.	3	Operating expenses	6	Based on regular terms	-
		Taiwan Teleservices & Technologies Co., Ltd.	3	Operating expenses	69,045	Based on regular terms	-
		Taiwan Cellular Co., Ltd.	2	Interest income	31,137	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Rental income	10,514	Based on regular terms	-
		Union Cable TV Co., Ltd.	3	Rental income	29	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	3	Rental income	(29)	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Miscellaneous revenue	3,683	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Miscellaneous expense	1,993	Based on regular terms	-
10	Taiwan Digital Communications Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Accounts payable	238	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating cost	238	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	34	Based on regular terms	-
11	TCC Investment Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Other receivables	5,408	Based on regular terms	-
		Taiwan Cellular Co., Ltd.	2	Short-term borrowing	2,286,000	Based on regular terms	3%
		Taiwan Cellular Co., Ltd.	2	Accrued expenses	4,545	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	34	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Miscellaneous revenue	5,408	Based on regular terms	-
		Win TV Broadcasting Co., Ltd.	1	Miscellaneous revenue	31	Based on regular terms	-
		Taiwan Cellular Co., Ltd.	2	Interest expenses	9,537	Based on regular terms	-

(Continued)

Number	Company Name	Counterparty	Nature of Relationship(Note)	Transaction Details			Percentage of Consolidated Total Operating Revenues or Total Assets
				Account	Amount	Transaction Terms	
12	TCCI Investment and Development Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Accrued expenses	\$ 6	Based on regular terms	-
13	Win TV Broadcasting Co., Ltd.	TFN Media Co., Ltd.	3	Note receivable	14,894	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	3	Account receivable	179	Payment terms varied depend on the agreements	-
		Union Cable TV Co., Ltd.	3	Account receivable	210	Payment terms varied depend on the agreements	-
		Yeong Jia Leh Cable TV Co., Ltd.	3	Account receivable	825	Payment terms varied depend on the agreements	-
		Mangrove Cable TV Co., Ltd.	3	Account receivable	210	Payment terms varied depend on the agreements	-
		Phoenix Cable TV Co., Ltd.	3	Account receivable	420	Payment terms varied depend on the agreements	-
		Taiwan Teleservices & Technologies Co., Ltd.	3	Account receivable	150	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Accrued expenses	29	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Cellular Co., Ltd.	2	Accrued expenses	44	Payment terms varied depend on the agreements	-
		Taiwan Cellular Co., Ltd.	2	Other payables	58,000	Payment terms varied depend on the agreements	-
		Union Cable TV Co., Ltd.	3	Advance receipts	250	Payment terms varied depend on the agreements	-
		Yeong Jia Leh Cable TV Co., Ltd.	3	Advance receipts	552	Payment terms varied depend on the agreements	-
		Mangrove Cable TV Co., Ltd.	3	Advance receipts	250	Payment terms varied depend on the agreements	-
		Phoenix Cable TV Co., Ltd.	3	Advance receipts	393	Payment terms varied depend on the agreements	-
		Globalview Cable TV Co., Ltd.	3	Advance receipts	250	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	3	Operating revenues	29,537	Payment terms varied depend on the agreements	-
		Union Cable TV Co., Ltd.	3	Operating revenues	250	Payment terms varied depend on the agreements	-
		Yeong Jia Leh Cable TV Co., Ltd.	3	Operating revenues	710	Payment terms varied depend on the agreements	-
		Mangrove Cable TV Co., Ltd.	3	Operating revenues	7,169	Payment terms varied depend on the agreements	-
		Phoenix Cable TV Co., Ltd.	3	Operating revenues	307	Payment terms varied depend on the agreements	-
		Globalview Cable TV Co., Ltd.	3	Operating revenues	298	Payment terms varied depend on the agreements	-
		Taiwan Teleservices & Technologies Co., Ltd.	3	Operating revenues	143	Payment terms varied depend on the agreements	-

(Continued)

Number	Company Name	Counterparty	Nature of Relationship(Note)	Transaction Details			Percentage of Consolidated Total Operating Revenues or Total Assets
				Account	Amount	Transaction Terms	
		Taiwan Mobile Co., Ltd.	2	Operating cost	\$ 89	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Operating cost	210	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	41	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Operating expenses	40	Based on regular terms	-
		TFN Media Co., Ltd.	3	Operating expenses	660	Payment terms varied depend on the agreements	-
		Taiwan Cellular Co., Ltd.	2	Interest expenses	44	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	3	Interest expenses	176	Payment terms varied depend on the agreements	-
14	TFN Media Co., Ltd.	Taiwan Fixed Network Co., Ltd.	3	Account receivable	12,045	Payment terms varied depend on the agreements	-
		Union Cable TV Co., Ltd.	1	Account receivable	15,732	Payment terms varied depend on the agreements	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Account receivable	21,425	Payment terms varied depend on the agreements	-
		Mangrove Cable TV Co., Ltd.	1	Account receivable	7,004	Payment terms varied depend on the agreements	-
		Phoenix Cable TV Co., Ltd.	1	Account receivable	21,712	Payment terms varied depend on the agreements	-
		Globalview Cable TV Co., Ltd.	1	Account receivable	8,821	Payment terms varied depend on the agreements	-
		Win TV Broadcasting Co., Ltd.	3	Notes payable	14,894	Payment terms varied depend on the agreements	-
		Win TV Broadcasting Co., Ltd.	3	Accounts payable	179	Payment terms varied depend on the agreements	-
		Union Cable TV Co., Ltd.	1	Accounts payable	8,504	Payment terms varied depend on the agreements	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Accounts payable	16,641	Payment terms varied depend on the agreements	-
		Phoenix Cable TV Co., Ltd.	1	Accounts payable	18,280	Payment terms varied depend on the agreements	-
		Globalview Cable TV Co., Ltd.	1	Accounts payable	7,300	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Accrued expenses	4,533	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Cellular Co., Ltd.	2	Accrued expenses	5,622	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Accrued expenses	14,195	Payment terms varied depend on the agreements and Based on regular terms	-
		Union Cable TV Co., Ltd.	1	Accrued expenses	7,101	Payment terms varied depend on the agreements and Based on regular terms	-

(Continued)

Number	Company Name	Counterparty	Nature of Relationship(Note)	Transaction Details			Percentage of Consolidated Total Operating Revenues or Total Assets
				Account	Amount	Transaction Terms	
		Yeong Jia Leh Cable TV Co., Ltd.	1	Accrued expenses	\$ 9,004	Payment terms varied depend on the agreements and Based on regular terms	-
		Mangrove Cable TV Co., Ltd.	1	Accrued expenses	2,911	Payment terms varied depend on the agreements and Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	1	Accrued expenses	7,971	Payment terms varied depend on the agreements and Based on regular terms	-
		Globalview Cable TV Co., Ltd.	1	Accrued expenses	3,575	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Other payables	2,000,000	Payment terms varied depend on the agreements	2%
		Taiwan Cellular Co., Ltd.	2	Other payables	3,540,000	Payment terms varied depend on the agreements	4%
		Union Cable TV Co., Ltd.	1	Other payables	430,000	Payment terms varied depend on the agreements	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Other payables	285,000	Payment terms varied depend on the agreements	-
		Phoenix Cable TV Co., Ltd.	1	Other payables	490,000	Payment terms varied depend on the agreements	1%
		Globalview Cable TV Co., Ltd.	1	Other payables	220,000	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Operating revenues	12,045	Payment terms varied depend on the agreements	-
		Win TV Broadcasting Co., Ltd.	3	Operating revenues	660	Payment terms varied depend on the agreements	-
		Union Cable TV Co., Ltd.	1	Operating revenues	123,563	Payment terms varied depend on the agreements	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Operating revenues	238,129	Payment terms varied depend on the agreements	1%
		Mangrove Cable TV Co., Ltd.	1	Operating revenues	3,088	Payment terms varied depend on the agreements	-
		Phoenix Cable TV Co., Ltd.	1	Operating revenues	263,190	Payment terms varied depend on the agreements	1%
		Globalview Cable TV Co., Ltd.	1	Operating revenues	106,223	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Operating cost	156	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating cost	38,008	Payment terms varied depend on the agreements and Based on regular terms	-

(Continued)

Number	Company Name	Counterparty	Nature of Relationship(Note)	Transaction Details			Percentage of Consolidated Total Operating Revenues or Total Assets
				Account	Amount	Transaction Terms	
		Win TV Broadcasting Co., Ltd.	3	Operating cost	\$ 29,441	Payment terms varied depend on the agreements	-
		Union Cable TV Co., Ltd.	1	Operating cost	19,303	Payment terms varied depend on the agreements	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Operating cost	29,879	Payment terms varied depend on the agreements	-
		Mangrove Cable TV Co., Ltd.	1	Operating cost	5,163	Payment terms varied depend on the agreements	-
		Phoenix Cable TV Co., Ltd.	1	Operating cost	31,778	Payment terms varied depend on the agreements	-
		Globalview Cable TV Co., Ltd.	1	Operating cost	12,502	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	6,518	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating expenses	876	Payment terms varied depend on the agreements and Based on regular terms	-
		Union Cable TV Co., Ltd.	1	Operating expenses	1,221	Payment terms varied depend on the agreements	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Operating expenses	2,171	Payment terms varied depend on the agreements	-
		Mangrove Cable TV Co., Ltd.	1	Operating expenses	726	Payment terms varied depend on the agreements	-
		Phoenix Cable TV Co., Ltd.	1	Operating expenses	2,011	Payment terms varied depend on the agreements	-
		Globalview Cable TV Co., Ltd.	1	Operating expenses	720	Payment terms varied depend on the agreements	-
		Win TV Broadcasting Co., Ltd.	3	Interest income	176	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Interest expenses	8,311	Payment terms varied depend on the agreements	-
		Taiwan Cellular Co., Ltd.	2	Interest expenses	16,900	Payment terms varied depend on the agreements	-
		Union Cable TV Co., Ltd.	1	Interest expenses	2,887	Payment terms varied depend on the agreements	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Interest expenses	1,627	Payment terms varied depend on the agreements	-
		Phoenix Cable TV Co., Ltd.	1	Interest expenses	2,964	Payment terms varied depend on the agreements	-
		Globalview Cable TV Co., Ltd.	1	Interest expenses	887	Payment terms varied depend on the agreements	-

(Continued)

Number	Company Name	Counterparty	Nature of Relationship(Note)	Transaction Details			Percentage of Consolidated Total Operating Revenues or Total Assets
				Account	Amount	Transaction Terms	
15	Union Cable TV Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Account receivable	\$ 1,934	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Account receivable	15,412	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Other receivables	430,193	Payment terms varied depend on the agreements and Based on regular terms	-
		Win TV Broadcasting Co., Ltd.	3	Prepayments	250	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Accounts payable	444	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Accrued expenses	49	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Accrued expenses	29	Payment terms varied depend on the agreements	-
		Win TV Broadcasting Co., Ltd.	3	Accrued expenses	210	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Other payables	15,289	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Operating revenues	623	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Operating revenues	20,208	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Operating cost	152	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating cost	931	Payment terms varied depend on the agreements	-
		Win TV Broadcasting Co., Ltd.	3	Operating cost	250	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Operating cost	113,775	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	177	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating expenses	630	Based on regular terms	-
TFN Media Co., Ltd.	2	Operating expenses	9,789	Payment terms varied depend on the agreements	-		
TFN Media Co., Ltd.	2	Interest income	2,887	Payment terms varied depend on the agreements	-		
TFN Media Co., Ltd.	2	Miscellaneous revenue	316	Based on regular terms	-		
16	Yeong Jia Leh Cable TV Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Account receivable	4,326	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Account receivable	24,929	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Other receivables	285,613	Payment terms varied depend on the agreements and Based on regular terms	-
		Win TV Broadcasting Co., Ltd.	3	Prepayments	552	Payment terms varied depend on the agreements and Based on regular terms	-

(Continued)

Number	Company Name	Counterparty	Nature of Relationship(Note)	Transaction Details			Percentage of Consolidated Total Operating Revenues or Total Assets
				Account	Amount	Transaction Terms	
		TFN Media Co., Ltd.	2	Other current assets	\$ 102	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	1,248	Payment terms varied depend on the agreements	-
		Mangrove Cable TV Co., Ltd.	3	Accounts payable	53	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	3	Accounts payable	53	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Accrued expenses	46	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Accrued expenses	83	Based on regular terms	-
		Win TV Broadcasting Co., Ltd.	3	Accrued expenses	825	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Accrued expenses	332	Payment terms varied depend on the agreements and Based on regular terms	-
		TFN Media Co., Ltd.	2	Other payables	20,178	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Operating revenues	445	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Operating revenues	30,792	Payment terms varied depend on the agreements	-
		Mangrove Cable TV Co., Ltd.	3	Operating revenues	(50)	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	3	Operating revenues	(50)	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating cost	232	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating cost	142	Payment terms varied depend on the agreements and Based on regular terms	-
		Win TV Broadcasting Co., Ltd.	3	Operating cost	250	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Operating cost	219,340	Payment terms varied depend on the agreements	1%
		Mangrove Cable TV Co., Ltd.	3	Operating cost	(50)	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	3	Operating cost	(50)	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	262	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating expenses	167	Based on regular terms	-
		Win TV Broadcasting Co., Ltd.	3	Operating expenses	413	Based on regular terms	-
		TFN Media Co., Ltd.	2	Operating expenses	18,789	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Interest income	1,627	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Miscellaneous revenue	1,258	Based on regular terms	-

(Continued)

Number	Company Name	Counterparty	Nature of Relationship(Note)	Transaction Details			Percentage of Consolidated Total Operating Revenues or Total Assets
				Account	Amount	Transaction Terms	
17	Mangrove Cable TV Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Account receivable	\$ 1,212	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Account receivable	2,801	Payment terms varied depend on the agreements	-
		Yeong Jia Leh Cable TV Co., Ltd.	3	Account receivable	53	Based on regular terms	-
		TFN Media Co., Ltd.	2	Other receivables	111	Based on regular terms	-
		Win TV Broadcasting Co., Ltd.	3	Prepayments	250	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Accounts payable	119	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Accounts payable	347	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Accrued expenses	10	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Accrued expenses	45	Based on regular terms	-
		Win TV Broadcasting Co., Ltd.	3	Accrued expenses	210	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Other payables	6,657	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	5,444	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Operating cost	133	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating cost	1,021	Payment terms varied depend on the agreements	-
		Win TV Broadcasting Co., Ltd.	3	Operating cost	7,121	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Operating cost	968	Payment terms varied depend on the agreements	-
Taiwan Mobile Co., Ltd.	2	Operating expenses	116	Payment terms varied depend on the agreements and Based on regular terms	-		
Taiwan Fixed Network Co., Ltd.	3	Operating expenses	169	Based on regular terms	-		
TFN Media Co., Ltd.	2	Operating expenses	2,120	Payment terms varied depend on the agreements	-		
TFN Media Co., Ltd.	2	Miscellaneous revenue	444	Based on regular terms	-		
18	Phoenix Cable TV Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Account receivable	4,965	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Account receivable	53	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Account receivable	25,705	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Other receivables	490,545	Payment terms varied depend on the agreements and Based on regular terms	1%

(Continued)

Number	Company Name	Counterparty	Nature of Relationship(Note)	Transaction Details			Percentage of Consolidated Total Operating Revenues or Total Assets
				Account	Amount	Transaction Terms	
		Win TV Broadcasting Co., Ltd.	3	Prepayments	\$ 393	Payment terms varied depend on the agreements and Based on regular terms	-
		TFN Media Co., Ltd.	2	Accounts payable	731	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Accrued expenses	73	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Accrued expenses	575	Payment terms varied depend on the agreements and Based on regular terms	-
		Win TV Broadcasting Co., Ltd.	3	Accrued expenses	420	Payment terms varied depend on the agreements and Based on regular terms	-
		TFN Media Co., Ltd.	2	Other payables	20,981	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Advance receipts	372	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Operating revenues	917	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Operating revenues	32,824	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Operating cost	322	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating cost	2,705	Payment terms varied depend on the agreements	-
		Win TV Broadcasting Co., Ltd.	3	Operating cost	250	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Operating cost	242,270	Payment terms varied depend on the agreements	1%
		Taiwan Mobile Co., Ltd.	2	Operating expenses	352	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating expenses	683	Based on regular terms	-
		Win TV Broadcasting Co., Ltd.	3	Operating expenses	57	Based on regular terms	-
		TFN Media Co., Ltd.	2	Operating expenses	20,920	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Interest income	2,964	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Rental income	86	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Miscellaneous revenue	965	Based on regular terms	-
19	Globalview Cable TV Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Account receivable	1,193	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Account receivable	10,617	Payment terms varied depend on the agreements	-
		Yeong Jia Leh Cable TV Co., Ltd.	3	Account receivable	53	Based on regular terms	-
		TFN Media Co., Ltd.	2	Other receivables	220,210	Payment terms varied depend on the agreements and Based on regular terms	-

(Continued)

Number	Company Name	Counterparty	Nature of Relationship(Note)	Transaction Details			Percentage of Consolidated Total Operating Revenues or Total Assets
				Account	Amount	Transaction Terms	
		Win TV Broadcasting Co., Ltd.	3	Prepayments	\$ 250	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Other current assets	48	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Accounts payable	28	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Accounts payable	578	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Accrued expenses	13	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Accrued expenses	156	Payment terms varied depend on the agreements and Based on regular terms	-
		TFN Media Co., Ltd.	2	Other payables	8,243	Payment terms varied depend on the agreements	-
		Global Wealth Media Technology Co., Ltd.	3	Advance receipts	17	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Operating revenues	176	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Operating revenues	12,847	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Operating cost	132	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating cost	990	Payment terms varied depend on the agreements and Based on regular terms	-
		Win TV Broadcasting Co., Ltd.	3	Operating cost	250	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Operating cost	97,840	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	123	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating expenses	32	Based on regular terms	-
		TFN Media Co., Ltd.	2	Operating expenses	8,383	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Interest income	887	Payment terms varied depend on the agreements	-
		Global Wealth Media Technology Co., Ltd.	3	Rental income	17	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Miscellaneous revenue	374	Based on regular terms	-

(Continued)

Number	Company Name	Counterparty	Nature of Relationship(Note)	Transaction Details			Percentage of Consolidated Total Operating Revenues or Total Assets
				Account	Amount	Transaction Terms	
20	TWM Communications (Beijing) Co., Ltd.	Taiwan Cellular Co., Ltd.	2	Accrued expenses	\$ 959	Based on regular terms	-
21	Taiwan Teleservices & Technologies Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Account receivable	64,525	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Account receivable	11,210	Based on regular terms	-
		Win TV Broadcasting Co., Ltd.	3	Accrued expenses	150	Based on regular terms	-
		TT&T Holdings	1	Accrued expenses	6,917	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating revenues	396,037	Based on regular terms	1%
		Taiwan Fixed Network Co., Ltd.	3	Operating revenues	69,045	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	34	Based on regular terms	-
		Win TV Broadcasting Co., Ltd.	3	Operating expenses	150	Based on regular terms	-
		TT&T Holdings	1	Operating expenses	43,622	Based on regular terms	-
22	Taiwan Super Basketball Co., Ltd.	Taiwan Mobile Co. Ltd.	2	Account receivable	9,000	Based on regular terms	-
		Taiwan Mobile Co. Ltd.	2	Operating revenues	18,000	Based on regular terms	-
		Taiwan Mobile Co. Ltd.	2	Operating expenses	34	Based on regular terms	-
23	TT&T Holdings	Taiwan Teleservices & Technologies Co., Ltd.	2	Account receivable	6,939	Based on regular terms	-
		Xiamen Taifu Teleservices & Technologies Co., Ltd.	3	Other receivables	1,837	Based on regular terms	-
		Xiamen Taifu Teleservices & Technologies Co., Ltd.	3	Accounts payable	5,566	Based on regular terms	-
		Taiwan Cellular Co., Ltd.	2	Accrued expenses	2,695	Based on regular terms	-
		Taiwan Teleservices & Technologies Co., Ltd.	2	Operating revenues	43,646	Based on regular terms	-
24	Xiamen Taifu Teleservices & Technologies Co., Ltd.	Xiamen Taifu Teleservices & Technologies Co., Ltd.	3	Operating expenses	36,724	Based on regular terms	-
		TT&T Holdings	2	Account receivable	5,568	Based on regular terms	-
		Taiwan Cellular Co., Ltd.	2	Accrued expenses	1,739	Based on regular terms	-
		TT&T Holdings	2	Accrued expenses	1,845	Based on regular terms	-
25	TFN HK LIMITED	TT&T Holdings	2	Operating revenues	36,706	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	2	Account receivable	14,780	Based on regular terms	-
26	TFN Union Investment Co., Ltd.	Taiwan Fixed Network Co., Ltd.	2	Operating revenues	21,086	Based on regular terms	-
		Taiwan Mobile Co. Ltd.	2	Accrued expenses	6	Based on regular terms	-

Note : Parent to subsidiary

Subsidiary to parent

Between subsidiaries

(Concluded)