

Taiwan Mobile Co., Ltd. and Subsidiaries
Consolidated Financial Statements for the
Six Months Ended June 30, 2012 and 2011, and
Independent Auditors' Report

INDEPENDENT AUDITORS' REPORT

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

We have audited the accompanying consolidated balance sheet of Taiwan Mobile Co., Ltd. (the "Corporation") and subsidiaries as of June 30, 2012, 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 express an opinion on these financial statements based on our audits.

We conducted our audit in accordance with the Rules Governing the Audit of Financial Statements by Certified Public Accountants and auditing standards generally accepted in the Republic of China. Those rules and standards require that we plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the consolidated financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall consolidated financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the consolidated financial position of Taiwan Mobile Co., Ltd. and subsidiaries as of June 30, 2012, and the consolidated results of its operations and its consolidated cash flows for the six months then ended, in conformity with the Guidelines Governing the Preparation of Financial Reports by Securities Issuers and accounting principles generally accepted in the Republic of China.

We have reviewed the accompanying consolidated balance sheet of Taiwan Mobile Co., Ltd. as of June 30, 2011, and the related consolidated statements of income, changes in shareholders' equity and cash flows for the six months then ended. We have issued unqualified review report dated July 15, 2011. Based on our review, we are not aware of any material modifications that should be made to the 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. 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.

KPMG

Taipei, Taiwan (the Republic of China)

July 26, 2012

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 audit 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, 2012 AND 2011
(In Thousands of New Taiwan Dollars, Except Par Value)

ASSETS	2012		2011		LIABILITIES AND SHAREHOLDERS' EQUITY	2012		2011	
	Amount	%	Amount	%		Amount	%	Amount	%
CURRENT ASSETS					CURRENT LIABILITIES				
Cash and cash equivalents (Notes 2, 4(a), 4(r) and 5)	\$ 6,131,843	7	9,870,993	11	Short-term borrowings (Notes 4(k) and 4(r))	\$ 1,845,216	2	1,028,000	1
Financial assets at fair value through profit or loss - current (Notes 2, 4(b) and 4(r))	60,407	-	-	-	Notes payable (Note 4(r))	199,839	-	124,449	-
Available-for-sale financial assets - current (Notes 2, 4(c) and 4(r))	204,310	-	214,743	-	Accounts payable (Note 4(r))	5,585,790	6	3,295,803	4
Notes receivable (Note 4(r))	11,376	-	25,192	-	Accounts payable - related parties (Notes 4(p) and 4(r))	32,880	-	33,734	-
Accounts receivable, net (Notes 2, 4(d) and 4(r))	7,411,265	8	6,521,780	8	Income taxes payable (Notes 2, 4(p) and 4(r))	1,411,909	2	1,207,224	2
Accounts receivable - related parties (Notes 2, 4(r) and 5)	103,281	-	134,046	-	Accrued expenses (Notes 2, and 4(r))	5,941,356	7	5,631,117	6
Other receivables (Note 4(r))	217,522	-	207,202	-	Other payables (Notes 2 and 4(r))	17,521,188	19	17,154,978	20
Inventories (Notes 2 and 4(e))	2,595,142	3	1,389,547	2	Current portion of long-term liabilities (Note 4(m) and 4(r))	4,000,000	5	-	-
Prepayments (Note 5)	940,371	1	816,167	1	Advance receipts (Note 4(l))	3,971,256	4	3,750,166	4
Deferred income tax assets - current (Notes 2 and 4(p))	46,208	-	11,251	-	Guarantee deposits - current (Note 4(r))	123,699	-	82,474	-
Pledged time deposits (Notes 4(r), 5, 6 and 7)	199,913	-	1,100	-	Deferred income tax liability - current (Note 4(p))	77	-	-	-
Other current assets	41,154	-	19,628	-	Other current liabilities	993,588	1	496,785	1
Total current assets	17,962,792	19	19,211,649	22	Total current liabilities	41,626,798	46	32,804,730	38
INVESTMENTS					LONG-TERM LIABILITIES				
Investments accounted for using the equity method (Notes 2 and 4(f))	550,281	1	374,957	-	Bonds payable (Notes 4(m) and 4(r))	4,000,000	5	8,000,000	9
Prepayment for long-term investments (Note 4(f))	74,850	-	99,800	-	OTHER LIABILITIES				
Financial assets carried at cost - non-current (Notes 2, 4(g) and 4(r))	1,096,791	1	2,307,105	3	Accrued pension liabilities (Notes 2 and 4(n))	-	-	1,327	-
Bonds measured at amortized cost - non-current (Notes 2,4(h) and 4(r))	500,000	-	500,000	1	Guarantee deposits (Note 4(r))	518,640	-	306,456	-
Total investments	2,221,922	2	3,281,862	4	Deferred income tax liability - non-current (Notes 2 and 4(p))	217,498	-	172,996	-
PROPERTY AND EQUIPMENT (Notes 2 and 4(i))					Other (Note 2)	719,388	1	648,212	1
Cost					Total other liabilities	1,455,526	1	1,128,991	1
Land	6,358,920	7	6,318,118	7	Total liabilities	47,082,324	52	41,933,721	48
Buildings	4,095,632	5	4,071,784	5	SHAREHOLDERS' EQUITY (Notes 2 and 4(o))				
Telecommunication equipment	67,844,386	75	63,490,175	73	Parent's shareholders' equity				
Office equipment	130,879	-	110,818	-	Capital stock-NT\$10 par value	34,208,328	38	38,009,254	44
Leased assets	1,285,920	2	1,285,920	1	Authorized:6,000,000 thousand shares ;				
Miscellaneous equipment	2,757,171	3	1,945,490	2	Issued:2012-3,420,833 thousand shares				
	82,472,908	92	77,222,305	88	2011-3,800,925 thousand shares				
Less accumulated depreciation	(45,676,323)	(51)	(38,226,990)	(44)	Capital surplus				
Less accumulated impairment-property	(110,481)	-	(84,820)	-	From convertible bonds	8,775,819	10	8,775,819	10
Construction in progress and prepayments for equipment	3,425,973	4	2,175,653	3	From treasury stock transactions	3,639,302	4	3,639,302	4
Net property and equipment	40,112,077	45	41,086,148	47	From long-term investments	4,485	-	4,485	-
INTANGIBLE ASSETS (Note 2)					Other	12,840	-	12,840	-
Trademarks (Note 4(j))	2,516,621	3	18,350	-	Retained earnings				
3G concession license	4,860,109	5	5,607,818	6	Legal reserve	18,061,894	20	16,715,018	19
Computer software cost	539,392	1	614,843	1	Special reserve	-	-	821,741	1
Goodwill (Note 4(j))	15,845,752	18	10,528,070	12	Unappropriated earnings	8,598,081	10	9,027,855	10
Customer relationship (Note 4(j))	2,078,150	2	2,254,417	3	Other equity				
Operating rights (Note 4(j))	1,382,000	1	1,382,000	2	Cumulative translation adjustments	10,291	-	(16,293)	-
Other intangible assets	25,679	-	40,587	-	Net loss not recognized as pension cost	(16,775)	-	(10,695)	-
Total intangible assets	27,247,703	30	20,446,085	24	Unrealized gains on financial instruments	98,264	-	108,697	-
OTHER ASSETS					Treasury stock	(31,077,183)	(35)	(31,889,100)	(36)
Assets leased to others (Note 2)	301,395	-	284,852	-		42,315,346	47	45,198,923	52
Idle assets (Note 2)	99,749	-	153,444	-	Minority interest	987,179	1	28,670	-
Refundable deposits (Notes 4(r) and 5)	536,443	1	415,171	-	Total shareholders' equity	43,302,525	48	45,227,593	52
Deferred charges (Note 2)	637,067	1	621,138	1					
Deferred income tax assets - non-current (Notes 2 and 4(p))	626,299	1	976,458	1					
Other (Notes 2, 4(l), 5, and 6)	639,402	1	684,507	1					
Total other assets	2,840,355	4	3,135,570	3					
TOTAL	\$ 90,384,849	100	87,161,314	100	TOTAL	\$ 90,384,849	100	87,161,314	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, 2012 AND 2011
(In Thousands of New Taiwan Dollars, Except Earnings Per Share)

	2012		2011	
	Amount	%	Amount	%
OPERATING REVENUES (Notes 2 and 5)	\$ 47,715,574	100	36,196,840	100
OPERATING COSTS (Notes 2, 5, and 10)	<u>30,306,632</u>	<u>63</u>	<u>21,269,330</u>	<u>59</u>
GROSS PROFIT	<u>17,408,942</u>	<u>37</u>	<u>14,927,510</u>	<u>41</u>
OPERATING EXPENSES (Notes 2, 5, and 10)				
Marketing	6,088,870	13	4,572,722	12
Administrative	<u>2,339,121</u>	<u>5</u>	<u>2,093,286</u>	<u>6</u>
Total operating expenses	<u>8,427,991</u>	<u>18</u>	<u>6,666,008</u>	<u>18</u>
OPERATING INCOME	<u>8,980,951</u>	<u>19</u>	<u>8,261,502</u>	<u>23</u>
NON-OPERATING INCOME AND GAINS				
Income from penalty charge	289,144	1	169,592	1
Interest income	27,629	-	71,984	-
Rental income (Notes 2 and 5)	16,216	-	30,583	-
Gain on disposal of property and equipment (Note 2)	2,292	-	599	-
Other	<u>42,896</u>	<u>-</u>	<u>57,461</u>	<u>-</u>
Total non-operating income and gains	<u>378,177</u>	<u>1</u>	<u>330,219</u>	<u>1</u>
NON-OPERATING EXPENSES AND LOSSES				
Loss on disposal and retirement of property and equipment (Note 2)	227,917	1	229,383	1
Interest expenses (Notes 2 and 4(i))	154,268	-	130,351	-
Investment loss recognized under the equity method (Notes 2 and 4(f))	12,531	-	13,045	-
Impairment loss (Note 4(g))	1,948	-	1,604	-
Other	<u>50,457</u>	<u>-</u>	<u>70,872</u>	<u>-</u>
Total non-operating expenses and losses	<u>447,121</u>	<u>1</u>	<u>445,255</u>	<u>1</u>
INCOME BEFORE INCOME TAX	8,912,007	19	8,146,466	23
INCOME TAX EXPENSES (Notes 2 and 4(p))	<u>1,515,070</u>	<u>3</u>	<u>1,384,958</u>	<u>4</u>
CONSOLIDATED NET INCOME	<u>\$ 7,396,937</u>	<u>16</u>	<u>6,761,508</u>	<u>19</u>
ATTRIBUTED TO				
Shareholders of the parent	\$ 7,268,650	16	6,761,100	19
Minority interest	<u>128,287</u>	<u>-</u>	<u>408</u>	<u>-</u>
	<u>\$ 7,396,937</u>	<u>16</u>	<u>6,761,508</u>	<u>19</u>
			Before	After
			Income Tax	Income Tax
EARNINGS PER SHARE (Note 4(q))			Before	After
Basic	\$ <u>3.03</u>	<u>2.70</u>	<u>2.56</u>	<u>2.26</u>
Diluted	<u>\$ 3.02</u>	<u>2.70</u>	<u>2.56</u>	<u>2.26</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, 2012 AND 2011
(In Thousands of New Taiwan Dollars, Except Per Share Amounts)

	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 Gains (losses) on Financial Instruments	Treasury Stock		Minority Interest
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\$4.1619 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
BALANCE, JANUARY 1, 2012	\$ 34,208,328	12,432,446	16,715,018	821,741	15,735,518	33,272,277	17,612	(16,775)	111,306	(31,077,183)	1,115,874	50,063,885
Appropriation of the 2011 earnings												
Legal reserve	-	-	1,346,876	-	(1,346,876)	-	-	-	-	-	-	-
Reversal of special reserve	-	-	-	(821,741)	821,741	-	-	-	-	-	-	-
Cash dividends - NT\$5.16 per share	-	-	-	-	(13,880,952)	(13,880,952)	-	-	-	-	-	(13,880,952)
Balance after appropriation	34,208,328	12,432,446	18,061,894	-	1,329,431	19,391,325	17,612	(16,775)	111,306	(31,077,183)	1,115,874	36,182,933
Consolidated net income for the six months ended June 30, 2012	-	-	-	-	7,268,650	7,268,650	-	-	-	-	128,287	7,396,937
Unrealized losses on financial instruments, net	-	-	-	-	-	-	-	-	(13,042)	-	-	(13,042)
Adjustments on change of equity in equity-method investments	-	-	-	-	-	-	(7,321)	-	-	-	-	(7,321)
Cash dividends paid to minority interests by subsidiaries	-	-	-	-	-	-	-	-	-	-	(252,763)	(252,763)
Decrease in minority interest	-	-	-	-	-	-	-	-	-	-	(4,219)	(4,219)
BALANCE, JUNE 30, 2012	\$ 34,208,328	12,432,446	18,061,894	-	8,598,081	26,659,975	10,291	(16,775)	98,264	(31,077,183)	987,179	43,302,525

Note 1: The remuneration to directors of \$37,306 thousand and the bonus to employees of \$373,059 thousand have been expensed and deducted from 2010 earnings.

Note 2: The remuneration to directors of \$36,284 thousand and the bonus to employees of \$362,844 thousand have been expensed and deducted from 2011 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, 2012 AND 2011
(In Thousands of New Taiwan Dollars)

	<u>2012</u>	<u>2011</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Consolidated net income	\$ 7,396,937	6,761,508
Adjustments to reconcile net income to net cash provided by operating activities:		
Depreciation	3,964,601	3,886,299
Amortization	855,230	760,936
Loss on disposal and retirement of property and equipment, net	225,625	228,784
Deferred income taxes	121,335	177,125
Bad debts	95,440	139,104
Provision of allowance for loss on inventories	49,269	16,269
Investment loss recognized under equity method	12,531	13,045
Pension cost	4,556	4,232
Impairment loss	1,948	1,604
Other	(3,744)	1,733
Changes in operating assets and liabilities		
Financial assets at fair value through profit or loss	(221)	-
Notes receivable	12,047	20,085
Accounts receivable, net	111,377	(217,427)
Accounts receivable – related parties	21,320	(1,404)
Other receivables	83,039	317,122
Long-term capital lease receivables	19,012	1,663
Inventories	(573,875)	(274,183)
Prepayments	(59,804)	(139,792)
Other current assets	4,887	(4,522)
Notes payable	(441,327)	(107,790)
Accounts payable	(117,562)	(127,809)
Accounts payable – related parties	32,880	33,734
Income taxes payable	80,286	(180,124)
Accrued expenses	(191,003)	66,876
Other payables	(302,648)	72,707
Advance receipts	(56,909)	379,278
Other current liabilities	74,118	13,087
Other liabilities	-	(843)
Net cash provided by operating activities	<u>11,419,345</u>	<u>11,841,297</u>

(Continued)

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS(Continued)
FOR THE SIX MONTHS ENDED JUNE 30, 2012 AND 2011
(In Thousands of New Taiwan Dollars)

	<u>2012</u>	<u>2011</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of property and equipment	(3,167,677)	(2,608,940)
Increase in deferred charges	(248,923)	(211,414)
(Increase) decrease in pledged time deposits	(117,915)	959
Increase in computer software costs and other intangible assets	(92,992)	(118,344)
Increase in long-term investments accounted for using the equity method (including prepayment for long-term investments)	(74,850)	(99,800)
Increase in refundable deposits	(25,979)	(14,985)
Decrease in other assets	8,363	709
Proceeds from disposal of property and equipment	4,677	1,253
Proceeds from investees' capital reduction	-	5,434
Acquisition of subsidiaries	-	(219)
Net cash used in investing activities	<u>(3,715,296)</u>	<u>(3,045,347)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Decrease in short-term borrowings	(7,154,784)	(2,175,000)
Decrease in short-term notes and bills payable	(899,273)	(499,732)
Cash dividends paid to minority interest	(252,763)	(513)
Increase in guarantee deposits	48,046	9,064
Decrease in long-term borrowings	-	(4,966,667)
Increase in long-term borrowings	-	2,666,667
Net cash used in financing activities	<u>(8,258,774)</u>	<u>(4,966,181)</u>
EFFECT OF EXCHANGE RATE CHANGES	<u>(7,424)</u>	<u>(8,106)</u>
NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS	(562,149)	3,821,663
CASH AND CASH EQUIVALENTS, BEGINNING OF PERIOD	6,693,992	6,049,330
CASH AND CASH EQUIVALENTS, END OF PERIOD	<u>\$ 6,131,843</u>	<u>9,870,993</u>
SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION		
Interest paid	\$ 34,394	33,133
Less interest capitalized	7,189	4,257
Interest paid - excluding interest capitalized	<u>\$ 27,205</u>	<u>28,876</u>
Income tax paid	<u>\$ 1,609,007</u>	<u>1,276,995</u>
NON-CASH INVESTING AND FINANCING ACTIVITIES		
Dividends payable	<u>\$ 13,880,952</u>	<u>12,440,053</u>
CASH AND NON-CASH INVESTING AND FINANCING ACTIVITIES		
Acquisition of property and equipment	\$ 3,549,357	2,321,248
Decrease in notes payable	-	60
(Increase) decrease in other payables	(352,037)	351,716
Increase in other liabilities – other	(29,643)	(64,084)
Cash paid for acquisition of property and equipment	<u>\$ 3,167,677</u>	<u>2,608,940</u>

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

(Concluded)

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE SIX MONTHS ENDED JUNE 30, 2012 AND 2011
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

1. ORGANIZATION AND OPERATIONS

Taiwan Mobile Co., Ltd. (the Corporation) 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 the 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, 2012 and 2011, the Corporation and subsidiaries (hereinafter referred to as the "Group") had 6,168 and 4,404 employees, respectively.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation

The consolidated financial statements were compiled in accordance with the Guidelines Governing the Preparation of Financial Reports by Securities Issuers and Republic of China generally accepted accounting principles. 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, 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>2012</u>	<u>2011</u>	
Corporation	Wealth Media Technology Co., Ltd. (WMT)	Investment	100.00	100.00	-
WMT	Taiwan Win TV Broadcasting Co., Ltd. (TWTV)	Entertainment	-	100.00	TWTV is dissolved which was merged by WMT on March 1, 2012.
WMT	Fubon Multimedia Technology Co., Ltd. (FMT)	Wholesale and retail sales via traditional and online shopping channels	50.6358	-	WMT acquired more than 50% equity and consolidated FMT and its subsidiaries into financial statements since July 13, 2011.
FMT	Fu Sheng Travel Service Co.,Ltd. (FST)	Travel agent	100.00	-	-
FMT	Fuli Life Insurance Agent Co.,Ltd. (FLI)	Life insurance agent	100.00	-	-
FMT	Fuli Property Insurance Agent Co.,Ltd. (FPI)	Property insurance agent	100.00	-	-
FMT	Asian Crown International Co., Ltd (Asian Crown (BVI))	Investment	100.00	-	-
Asia Crown (BVI)	Fortune Kingdom Corporation (Fortune Kingdom)	Investment	100.00	-	-
Fortune Kingdom	Hong Kong Fubon Multimedia Technology Co., Ltd. (HK Fubon Multimedia)	Investment	100.00	-	-
HK Fubon Multimedia	Fubon Gehua (Beijing) Enterprise Ltd. (FGE)	Wholesale and retail sales	80.00	-	-

(Continued)

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

<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>2012</u>	<u>2011</u>	
WMT	Tai Fu Media Technology Co., Ltd. (TFMT)	Investment	-	100.00	TFMT is dissolved which was merged by WMT on March 1, 2012.
WMT	Global Wealth Media Technology Co., Ltd. (GWMT)	Investment	100.00	100.00	(Note 1)
GWMT	Globalview Cable TV Co., Ltd. (GCTV)	Cable TV service provider	6.831	6.831	-
WMT	Fu Jia Leh Media Technology Co., Ltd. (FJLMT)	Investment	-	100.00	(Note 1 and FJLMT is dissolved which was merged by TFNM on March 2, 2012.)
WMT	Fu Sin Media Technology Co., Ltd. (FSMT)	Investment	-	100.00	(Note 1 and FSMT is dissolved which was merged by TFNM on March 2, 2012.)
WMT	Global Forest Media Technology Co., Ltd. (GFMT)	Investment	100.00	100.00	(Note 1)
GFMT	Union Cable TV Co., Ltd. (UCTV)	Cable TV service provider	0.7628	0.7628	-
WMT	Win TV Broadcasting Co., Ltd. (WTVB)	TV program provider	100.00	100.00	(Note 2)
WMT	TFN Media Co., Ltd. (TFNM)	Cable broadband and value-added services provider	100.00	100.00	(Note 2)
TFNM	UCTV	Cable TV service provider	99.2243	99.2243	-
TFNM	Yeong Jia Leh Cable TV Co., Ltd. (YJCTV)	Cable TV service provider	100.00	100.00	-
TFNM	Mangrove Cable TV Co., Ltd. (MCTV)	Cable TV service provider	29.53	29.53	Another 70.47% shares were held under trustee accounts
TFNM	Phoenix Cable TV Co., Ltd. (PCTV)	Cable TV service provider	100.00	100.00	(Note 3)
TFNM	GCTV	Cable TV service provider	92.38	92.38	-
TFNM	Taiwan Kuro Times Co., Ltd. (TKT)	Online music platform	100.00	54.988	-
TKT Corporation	ezPeer Multimedia Ltd. (ezPeer Samoa)	Investment	100.00	100.00	-
Corporation	Taiwan Cellular Co., Ltd. (TCC)	Equipment installation and IT service provider	100.00	100.00	-
TCC	Taiwan Fixed Network Co., Ltd. (TFN)	Fixed-line service provider	100.00	100.00	-
TFN	TFN HK Ltd.	Telecommunications service provider	100.00	100.00	-
TFN	TFN Union Investment Co., Ltd. (TUI)	Investment	100.00	100.00	-
TCC	Taiwan Digital Communications Co., Ltd. (TDC)	Retail seller of mobile devices	100.00	100.00	-
TCC	TCC Investment Co., Ltd. (TCCI)	Investment	100.00	100.00	TCCI, TID and TUI collectively owned 730,726 thousand shares of the Corporation representing 21.36% of total outstanding shares.

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
			2012	2011	
TCCI	TCCI Investment & Development Co., Ltd. (TID)	Investment	100.00	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 telephone marketing	100.00	100.00	-
TT&T	Taiwan Super Basketball Co., Ltd. (TSB)	Basketball team management	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	-

Note 1: Became a subsidiary of WMT which merged TFMT on March 1, 2012.

Note 2: Became a subsidiary of WMT due to the merging of WTVB and TFNM into TFMT on February 8, 2012. Then, TFMT was merged by WMT on March 1, 2012.

Note 3: Fu Sin Media Technology Co., Ltd originally owned 3.34% of the shares of Phoenix Cable TV Co., Ltd. Then, Fu Sin Media Technology Co., Ltd was merged by TFNM on March 2, 2012 which subscribed all the shares.

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 and other assets which do not belong to current 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 Assets 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 assets 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 assets 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 Group accesses evidence for impairment of receivables on an individual and collective basis. Accordingly, all individually significant receivables are assessed for specific impairment. The Group 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 item.

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 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 under 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 on 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 for an available-for-sale financial asset. Impairment losses are recognized if a decrease in the fair value of the instruments can be objectively related to an event. Reversal of impairment losses is not allowed.

Bonds Measured at Amortized Cost

Bond portfolios with fixed or determinable payments and with no quoted prices in an active market are carried at amortized cost using the effective interest method. These bond portfolios are initially recognized at fair value plus transaction costs that are directly attributable to the acquisition or the issuance of the financial assets. Profit or loss is recognized at the time of derecognition, impairment or amortization. A regular purchase or sale of financial assets is recognized and 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 been determined (net of amortization) had no impairment loss been 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 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 “ Leases,” a lease is identified as either an operating lease or a capital lease, based on the lease contract terms, the collectability of the rent, 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 a 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 rental 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 values derived from all future rental receivables based on an implicit interest rate of the lease. The excess of total rental receivables over the present value of rental 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 the straight-line method over 13 years and 9 months starting from the launch of 3G services.

b. Computer software

Computer software cost is amortized by the straight-line method over 3 to 10 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 for investments accounted for by the equity method.

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

d. Customer relationship, trademarks and operating rights

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

Customer relationship, trademarks and operating rights are measured on the basis of the future economic value and the useful life of the subsidiaries' retailing channel, cable TV and data network businesses. Customer relationship is amortized by straight-line method over 6 to 20 years. Trademarks and operating rights are based on a license about trademark registration and cable TV. Although the license has a statutory period, the subsidiary can apply for license renewal. Therefore, it does not have a definite useful life in the light of future operation. Thus, this intangible asset should be tested annually for impairment instead of being amortized in accordance with SFAS No. 37 "Intangible Assets". An impairment test is also required if there is evidence of trademarks and operating rights impairment due to certain circumstances.

Idle Assets

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

Deferred Charges

Deferred charges, mainly interior decoration costs for offices and directly-managed stores and capitalization for significant repairs, are amortized by the straight-line method over 1 to 6 years.

Asset Impairment

If the carrying value of an asset (including property and equipment, intangible assets, idle assets, assets leased to others, investments accounted for using the equity method, and deferred charges) is more than its recoverable amount, which indicates that an impairment exists, an impairment loss should be recognized. Any subsequent reversal of the impairment loss for the increase in recoverable amount is recognized as income, nevertheless, the carrying value after the reversal shall not exceed the carrying value that would have been determined (net of depreciation) had no impairment loss been recognized for the asset in prior years. 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 carryforwards. A valuation allowance is provided for deferred income tax assets to the extent that it is 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 being realized.

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

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

Foreign-currency Transactions

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

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

Non-monetary assets or liabilities carried at fair value that are denominated in foreign currencies are retranslated at the rates prevailing 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.

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

3. EFFECTS OF CHANGES IN ACCOUNTING PRINCIPLES

Effective from January 1, 2011, the Group adopted 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 financial reports issued by the Corporation, but it does not need to be disclosed in individual financial reports. The Standard also supersedes SFAS No. 20 “Segment Reporting”. The information for the period ended June 30, 2011 has been recast to reflect the new segment reporting requirement. There was no impact on the profit or loss for the six months ended June 30, 2011.

Effective from January 1, 2011, the Group adopted the third amended SFAS No. 34 “Financial Instruments: Recognition and Measurement”. In accordance with the revised SFAS No. 34, initial receivables are used in the recognition, valuation, and impairment of 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	
	2012	2011
Time deposits	\$ 2,691,087	1,626,750
Government bonds with repurchase rights	2,401,853	6,766,696
Cash in banks	917,196	868,111
Cash on hand	88,555	35,902
Short-term notes and bills with repurchase rights	19,993	564,272
Revolving funds	13,159	9,262
	\$ 6,131,843	9,870,993

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

b. Financial assets at fair value through profit or loss – current

Information of financial instrument held for trading is as follow :

	June 30	
	2012	2011
Beneficiary certificates		
Open-end mutual fund	\$ 60,407	-

c. Available-for-sale financial assets – current

	June 30	
	2012	2011
Domestic listed stocks		
Chunghwa Telecom Co., Ltd.	\$ 204,310	214,743

d. Accounts receivable, net

	June 30	
	2012	2011
Accounts receivable	\$ 7,607,303	6,893,602
Less allowance for doubtful accounts	(196,038)	(371,822)
	\$ 7,411,265	6,521,780

In January, 2012, the Group entered into an accounts receivable factoring contract with HC First Asset Management Co., Ltd. The Group sold \$2,380,002 thousand of the overdue accounts receivable, which had been written off, to HC First Asset Management Co., Ltd. The aggregate selling price was \$59,558 thousand. Under this contract, the Group would no longer assume the risk on this receivable.

e. Inventories

	June 30	
	2012	2011
Inventories	\$ 2,846,979	1,457,293
Less allowance to reduce inventory to market	(251,837)	(67,746)
	\$ 2,595,142	1,389,547

Allowances for losses were \$49,269 thousand and \$16,269 thousand for the six months ended June 30, 2012 and 2011, respectively.

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

f. Investments accounted for using the equity method

	June 30			
	2012		2011	
	Carrying	% of	Carrying	% of
	Value	Owner-	Value	Owner-
		ship		ship
Taipei New Horizons Co., Ltd. (TNH)	\$ 550,281	49.90	374,957	49.90
Prepayment for long-term investments				
Taipei New Horizons Co., Ltd. (TNH)	74,850		99,800	
	\$ 625,131		474,757	

TNH was established to invest in a property development project located on the old Songshan Tobacco Factory site. On January 15, 2009, TNH signed a 50-year BOT contract with the Taipei City Government.

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 subscribed for the shares based on its proportion of the shareholding.

On May 15, 2012, TNH's board of directors resolved to increase TNH's capital by 550,000 thousand, divided into 55,000 thousand shares with par value of \$10 per share. The Corporation subscribed for the shares based on its proportion of the shareholding, which remains at 49.9%. The Corporation paid \$74,850 thousand on June, 2012, accounted for as prepayment for long-term investments.

The financial statement used as the basis for calculating the carrying values of equity-method investments and the related losses were 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 effect on the Corporation's financial statements.

The Corporation's investment losses were as follows:

	For the six months ended	
	June 30	
	2012	2011
TNH	\$ 12,531	13,045

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

g. Financial assets carried at cost — non-current

	June 30	
	2012	2011
Domestic emerging stocks		
Taiwan High Speed Rail Corporation	\$ 912,463	2,120,829
Domestic unlisted stocks		
Arcoa Communication Co., Ltd.	67,731	67,731
Great Taipei Broadband Co., Ltd.	39,627	41,241
Parawin Venture Capital Corp.	19,873	20,207
WEB Point Co., Ltd.	6,773	6,773
Foreign unlisted stocks		
Bridge Mobile Pte Ltd.	50,324	50,324
	\$ 1,096,791	2,307,105

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 \$1,948 thousand and \$1,604 thousand were recognized for the six months ended June 30, 2012 and 2011, respectively.

h. Bonds measured at amortized cost — non-current

	June 30	
	2012	2011
Taiwan High Speed Rail Corporation – unlisted convertible preferred stock – series A	\$ 500,000	500,000

i. Property and equipment — accumulated depreciation

	June 30	
	2012	2011
Buildings	\$ 995,754	820,012
Telecommunication equipment	42,091,139	35,533,711
Office equipment	100,716	72,716
Leased assets	647,943	583,182
Miscellaneous equipment	1,840,771	1,217,369
	\$ 45,676,323	38,226,990

Capitalized interest for the six months ended June 30, 2012 and 2011 were \$7,189 thousand and \$4,257 thousand, respectively, with capitalization rates ranging from 1.68% to 1.92% and 1.68% to 2.88%, respectively.

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

j. Intangible assets

	For the six months ended June 30, 2012			
	Trademarks	Goodwill	Customer Relationship	Operating Rights
<u>Cost</u>				
Beginning balance	\$ 2,516,674	15,846,068	2,168,107	1,382,000
Add:				
Effect of exchange rate changes	-	(316)	-	-
Amortization	(53)	-	(89,957)	-
Ending balance	\$ 2,516,621	15,845,752	2,078,150	1,382,000
	For the six months ended June 30, 2011			
	Trademarks	Goodwill	Customer Relationship	Operating Rights
<u>Cost</u>				
Beginning balance	\$ 19,087	10,529,148	2,341,808	1,382,000
Add:				
Acquired in this period	12	103	-	-
Effect of exchange rate changes	(711)	(1,181)	-	-
Amortization	(38)	-	(87,391)	-
Ending balance	\$ 18,350	10,528,070	2,254,417	1,382,000

(1) Customer relationship, trademarks and operating rights

Under SFAS No. 25 "Business Combinations" and No. 37 "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. 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. 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 a major intangible asset.

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

- (c) On September 1, 2010, TFNM, the Corporation's 100%-owned subsidiary, acquired 55% of TKT. On August 12, 2011, TFNM acquired 45% of TKT. The Corporation measured the fair value of the acquired assets and viewed TKT's wireless services as one cash-generating unit. Accordingly, trademarks and customer relationship are identified as major intangible assets.
- (d) On July 13, 2011, WMT, the Corporation's 100%-owned subsidiary, acquired more than 50% of the FMT. The Corporation measured the fair value of the acquired assets and viewed FMT's retailing as one cash-generating unit. Accordingly, trademarks are identified as major intangible assets.

(2) Goodwill

In conformity with SFAS No. 35 "Impairment of Assets," the Group identified the smallest identifiable group of cash-generating units by year and entity as follows:

The Group's members, which were engaged in mobile or wireless phone services, fixed network services, cable television business and the retail 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:

(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 new customer obtained and existing customer maintained. The estimates of remaining costs and expenses were based on the cost drivers of each item.

(iii) Assumptions on discount rate

In 2011 and 2010, the discount rate used to calculate the asset recoverable amounts of the Corporation was 6.98% and 7.47%, respectively.

(b) Fixed network service

(i) Assumptions on operating revenues

After taking into consideration the changes in the telecom industry and the company's growth of operation, the operating revenues were estimated basing on the demand of the types of data transmission and broadband volume.

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

(ii) Assumptions on operating costs and expenses

The costs and expenses were based on the cost drivers of each item.

(iii) Assumptions on discount rate

In 2011 and 2010, the discount rates were 7.22% and 7.54%, 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.

(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 operator ranged from 8.20% to 8.47% and from 8.00% to 8.49% in 2011 and 2010, respectively.

(d) Retail business

(i) Assumptions on operating revenues

After taking into consideration the changes in the retail business industry and competitiveness of the market, the operating revenues were estimated basing on the classification and the average price of commodities, and the degree of the contribution of the customers.

(ii) Assumptions on operating costs and expenses

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

(iii) Assumptions on discount rate

In 2011, the discount rate used to calculate the asset recoverable amounts was 10.72%.

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

Based on the key assumptions of each cash-generating unit, the Group's management believes that the carrying amounts of these operating assets 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, 2011 and 2010.

k. Short-term borrowings

	June 30	
	2012	2011
Unsecured loans	\$ 1,800,000	1,028,000
Secured loans	45,216	-
	\$ 1,845,216	1,028,000
Interest rate	1.025%~7.0848%	0.886%~1.70%

l. Advance receipts

- (1) In accordance with NCC's policy, the Corporation entered into a contract with First Commercial Bank Co., Ltd., which provided a performance guarantee for advance receipts from prepaid card customers. The unused guaranteed advance receipts from prepaid card customers were \$1,106,730 thousand as of June 30, 2012.
- (2) In accordance with NCC's policy, TFN, the Corporation's subsidiary entered into a contract with First Commercial Bank Co., Ltd. which provided performance guarantee for advance receipts from IDD calling card customers. The unused guaranteed advance receipts from above-mentioned IDD calling card customers were \$15,660 thousand as of June 30, 2012.
- (3) In accordance with NCC's policy, cable television companies should provide a performance deposit based on a certain proportion of the advance receipts for a prepaid period. As of June 30, 2012, the cable television companies had received an advance fee of NT\$447,477 thousand and provided \$54,093 thousand as performance deposit, which is classified as other assets-restricted asset.

m. Bonds payable

	June 30			
	2012		2011	
	Current	Non-current	Current	Non-current
2nd domestic unsecured bonds	\$ 4,000,000	4,000,000	-	8,000,000

On November 14, 2008, the Corporation issued \$8,000,000 thousand of 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.

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

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

Year	Amount
2012, the fourth quarter	\$ 4,000,000
2013	4,000,000
	\$ 8,000,000

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 \$110,100 thousand and \$86,697 thousand for the six months ended June 30, 2012 and 2011, 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 Bank of Taiwan. As approved by the Department of Labor of the Taipei City Government, the Corporation, TFN and TT&T suspended contributing from February 2007 to January 2013.

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 stock and cash, may be transferred to capital as stock dividends or distributed as cash 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 accounted for using the equity method may not be used for any other purposes.

(2) Legal reserve

According to the Company Act, a company shall first set aside ten percent of its income (after taxes) as legal reserve until it equals to the paid-in capital. After offsetting any deficit, the legal reserve may be transferred to capital as stock dividends or distributed as cash dividends within the amount in excess of 25% of the paid-in capital in pursuant to the resolution to be adopted by the shareholders' meeting.

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

(3) 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 or reversed special reserve based on relevant laws or regulations or business requirements, should be distributed as follows:

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

The Corporation's dividend distribution is based on the availability of excess funds. That is, the Corporation first projects future capital needs through a capital budgeting process and then provides for the projected capital needs by using retained earnings. The remainder is available for cash 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 (except treasury stock) 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, 2012, the bonuses to employees and remuneration to directors were accrued based on 3% and 0.3%, respectively, of net income (not including the bonus to employees and remuneration to directors) after setting aside 10% of 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 directors' 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 2013'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 the closing price one day prior to the AGM, adjusted for cash and/or stock dividends if any.

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

The 2011 and 2010 earnings appropriations resolved by the AGMs on June 22, 2012 and June 15, 2011, were as follows:

	Appropriation of Earnings		Dividend Per Share (NT\$)	
	For Fiscal Year 2011	For Fiscal Year 2010	For Fiscal Year 2011	For Fiscal Year 2010
	Appropriation of legal reserve	\$ 1,346,876	1,382,219	
Cash dividends	13,880,952	12,439,967	5.16	4.1619
Reversal of special reserve	(821,741)	-		
	\$ 14,406,087	13,822,186		

The shareholders, on June 22, 2012, resolved to distribute 2011 bonus of \$362,844 thousand to employees and remuneration of \$36,284 thousand to directors. 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.

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

(4) Capital reduction by cash

To increase ROE (Return of Equity) and maintain stable EPS (Earnings Per Share) and dividend, the Corporation's AGM resolved on June 15, 2011 a capital reduction of \$3,800,926 thousand, eliminated 380,093 thousand shares, representing 10% of outstanding shares. On July 15, 2011, the authority already approved the application and the Corporation's board of directors resolved the record date of August 1, 2011. Trading suspension started on October 3, 2011 and the new shares resumed trading on October 13, 2011.

(5) Treasury stock

Purpose of Buyback	(Shares in Thousands)			
	Beginning Shares	Increase	Decrease	Ending Shares
<u>For the six months ended June 30, 2012</u>				
Shares held by subsidiaries	730,726	-	-	730,726
<u>For the six months ended June 30, 2011</u>				
Shares held by subsidiaries	811,918	-	-	811,918

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NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

As of June 30, 2012, the Corporation's stock held by TCCI, TID, and TUI (all are subsidiaries 100% owned by the Corporation) was 730,726 thousand shares and the carrying and market values were \$71,976,496 thousand. The Corporation reclassified \$31,077,183 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 over these shares, except for the participation in capital injection by cash. In addition, based on the ROC Company Act, the holders, which are subsidiaries over 50% owned by the Corporation, of treasury stock cannot exercise the voting rights.

(6) Unrealized gain or loss on financial instruments

Changes of unrealized gain or loss on financial instruments for the six months ended June 30, 2012 and 2011, is summarized as follows:

	For the six months ended June 30	
	2012	2011
Available-for-sale financial assets		
Balance, beginning of period	\$ 111,306	89,842
Fair value changes recognized directly in equity	(13,042)	18,855
Unrealized gains on financial instruments	\$ 98,264	108,697

p. Income tax expense

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

	For the six months ended June 30	
	2012	2011
Tax on pretax income at statutory tax rate	\$ 2,561,535	2,356,162
Add (deduct) tax effects of:		
Permanent differences		
Investment income from domestic investees accounted for using the equity method	(1,028,500)	(955,714)
Other	(1,560)	6,271
Temporary differences	(118,970)	(173,420)
Deferred income taxes	121,335	177,125
Prior years' adjustment	(11,094)	(16,812)
Prior years' loss carryforward	(7,676)	(7,542)
Investment tax credits	-	(1,112)
Income tax expense	\$ 1,515,070	1,384,958

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NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

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

	June 30	
	2012	2011
Unrealized loss on retirement of property and equipment	\$ 758,198	1,000,715
Amortization of goodwill	(531,551)	(406,195)
Provision for doubtful accounts	136,196	213,966
Difference in the estimated lives of property and equipment	135,724	132,104
Prior years' loss carryforward	39,380	37,583
Provision for impairment losses on idle assets	20,641	21,317
Other	141,804	53,654
	700,392	1,053,144
Less valuation allowance	(245,460)	(238,431)
	\$ 454,932	814,713
	June 30	
	2012	2011
Deferred income tax assets		
Current	\$ 46,208	11,251
Non-current	626,299	976,458
	\$ 672,507	987,709
Deferred income tax liabilities		
Current	\$ (77)	-
Non-current	(217,498)	(172,996)
	\$ (217,575)	(172,996)

(3) The net operating loss carryforwards of the Group as of June 30, 2012, were as follows:

Year	Total Creditable Amount	Remaining Creditable Amount	Expiry Year
2006	\$ 2,602	-	2016
2007	125,042	93,892	2017
2008	62,074	61,969	2018
2009	1,124	285	2019
2010	13,050	2,591	2020
2011	72,907	72,907	2021
	\$ 276,799	231,644	

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NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

(4) Integrated income tax information was as follows:

	June 30	
	2012	2011
Balance of imputation credit account (ICA)		
The Corporation	\$ 3,884,767	2,844,643
TCC	12,506	-
WMT	35,208	-
GWMT	1,549	1,624
GFMT	184	89
TDC	-	-
TCCI	753	87,688
TID	-	-
TSB	-	-
TFN	705,273	454,488
TT&T	434	5,457
TUI	-	-
WTVB	-	-
TFNM	258,835	259
UCTV	-	-
YJCTV	24,000	24,163
MCTV	2,441	2,330
PCTV	411	473
GCTV	14,724	14,687
TKT	-	-
FMT	56,335	Not applicable
FST	2,336	Not applicable
FLI	2,877	Not applicable
FPI	2,335	Not applicable
TFMT	Not applicable	6,978
TWTV	Not applicable	-
FJLMT	Not applicable	-
FSMT	Not applicable	2,181

As of June 30, 2012, there were no unappropriated earnings generated before January 1, 1997. The actual creditable ratios for the 2011 and 2010 earnings appropriation, respectively, were as follows:

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

	<u>2011</u>	<u>2010</u>
The Corporation	23.46%	17.68%
TCC	12.61%	18.72%
WMT	20.48%	-
GWMT	20.48%	20.48%
GFMT	-	-
TDC	20.44%	-
TCCI	8.66%	20.48%
TID	-	-
TSB	20.48%	-
TFN	20.48%	20.48%
TT&T	20.48%	20.48%
TUI	-	-
WTVB	-	-
TFNM	4.74%	19.93%
UCTV	10.85%	9.83%
YJCTV	20.48%	20.48%
MCTV	20.53%	20.54%
PCTV	20.54%	20.56%
GCTV	20.49%	20.49%
TKT	-	-
FMT	20.50%	Not applicable
FST	20.48%	Not applicable
FLI	20.48%	Not applicable
FPI	20.48%	Not applicable
TFMT	3.94%	-
TWTV	-	Not applicable
FJLMT	-	-
FSMT	23.93%	20.48%

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	2009
The former TransAsian Telecommunications Inc.	All applicable
TransAsian Telecommunications Inc.	2007
Mobitai Communications	All applicable
TCC	2009
WMT	2010
GWMT	2010
GFMT	2010
TDC	2010
TCCI	2010
TID	2010
TSB	2010
TFN	2009
TTN	2007
TT&T	2010
TUI	2010
TFNI	2008
WTVB	2009
TFNM	2010, only 2008 not applicable (not yet authorized)
UCTV	2009
YJCTV	2010
MCTV	2010
PCTV	2010
GCTV	2009
TKT	2010
FMT	2010
FST	2010
FLI	2009
FPI	2009
TWTV	2010
TFMT	2010
FJLMT	2010
FSMT	2010

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

The Corporation's income tax returns for the years up to 2009 had been examined by the tax authorities. The Corporation disagreed with the examination results of the income tax returns and requested a reexamination for 2006, 2008, and 2009. The Corporation had filed for corrections of its 2006 income tax returns.

TAT's income tax returns up to 2007 had been examined by the tax authorities. TAT disagreed with the examination results of the income tax returns for 2006 and 2007 and had filed an appeal.

The former TAT's income tax returns up to 2006 had been examined by the tax authorities. The former TAT had filed for corrections of its 2002 through 2004 income tax returns.

Mobitai's income tax returns up to 2007 had been examined by the tax authorities. Mobitai disagreed with the examination results on the income tax return for 2006 and 2007 and requested a reexamination.

TFN's income tax returns up to 2009 had been examined by the tax authorities. TFN disagreed with the examination results of the income tax return for 2008 and 2009 and requested a reexamination.

TFNM's income tax returns up to 2010 had been examined by the tax authorities, except for 2008. TFNM disagreed with the examination results of the income tax returns and requested an appeal for 2006 and 2007 and requested a reexamination for 2009. TFNM had filed for corrections of the Statement of Changes in the Imputation Credit Account for 2010.

YJCTV's income tax returns up to 2010 had been examined by the tax authorities. YJCTV disagreed with the examination results of the income tax return for 2009 and requested a reexamination.

GCTV's income tax returns up to 2009 had been examined by the tax authorities. GCTV disagreed with the examination results for 2009 and requested a reexamination.

UCTV's income tax returns up to 2009 had been examined by the tax authorities. UCTV disagreed with the examination results for 2006、2007 and 2009 and has requested a reexamination. UCTV plans to apply for reexamination for 2008.

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NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

q. Earnings per share

	Amounts (Numerator)		Shares (Denominator) (Thousands)	EPS (NT\$)	
	Before Income Tax	After Income Tax		Before Income Tax	After Income Tax
<u>For the six months ended June 30, 2012</u>					
Basic EPS					
Income of common shareholders	\$ 8,142,334	7,268,650	2,690,107	<u>\$ 3.03</u>	<u>\$ 2.70</u>
Add effect of dilutive potential common stock - bonus to employees	-	-	5,932		
Diluted EPS					
Income of common shareholders with dilutive effect of potential common shares	<u>\$ 8,142,334</u>	<u>7,268,650</u>	<u>2,696,039</u>	<u>\$ 3.02</u>	<u>\$ 2.70</u>
<u>For the 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 potential 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>

The Accounting Research and Development Foundation (ARDF) issued Interpretation No. 2007-052, which requires companies to recognize bonuses paid to employees, and remuneration to directors as compensation expenses beginning January 1, 2008. These bonuses and remuneration 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 dilution 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 resolve the actual number of shares to be distributed to employees at the AGM of the following year.

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

r. Financial instrument transactions

(1) Fair value information

	June 30			
	2012		2011	
	Carrying Value	Fair Value	Carrying Value	Fair Value
<u>Financial instruments</u>				
<u>Assets</u>				
Cash and cash equivalents	6,131,843	6,131,843	9,870,993	9,870,993
Financial assets at fair value through profit or loss— current	60,407	60,407	-	-
Available-for-sale financial assets – current	204,310	204,310	214,743	214,743
Notes receivable	11,376	11,376	25,192	25,192
Accounts receivable (including related Parties and non-related parties)	7,514,546	7,514,546	6,655,826	6,655,826
Other receivables	217,522	217,522	207,202	207,202
Pledged time deposits (including current and non-current portion)	219,346	219,346	18,319	18,319
Financial assets carried at cost – non-current	1,096,791	-	2,307,105	-
Bonds measured at amortized cost – non-current	500,000	-	500,000	-
Refundable deposits	536,443	536,443	415,171	415,171
Other assets – restricted assets	54,093	54,093	17,219	17,219
<u>Liabilities</u>				
Short-term borrowings	1,845,216	1,845,216	1,028,000	1,028,000
Notes payable	199,839	199,839	124,449	124,449
Accounts payable (including related parties and non-related parties)	5,618,670	5,618,670	3,329,537	3,329,537
Income taxes payable	1,411,909	1,411,909	1,207,224	1,207,224
Accrued expenses	5,941,356	5,941,356	5,631,117	5,631,117
Other payables	17,521,188	17,521,188	17,154,978	17,154,978
Guarantee deposits (including current and non-current portion)	642,339	642,339	388,930	388,930
Bonds payable (including current portion)	8,000,000	8,130,160	8,000,000	8,260,880

- (2) The methods and significant assumptions applied for determining fair values of financial instruments were as follows:
- (a) Financial assets at fair value through profit or loss-current and available-for-sale financial assets-current – 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

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

- (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, other assets – restricted assets, short-term borrowings, 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 a valuation technique.
- (4) The financial assets exposed to fair value interest rate risk amounted to \$2,667,989 thousand and \$8,892,164 thousand as of June 30, 2012 and 2011, respectively, and the financial liabilities exposed to fair value interest rate risk amounted to \$9,800,000 thousand and \$9,020,000 thousand as of June 30, 2012 and 2011, respectively. The financial assets exposed to cash flow interest rate risk amounted to \$3,549,968 thousand and \$945,390 thousand as of June 30, 2012 and 2011, respectively, and the financial liabilities exposed to cash flow interest rate risk amounted to \$45,216 thousand and 8,000 thousand as of June 30, 2012 and 2011, respectively.
- (5) Information on financial risks

(a) Market risk

The Corporation did not enter into any financial derivative transactions which would cause significant exposure to exchange rate, fair value of interest rate, and price risks. Therefore, the overall market risk is not significant.

(b) Credit risk

Credit risk represents the potential impacts on 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, 2012 and 2011 was zero because all counter-parties were reputable financial institutions with good credit ratings.

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

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The credit risk amount listed above is an evaluation of the contracts with positive fair value at the balance sheet date and the contracts with off-balance-sheet commitments and guarantees. Significant concentration of credit risk exists when financial instrument transactions significantly concentrate on one counter-party, 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 by 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 a single client or counter-party or clients 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 Corporation
Taiwan Mobile Foundation (TWM Foundation)	Over one-third of the Foundation's funds came from the Corporation
Taipei New Horizons Co., Ltd. (TNH)	Equity-method investee
Fubon Life Assurance Co., Ltd. (FLA)	Related party in substance
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. (FFVC)	Related party in substance
Fubon Multimedia Technology Co., Ltd. (FMT)	Related party in substance (changed relationship with the Corporation on July 13, 2011)
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
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

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NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

Related Party	Relationship with the Corporation
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 (dissolved on June 30, 2011)
Dai-Ka Ltd. (DKL)	Related party in substance
Fu Sheng Life Insurance Agency Co., Ltd.	Related party in substance
Fu Sheng General Insurance Agency Co., Ltd.	Related party in substance

b. Significant transactions with related parties are summarized below:

(1) Operating revenues

	For the six months ended June 30			
	2012		2011	
	Amount	% of Total Revenues	Amount	% of Total Revenues
TFCB	\$ 37,476	-	42,875	-
FLA	26,114	-	24,481	-
TSL	14,098	-	14,186	-
Fubon Ins.	12,004	-	9,018	-
FSC	9,336	-	10,925	-
FMT	-	-	64,503	-
	\$ 99,028		165,988	

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			
	2012		2011	
	Amount	% of Total Costs	Amount	% of Total Costs
DKL	\$ 73,490	-	74,459	-
Fubon Ins.	21,509	-	22,260	-
	\$ 94,999		96,719	

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

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

(3) Rental income

		For the six months ended	
		June 30	
Leased Sites/Equipment		2012	2011
FMT	Office appliance, etc.	\$ -	17,524

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

(4) Cash in banks

		June 30			
		2012		2011	
		Amount	%	Amount	%
(a) Cash in banks					
	TFCB	\$ 976,062	16	722,792	7
(b) Pledged time deposits					
	TFCB	\$ 67,983	34	-	-

(5) Receivables and payables

		June 30			
		2012		2011	
		Amount	%	Amount	%
(a) Accounts receivable					
	TFCB	\$ 40,073	1	56,136	1
	FLA (Note)	17,660	-	13,310	-
	TSL (Note)	13,226	-	15,520	-
	FSC (Note)	7,878	-	14,071	-
	Other	24,444	-	35,009	-
		\$ 103,281		134,046	

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

Note: Leasehold receivables of the above- mentioned companies were as follows:

June 30, 2012	Leasehold receivable		Less unrealized interest income	
	Current Portion	Maturities of over One Year (Classified under Other Assets)	Current Portion	Maturities of over One Year (Classified under Other Assets)
FLA	\$ 10,895	22,115	(571)	(1,263)
TSL	13,476	-	(342)	-
FSC	4,569	1,787	(173)	(105)
	\$ 28,940	23,902	(1,086)	(1,368)
June 30, 2011				
FLA	\$ 8,579	23,664	(550)	(1,574)
TSL	14,599	12,353	(1,196)	(342)
FSC	5,491	5,372	(398)	(256)
	\$ 28,669	41,389	(2,144)	(2,172)

	June 30			
	2012		2011	
	Amount	%	Amount	%
(b) Prepayments				
Fubon Ins.	\$ 21,386	2	21,441	2
(c) Refundable deposits				
FLA	\$ 56,206	10	227	1
(d) Accounts payable				
DKL	\$ 32,880	1	33,734	1
(6) Other				

	For the six months ended June 30	
	2012	2011
	(a) Rental expense	
FLA	\$ 58,935	213
(b) Insurance expense		
Fubon Ins.	\$ 10,127	5,991
(c) Repairs and maintenance		
FPM	\$ 11,631	10,819

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

	For the six months ended June 30	
	2012	2011
(d) Donation		
TWM Foundation	\$ 7,900	11,713
(e) Other expense		
TFCB	\$ 51,394	18,064
FPM	19,324	12,993
	\$ 70,718	31,057

(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 58,857 thousand shares, equal 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, WMT. 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.

6. ASSETS PLEDGED

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

	June 30	
	2012	2011
Current assets - time deposits	\$ 199,913	1,100
Other assets - time deposits	19,433	17,219
	\$ 219,346	18,319

FMT, using the above current assets – time deposits amounting \$120,000 thousand, provided letter of credit (LC) as guarantee for Fubon Gehua (Beijing) Enterprise Co., Ltd. Please see Note 7(f).

7. COMMITMENTS AND CONTINGENT EVENTS

- a. To enhance 3G mobile communications, expand network coverage, and increase the service functions, the Corporation entered into 3G expansion contracts with Nokia Siemens Networks Taiwan Co., Ltd. for \$6,650,000 thousand in February 2011. As of June 30, 2012, the purchase amount was \$3,828,517 thousand.
- b. The Corporation provided a maximum \$21,500,000 thousand guarantee for TFN's bank loans. Under the bank practice requirement the Corporation also provided \$21,147,375 thousand in promissory notes outstanding for TFN's borrowings from banks. TFN has drawdown zero from the banks within the guarantee amount.

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

- c. Respond to the rapid development of the clouds application services and the engine room demand promoted by enterprise engine room outsourcing services, TFN entered into a purchase contract of real estate with Han Ya Co., Ltd. at the price of \$2,868,000 thousand in July 2011 and \$650,000 thousand was paid as of June 30, 2012.
- d. To improve the network quality and bandwidth, its subsidiary, TFN, entered into a purchase contract of transmission facility and IP equipment with Nokia Siemens Networks Taiwan Co., Ltd. in July 2011. The total amount of the contract will be no higher than \$769,576 thousand. As of June 30, 2012, the purchase amount was \$182,018 thousand.
- e. To enhance the efficiency of office utilization, TFN entered into a purchase contract of real estate with DSM – AGI Corporation at the price of \$318,088 thousand in June 2012 and \$95,000 thousand was paid as of June 30, 2012.
- f. FMT, its subsidiary, provided guarantee for Fubon Gehua (Beijing) Enterprise Co., Ltd with limitation of US\$5,700 thousand. The amount of LC opening, under the bank practice requirement, is US\$3,500 thousand deriving from bank loans and the time deposit of \$120,000 thousand was pledged as guarantee for the LC opening. The ending drawdown balance within the maximum guarantee and endorsement is RMB\$9,600 thousand.
- g. As of June 30, 2012, its subsidiary, FGE, had guaranteed to make office and sound stage construction for RMB\$14,373 thousand and the outstanding amount is RMB\$220 thousand; FGE also provided RMB\$47,608 thousand commitment for knowledge and intangible assets and the outstanding amount is RMB\$177 thousand.
- h. Future minimum rental payments as of June 30, 2012, for significant operating lease agreements, are summarized as follows:

Year of maturities	Amount
For the second half of 2012	\$ 139,351
2013	416,253
2014	461,029
2015	310,511
2016	279,673

8. SIGNIFICANT CASUALTY LOSS: NONE

9. SIGNIFICANT SUBSEQUENT EVENTS: NONE

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

10. THE ADOPTION OF IFRSs ON DISCLOSURE IN ADVANCE

a. Under the order No. 0990004943 issued by Financial Supervisory Commission (FSC) on February 2, 2010, starting 2013, the Corporation is required to prepare the financial report in conformity with the International Financial Reporting Standards (IFRSs), Standing Interpretations Committee (which is the predecessor of IFRIC), and the International Financial Reporting Interpretations Committee endorsed by the Financial Supervisory Commission. To assist the adjustment, the Corporation had established an ad hoc group which is in charged with developing the plan for adopting IFRSs that is being led by the supervisor of Finance Group. The content of the plan, completion date, and implementation status are described in the table below.

<u>Content of the plan</u>	<u>Implementation Units</u>	<u>Implementation Situation</u>
(a) Assessment Stage		
-Educated employee about financial accounting standards	Accounting Division	Completed
-Established the plan on adopting IFRSs and ad hoc group	Accounting Division	Completed
-Compared and analyzed differences between IFRSs and current financial accounting standards	Accounting Division	Completed
-Adjustment for current financial accounting standards	Accounting Division	Completed
-Evaluated applicability of First-time Adoption of IFRSs	Accounting Division	Completed
-Evaluated adjustment for information system and internal control	Finance Group, Business Groups, Information Group, Internal Audit Office	Completed
(b) Preparation Stage		
-Decided how to adjust current accounting policy in conformity with IFRSs	Accounting Division	Completed
-Decided how to adopt" First-time Adoption of IFRSs"	Accounting Division	Completed
-Adjusted for related information system and internal control	Finance Group, Business Groups, Information Group, Internal Audit Office	Completed
(c) Implementation Stage		
-Tested operation of related information system	Finance Group, Business Groups, Information Group, Internal Audit Office	Completed
-Gathered data to prepare balance sheet and compared the financial statements in conformity with IFRSs at the beginning of the year	Accounting Division	Completed
-Prepared comparative financial statements in conformity with IFRSs	Accounting Division	Prepared financial statements compliance with IFRSs as for the first half of 2012

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

b. As of June 30, 2012, the potential significant differences between current accounting policies and IFRSs for preparing financial statements as evaluated by the Group are listed below:

(a) Reconciliation of Balance Sheet, starting January 1, 2012

(In Thousands of New Taiwan Dollars)

ROC GAAP		Effect of transition to IFRSs		IFRSs		
Items	Amount	Difference of recognition and measurement	Difference of presentation	Amount	Items	Interpretation
CURRENT ASSETS:						
Cash and cash equivalents	\$ 6,693,992			6,693,992	Cash and cash equivalents	
Financial assets at fair value through profit or loss-current	60,186	-	-	60,186	Financial asset at fair value through profit or loss	
Available-for-sale financial assets - current	217,351	-	-	217,351	Available-for-sale financial assets - current	
Notes receivable	23,423	-	-	23,423	Notes receivable	
Accounts receivable, net	7,675,936	-	-	7,675,936	Accounts receivable, net	
Accounts receivable- related parties	124,601	-	-	124,601	Accounts receivable-related parties	
Other receivables	241,558	-	-	241,558	Other receivables	
Inventories	2,070,536	-	-	2,070,536	Inventories	
Prepayments	877,470	(263,048)	-	614,422	Prepayments	2
Deferred income tax assets-current	28,391	-	(28,391)	-		13
Pledged time deposits	73,062	-	-	73,062	Restricted assets	
Other current assets	46,041	-	-	46,041	Other current assets	
Total current assets	18,132,547	(263,048)	(28,391)	17,841,108		
INVESTMENTS:						
Investments accounted for using the equity method	562,812	-	-	562,812	Investments accounted for using the equity method	
	-	1,123,144	-	1,123,144	Available-for-sale financial assets - non-current	3
Financial assets carried at cost - non-current	1,098,739	(912,463)	-	186,276	Financial assets carried at cost - non-current	3
Bonds measured at amortized cost - non-current	500,000	-	-	500,000	Bonds measured at amortized cost - non-current	
Total investments	2,161,551	210,681	-	2,372,232		
NET PROPERTY AND EQUIPMENT	40,922,372	-	(395,629)	40,526,743	Property and equipment	10 and 11
		-	307,784	307,784	Investment Property	9
INTANGIBLE ASSETS						
Trademarks	2,516,674	-	-	2,516,674	Trademarks	
3G concession license	5,233,964	-	-	5,233,964	3G concession license	
Computer software cost	461,904	-	(7,367)	454,537	Computer software cost	11
Goodwill	15,846,068	(138)	-	15,845,930	Goodwill	8
Customer relationship	2,168,107	-	-	2,168,107	Customer relationship	
Operating rights	1,382,000	-	-	1,382,000	Operating rights	
Other intangible assets	26,047	(25,409)	-	638	Other intangible assets	6
Total intangible assets	27,634,764	(25,547)	(7,367)	27,601,850		

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

ROC GAAP	Effect of transition to IFRSs			IFRSs		
Items	Amount	Difference of recognition and measurement	Difference of presentation	Amount	Items	Interpretation
OTHER ASSETS:						
Assets leased to others	307,784	-	(307,784)	-		9
Idle assets	99,813	-	(99,813)	-		10
	-	-	502,809	502,809	Prepayments for equipment	11
Refundable deposits	510,464	-	-	510,464	Refundable deposits	
Deferred charges	596,245	-	-	596,245	Deferred charges	
Deferred income tax assets - non-current	743,916	75,133	27,766	846,815	Deferred income tax assets - non-current	13
Other	684,912	(8,504)	-	676,408	Other	6
Total other assets	<u>2,943,134</u>	<u>66,629</u>	<u>122,978</u>	<u>3,132,741</u>		
TOTAL	\$ 91,794,368	(11,285)	(625)	91,782,458		
CURRENT LIABILITIES:						
Short-term borrowings	\$ 9,000,000	-	-	9,000,000	Short-term borrowings	
Short-term notes and bills payable	899,273	-	-	899,273	Short-term notes and bills payable	
Notes payable	641,166	-	-	641,166	Notes payable	
Accounts payable	5,703,352	-	-	5,703,352	Accounts payable	
Income taxes payable	1,331,623	-	-	1,331,623	Current tax liability	
Accrued expenses and other payables	9,655,154	61,140	-	9,716,294	Other payables	4, 5, and 8
Demolition process payable	72,202	-	-	72,202	Provision - current	
Current portion of long-term liabilities	4,000,000	-	-	4,000,000	Current portion of long-term liabilities	
Advance receipts and Other current liabilities	4,947,635	38,172	-	4,985,807	Advance receipts and other current liabilities	1
Guarantee deposits - current	103,813	-	-	103,813	Guarantee deposits-current	
Deferred income tax liability	193	-	(193)	-		13
Total current liabilities	<u>36,354,411</u>	<u>99,312</u>	<u>(193)</u>	<u>36,453,530</u>		
LONG-TERM LIABILITIES:						
Bonds payable	4,000,000	-	-	4,000,000	Bonds payable	
OTHER LIABILITIES:						
Accrued pension liabilities	-	106,748	-	106,748	Accrued pension liabilities	6
Guarantee deposits	490,480	-	-	490,480	Guarantee deposits	
Deferred income tax liability - non-current	195,847	(13,212)	(432)	182,203	Deferred income tax liability - non-current	13
Other	689,745	-	-	689,745	Other	
TOTAL OTHER LIABILITIES	<u>1,376,072</u>	<u>93,536</u>	<u>(432)</u>	<u>1,469,176</u>		
TOTAL LIABILITIES	<u>41,730,483</u>	<u>192,848</u>	<u>(625)</u>	<u>41,922,706</u>		
SHAREHOLDERS' EQUITY						
Capital stock						
Common stock	34,208,328	-	-	34,208,328	Common stock	
Capital surplus						
From convertible bonds	8,775,819	-	-	8,775,819	From convertible bonds	
From treasury stock transactions	3,639,302	-	-	3,639,302	From treasury stock transactions	
From long-term investments	4,485	(4,485)	-	-	Adjustments to changes in equity to affiliated companies in equity-method investments	7
	-	3,890	-	3,890	Difference between proceeds of disposal and carrying amount	7
Other	12,840	-	-	12,840	Other	
Retained earnings						
Legal reserve	16,715,018	-	-	16,715,018	Legal reserve	
Special reserve	821,741	-	-	821,741	Special reserve	
Unappropriated earnings	15,735,518	(438,166)	-	15,297,352	Unappropriated earnings	
Other equity						
Cumulative translation adjustments	17,612	16,619	-	34,231	The effects of changes in foreign exchange rates	8
Net loss not recognized as pension cost	(16,775)	16,775	-	-		6
Unrealized gains on financial instruments	111,306	210,681	-	321,987	Unrealized gains on available-for-sale financial asset	3
Treasury stock	(31,077,183)	-	-	(31,077,183)	Treasury stock	
Minority interest	48,948,011	(194,686)	-	48,753,325		
	1,115,874	(9,447)	-	1,106,427	Non-controlling interest	
TOTAL SHAREHOLDERS' EQUITY	<u>50,063,885</u>	<u>(204,133)</u>	<u>-</u>	<u>49,859,752</u>		
TOTAL	\$ 91,794,368	(11,285)	(625)	91,782,458		

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

(b) Reconciliation of Balance Sheet, as of June 30, 2012

(In Thousands of New Taiwan Dollars)

ROC GAAP		Effect of transition to IFRSs		IFRSs		
Items	Amount	Difference of recognition and measurement	Difference of presentation	Amount	Items	Interpretation
CURRENT ASSETS:						
Cash and cash equivalents	\$ 6,131,843	-	-	6,131,843	Cash and cash equivalents	
Financial assets at fair value through profit or loss- current	60,407	-	-	60,407	Financial asset at fair value through profit or loss	
Available-for-sale financial assets – current	204,310	-	-	204,310	Available-for-sale financial assets – current	
Notes receivable	11,376	-	-	11,376	Notes receivable	
Accounts receivable, net	7,411,265	-	-	7,411,265	Accounts receivable, net	
Accounts receivable-related parties	103,281	-	-	103,281	Accounts receivable- related parties	
Other receivables	217,522	-	-	217,522	Other receivables	
Inventories	2,595,142	-	-	2,595,142	Inventories	
Prepayments	940,371	(316,586)	-	623,785	Prepayments	2
Deferred income tax assets- current	46,208	-	(46,208)	-		13
Pledged time deposits	199,913	-	-	199,913	Restricted assets	
Other current assets	41,154	-	-	41,154	Other current assets	
Total current assets	17,962,792	(316,586)	(46,208)	17,599,998		
INVESTMENTS:						
Investments accounted for using the equity method	550,281	-	-	550,281	Investments accounted for using the equity method	
Prepayment for long-term investments	74,850	-	(74,850)	-		12
	-	1,145,698	-	1,145,698	Available-for-sale financial assets - non-current	3
Financial assets carried at cost - non-current	1,096,791	(912,463)	-	184,328	Financial assets carried at cost - non-current	3
Bonds measured at amortized cost - non-current	500,000	-	-	500,000	Bonds measured at amortized cost - non-current	
Total investments	2,221,922	233,235	(74,850)	2,380,307		
NET PROPERTY AND EQUIPMENT	40,112,077	-	(711,984)	39,400,093	Property and equipment	10 and 11
		-	301,395	301,395	Investment Property	9
INTANGIBLE ASSETS						
Trademarks	2,516,621	-	-	2,516,621	Trademarks	
3G concession license	4,860,109	-	-	4,860,109	3G concession license	
Computer software cost	539,392	-	(83,788)	455,604	Computer software cost	11
Goodwill	15,845,752	178	-	15,845,930	Goodwill	8
Customer relationship	2,078,150	-	-	2,078,150	Customer relationship	
Operating rights	1,382,000	-	-	1,382,000	Operating rights	
Other intangible assets	25,679	(25,409)	-	270	Other intangible assets	6
Total intangible assets	27,247,703	(25,231)	(83,788)	27,138,684		

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

(In Thousands of New Taiwan Dollars)

ROC GAAP	Effect of transition to IFRSs		IFRSs			
Items	Amount	Difference of recognition and measurement	Difference of presentation	Amount	Items	Interpretation
OTHER ASSETS:						
Assets leased to others	301,395	-	(301,395)	-		9
Idle assets	99,749	-	(99,749)	-		10
	-	-	895,521	895,521	Prepayments for equipment	11
Refundable deposits	536,443	-	-	536,443	Refundable deposits	
Deferred charges	637,067	-	-	637,067	Deferred charges	
			74,850	74,850	Prepayment for long-term investments- equity method	12
Deferred income tax assets - non-current	626,299	84,310	45,731	756,340	Deferred income tax assets - non-current	13
Other	639,402	(3,949)	-	635,453	Other	6
Total other assets	<u>2,840,355</u>	<u>80,361</u>	<u>614,958</u>	<u>3,535,674</u>		
TOTAL	<u>90,384,849</u>	<u>(28,221)</u>	<u>(477)</u>	<u>90,356,151</u>		
CURRENT LIABILITIES:						
Short-term borrowings	1,845,216	-	-	1,845,216	Short-term borrowings	
Notes payable	199,839	-	-	199,839	Notes payable	
Accounts payable	5,585,790	-	-	5,585,790	Accounts payable	
Accounts payable-related parties	32,880	-	-	32,880	Accounts payable-related parties	
Income taxes payable	1,411,909	-	-	1,411,909	Current tax liability	
Accrued expenses and other payables	23,387,049	61,649	-	23,448,698	Other payables	4, 5 and 8
Demolition process payable	75,495	-	-	75,495	Provision - current	
Current portion of long-term liabilities	4,000,000	-	-	4,000,000	Current portion of long-term liabilities	
Advance receipts and other current liabilities	4,964,844	40,161	-	5,005,005	Advance receipts and other current liabilities	1
Guarantee deposits - current	123,699	-	-	123,699	Guarantee deposits - current	
Deferred income tax liability	77	-	(77)	-		13
Total current liabilities	<u>41,626,798</u>	<u>101,810</u>	<u>(77)</u>	<u>41,728,531</u>		
LONG-TERM LIABILITIES:						
Bonds payable	4,000,000	-	-	4,000,000	Bonds payable	
OTHER LIABILITIES:						
Accrued pension liabilities	-	107,491	-	107,491	Accrued pension liabilities	6
Guarantee deposits	518,640	-	-	518,640	Guarantee deposits	
Deferred income tax liability - non-current	217,498	(12,911)	(400)	204,187	Deferred income tax liability - non-current	13
Other	719,388	-	-	719,388	Other	
TOTAL OTHER LIABILITIES	<u>1,455,526</u>	<u>94,580</u>	<u>(400)</u>	<u>1,549,706</u>		
TOTAL LIABILITIES	<u>47,082,324</u>	<u>196,390</u>	<u>(477)</u>	<u>47,278,237</u>		
SHAREHOLDERS' EQUITY						
Capital stock						
Common stock	34,208,328	-	-	34,208,328	Common stock	
Capital surplus						
From convertible bonds	8,775,819	-	-	8,775,819	From convertible bonds	
From treasury stock transactions	3,639,302	-	-	3,639,302	From treasury stock transactions	
From long-term investments	4,485	(4,485)	-	-	Adjustments to changes in equity to affiliated companies in equity-method investments	7
	-	3,890	-	3,890	Difference between proceeds of disposal and carrying amount	7
Other	12,840	-	-	12,840	Other	
Retained earnings						
Legal reserve	18,061,894	-	-	18,061,894	Legal reserve	
Special reserve	-	-	-	-	Special reserve	
Unappropriated earnings	8,598,081	(483,011)	-	8,115,070	Unappropriated earnings	
Other equity						
Cumulative translation adjustments	10,291	17,817	-	28,108	The effects of changes in foreign exchange rates	8
Net loss not recognized as pension cost	(16,775)	16,775	-	-		6
Unrealized gains on financial instruments	98,264	233,235	-	331,499	Unrealized gains on available-for-sale financial asset	3
Treasury stock	(31,077,183)	-	-	(31,077,183)	Treasury stock	
	42,315,346	(215,779)	-	42,099,567		
Minority interest	987,179	(8,832)	-	978,347	Non-controlling interest	
TOTAL SHAREHOLDERS' EQUITY	<u>43,302,525</u>	<u>(224,611)</u>	<u>-</u>	<u>43,077,914</u>		
TOTAL	<u>\$ 90,384,849</u>	<u>(28,221)</u>	<u>(477)</u>	<u>90,356,151</u>		

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

(c) Reconciliation of comprehensive income statement, six months ended June 30, 2012

(In Thousands of New Taiwan Dollars)

ROC GAAP		Effect of transition to IFRSs		IFRSs		
Items	Amount	Difference of recognition and measurement	Difference of presentation	Amount	Items	Interpretation
OPERATING REVENUES	\$ 47,715,574	(1,989)	(230,333)	47,483,252	OPERATING REVENUES	1 and 14
OPERATING COSTS	30,306,632	(2,224)	(230,333)	30,074,075	OPERATING COSTS	4、5、6、10 and 14
GROSS PROFIT	<u>17,408,942</u>	<u>235</u>	<u>-</u>	<u>17,409,177</u>	GROSS PROFIT	
OPERATING EXPENSES					OPERATING EXPENSES	
Marketing	6,088,870	54,226	-	6,143,096	Marketing	2、4、5 and 6
Administrative	2,339,121	(2,724)	63	2,336,460	Administrative	4、5、6 and 10
	<u>8,427,991</u>	<u>51,502</u>	<u>63</u>	<u>8,479,556</u>		
OPERATING INCOME	<u>8,980,951</u>	<u>(51,267)</u>	<u>(63)</u>	<u>8,929,621</u>	OPERATING INCOME	
NON-OPERATING INCOME AND GAINS						
Income from penalty charge	289,144	-	-	289,144	Income from penalty charge	
Interest income	27,629	(1)	-	27,628	Interest income	8
Rental income	16,216	-	-	16,216	Rental income	
Other	45,188	-	-	45,188	Other gains and losses	
Total non-operating income and gains	<u>378,177</u>	<u>(1)</u>	<u>-</u>	<u>378,176</u>		
NON-OPERATING EXPENSES AND LOSSES:						
Loss on disposal and retirement of property and equipment	227,917	-	-	227,917	Other gains and losses	
Interest expense	154,268	-	-	154,268	Financial cost	
Investment loss recognized under the equity method	12,531	-	-	12,531	The shares of loss of investment in associating and joint ventures	
Other	52,405	2,117	(63)	54,459	Other gains and losses	8 and 10
Total non-operating expenses and losses	<u>447,121</u>	<u>2,117</u>	<u>(63)</u>	<u>449,175</u>		
INCOME BEFORE INCOME TAX	<u>8,912,007</u>	<u>(53,385)</u>	<u>-</u>	<u>8,858,622</u>	INCOME BEFORE INCOME TAX	
INCOME TAX EXPENSE	<u>1,515,070</u>	<u>(8,878)</u>	<u>-</u>	<u>1,506,192</u>	INCOME TAX EXPENSE	
CONSOLIDATED NET INCOME	<u>\$ 7,396,937</u>	<u>(44,507)</u>	<u>-</u>	<u>7,352,430</u>	NET INCOME	
				(6,123)	The effects of changes in foreign exchange rates	
				9,512	Unrealized gains on available-for-sale financial asset	
				3,389	Total other comprehensive income for the period	
				<u>\$ 7,355,819</u>	Total comprehensive income for the period	

c. Explanation to the reconciliation of primary significant differences

(1) Customer Loyalty Programmers

Under R.O.C. GAAP, expenses arising from the credit award plan is estimated and recognized in financial statement as obligation of the plan has incurred. After the adoption of IFRSs, credit award, which is allocated based on the relative fair value method, should be included in deferred revenue and recognized as revenue when the third party fulfills the redemption obligations in accordance with IFRICs No.13, "Customer Loyalty Programs."

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

As of December 31, 2011 and June 30, 2012, the above adjustments increased the Corporation's original deferred income by \$38,172 thousand and \$40,161 thousand, respectively. In addition, the operating revenues were adjusted to decrease by \$1,989 thousand for the first half of 2012.

(2) Prepaid Card Commission

R.O.C. GAAP adopts a revenue and cost matching principle. Revenue from selling prepaid cards and its corresponding commission are recognized as revenue received in advance and expense payment in advance, which will then be recognized as service revenue and selling expense, respectively, based on customer's usage. After the adoption of IFRSs, upon the sales of prepaid cards to customers, the commission paid to the distributors shall be recognized as commission expense, in accordance with IAS (International Accounting Standards) No.38, "Intangible Assets."

As of December 31, 2011 and June 30, 2012, the above adjustments decreased the Corporation's prepaid commissions by \$263,048 thousand and \$316,586 thousand, respectively. In addition, the commission expense was adjusted to increase by \$53,538 thousand for the first half of 2012.

(3) Financial Assets : Equity Instruments

Based on SFAS No. 34 and its related regulations, if the fair value of the financial instruments cannot be measured objectively (including the emerging and non-listed stocks), the instruments should be measured at cost. Should any objective evidence of impairment occur, an impairment loss should be recognized. After the adoption of IFRSs, if the fair value (such as market prices) of financial instruments can be obtained, the instruments should be reclassified as available-for-sale financial assets with subsequent re-evaluation based on their fair value. After adopting the IFRSs, the Group reclassified the portion of financial assets carried at cost - non-current into available-for-sale financial assets - non-current. The relevant adjustments are as follows:

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

ROC GAAP		IFRS		Difference
Item	Amount of measurement	Item	Amount of measurement	
As of January 1, 2012				
		Available-for-sale financial assets – non-current	1,123,144	1,123,144
Financial assets carried at cost - non-current	1,098,739	Financial assets carried at cost – non-current	186,276	(912,463)
	<u>1,098,739</u>		<u>1,309,420</u>	<u>210,681</u>
As of June 30, 2012				
		Available-for-sale financial assets – non-current	1,145,698	1,145,698
Financial assets carried at cost - non-current	1,096,791	Financial assets carried at cost – non-current	184,328	(912,463)
	<u>1,096,791</u>		<u>1,330,026</u>	<u>233,235</u>
The above adjustment of difference:			As of	As of
			June 30, 2012	December 31, 2011
Other equity –unrealized gains on available-for-sale financial assets			<u>233,235</u>	<u>210,681</u>

(4) Employee Benefits- Compensated Absences

Under R.O.C. GAAP, there is no regulations regarding the accumulated compensated absences. After the adoption of IFRSs, if employees' vacation rights are form of accumulated compensated absences, the expected cost of accumulated compensated absences should be recognized when the employees render service and thus increasing future compensated absence rights, in accordance with IAS No.19, "Employee Benefits."

As of December 31, 2011 and June 30, 2012, the above adjustments increased the Group's accrued salary by \$39,046 thousand and \$37,503 thousand, respectively. In addition, the salary was adjusted to decrease by \$1,543 for the first half of 2012.

(5) Leases

Under R.O.C. GAAP, the period rental of the leased objective is recognized as expense. After the adoption of IFRSs, it has to be recognized as expense using the straight-line basis in accordance with the amount of contract or the amount of actual hike over the lease term in accordance with IAS No.17, "Leases."

As of December 31, 2011 and June 30, 2012, the above adjustments increased the Group's accrued rent by \$22,088 thousand and \$24,146 thousand, respectively. In addition, the rent was adjusted to increase by \$2,058 thousand for the first half of 2012.

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

(6) Employee Benefits- Post-Employment Defined Benefits Plan

- (a) Under R.O.C. GAAP, the pension cost and pension liability under the defined benefit pension plan are recognized on the basis of actuarial calculations. After the adoption of IFRSs, the actuarial calculation for the defined benefit obligation is determined in accordance with IAS No.19, "Employee Benefits."
- (b) Under R.O.C. GAAP, unrecognized net transition assets or obligations is amortized on a straight-line basis over the employee's remaining service period. After the adoption of IFRSs, the aforementioned assets or obligations shall be recognized as addition/deduction of retained earnings on the date of transition to IFRSs due to the absence of the requirement under IAS No.19, "Employee Benefits."
- (c) Under R.O.C. GAAP, pension actuarial gain and loss is recognized as current pension cost by corridor approach in the income statement. After the adoption of IFRSs, the abovementioned gain or loss shall be recognized as other comprehensive income in the statement of comprehensive income, in accordance with IAS No.19, "Employee Benefits."

As of December 31, 2011 and June 30, 2012, the above adjustments decreased the Group's prepaid pension cost by \$8,504 thousand and \$3,949 thousand, respectively; decreased deferred pension cost by \$25,409 thousand; increased accrued pension liabilities by \$106,748 thousand and \$107,491 thousand, respectively; decreased net loss not recognized as pension costs by \$16,775 thousand. In addition, the pension expense was adjusted to decrease by \$3,812 thousand for the first half of 2012.

(7) Affiliated Companies

Under R.O.C. GAAP, the proportion of share equity arising from additional share issuance by affiliated companies in which the original shareholders acquire new shares un-proportionately will be adjusted as additional paid-in capital or retained earnings. After the adoption of IFRSs, the resulting difference between the net fair value of the identifiable assets in excess of liabilities and the investment cost is included in profit and loss for the current year.

As of December 31, 2011 and June 30, 2012, the above adjustments decreased the Group's APIC (additional paid-in capital) and increase unappropriated earning by \$595 thousand.

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

(8) Functional Currency

Under R.O.C. GAAP, the investment holding companies which are the consolidated entities used US dollars as their functional currency. After the adoption of IFRSs, they have to determine the functional currency based on the requirement under IAS No. 21 "The Effects of Changes in Foreign Exchange Rates."

As of December 31, 2011 and June 30, 2012, due to the change of the functional currency, the effect of subsidiaries were as follows: the goodwill was decreased by \$138 thousand and increased by \$178 thousand, respectively; other payables increased by \$6 thousand and \$0 dollar, respectively; the effects of changes in foreign exchange rates increased by \$16,619 thousand and \$17,817 thousand, respectively; for the first half of 2012, the adjustment of amortization was decreased by \$963 thousand; interest income was decreased by \$1 thousand and other losses - currency exchange losses was increased by \$2,117 thousand with subsidiaries as mentioned above.

(9) Classification of Leased Assets

Under R.O.C. GAAP, leased offices are classified as leased assets under other assets. After the adoption of IFRSs, they are classified as investment properties in accordance with IAS No.40," Investment Property." Therefore, the leased assets of the Group amounting to \$307,784 thousand and \$301,395 thousand, respectively, were reclassified as investment property as of December 31, 2011 and June 30, 2012.

(10) Classification of Idle Assets

Under R.O.C. GAAP, idle assets are classified as other assets. After the adoption of IFRSs, they are reclassified as property, plant and equipment, depending on their nature in accordance with IAS No.16," Property, Plant and Equipment." Therefore, the idle assets of the Group amounting to \$99,813 thousand and \$99,749 thousand, respectively, were reclassified as property, plant and equipment as of December 31, 2011 and June 30, 2012; the amount of depreciation which was reclassified from non-operating expense and losses to operating expense was \$63 thousand for the first half of 2012.

(11) Classification of Prepayments of Property, Plant and Equipment and Computer Software Costs

Under R.O.C. GAAP, the prepaid item for purchasing property, plant and equipment and computer software costs are classified as fixed assets and computer software costs. Under IFRSs, they are reclassified as prepaid item in the category of other assets. Therefore, prepaid fixed assets and computer software costs of the Group amounting to \$502,809 thousand and \$895,521 thousand, respectively, were reclassified as prepaid item in the category of other assets as of December 31, 2011 and June 30, 2012.

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

(12) Classifications of Prepayment for Long-Term Investments

Under the R.O.C. GAAP, prepayment for long-term investments are classified as investment. After the adoption of IFRSs, they are reclassified as other assets – prepayment of investment accounted for using the equity method. Therefore, the prepayment for long-term investments amounting \$0 dollar and \$74,850 thousand, respectively, were reclassified as other assets -prepayment of long-term investments accounted for using the equity method as of December 31, 2011 and June 30, 2012.

(13) Classifications of Deferred Income Tax Assets/Liabilities and Valuation Allowance

Under R.O.C. GAAP, deferred income tax assets or liabilities are classified as current or non-current according to the classification of related assets or liabilities. However, if deferred income tax assets or liabilities do not relate to assets or liabilities in the financial statements, they are classified as either current or non-current based on the expected length of time before realized. After the adoption of IFRSs, deferred tax assets or liabilities are all classified as non-current assets or liabilities.

Currently, valuation allowance is provided for deferred income tax assets to the extent that more likely than not such assets will not be realized. Under IFRSs, deferred tax assets are only recognized to the extent that it is probable that there will be sufficient tax benefits and the valuation allowance account is no longer used. Therefore, deferred income tax assets and liabilities - current amounting to \$27,766 thousand and \$45,731 thousand, respectively, were reclassified as non-current asset as of December 31, 2011 and June 30, 2012.

(14) Revenue Recognition

There are some differences between the judgment of clients and agents under R.O.C. GAAP and the requirement of IFRSs. After the adoption of IFRSs, a re-judgment is required in accordance with IAS No.18, "Revenue." If the transaction is agent relationship, commission will be recognized as revenue instead of the amounts received from clients. Therefore, operating revenue and cost by the department store counter was decreased by \$230,333 thousand for the first half of 2012.

- d. According to IFRS No.1, except for the optional exemptions and mandatory exceptions, the Group applies the accounting policies which complies with each IFRS effective reporting period and applies them retroactively to the difference between the IFRSs and the ROC GAAP in its first IFRS financial statement.

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

The optional exemptions are set out as follows:

(1) Business Combination

The Group elects not to apply IFRS 3 and IAS 27, “Consolidated and Separate Financial Statements” retroactively to business combination that occurred prior to the date of transition, including investments in associates.

(2) The Group elects to recognize all unrecognized accumulated actuarial gain and loss arising from the pension plan as retained earnings at the date of transition.

e. The Group conducted the evaluation above in accordance with the 2010 editions of the IFRSs, the IASs (International Accounting Standards), and the standards interpretations issued by IFRIC (International Financial Reporting Interpretations Committee) and SIC (Standing Interpretation Committee), all of which have been approved by the FSC, and the revised “Regulations Governing the Preparation of Financial Reports by Securities Issuers.” The preliminary estimates of the aforementioned assessments are all based on the current environment and circumstances of the Group, and are subject to future IFRSs amendments and potential regulation revisions made by authorities.

11. OTHER

a. Labor cost, depreciation, and amortization

	For the six months ended June 30					
	2012			2011		
	Classified as Operating Costs	Classified as Operating Expenses	Total	Classified as Operating Costs	Classified as Operating Expenses	Total
Labor cost						
Salary	\$ 920,133	1,792,816	2,712,949	682,800	1,494,562	2,177,362
Labor and health insurance	69,965	129,876	199,841	49,163	97,672	146,835
Pension	42,273	74,634	116,907	31,362	59,917	91,279
Other	38,900	81,080	119,980	29,087	64,374	93,461
Depreciation	3,726,033	237,100	3,963,133	3,713,991	170,799	3,884,790
Amortization	591,833	263,397	855,230	510,410	250,526	760,936

b. Reclassification

Certain accounts in the consolidated financial statements as of and for the six months ended June 30, 2011, have been reclassified to conform to the presentation of consolidated financial statements as of and for the six months ended June 30, 2012.

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

12. ADDITIONAL DISCLOSURES

The followings 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. Accumulated acquisition and disposal of the same marketable securities acquired and disposed of at costs or prices of at least \$100 million or 20% of the paid-in capital: Table 4 (attached)
- e. Acquisition of individual real estate at costs of at least \$100 million or 20% of the paid-in capital: Table 5 (attached)
- f. Disposal of individual real estate at prices of at least \$100 million or 20% of the paid-in capital: None
- g. Total purchases from or sales to related parties amounting to at least \$100 million or 20% of the paid-in capital: Table 6 (attached)
- h. Receivables from related parties amounting to at least \$100 million or 20% of the paid-in capital: Table 7 (attached)
- i. Names and locations of, and related information on investees (on which the Corporation exercised significant influence): Table 8 (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 9 (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 10 and Table 11 (attached)

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

13. SEGMENT INFORMATION

(In Millions of New Taiwan Dollars)

For the six months ended June 30, 2012	Group of Common User (CBG)	Group of Enterprise User (EBG)	Group of Home User (HBG)	Fubon Multimedia Technology (FMT)	Adjustments and Elimination	Consolidated
Operating Revenues	\$ 30,862	5,141	3,038	8,776	(101)	47,716
Operating Costs	18,061	3,459	1,335	7,449	3	30,307
Operating Expenses	6,613	512	365	962	(24)	8,428
Operating Income	6,188	1,170	1,338	365	(80)	8,981
EBITDA(Note)	10,116	1,614	1,617	458	(4)	13,801
Total Assets	-	-	-	-	-	90,385
For the six months ended June 30, 2011						
Operating Revenues	\$ 28,490	4,800	2,924	-	(17)	36,197
Operating Costs	16,591	3,307	1,281	-	90	21,269
Operating Expenses	5,725	606	373	-	(38)	6,666
Operating Income	6,174	887	1,270	-	(69)	8,262
EBITDA(Note)	10,113	1,264	1,517	-	15	12,909
Total Assets	-	-	-	-	-	87,161

The Group should disclose segments based on the customer's character. The segments are determined to provide different products. Four segments should be disclosed due to the different market attribute and marketing strategy of each segment. The followings are the explanation:

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.

FMT: Television shopping / E-shopping / Catalog shopping / Entity circuit marketing

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, 2012

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	\$ 4,500,000	\$ 4,500,000	\$ 2,480,000	1.186%~1.198%	Short-term financing	-	Operation requirements	-	-	-	\$ 16,926,138 (Note 2)	16,926,138 (Note 2)
		Global Wealth Media Technology Co., Ltd.	Other receivables	10,000	10,000	4,000	1.206%	Short-term financing	-	Operation requirements	-	-	-	16,926,138 (Note 2)	16,926,138 (Note 2)
		Wealth Media Technology Co., Ltd.	Other receivables	600,000	600,000	-	1.206%~1.208%	Short-term financing	-	Operation requirements	-	-	-	16,926,138 (Note 2)	16,926,138 (Note 2)
		Win TV Broadcasting Co., Ltd.	Other receivables	550,000	-	-	1.092%~1.190%	Short-term financing	-	Operation requirements	-	-	-	16,926,138 (Note 2)	16,926,138 (Note 2)
1	Taiwan Cellular Co., Ltd.	The Corporation	Other receivables	900,000	900,000	765,000	1.198%	Short-term financing	-	Operation requirements	-	-	-	31,063,665 (Note 2)	31,063,665 (Note 2)
		Taiwan Digital Communications Co., Ltd.	Other receivables	150,000	150,000	12,000	1.590%~1.595%	Short-term financing	-	Operation requirements	-	-	-	31,063,665 (Note 2)	31,063,665 (Note 2)
		TFN Media Co., Ltd.	Other receivables	5,000,000	-	-	1.493%~1.564%	Short-term financing	-	Operation requirements	-	-	-	31,063,665 (Note 2)	31,063,665 (Note 2)
2	Taiwan Fixed Network Co., Ltd.	The Corporation	Other receivables	7,500,000	7,500,000	5,080,000	1.19%~1.208%	Short-term financing	-	Operation requirements	-	-	-	18,529,503 (Note 2)	18,529,503 (Note 2)
		TFN Union Investment Co., Ltd.	Other receivables	500	-	-	1.087%	Short-term financing	-	Operation requirements	-	-	-	18,529,503 (Note 2)	18,529,503 (Note 2)
		Taiwan Cellular Co., Ltd.	Other receivables	8,170,000	-	-	1.093%~1.164%	Short-term financing	-	Operation requirements	-	-	-	18,529,503 (Note 2)	18,529,503 (Note 2)
3	TCC Investment Co., Ltd.	TCCI Investment and Development Co., Ltd.	Other receivables	500	-	-	1.087%	Short-term financing	-	Operation requirements	-	-	-	11,911,867 (Note 2)	11,911,867 (Note 2)
4	Union Cable TV Co., Ltd.	TFN Media Co., Ltd.	Other receivables	715,000	175,000	-	1.087%~1.190%	Short-term financing	-	Repayment of financing	-	-	-	731,602 (Note 3)	13,500,000 (Note 3)
5	Globalview Cable TV Co., Ltd.	TFN Media Co., Ltd.	Other receivables	250,000	250,000	250,000	1.087%~1.190%	Short-term financing	-	Repayment of financing	-	-	-	259,812 (Note 4)	497,175 (Note 4)

(Continued)

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES

FINANCING PROVIDED

FOR THE SIX MONTHS ENDED JUNE 30, 2012

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	\$ 596,000	\$ 580,000	\$ 580,000	1.092%~1.190%	Transactions	\$ 584,008	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	544,000	400,000	344,000	1.092%~1.208%	Transactions	535,559	Business requirements	-	-	24,000,000 (Note 5)	24,000,000 (Note 5)
8	Wealth Media Technology Co., Ltd.	Win TV Broadcasting Co., Ltd.	Other receivables	600,000	600,000	110,000	1.600%~1.608%	Short-term financing	-	Operation requirements	-	-	5,929,992 (Note 2)	5,929,992 (Note 2)
		Global Wealth Media Technology Co., Ltd.(Note 6)	Other receivables	10,000	-	-	1.087%	Short-term financing	-	Repayment of financing	-	-	5,929,992 (Note 2)	5,929,992 (Note 2)
		Tai Fu Media Technology Co., Ltd. (Note 7)	Other receivables	50,000	-	-	1.186%	Short-term financing	-	Operation requirements	-	-	5,929,992 (Note 2)	5,929,992 (Note 2)
9	TFN Media Co., Ltd	Taiwan Kuro Times Co., Ltd.	Other receivables	100,000	100,000	30,000	1.578%~1.590%	Short-term financing	-	Repayment of financing	-	-	3,222,524 (Note 3)	15,000,000 (Note 3)

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

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

lending company's capital, or 2) the amount of business dealings.

Note 6: TFMT assumed the amount of financing from related parties derived by Wealth Media Technology Co., Ltd because of the merge.

Note 7: TFMT was dissolved due to the merging on March 1, 2012.

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES

ENDORSEMENT/ GUARANTEE PROVIDED

JUNE 30, 2012

TABLE 2

(In Thousands of New Taiwan Dollars)

No.	Endorsement/Guarantor (A)	Receiving Party		Maximum Guarantee/ Endorsement Amount That Can Be Provided to Each Receiving Party	Maximum Balance for the Period (Note 1)	Ending Balance (Note 1)	Value of Collateral	Ratio of Accumulated Endorsement/ Guarantee to Net Worth of the Guarantor (Note 1)	Maximum Guarantee/ Endorsement That 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)	\$ 21,147,375	\$ 21,147,375	\$ -	49.98%	\$ 42,315,346 (Note 3)
1	Fubon Multimedia Technology Co., Ltd.	Fubon Gehua (Beijing) Enterprise Co., Ltd.	(Note 2)	368,745 (Note 4)	170,573	170,573	104,738	8.96%	1,903,218 (Note 4)

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

Note 2: Direct/indirect subsidiary.

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

Note 4: FGE is directly and indirectly owned by FMT more than 50%. The aggregate endorsement/guarantee amount provided by FMT shall be limited to the net worth of FMT, and the individual amount shall be limited to the investment amount in FGE. The above amounts were translated into New Taiwan dollars at the exchange rate of US\$1 = NT\$29.925 as of June 30, 2012.

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES

MARKETABLE SECURITIES HELD

JUNE 30, 2012

TABLE 3

(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Investing Company (A)	Marketable Securities Invested (B)	Relationship with the Investing Company (B is A's)	Financial Statement Account	June 30, 2012				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	\$ 204,310	0.028	\$ 204,310 (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 2)	
	Wealth Media Technology Co., Ltd.	Subsidiary	Long-term investments - equity method	39,065	14,824,981	100	14,824,981	
	Taiwan Cellular Co., Ltd.	Subsidiary	Long-term investments - equity method	370,896	15,706,021	100	77,659,163 (Note 4)	
	Taipei New Horizons Co., Ltd.	Equity-method investee	Long-term investments - equity method	64,870	550,281	49.9	550,281	
			Prepayment for long-term investments	-	74,850	-	74,850	
Wealth Media Technology Co., Ltd.	<u>Stock</u> Fubon Multimedia Technology Co., Ltd.	Subsidiary	Long-term investments - equity method	64,742	8,440,593	50.64	963,710	
	Win TV Broadcasting Co., Ltd.							
	TFN Media Co., Ltd.	Subsidiary	Long-term investments - equity method	18,177	243,570	100	235,953	
	Global Wealth Media Technology Co., Ltd.	Subsidiary	Long-term investments - equity method	230,921	5,875,546	100	8,056,309	
	Global Forest Media Technology Co., Ltd.	Subsidiary	Long-term investments - equity method	8,945	94,026	100	94,026	
			Long-term investments - equity method	1,500	17,330	100	17,330	
Global Wealth Media Technology Co., Ltd.	<u>Stock</u> Globalview Cable TV Co., Ltd.	Subsidiary	Long-term investments - equity method	3,825	92,377	6.83	44,369	
Global Forest Media Technology Co., Ltd.	<u>Stock</u> Union Cable TV Co., Ltd.	Subsidiary	Long-term investments - equity method	1,300	15,514	0.76	13,952	

(Continued)

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES

MARKETABLE SECURITIES HELD

JUNE 30, 2012

Investing Company (A)	Marketable Securities Invested (B)	Relationship with the Investing Company (B is A's)	Financial Statement Account	June 30, 2012				Note
				Shares/Units (Thousands)	Carrying Value	Percentage of Ownership	Market Value (Note 1)	
Fubon Multimedia Technology Co., Ltd.	<u>Beneficiary certificates</u>							
	Fuh Hwa Money Market Funds	-	Financial assets at fair value through profit or loss-current	4,314	\$ 60,407	-	\$ 60,407 (Note 5)	
	<u>Stock</u>							
	Fu Sheng Travel Service Co.,Ltd.	Subsidiary	Long-term investments - equity method	600	16,502	100	16,502	
	Fuli Life Insurance Agent Co.,Ltd.	Subsidiary	Long-term investments - equity method	300	10,658	100	10,658	
Asian Crown International Co., Ltd.	Fuli Property Insurance Agent Co.,Ltd.	Subsidiary	Long-term investments - equity method	300	12,650	100	12,650	
	<u>Stock</u>							
	Asian Crown International Co., Ltd.	Subsidiary	Long-term investments - equity method	47	US\$ 7,253	100	US\$ 7,253	
	Fortune Kingdom Corporation	Subsidiary	Long-term investments - equity method	14,000	US\$ 7,253	100	US\$ 7,253	
Fortune Kingdom Corporation	<u>Stock</u>							
	Hong Kong Fubon Multimedia Technology Co., Ltd.	Subsidiary	Long-term investments - equity method	14,000	US\$ 7,253	100	US\$ 7,253	
Hong Kong Fubon Multimedia Technology Co., Ltd.	<u>Stock</u>							
	Fubon Gehua (Beijing) Enterprise Ltd.	Subsidiary	Long-term investments - equity method	-	US\$ 5,656	80	US\$ 5,656	
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	19,873	3	- (Note 3)	
	Transportation High Tech Inc.	-	Financial assets carried at cost - non-current	1,200	- (Note 2)	12	- (Note 3)	

(Continued)

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES

MARKETABLE SECURITIES HELD

JUNE 30, 2012

Investing Company (A)	Marketable Securities Invested (B)	Relationship with the Investing Company (B is A's)	Financial Statement Account	June 30, 2012				Note
				Shares/Units (Thousands)	Carrying Value	Percentage of Ownership	Market Value (Note 1)	
Taiwan Cellular Co., Ltd.	WEB Point Co., Ltd.	-	Financial assets carried at cost - non-current	803	\$ 6,773	3.17	\$ - (Note 3)	
	TWM Holding Co. Ltd.	Subsidiary	Long-term investments - equity method	1 share	US\$ 8,325	100	US\$ 8,325	
	Taiwan Fixed Network Co., Ltd.	Subsidiary	Long-term investments - equity method	2,100,000	46,323,758	100	46,323,758	
	Taiwan Digital Communication Co., Ltd.	Subsidiary	Long-term investments - equity method	11,200	102,114	100	102,114	
	TCC Investment Co., Ltd.	Subsidiary	Long-term investments - equity method	22,103	29,906,850	100	29,779,667	
	Taiwan Teleservices & Technologies Co., Ltd.	Subsidiary	Long-term investments - equity method	2,484	78,201	100	78,201	
TWM Holding Co., Ltd.	<u>Stock</u> TWM Communications (Beijing) Co., Ltd.	Subsidiary	Long-term investments - equity method	-	US\$ 3,761	100	US\$ 2,871	
Taiwan Teleservices & Technologies Co., Ltd.	<u>Stock</u> TT & T Holdings Co., Ltd.	Subsidiary	Long-term investments - equity method	1,300	47,213	100	47,213	
	Taiwan Super Basketball Co., Ltd.	Subsidiary	Long-term investments - equity method	2,000	24,073	100	24,073	
TT&T Holdings Co., Ltd.	<u>Stock</u> Xiamen Taifu Teleservices & Technologies Co., Ltd.	Subsidiary	Long-term investments - equity method	-	46,579	100	46,579	
TCC Investment Co., Ltd.	<u>Stock</u> Taiwan Mobile Co., Ltd. (the "Corporation")	The Corporation	Available-for-sale financial assets - non-current	200,497	19,748,931	5.86	19,748,931 (Note 5)	
	TCCI Investment and Development Co., Ltd.	Subsidiary	Long-term investments - equity method	400	11,250,532	100	11,250,532	
	Great Taipei Broadband Co., Ltd.	-	Financial assets carried at cost - non-current	10,000	39,627	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	119,564	11,777,035	3.50	11,777,035 (Note 5)	
TFN Media Co., Ltd.	<u>Stock</u> Yeong Jia Leh Cable TV Co., Ltd.	Subsidiary	Long-term investments - equity method	33,940	2,119,923	100	595,442	

(Continued)

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES

MARKETABLE SECURITIES HELD

JUNE 30, 2012

Investing Company (A)	Marketable Securities Invested (B)	Relationship with the Investing Company (B is A's)	Financial Statement Account	June 30, 2012				Note
				Shares/Units (Thousands)	Carrying Value	Percentage of Ownership	Market Value (Note 1)	
TFN Media Co., Ltd.	Mangrove Cable TV Co., Ltd.	Related party in substance	Long-term investments - equity method	6,248	\$ 574,747	29.53	\$ 311,572 (Note 6)	
	Phoenix Cable TV Co., Ltd.	Subsidiary	Long-term investments - equity method	68,090	3,274,090	100	949,305	
	Union Cable TV Co., Ltd.	Subsidiary	Long-term investments - equity method	169,141	2,018,004	99.22	1,814,819	
	Globalview Cable TV Co., Ltd.	Subsidiary	Long-term investments - equity method	51,733	1,222,562	92.38	600,042	
	Taiwan Kuro Times Co., Ltd.	Subsidiary	Long-term investments - equity method	1,214	124,502	100	33,648	
Taiwan Kuro Times Co., Ltd.	<u>Stock</u> ezPeer Multimedia Limited	Subsidiary	Long-term investments - equity method	1 share	US\$ 591	100	US\$ 591	
Taiwan Fixed Network Co., Ltd.	<u>Stock</u> TFN Union Investment Co., Ltd.	Subsidiary	Long-term investments - equity method	400	38,638,195	100	38,638,195	
	TFN HK LIMITED	Subsidiary	Long-term investments - equity method	1,300	HK\$ 2,353	100	HK\$ 2,353	
	Taiwan High Speed Rail Corporation	-	Financial assets carried at cost - non-current	225,531	912,463	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	410,665	40,450,530	12.00	40,450,530 (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 26, 2012, 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 \$ 77,659,163 thousand for TCC shall be reduced by 1) downward adjusting \$(31,077,183) thousand, the carrying value of total treasury shares on the Corporation's books, 2) excluding \$(31,332,696) thousand of unrealized gain from financial asset investment, 3) adding back \$475,907 thousand of income tax expenses resulting from TFN's and TFNI's disposal gain from the Corporation's shares, and 4) excluding recognition of upstream transactions gain of \$(19,170) thousand.

Note 5: Based on the closing price or net asset value of funds on June 30, 2012.

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

Note 7: The above amounts were translated into New Taiwan dollars at the exchange rate of US\$1 = NT\$29.925 and HK\$1 = NT\$3.858 as of June 30, 2012.

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES
MARKETABLE SECURITIES ACQUIRED OR DISPOSED AMOUNTING TO AT LEAST \$100 MILLION
FOR THE SIX MONTHS ENDED JUNE 30, 2012

TABLE 4

(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Company Name	Marketable Securities Type and Issuer	Financial Statement Account	Counter-party	Nature of Relationship	Beginning Balance		Acquisition		Disposal			Ending Balance		
					Shares/Units (Thousands)	Amount	Shares/Units (Thousands)	Amount	Shares/Units (Thousands)	Amount	Carrying Value	Gain (Loss) on Disposal	Shares/Units (Thousands)	Amount
Taiwan Mobile Co., Ltd. (the "Corporation")	Stock Wealth Media Technology Co., Ltd.	Long-term investment-equity method	Wealth Media Technology Co., Ltd.	Subsidiary	38,550	\$ 8,862,168	515 (Note 1)	\$5,150,000	-	\$ -	\$ -	\$ -	39,065	\$14,824,981 (Note 2)
Wealth Media Technology Co., Ltd.	Stock Tai Fu Media Technology Co., Ltd.	Long-term investment-equity method	Tai Fu Media Technology Co., Ltd.	Subsidiary	20,090	215,600	6,715 (Note 3)	5,342,474 (Note 4)	26,805	-	-	- (Note 5)	-	- (Note 5)
Tai Fu Media Technology Co., Ltd.	Stock TFN Media Co., Ltd.	Long-term investment-equity method	TFN Media Co., Ltd.	Subsidiary	-	-	395 (Note 1)	3,950,000	-	-	-	-	-	-
Taiwan Cellular Co., Ltd.(TCC)	Stock Tai Fu Media Technology Co., Ltd.	Long-term investment-equity method	Wealth Media Technology Co., Ltd.	Subsidiary	-	-	- (Note 6)	- (Note 6)	6,315	1,342,474	1,343,055 (Note 7)	-	-	-
TCC Investment Co., Ltd.	Stock Win TV Broadcasting Co., Ltd.	Long-term investment-equity method	Tai Fu Media Technology Co., Ltd.	Subsidiary	18,177	264,364	-	-	18,177	215,575	216,370 (Note 8)	-	-	-
	TFN Media Co., Ltd.	Long-term investment-equity method	Tai Fu Media Technology Co., Ltd.	Subsidiary	230,526	2,702,552	-	-	230,526	1,084,150	1,093,195 (Note 8)	-	-	-

Note 1: The shares/units of marketable securities acquired represent new shares issued for capital injection by cash.

Note 2: The ending balance includes the cumulative translation adjustments, investment income or loss recognized under the equity method, and other adjustments in long-term investment using equity method.

Note 3: The shares/units of marketable securities acquired include new shares issued for capital injection and shares by procurement.

Note 4: The amount of marketable securities acquired include capital injection by cash and shares by procurement.

Note 5: TFMT was dissolved due to the organization reengineering, so it has no gain (loss) from disposal.

Note 6: TCC had no acquisition of marketable securities of TFMT, which came from TFMT's acquisition of WTVB and TFNM from TCCI. Therefore, TCC's investment on TCCI was replaced by TFMT.

Note 7: The difference between the proceeds from the disposal of stock and the book value was adjusted by an additional paid-in capital.

Note 8: On February 8, 2012, TFMT acquired WTVB and TFNM which were 100% held by TCCI and issued new shares to TCC. The difference between the selling price and the book value was adjusted by the additional paid-in capital.

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES

ACQUISITION OF INDIVIDUAL REAL ESTATE AT COSTS OF AT LEAST \$100 MILLION OR 20% OF THE PAID-IN CAPITAL

FOR THE SIX MONTHS ENDED JUNE 30, 2012

TABLE 5

(In Thousands of New Taiwan Dollars)

Company Name	Type of Properties	Transaction Date	Transaction Amount	Payment Status	Counter-Party	Relationship	Where Counter-party is a Related, Details of Prior Transaction				Price Reference	Date of Acquisition and Status of Utilization	Other Commitments
							Owner	Relationships	Date of Ownership Transfer	Amount			
Taiwan Fixed Network Co., Ltd.	Land and Building	101/6/22	\$ 318,088	Paying \$95,000 thousand as of June 30, 2012, recognized as prepayments for equipment	DSM-AGI Co., Ltd.	Third party	-	-	-	-	Based on valuation report of the Top Real Estate Joint Appraisers Firm	Operating requirement	None

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES
TOTAL PURCHASES FROM OR SALES TO RELATED PARTIES AMOUNTING TO AT LEAST \$100 MILLION OR 20% OF THE PAID-IN CAPITAL
FOR THE SIX MONTHS ENDED JUNE 30, 2012

TABLE 6

(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	\$ (1,275,057)	(4)	Based on contract terms	-	-	\$ 419,936	6	(Note 1)
	Taiwan Teleservices & Technologies Co., Ltd.	Subsidiary	Purchase	1,898,997	(Note 2)	Based on contract terms	-	-	(241,656)	(Note 3)	
			Purchase	468,333	(Note 4)	Based on contract terms	-	-	(78,354)	(Note 5)	
	Taiwan Digital Communication Co., Ltd.	Subsidiary	Purchase	260,379	(Note 4)	Based on contract terms	-	-	(79,462)	(Note 3)	
Taiwan Teleservices & Technologies Co., Ltd.	The Corporation	Ultimate parent	Sale	(468,401)	(89)	Based on contract terms	-	-	78,369	89	
Taiwan Fixed Network Co., Ltd.	The Corporation	Ultimate parent	Sale	(1,893,368)	(31)	Based on contract terms	-	-	241,656	28	(Note 6)
			Purchase	1,276,675	33	Based on contract terms	-	-	(419,564)	(53)	(Note 1)
Taiwan Digital Communication Co., Ltd.	The Corporation	Ultimate parent	Sale	(260,379)	(74)	Based on contract terms	-	-	79,461	99	
TFN Media Co., Ltd.	Phoenix Cable TV Co., Ltd.	Subsidiary	Channel leasing fee	(243,380)	(16)	Based on contract terms	(Note 7)	(Note 7)	1,169	1	
	Yeong Jia Leh Cable TV Co., Ltd.	Subsidiary	Channel leasing fee	(222,862)	(15)	Based on contract terms	(Note 7)	(Note 7)	1,848	1	
	Union Cable TV Co., Ltd.	Subsidiary	Channel leasing fee	(113,718)	(8)	Based on contract terms	(Note 7)	(Note 7)	613	-	
Yeong Jia Leh Cable TV Co., Ltd.	TFN Media Co., Ltd.	Parent	Royalty for copyright	222,862	65	Based on contract terms	(Note 7)	(Note 7)	(1,848)	(19)	
Phoenix Cable TV Co., Ltd.	TFN Media Co., Ltd.	Parent	Royalty for copyright	243,380	66	Based on contract terms	(Note 7)	(Note 7)	(1,169)	(18)	
Union Cable TV Co., Ltd.	TFN Media Co., Ltd.	Parent	Royalty for copyright	113,718	59	Based on contract terms	(Note 7)	(Note 7)	(613)	(19)	

Note 1: The \$419,936 thousand accounts receivable amount was expressed on a gross basis in accordance with the sales amount. The net accounts receivable should be \$26,709 thousand after deducting accounts payable and accrued custodial receipts/payments totaling \$393,227 thousand.

Note 2: Included operating costs and operating expenses.

Note 3: Included accrued expenses and other payable.

Note 4: Recognized as operating expenses.

Note 5: Recognized as accrued expenses.

Note 6: The \$241,656 thousand accounts receivable amount was expressed on a gross basis in accordance with the sales amount. The net accounts receivable should be \$225,412 thousand after deducting accounts payable and accrued custodial receipts/payments totaling \$16,244 thousand.

Note 7: The company authorized related party to deal with the copyright fees from cable television. As said account item is the only one, there are no comparables.

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, 2012

TABLE 7

(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	5.97	\$ -	-	\$ -	\$ -
			Other receivables					
	TFN Media Co., Ltd.	Subsidiary	Other receivables		-	-	-	-
Taiwan Cellular Co., Ltd.	The Corporation	Parent	Other receivables		-	-	-	-
Taiwan Fixed Network Co., Ltd.	The Corporation	Ultimate parent	Accounts receivable	11.47	-	-	208,604	-
			Other receivables				5,244,874	-
Phoenix Cable TV Co., Ltd.	TFN Media Co., Ltd.	Parent	Accounts receivable	4.92	-	-	-	-
			Other receivables				580,001	-
Globalview Cable TV Co., Ltd.	TFN Media Co., Ltd.	Parent	Accounts receivable	4.64	-	-	-	-
			Other receivables				250,001	-
Yeong Jia Leh Cable TV Co., Ltd.	TFN Media Co., Ltd.	Parent	Accounts receivable	5.26	-	-	-	-
			Other receivables				344,267	-

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES
NAMES AND LOCATIONS OF, AND OTHER INFORMATION ON INVESTEEES ON WHICH THE COMPANY EXERCISES SIGNIFICANT INFLUENCE
FOR THE SIX MONTHS ENDED JUNE 30, 2012

TABLE 8
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Investor	Investee	Location	Main Businesses and Products	Investment Amount		Balance as of June 30, 2012			Net Income (Loss) of the Investee	Investment Income (Loss)	Note
				June 30, 2012	December 31, 2011	Shares (Thousands)	Percentage of Ownership	Carrying Value			
Taiwan Mobile Co., Ltd. (the "Corporation")	Taiwan Cellular Co., Ltd.	Taipei, Taiwan	Equipment installation and IT service provider	\$ 44,467,288	\$ 44,467,288	370,896	100	\$ 15,706,021 (Note 1)	\$ 1,746,366	\$ 1,751,699	
	Taipei New Horizons Co., Ltd.	Taipei, Taiwan	Real estate rental and sale	648,700	648,700	64,870	49.9	550,281	(25,113)	(12,531)	
	Wealth Media Technology Co., Ltd.	Taipei, Taiwan	Investment	13,802,000	8,652,000	39,065	100	14,824,981	980,534	980,534	
Wealth Media Technology Co., Ltd.	Fubon Multimedia Technology Co., Ltd. (FMT)	Taipei, Taiwan	Wholesale and retail sales via traditional and online shopping channels	8,347,949	8,347,949	64,742	50.64	8,440,593	310,923	NA	
	Win TV Broadcasting Co., Ltd.(WTB)	Taipei, Taiwan	TV program provider	222,417	188,047 (Note 2)	18,177	100	243,570	32,995	NA	
	TFN Media Co., Ltd. (TFNM)	Taipei, Taiwan	Cable broadband and value added service provider	5,210,443	2,035,714 (Note 2)	230,921	100	5,875,546	1,063,739	NA	
	Global Wealth Media Technology Co., Ltd.	New Taipei City, Taiwan	Investment	92,189	84,000 (Note 3)	8,945	100	94,026	2,736	NA	
	Global Forest Media Technology Co., Ltd.	Taipei, Taiwan	Investment	16,984	15,000 (Note 3)	1,500	100	17,330	463	NA	
Global Wealth Media Technology Co., Ltd.	Globalview Cable TV Co., Ltd.	New Taipei City, Taiwan	Cable TV service provider	91,910	91,910	3,825	6.83	92,377	41,678	NA	
Global Forest Media Technology Co., Ltd.	Union Cable TV Co., Ltd.	Yilan County, Taiwan	Cable TV service provider	16,218	16,218	1,300	0.76	15,514	69,912	NA	
Fubon Multimedia Technology Co., Ltd.	Fu Sheng Travel Service Co.,Ltd.	Taipei, Taiwan	Travel agent	10,000	10,000	600	100	16,502	10,296	NA	
	Fuli Life Insurance Agent Co.,Ltd.	Taipei, Taiwan	Life Insurance Agent	3,000	3,000	300	100	10,658	2,611	NA	
	Fuli Property Insurance Agent Co.,Ltd.	Taipei, Taiwan	Property Insurance Agent	3,000	3,000	300	100	12,650	4,618	NA	
	Asian Crown International Co., Ltd.	British Virgin Islands	Investment	US\$ 14,000	US\$ 14,000	47	100	US\$ 7,253	US\$ (3,442)	NA	
Asian Crown International Co., Ltd.	Fortune Kingdom Corporation	Samoa	Investment	US\$ 14,000	US\$ 14,000	14,000	100	US\$ 7,253	US\$ (3,442)	NA	
Fortune Kingdom Corporation	Hong Kong Fubon Multimedia Technology Co., Ltd.	Hong Kong	Investment	US\$ 14,000	US\$ 14,000	14,000	100	US\$ 7,253	US\$ (3,442)	NA	
Hong Kong Fubon Multimedia Technology Co., Ltd.	Fubon Gehua (Beijing) Enterprise Ltd.	Beijing, China	Wholesale and retail sales	US\$ 12,319	US\$ 12,319	-	80	US\$ 5,656	US\$ (4,305)	NA	
Taiwan Cellular Co., Ltd.	TWM Holding Co. Ltd.	British Virgin Islands	Investment	US\$ 10,800	US\$ 10,800	1 share	100	US\$ 8,325	US\$ (403)	NA	
	Taiwan Fixed Network Co., Ltd.	Taipei, Taiwan	Fixed line service provider	21,000,000	21,000,000	2,100,000	100	46,323,758	1,529,069	NA	
	Taiwan Digital Communication Co., Ltd.	Taipei, Taiwan	Retail seller of mobile devices	112,000	112,000	11,200	100	102,114	(10,602)	NA	
	TCC Investment Co., Ltd.	Taipei, Taiwan	Investment	20,680,441	22,002,255	22,103	100	29,906,850	168,842	NA	
	Taiwan Teleservices & Technologies Co., Ltd.	Taipei, Taiwan	Call center service and telephone marketing	39,060	39,060	2,484	100	78,201	27,078	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\$ 3,761	US\$ (419)	NA	
Taiwan Teleservices & Technologies Co., Ltd.	TT&T Holdings Co., Ltd.	Samoa	Investment	36,284	36,284	1,300	100	47,213	(740)	NA	
	Taiwan Super Basketball Co., Ltd.	Taipei, Taiwan	Basketball team management	3,511	3,511	2,000	100	24,073	3,771	NA	
TT&T Holdings Co., Ltd.	Xiamen Taifu Teleservices & Technologies Co., Ltd.	Xiamen, China	System integration, management, analysis, and development of CRM application and information consulting services	41,050	41,050	-	100	46,579	(660)	NA	
TCC Investment Co., Ltd.	TCCI Investment and Development Co., Ltd.	Taipei, Taiwan	Investment	6,498,076	6,498,076	400	100	11,250,532	(45)	NA	
TFN Media Co., Ltd.	Yeong Jia Leh Cable TV Co., Ltd.	New Taipei City, Taiwan	Cable TV service provider	1,616,824	1,616,824	33,940	100	2,119,923	114,249	NA	
	Mangrove Cable TV Co., Ltd	New Taipei City, Taiwan	Cable TV service provider	397,703	397,703	6,248 (Note 4)	29.53	574,747	54,628	NA	
	Phoenix Cable TV Co., Ltd.	Kaohsiung County, Taiwan	Cable TV service provider	2,431,263	2,428,325 (Note 5)	68,090	100	3,274,090	115,625	NA	
	Union Cable TV Co., Ltd.	Yilan County, Taiwan	Cable TV service provider	1,889,910	1,889,910	169,141	99.22	2,018,004	69,912	NA	
Taiwan Kuro Times Co., Ltd.	Globalview Cable TV Co., Ltd.	New Taipei City, Taiwan	Cable TV service provider	841,413	841,413	51,733	92.38	1,222,562	41,678	NA	
	Taiwan Kuro Times Co., Ltd.	Taipei, Taiwan	Online music platform	129,900	129,900	1,214	100	124,502	3,790	NA	
	ezPeer Multimedia Limited	Samoa	Investment	US\$ 1,522	US\$ 1,522	1 share	100	US\$ 591	US\$ (253)	NA	
	TFN Union Investment Co., Ltd.	Taipei, Taiwan	Investment	22,314,536	22,314,536	400	100	38,638,195	(45)	NA	
	Taiwan Fixed Network Co., Ltd.	TFN HK LIMITED	Hong Kong	Telecommunications service provider	HK\$ 1,300	HK\$ 1,300	1,300	100	HK\$ 2,353	HK\$ 334	NA

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES
NAMES AND LOCATIONS OF, AND OTHER INFORMATION ON INVESTEEES ON WHICH THE COMPANY EXERCISES SIGNIFICANT INFLUENCE
FOR THE SIX MONTHS ENDED JUNE 30, 2012

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 \$71,240,737 thousand for TCC shall be reduced by 1) downward adjusting \$(31,077,183) thousand, the carrying value of total treasury shares on the Corporation's books, 2) excluding \$(31,332,696) thousand of unrealized gain from financial asset investment, 3) adding back \$475,907 thousand of income tax expenses resulting from TFN's and TFNI's disposal gain from the Corporation's shares, and 4) excluding recognition of upstream transactions gain of \$(19,170) thousand.

Note 2: Became a subsidiary of WMT due to the merging of WTB and TFNM into TFMT on February 8, 2012. Then, TFMT was merged by WMT on March 1, 2012.

Note 3: Became a subsidiary of WMT, which merged TFMT on March 1, 2012.

Note 4: 70.47% of shares are held under trustee accounts.

Note 5: FSMT originally owned 3.34% of the shares of PCTV. Then, FSMT was merged by TFNM on March 2, 2012 which subscribed all the shares.

Note 6: The above amounts were translated into New Taiwan dollars at the exchange rate of US\$1=NT\$29.925 and HK\$1=NT\$3.858 as of June 30, 2012.

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES

**INVESTMENT IN MAINLAND CHINA
SIX MONTHS ENDED JUNE 30, 2012**

TABLE 9
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

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, 2012	Investment Flows		Accumulated Outflow of Investment from Taiwan as of June 30, 2012	% Ownership of Direct or Indirect Investment	Investment Gain (Loss)	Carrying Value as of June 30, 2012	Accumulated Inward Remittance of Earnings as of June 30, 2012
					Outflow	Inflow					
Xiamen Taifu Teleservices & Technologies Co., Ltd.	System integration, management, analysis, and development of CRM application and information consulting services	US\$ 1,300 (NT\$ 38,903)	Indirect investment in Mainland China through a third place by the Corporation's subsidiary Taiwan Teleservices & Technologies Co., Ltd.	US\$ 1,300 (NT\$ 38,903)	\$ -	\$ -	US\$ 1,300 (NT\$ 38,903)	100% ownership of indirect investment by the Corporation's subsidiary	\$ (660) (Note 3)	\$ 46,579	\$ -
TWM Communications (Beijing) Co. Ltd.	Mobile application development and design	US\$ 3,000 (NT\$ 89,775)	Indirect investment in Mainland China through a third place by the Corporation's subsidiary Taiwan Cellular Co., Ltd.	US\$ 4,872 (NT\$ 145,795)	-	-	US\$ 4,872 (NT\$ 145,795)	100% ownership of indirect investment by the Corporation's subsidiary	US\$ (419) (NT\$ (12,539)) (Note 3)	US\$ 3,761 (NT\$ 112,548)	-
Fubon Gehua (Beijing) Enterprise Ltd.	Wholesale and retail sales	RMB100,000 (NT\$ 471,000)	Indirect investment in Mainland China through a third place by the Corporation's subsidiary Fubon Multimedia Technology Co., Ltd.	US\$ 12,319 (NT\$ 368,646)	-	-	US\$ 12,319 (NT\$ 368,646)	80% ownership of indirect investment by the Corporation's subsidiary	US\$ (3,444) (NT\$ (103,062)) (Note 4)	US\$ 5,656 (NT\$ 169,256)	-

Accumulated Investment in Mainland China as of June 30, 2012	Investment Amounts Authorized by Investment Commission, MOEA (Note 2)	Upper Limit on Investment Authorized by Investment Commission, MOEA (Note 2)
US\$1,300 (NT\$38,903)	US\$1,300 (NT\$38,903)	\$25,981,515
US\$4,872 (NT\$145,795)	US\$4,872 (NT\$145,795)	\$46,595,498
US\$12,319 (NT\$368,646)	US\$15,000 (NT\$448,875)	\$25,981,515

Note 1: The above amounts were translated into New Taiwan dollars at the exchange rate of US\$1 = NT\$29.925 and US\$1 = RMB\$6.3535 as of June 30, 2012.

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

Note 3: Calculation was based on unaudited financial statements.

Note 4: Calculation was based on audited financial statements.

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES
BUSINESS RELATIONSHIP AND SIGNIFICANT INTERCOMPANY TRANSACTIONS
FOR THE SIX MONTHS ENDED JUNE 30, 2012

TABLE 10
(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 Digital Communications Co., Ltd.	1	Accounts receivable	\$ 4,643	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Accounts receivable	26,709	Based on regular terms	-
		TFN Media Co., Ltd.	1	Accounts receivable	72	Based on regular terms	-
		Union Cable TV Co., Ltd.	1	Accounts receivable	15	Based on regular terms	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Accounts receivable	18	Based on regular terms	-
		Mangrove Cable TV Co., Ltd.	1	Accounts receivable	2	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	1	Accounts receivable	18	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	1	Accounts receivable	5	Based on regular terms	-
		Taiwan Kuro Times Co., Ltd.	1	Accounts receivable	1	Based on regular terms	-
		Fubon Multimedia Technology Co., Ltd.	1	Accounts receivable	4,223	Based on regular terms	-
		Global Wealth Media Technology Co., Ltd.	1	Other receivables	4,008	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Other receivables	42,399	Based on regular terms	-
		Taiwan Teleservices & Technologies Co., Ltd.	1	Other receivables	117	Based on regular terms	-
		Win TV Broadcasting Co., Ltd.	1	Other receivables	25	Based on regular terms	-
		TFN Media Co., Ltd.	1	Other receivables	2,489,880	Based on regular terms	3%
		Union Cable TV Co., Ltd.	1	Other receivables	40	Based on regular terms	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Other receivables	67	Based on regular terms	-
		Mangrove Cable TV Co., Ltd.	1	Other receivables	9	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	1	Other receivables	87	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	1	Other receivables	7	Based on regular terms	-
		Taiwan Kuro Times Co., Ltd.	1	Other receivables	3,180	Based on regular terms	-
		Fubon Multimedia Technology Co., Ltd.	1	Other receivables	3,221	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Prepayments	67	Based on regular terms	-
		Mangrove Cable TV Co., Ltd.	1	Prepayments	3	Based on regular terms	-
		Fubon Multimedia Technology Co., Ltd.	1	Prepayments	130	Based on regular terms	-
		Fubon Multimedia Technology Co., Ltd.	1	Refundable deposits	273	Based on regular terms	-
		Taiwan Cellular Co., Ltd.	1	Short-term borrowings	765,000	Based on regular terms	1%
		Taiwan Fixed Network Co., Ltd.	1	Short-term borrowings	5,080,000	Based on regular terms	6%
		Taiwan Teleservices & Technologies Co., Ltd.	1	Accounts payable	14	Based on regular terms	-
		Taiwan Kuro Times Co., Ltd.	1	Accounts payable	52,129	Based on regular terms	-
		Taiwan Cellular Co., Ltd.	1	Accrued expenses	2,995	Based on regular terms	-
		Taiwan Digital Communications Co., Ltd.	1	Accrued expenses	53,329	Based on regular terms	-
		Taiwan Super Basketball Co., Ltd.	1	Accrued expenses	17,643	Based on regular terms	-
		TWM Communications (Beijing) Ltd.	1	Accrued expenses	437	Based on regular terms	-
Taiwan Fixed Network Co., Ltd.	1	Accrued expenses	253,258	Based on regular terms	-		
Taiwan Teleservices & Technologies Co., Ltd.	1	Accrued expenses	78,361	Based on regular terms	-		
Yeong Jia Leh Cable TV Co., Ltd.	1	Accrued expenses	63	Based on regular terms	-		
Mangrove Cable TV Co., Ltd.	1	Accrued expenses	31	Based on regular terms	-		
Globalview Cable TV Co., Ltd.	1	Accrued expenses	52	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 Digital Communications Co., Ltd.	1	Other payables	\$ 26,133	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Other payables	61,978	Based on regular terms	-
		Union Cable TV Co., Ltd.	1	Other payables	810	Based on regular terms	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Other payables	1,613	Based on regular terms	-
		Mangrove Cable TV Co., Ltd.	1	Other payables	181	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	1	Other payables	2,475	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	1	Other payables	308	Based on regular terms	-
		Taiwan Kuro Times Co., Ltd.	1	Other payables	1,466	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Advance receipts	33	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Other current liabilities	74,779	Based on regular terms	-
		Union Cable TV Co., Ltd.	1	Other current liabilities	1,451	Based on regular terms	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Other current liabilities	5,470	Based on regular terms	-
		Mangrove Cable TV Co., Ltd.	1	Other current liabilities	757	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	1	Other current liabilities	4,082	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	1	Other current liabilities	895	Based on regular terms	-
		Taiwan Kuro Times Co., Ltd.	1	Other current liabilities	1,502	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	8,009	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Operating revenues	1,275,057	Based on regular terms	3%
		TFN Media Co., Ltd.	1	Operating revenues	478	Based on regular terms	-
		Union Cable TV Co., Ltd.	1	Operating revenues	625	Based on regular terms	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Operating revenues	837	Based on regular terms	-
		Mangrove Cable TV Co., Ltd.	1	Operating revenues	414	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	1	Operating revenues	1,081	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	1	Operating revenues	424	Based on regular terms	-
		Taiwan Kuro Times Co., Ltd.	1	Operating revenues	1,276	Based on regular terms	-
		Fubon Multimedia Technology Co., Ltd.	1	Operating revenues	8,953	Based on regular terms	-
		TWM Communications (Beijing) Ltd.	1	Operating costs	748	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Operating costs	1,867,469	Based on regular terms	4%
		Taiwan Teleservices & Technologies Co., Ltd.	1	Operating costs	68	Based on regular terms	-
		TFN Media Co., Ltd.	1	Operating costs	208	Based on regular terms	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Operating costs	447	Based on regular terms	-
		Mangrove Cable TV Co., Ltd.	1	Operating costs	70	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	1	Operating costs	86	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	1	Operating costs	428	Based on regular terms	-
		Taiwan Kuro Times Co., Ltd.	1	Operating costs	95,813	Based on regular terms	-
		Taiwan Digital Communications Co., Ltd.	1	Operating expenses	260,379	Based on regular terms	1%
		Taiwan Super Basketball Co., Ltd.	1	Operating expenses	17,213	Based on regular terms	-
		TWM Communications (Beijing) Ltd.	1	Operating expenses	(516)	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Operating expenses	35,951	Based on regular terms	-
		Taiwan Teleservices & Technologies Co., Ltd.	1	Operating expenses	468,333	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	
1	Wealth Media Technology Co., Ltd.	Fubon Multimedia Technology Co., Ltd.	1	Operating expenses	\$ 795	Based on regular terms	-
		Wealth Media Technology Co., Ltd.	1	Interest income	82	Based on regular terms	-
		Wealth Media Technology Co., Ltd.	1	Interest income	8	Based on regular terms	-
		Win TV Broadcasting Co., Ltd.	1	Interest income	1,141	Based on regular terms	-
		TFN Media Co., Ltd.	1	Interest income	13,052	Based on regular terms	-
		Wealth Media Technology Co., Ltd.	1	Rental income	34	Based on regular terms	-
		Tai Fu Media Technology Co., Ltd.	1	Rental income	6	Based on regular terms	-
		Fu Jia Leh Media Technology Co., Ltd.	1	Rental income	6	Based on regular terms	-
		Fu Sin Media Technology Co., Ltd.	1	Rental income	6	Based on regular terms	-
		Global Forest Media Technology Co., Ltd.	1	Rental income	34	Based on regular terms	-
		Taiwan Cellular Co., Ltd.	1	Rental income	34	Based on regular terms	-
		Taiwan Digital Communications Co., Ltd.	1	Rental income	34	Based on regular terms	-
		Taiwan Super Basketball Co., Ltd.	1	Rental income	34	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Rental income	44,880	Based on regular terms	-
		Taiwan Teleservices & Technologies 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	-
		TFN Union Investment Co., Ltd.	1	Rental income	34	Based on regular terms	-
		TCCI Investment and Development Co., Ltd.	1	Rental income	34	Based on regular terms	-
		TCC Investment Co., Ltd.	1	Rental income	34	Based on regular terms	-
		Taiwan Win TV Broadcasting Co., Ltd.	1	Rental income	6	Based on regular terms	-
		Taiwan Kuro Times Co., Ltd.	1	Rental income	34	Based on regular terms	-
		Fubon Multimedia Technology Co., Ltd.	1	Rental income	18,172	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Miscellaneous revenue	2	Based on regular terms	-
		Taiwan Cellular Co., Ltd.	1	Interest expenses	2,973	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Interest expenses	22,880	Based on regular terms	-
		Win TV Broadcasting Co., Ltd.	1	Other receivables	110,153	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	34	Based on regular terms	-
		Tai Fu Media Technology Co., Ltd.	1	Interest income	54	Based on regular terms	-
		Global Wealth Media Technology Co., Ltd.	1	Interest income	7	Based on regular terms	-
		Win TV Broadcasting Co., Ltd.	1	Interest income	153	Based on regular terms	-
		Fubon Multimedia Technology Co., Ltd.	1	Miscellaneous revenue	187	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Interest expenses	82	Based on regular terms	-
Taiwan Mobile Co., Ltd.	2	Operating expenses	6	Based on regular terms	-		
2	Taiwan Win TV Broadcasting Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Operating expenses	6	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	6	Based on regular terms	-
3	Fubon Multimedia Technology Co., Ltd.	Taiwan Teleservices & Technologies Co., Ltd.	3	Accounts receivable	13	Payment terms varied depend on the agreements and Based on regular terms	-
		Fuli Life Insurance Agent Co.,Ltd.	1	Accounts receivable	8	Based on regular terms	-
		Fu Sheng Travel Service Co.,Ltd.	1	Accounts receivable	24,350	Based on regular terms	-
		Fuli Property Insurance Agent Co.,Ltd.	1	Accounts receivable	3	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Accounts payable	7,103	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Accounts payable	3,055	Based on regular terms	-
		Win TV Broadcasting Co., Ltd.	3	Accounts payable	65	Based on regular terms	-
		Win TV Broadcasting Co., Ltd.	3	Accounts payable	65	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	
		Fu Sheng Travel Service Co.,Ltd.	1	Accounts payable	\$ 9,354	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Leasehold payable-current	2,728	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Other current liabilities	136	Based on regular terms	-
		Win TV Broadcasting Co., Ltd.	3	Other current liabilities	5	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Leasehold payable-non-current	5,264	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Guarantee deposits	273	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating revenues	781	Payment terms varied depend on the agreements and Based on regular terms	-
		Win TV Broadcasting Co., Ltd.	3	Operating revenues	260	Payment terms varied depend on the agreements and Based on regular terms	-
		Fu Sheng Travel Service Co.,Ltd.	1	Operating revenues	1,196	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating costs	27,183	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating costs	11,442	Payment terms varied depend on the agreements and Based on regular terms	-
		Win TV Broadcasting Co., Ltd.	3	Operating costs	791	Payment terms varied depend on the agreements and Based on regular terms	-
		TFN Media Co., Ltd.	3	Operating costs	45,714	Based on regular terms	-
		Union Cable TV Co., Ltd.	3	Operating costs	139	Payment terms varied depend on the agreements and Based on regular terms	-
		Yeong Jia Leh Cable TV Co., Ltd.	3	Operating costs	29	Payment terms varied depend on the agreements and Based on regular terms	-
		Mangrove Cable TV Co., Ltd.	3	Operating costs	4,618	Payment terms varied depend on the agreements and Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	3	Operating costs	563	Payment terms varied depend on the agreements and Based on regular terms	-
		Globalview Cable TV Co., Ltd.	3	Operating costs	29	Payment terms varied depend on the agreements and Based on regular terms	-
		Fu Sheng Travel Service Co.,Ltd.	1	Operating costs	199	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			
4	Fu Sheng Travel Service Co.,Ltd.	Taiwan Mobile Co., Ltd.	2	Operating expenses	\$ 218	Based on regular terms	-		
		Taiwan Fixed Network Co., Ltd.	3	Operating expenses	3,327	Payment terms varied depend on the agreements and Based on regular terms	-		
		Fu Sheng Travel Service Co.,Ltd.	1	Operating expenses	1,001	Payment terms varied depend on the agreements and Based on regular terms	-		
		Fuli Life Insurance Agent Co.,Ltd.	1	Rental income	29	Payment terms varied depend on the agreements and Based on regular terms	-		
		Win TV Broadcasting Co., Ltd.	3	Miscellaneous revenue	3	Based on regular terms	-		
		Taiwan Fixed Network Co., Ltd.	3	Interest expenses	154	Payment terms varied depend on the agreements and Based on regular terms	-		
		Fubon Multimedia Technology Co., Ltd.	2	Accounts receivable	9,144	Based on regular terms	-		
		Fubon Multimedia Technology Co., Ltd.	2	Other receivables	210	Payment terms varied depend on the agreements and Based on regular terms	-		
		Fubon Multimedia Technology Co., Ltd.	2	Accounts payable	9,441	Based on regular terms	-		
		Fubon Multimedia Technology Co., Ltd.	2	Accrued expenses	14,908	Based on regular terms	-		
		Fubon Multimedia Technology Co., Ltd.	2	Operating costs	1,196	Based on regular terms	-		
		Fubon Multimedia Technology Co., Ltd.	2	Rental income	1,200	Payment terms varied depend on the agreements and Based on regular terms	-		
		5	Fuli Life Insurance Agent Co.,Ltd.	Fubon Multimedia Technology Co., Ltd.	2	Accounts payable	8	Based on regular terms	-
				Fubon Multimedia Technology Co., Ltd.	2	Operating expenses	29	Payment terms varied depend on the agreements and Based on regular terms	-
6	Fuli Property Insurance Agent Co.,Ltd.	Fubon Multimedia Technology Co., Ltd.	2	Accounts payable	3	Based on regular terms	-		
8	Wealth Media Technology Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Operating expenses	6	Payment terms varied depend on the agreements	-		
		Wealth Media Technology Co., Ltd.	1	Interest income	7	Payment terms varied depend on the agreements	-		
		Wealth Media Technology Co., Ltd.	2	Interest expenses	54	Payment terms varied depend on the agreements	-		
		Taiwan Mobile Co., Ltd.	2	Short-term borrowings	4,000	Payment terms varied depend on the agreements	-		
		Taiwan Mobile Co., Ltd.	2	Accrued expenses	8	Payment terms varied depend on the agreements	-		
		Globalview Cable TV Co., Ltd.	3	Operating expenses	34	Payment terms varied depend on the agreements	-		
		Taiwan Mobile Co., Ltd.	2	Interest expenses	8	Payment terms varied depend on the agreements	-		
Wealth Media Technology Co., Ltd.	2	Interest expenses	7	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	
		Tai Fu Media Technology Co., Ltd.	2	Interest expenses	\$ 7	Payment terms varied depend on the agreements	-
9	Fu Jia Leh Media Technology Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Operating expenses	6	Payment terms varied depend on the agreements	-
10	Fu Sin Media Technology Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Operating expenses	6	Payment terms varied depend on the agreements	-
11	Global Forest Media Technology Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Operating expenses	34	Payment terms varied depend on the agreements	-
12	Taiwan Cellular Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Other receivables	767,995	Based on regular terms	1%
		Taiwan Digital Communications Co., Ltd.	1	Other receivables	12,005	Based on regular terms	-
		TWM Communications (Beijing) Ltd.	1	Other receivables	3,222	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	34	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Interest income	2,973	Based on regular terms	-
		Taiwan Digital Communications Co., Ltd.	1	Interest income	229	Based on regular terms	-
		TFN Media Co., Ltd.	3	Interest income	6,776	Based on regular terms	-
		TWM Communications (Beijing) Ltd.	1	Miscellaneous revenue	95	Based on regular terms	-
		TT&T Holdings	1	Miscellaneous revenue	95	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Interest expenses	5,847	Based on regular terms	-
13	Taiwan Fixed Network Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Accounts receivable	225,413	Based on regular terms	-
		TFN HK	1	Accounts receivable	2	Based on regular terms	-
		Win TV Broadcasting Co., Ltd.	3	Accounts receivable	8	Based on regular terms	-
		TFN Media Co., Ltd.	3	Accounts receivable	18,773	Based on regular terms	-
		Union Cable TV Co., Ltd.	3	Accounts receivable	61	Based on regular terms	-
		Yeong Jia Leh Cable TV Co., Ltd.	3	Accounts receivable	157	Based on regular terms	-
		Mangrove Cable TV Co., Ltd.	3	Accounts receivable	261	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	3	Accounts receivable	526	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	3	Accounts receivable	247	Based on regular terms	-
		Taiwan Kuro Times Co., Ltd.	3	Accounts receivable	756	Based on regular terms	-
		Fubon Multimedia Technology Co., Ltd.	3	Accounts receivable	5,890	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Other receivables	5,244,603	Based on regular terms	6%
		Win TV Broadcasting Co., Ltd.	3	Other receivables	464	Based on regular terms	-
		Union Cable TV Co., Ltd.	3	Other receivables	8	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	3	Other receivables	2	Based on regular terms	-
		Taiwan Kuro Times Co., Ltd.	3	Other receivables	387	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Prepayments	33	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	3	Prepayments	16	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Refundable deposits	830	Based on regular terms	-
		Fubon Multimedia Technology Co., Ltd.	3	Long-term notes, accounts and overdue receivables	5,174	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Accounts payable	26,337	Based on regular terms	-
		TFN Media Co., Ltd.	3	Accounts payable	13,475	Based on regular terms	-
		Taiwan Kuro Times Co., Ltd.	3	Accounts payable	1	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Accrued expenses	42,727	Based on regular terms	-
		TFN HK	1	Accrued expenses	28,005	Based on regular terms	-
		Taiwan Teleservices & Technologies Co., Ltd.	3	Accrued expenses	9,229	Based on regular terms	-
		Union Cable TV Co., Ltd.	3	Accrued expenses	108	Based on regular terms	-
		Yeong Jia Leh Cable TV Co., Ltd.	3	Accrued expenses	78	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.	3	Accrued expenses	\$ 17	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	3	Accrued expenses	34	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Other payables	44	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Advance receipts	79	Based on regular terms	-
		Union Cable TV Co., Ltd.	3	Advance receipts	57	Based on regular terms	-
		Yeong Jia Leh Cable TV Co., Ltd.	3	Advance receipts	1	Based on regular terms	-
		Mangrove Cable TV Co., Ltd.	3	Advance receipts	1	Based on regular terms	-
		Taiwan Kuro Times Co., Ltd.	3	Advance receipts	2	Based on regular terms	-
		Fubon Multimedia Technology Co., Ltd.	3	Advance receipts	2	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	5	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating revenues	1,893,368	Based on regular terms	4%
		Win TV Broadcasting Co., Ltd.	3	Operating revenues	116	Based on regular terms	-
		TFN Media Co., Ltd.	3	Operating revenues	54,702	Based on regular terms	-
		Union Cable TV Co., Ltd.	3	Operating revenues	2,182	Based on regular terms	-
		Yeong Jia Leh Cable TV Co., Ltd.	3	Operating revenues	211	Based on regular terms	-
		Mangrove Cable TV Co., Ltd.	3	Operating revenues	1,237	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	3	Operating revenues	2,755	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	3	Operating revenues	1,041	Based on regular terms	-
		Taiwan Kuro Times Co., Ltd.	3	Operating revenues	3,061	Based on regular terms	-
		Fubon Multimedia Technology Co., Ltd.	3	Operating revenues	12,523	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating costs	1,276,675	Based on regular terms	3%
		TFN HK	1	Operating costs	36,957	Based on regular terms	-
		TFN Media Co., Ltd.	3	Operating costs	13,475	Based on regular terms	-
		Union Cable TV Co., Ltd.	3	Operating costs	234	Based on regular terms	-
		Yeong Jia Leh Cable TV Co., Ltd.	3	Operating costs	502	Based on regular terms	-
		Mangrove Cable TV Co., Ltd.	3	Operating costs	34	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	3	Operating costs	117	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	3	Operating costs	184	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	42,961	Based on regular terms	-
		Taiwan Digital Communications Co., Ltd.	3	Operating expenses	114	Based on regular terms	-
		TWM Communications (Beijing) Ltd.	3	Operating expenses	(58)	Based on regular terms	-
		Taiwan Teleservices & Technologies Co., Ltd.	3	Operating expenses	56,977	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Interest income	22,880	Based on regular terms	-
		Taiwan Cellular Co., Ltd.	2	Interest income	5,847	Based on regular terms	-
		Fubon Multimedia Technology Co., Ltd.	3	Interest income	154	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Rental income	9,934	Based on regular terms	-
		Win TV Broadcasting Co., Ltd.	3	Rental income	2,657	Based on regular terms	-
		Union Cable TV Co., Ltd.	3	Rental income	7	Based on regular terms	-
		Taiwan Kuro Times Co., Ltd.	3	Rental income	1,694	Based on regular terms	-
		Win TV Broadcasting Co., Ltd.	3	Interest expenses	6	Based on regular terms	-
		Union Cable TV Co., Ltd.	3	Interest expenses	7	Based on regular terms	-
		Taiwan Kuro Times Co., Ltd.	3	Interest expenses	2	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Miscellaneous expenses	(1)	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	Taiwan Digital Communications Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Accounts receivable	\$ 79,461	Based on regular terms	-		
		Taiwan Cellular Co., Ltd.	2	Short-term borrowings	12,000	Based on regular terms	-		
		Taiwan Mobile Co., Ltd.	2	Accounts payable	3,808	Based on regular terms	-		
		Taiwan Mobile Co., Ltd.	2	Accrued expenses	835	Based on regular terms	-		
		Taiwan Cellular Co., Ltd.	2	Accrued expenses	5	Based on regular terms	-		
		Taiwan Mobile Co., Ltd.	2	Operating revenues	260,379	Based on regular terms	1%		
		Taiwan Fixed Network Co., Ltd.	3	Operating revenues	114	Based on regular terms	-		
		Taiwan Mobile Co., Ltd.	2	Operating costs	3,761	Based on regular terms	-		
		Taiwan Mobile Co., Ltd.	2	Operating expenses	4,282	Based on regular terms	-		
		Taiwan Cellular Co., Ltd.	2	Interest expenses	229	Based on regular terms	-		
		15	TCC Investment Co., Ltd.	Win TV Broadcasting Co., Ltd.	3	Other receivables	53,788	Based on regular terms	-
				Taiwan Mobile Co., Ltd.	2	Operating expenses	34	Based on regular terms	-
		16	TCCI Investment and Development Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Operating expenses	34	Based on regular terms	-
		17	Win TV Broadcasting Co., Ltd.	TFN Media Co., Ltd.	3	Accounts receivable	29,555	Payment terms varied depend on the agreements	-
Yeong Jia Leh Cable TV Co., Ltd.	3			Accounts receivable	525	Payment terms varied depend on the agreements	-		
Mangrove Cable TV Co., Ltd.	3			Accounts receivable	525	Payment terms varied depend on the agreements	-		
Phoenix Cable TV Co., Ltd.	3			Accounts receivable	525	Payment terms varied depend on the agreements	-		
Globalview Cable TV Co., Ltd.	3			Accounts receivable	525	Payment terms varied depend on the agreements	-		
Fubon Multimedia Technology Co., Ltd.	3			Accounts receivable	146	Based on regular terms	-		
Wealth Media Technology Co., Ltd.	2			Short-term borrowings	110,000	Payment terms varied depend on the agreements	-		
Taiwan Mobile Co., Ltd.	2			Accrued expenses	68	Payment terms varied depend on the agreements and Based on regular terms	-		
Taiwan Fixed Network Co., Ltd.	3			Accrued expenses	464	Payment terms varied depend on the agreements	-		
TCC Investment Co., Ltd.	3			Accrued expenses	16	Based on regular terms	-		
Wealth Media Technology Co., Ltd.	2			Accrued expenses	153	Payment terms varied depend on the agreements	-		
TFN Media Co., Ltd.	3			Other payables	660	Payment terms varied depend on the agreements	-		
TCC Investment Co., Ltd.	3			Other payables	53,788	Based on regular terms	-		
Union Cable TV Co., Ltd.	3			Advance receipts	333	Payment terms varied depend on the agreements	-		
Yeong Jia Leh Cable TV Co., Ltd.	3	Advance receipts	333	Payment terms varied depend on the agreements	-				
Mangrove Cable TV Co., Ltd.	3	Advance receipts	333	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	
18	TFN Media Co., Ltd.	Phoenix Cable TV Co., Ltd.	3	Advance receipts	\$ 333	Payment terms varied depend on the agreements	-
		Globalview Cable TV Co., Ltd.	3	Advance receipts	333	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	3	Other current liabilities	188	Payment terms varied depend on the agreements	-
		Fubon Multimedia Technology Co., Ltd.	3	Other current liabilities	42	Based on regular terms	-
		TFN Media Co., Ltd.	3	Operating revenues	30,261	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	310	Payment terms varied depend on the agreements	-
		Mangrove Cable TV Co., Ltd.	3	Operating revenues	250	Payment terms varied depend on the agreements	-
		Phoenix Cable TV Co., Ltd.	3	Operating revenues	250	Payment terms varied depend on the agreements	-
		Globalview Cable TV Co., Ltd.	3	Operating revenues	250	Payment terms varied depend on the agreements	-
		Fubon Multimedia Technology Co., Ltd.	3	Operating revenues	390	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating costs	89	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Operating costs	1,895	Payment terms varied depend on the agreements and Based on regular terms	-
		Fubon Multimedia Technology Co., Ltd.	3	Operating costs	27	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	57	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating expenses	872	Payment terms varied depend on the agreements and Based on regular terms	-
		TFN Media Co., Ltd.	3	Operating expenses	660	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Interest income	5	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Interest expenses	1,141	Payment terms varied depend on the agreements	-
		Wealth Media Technology Co., Ltd.	2	Interest expenses	153	Payment terms varied depend on the agreements	-
Taiwan Mobile Co., Ltd.	2	Accounts receivable	58	Based on regular terms	-		
Taiwan Fixed Network Co., Ltd.	3	Accounts receivable	13,475	Payment terms varied depend on the agreements	-		
Win TV Broadcasting Co., Ltd.	3	Accounts receivable	693	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	
		Union Cable TV Co., Ltd.	1	Accounts receivable	\$ 19,935	Payment terms varied depend on the agreements	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Accounts receivable	31,616	Payment terms varied depend on the agreements	-
		Mangrove Cable TV Co., Ltd.	1	Accounts receivable	10,147	Payment terms varied depend on the agreements	-
		Phoenix Cable TV Co., Ltd.	1	Accounts receivable	28,389	Payment terms varied depend on the agreements	-
		Globalview Cable TV Co., Ltd.	1	Accounts receivable	12,758	Payment terms varied depend on the agreements	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Other receivables	180	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	1	Other receivables	16	Based on regular terms	-
		Taiwan Kuro Times Co., Ltd.	1	Other receivables	30,122	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Other current liabilities	(18)	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Short-term borrowings	2,480,000	Payment terms varied depend on the agreements	3%
		Yeong Jia Leh Cable TV Co., Ltd.	1	Short-term borrowings	344,000	Payment terms varied depend on the agreements	-
		Phoenix Cable TV Co., Ltd.	1	Short-term borrowings	580,000	Payment terms varied depend on the agreements	1%
		Globalview Cable TV Co., Ltd.	1	Short-term borrowings	250,000	Payment terms varied depend on the agreements	-
		Win TV Broadcasting Co., Ltd.	3	Accounts payable	29,368	Payment terms varied depend on the agreements	-
		Union Cable TV Co., Ltd.	1	Accounts payable	922	Payment terms varied depend on the agreements	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Accounts payable	2,150	Payment terms varied depend on the agreements	-
		Mangrove Cable TV Co., Ltd.	1	Accounts payable	564	Payment terms varied depend on the agreements	-
		Phoenix Cable TV Co., Ltd.	1	Accounts payable	1,831	Payment terms varied depend on the agreements	-
		Globalview Cable TV Co., Ltd.	1	Accounts payable	827	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Accrued expenses	937	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Accrued expenses	18,334	Payment terms varied depend on the agreements	-
		Union Cable TV Co., Ltd.	1	Accrued expenses	2,981	Payment terms varied depend on the agreements and Based on regular terms	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Accrued expenses	5,284	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	
		Mangrove Cable TV Co., Ltd.	1	Accrued expenses	\$ 1,521	Payment terms varied depend on the agreements and Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	1	Accrued expenses	4,778	Payment terms varied depend on the agreements and Based on regular terms	-
		Globalview Cable TV Co., Ltd.	1	Accrued expenses	2,086	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Accrued expenses	8,830	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Other current liabilities	332	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating revenues	279	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating revenues	13,475	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	113,718	Payment terms varied depend on the agreements	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Operating revenues	241,650	Payment terms varied depend on the agreements	1%
		Mangrove Cable TV Co., Ltd.	1	Operating revenues	4,135	Payment terms varied depend on the agreements	-
		Phoenix Cable TV Co., Ltd.	1	Operating revenues	264,300	Payment terms varied depend on the agreements	1%
		Globalview Cable TV Co., Ltd.	1	Operating revenues	107,250	Payment terms varied depend on the agreements	-
		Fubon Multimedia Technology Co., Ltd.	3	Operating revenues	45,714	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Operating costs	171	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating costs	53,622	Payment terms varied depend on the agreements and Based on regular terms	-
		Win TV Broadcasting Co., Ltd.	3	Operating costs	30,261	Payment terms varied depend on the agreements	-
		Union Cable TV Co., Ltd.	1	Operating costs	12,254	Payment terms varied depend on the agreements	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Operating costs	20,123	Payment terms varied depend on the agreements	-
		Mangrove Cable TV Co., Ltd.	1	Operating costs	3,700	Payment terms varied depend on the agreements	-
		Phoenix Cable TV Co., Ltd.	1	Operating costs	20,303	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	
19	Union Cable TV Co., Ltd.	Globalview Cable TV Co., Ltd.	1	Operating costs	\$ 8,336	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	5,699	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating expenses	1,046	Based on regular terms	-
		Union Cable TV Co., Ltd.	1	Operating expenses	735	Payment terms varied depend on the agreements and Based on regular terms	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Operating expenses	1,799	Payment terms varied depend on the agreements and Based on regular terms	-
		Mangrove Cable TV Co., Ltd.	1	Operating expenses	457	Payment terms varied depend on the agreements and Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	1	Operating expenses	1,275	Payment terms varied depend on the agreements and Based on regular terms	-
		Globalview Cable TV Co., Ltd.	1	Operating expenses	639	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Kuro Times Co., Ltd.	1	Interest income	237	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Interest expenses	13,052	Payment terms varied depend on the agreements	-
		Taiwan Cellular Co., Ltd.	3	Interest expenses	6,776	Payment terms varied depend on the agreements	-
		Globalview Cable TV Co., Ltd.	1	Interest expenses	3,322	Payment terms varied depend on the agreements	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Interest expenses	2,711	Payment terms varied depend on the agreements	-
		Phoenix Cable TV Co., Ltd.	1	Interest expenses	3,422	Payment terms varied depend on the agreements	-
		Globalview Cable TV Co., Ltd.	1	Interest expenses	1,457	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Accounts receivable	2,244	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Accounts receivable	108	Payment terms varied depend on the agreements	-
TFN Media Co., Ltd.	2	Accounts receivable	3,896	Payment terms varied depend on the agreements and Based on regular terms	-		
TFN Media Co., Ltd.	2	Other receivables	1	Based on regular terms	-		
Taiwan Fixed Network Co., Ltd.	3	Prepayments	57	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	
20	Yeong Jia Leh Cable TV Co., Ltd.	Win TV Broadcasting Co., Ltd.	3	Prepayments	\$ 333	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Refundable deposits	288	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Accounts payable	613	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Accrued expenses	52	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Accrued expenses	29	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Other payables	19,321	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	12,969	Payment terms varied depend on the agreements and Based on regular terms	-
		Fubon Multimedia Technology Co., Ltd.	3	Operating revenues	139	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Operating costs	205	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating costs	1,967	Payment terms varied depend on the agreements	-
		Win TV Broadcasting Co., Ltd.	3	Operating costs	250	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Operating costs	113,718	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	556	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating expenses	586	Based on regular terms	-
		TFN Media Co., Ltd.	2	Interest income	3,322	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Miscellaneous revenue	19	Based on regular terms	-
		Mangrove Cable TV Co., Ltd.	3	Accounts payable	63	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Accounts receivable	8,625	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Accounts receivable	78	Payment terms varied depend on the agreements	-
TFN Media Co., Ltd.	2	Accounts receivable	7,168	Payment terms varied depend on the agreements	-		
TFN Media Co., Ltd.	2	Other receivables	344,267	Payment terms varied depend on the agreements and Based on regular terms	-		
Taiwan Mobile Co., Ltd.	2	Other current assets	(165)	Based on regular terms	-		
TFN Media Co., Ltd.	2	Other current assets	2	Based on regular terms	-		
Taiwan Fixed Network Co., Ltd.	3	Accounts payable	6	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	
		TFN Media Co., Ltd.	2	Accounts payable	\$ 1,848	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Accrued expenses	22	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Accrued expenses	102	Based on regular terms	-
		Win TV Broadcasting Co., Ltd.	3	Accrued expenses	167	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Accrued expenses	180	Based on regular terms	-
		TFN Media Co., Ltd.	2	Other payables	29,768	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Operating revenues	511	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Operating revenues	502	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Operating revenues	21,874	Payment terms varied depend on the agreements and Based on regular terms	-
		Union Cable TV Co., Ltd.	3	Operating revenues	48	Based on regular terms	-
		Fubon Multimedia Technology Co., Ltd.	3	Operating revenues	29	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Operating costs	256	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating costs	37	Payment terms varied depend on the agreements and Based on regular terms	-
		Win TV Broadcasting Co., Ltd.	3	Operating costs	250	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Operating costs	222,862	Payment terms varied depend on the agreements	-
		Union Cable TV Co., Ltd.	3	Operating costs	48	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	885	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating expenses	173	Payment terms varied depend on the agreements and Based on regular terms	-
		Win TV Broadcasting Co., Ltd.	3	Operating expenses	60	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Operating expenses	18,789	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Interest income	2,711	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Miscellaneous revenue	48	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	
21	Mangrove Cable TV Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Accounts receivable	\$ 302	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Accounts receivable	2,085	Payment terms varied depend on the agreements and Based on regular terms	-
		Yeong Jia Leh Cable TV Co., Ltd.	3	Accounts receivable	63	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	46	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Other current assets	123	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Accounts payable	311	Payment terms varied depend on the agreements and Based on regular terms	-
		TFN Media Co., Ltd.	2	Accounts payable	680	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Accrued expenses	23	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Accrued expenses	97	Based on regular terms	-
		Win TV Broadcasting Co., Ltd.	3	Accrued expenses	525	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Other payables	9,470	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Other current liabilities	21	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating revenues	76	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	4,123	Payment terms varied depend on the agreements and Based on regular terms	-
		Yeong Jia Leh Cable TV Co., Ltd.	3	Operating revenues	60	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	3	Operating revenues	45	Based on regular terms	-
		Fubon Multimedia Technology Co., Ltd.	3	Operating revenues	4,618	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Operating costs	189	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating costs	1,096	Payment terms varied depend on the agreements	-
Win TV Broadcasting Co., Ltd.	3	Operating costs	250	Payment terms varied depend on the agreements	-		
TFN Media Co., Ltd.	2	Operating costs	2,015	Payment terms varied depend on the agreements	-		
Yeong Jia Leh Cable TV Co., Ltd.	3	Operating costs	60	Based on regular terms	-		
Phoenix Cable TV Co., Ltd.	3	Operating costs	45	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	
22	Phoenix Cable TV Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Operating expenses	\$ 230	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating expenses	143	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	33	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Accounts receivable	6,427	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Accounts receivable	17	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Accounts receivable	6,603	Payment terms varied depend on the agreements and Based on regular terms	-
		TFN Media Co., Ltd.	2	Other receivables	580,001	Payment terms varied depend on the agreements and Based on regular terms	1%
		Win TV Broadcasting Co., Ltd.	3	Prepayments	333	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Other current assets	9	Based on regular terms	-
		TFN Media Co., Ltd.	2	Accounts payable	1,169	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Accrued expenses	93	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Accrued expenses	501	Payment terms varied depend on the agreements and Based on regular terms	-
		Win TV Broadcasting Co., Ltd.	3	Accrued expenses	525	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Other payables	27,220	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Advance receipts	16	Payment terms varied depend on the agreements	-
		Taiwan Kuro Times Co., Ltd.	3	Other current liabilities	(2)	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating revenues	117	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Operating revenues	21,549	Payment terms varied depend on the agreements and Based on regular terms	-
		Union Cable TV Co., Ltd.	3	Operating revenues	249	Based on regular terms	-
Fubon Multimedia Technology Co., Ltd.	3	Operating revenues	563	Payment terms varied depend on the agreements	-		
Taiwan Mobile Co., Ltd.	2	Operating costs	354	Based on regular terms	-		
Taiwan Fixed Network Co., Ltd.	3	Operating costs	2,267	Payment terms varied depend on the agreements	-		
Win TV Broadcasting Co., Ltd.	3	Operating costs	250	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	
23	Globalview Cable TV Co., Ltd.	TFN Media Co., Ltd.	2	Operating costs	\$ 243,380	Payment terms varied depend on the agreements	1%
		Union Cable TV Co., Ltd.	3	Operating costs	249	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	772	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating expenses	488	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	3,422	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	29	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Accounts receivable	1,417	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Accounts receivable	34	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Accounts receivable	2,911	Payment terms varied depend on the agreements and Based on regular terms	-
		TFN Media Co., Ltd.	2	Other receivables	250,001	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 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	Accounts payable	736	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Accrued expenses	12	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Accrued expenses	199	Payment terms varied depend on the agreements and Based on regular terms	-
Win TV Broadcasting Co., Ltd.	3	Accrued expenses	525	Payment terms varied depend on the agreements	-		
TFN Media Co., Ltd.	2	Accrued expenses	16	Based on regular terms	-		
TFN Media Co., Ltd.	2	Other payables	12,023	Payment terms varied depend on the agreements	-		
Taiwan Mobile Co., Ltd.	2	Operating revenues	458	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	
24	Taiwan Kuro Times Co., Ltd.	Taiwan Fixed Network Co., Ltd.	3	Operating revenues	\$ 195	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Operating revenues	8,971	Payment terms varied depend on the agreements and Based on regular terms	-
		Fubon Multimedia Technology Co., Ltd.	3	Operating revenues	29	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Operating costs	144	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating costs	837	Payment terms varied depend on the agreements and Based on regular terms	-
		Win TV Broadcasting Co., Ltd.	3	Operating costs	250	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Operating costs	98,867	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	299	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating expenses	214	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	1,457	Payment terms varied depend on the agreements	-
		Global Wealth Media Technology Co., Ltd.	3	Rental income	34	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Miscellaneous revenue	5	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Accounts receivable	52,533	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Accounts receivable	3	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Other current assets	1	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Refundable deposits	5	Based on regular terms	-
		TFN Media Co., Ltd.	2	Short-term borrowings	30,000	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Accounts payable	742	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Accrued expenses	5,025	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Accrued expenses	394	Based on regular terms	-
		TFN Media Co., Ltd.	2	Accrued expenses	122	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating revenues	95,536	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating costs	24	Based on regular terms	-
Taiwan Fixed Network Co., Ltd.	3	Operating costs	4,044	Based on regular terms	-		
Taiwan Mobile Co., Ltd.	2	Operating expenses	1,244	Based on regular terms	-		
Taiwan Fixed Network Co., Ltd.	3	Operating expenses	713	Based on regular terms	-		
Taiwan Fixed Network Co., Ltd.	3	Interest income	2	Based on regular terms	-		
TFN Media Co., Ltd.	2	Interest expenses	237	Based on regular terms	-		
25	TWM Communications (Beijing) Ltd.	Taiwan Mobile Co., Ltd.	2	Accounts receivable	440	Based on regular terms	-
		Taiwan Cellular Co., Ltd.	2	Accrued expenses	101	Based on regular terms	-
		Taiwan Cellular Co., Ltd.	2	Other payables	3,147	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	
26	Taiwan Teleservices & Technologies Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Operating revenues	\$ 749	Based on regular terms	-
		Taiwan Cellular Co., Ltd.	2	Operating expenses	100	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Accounts receivable	78,369	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Accounts receivable	9,229	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Other receivables	6	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Accrued expenses	117	Based on regular terms	-
		Fubon Multimedia Technology Co., Ltd.	3	Accrued expenses	13	Based on regular terms	-
		TT&T Holdings	1	Accrued expenses	765	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating revenues	468,401	Based on regular terms	1%
		Taiwan Fixed Network Co., Ltd.	3	Operating revenues	56,977	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	34	Based on regular terms	-
		Fubon Multimedia Technology Co., Ltd.	3	Operating expenses	13	Based on regular terms	-
		TT&T Holdings	1	Operating expenses	12,657	Based on regular terms	-
		27	Taiwan Super Basketball Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Accounts receivable	17,643
Taiwan Mobile Co., Ltd.	2			Operating revenues	17,213	Based on regular terms	-
Taiwan Mobile Co., Ltd.	2			Operating expenses	34	Based on regular terms	-
28	TT&T Holdings	Taiwan Teleservices & Technologies Co., Ltd.	2	Accounts receivable	765	Based on regular terms	-
		Xiamen Taifu Teleservices & Technologies Co., Ltd.	1	Other receivables	331	Based on regular terms	-
		Taiwan Teleservices & Technologies Co., Ltd.	2	Operating revenues	12,661	Based on regular terms	-
		Taiwan Cellular Co., Ltd.	2	Operating expenses	100	Based on regular terms	-
		Xiamen Taifu Teleservices & Technologies Co., Ltd.	1	Operating expenses	9,284	Based on regular terms	-
		Xiamen Taifu Teleservices & Technologies Co., Ltd.	1	Miscellaneous revenue	331	Based on regular terms	-
29	Xiamen Taifu Teleservices & Technologies Co., Ltd.	TT&T Holdings	2	Other payables	332	Based on regular terms	-
		TT&T Holdings	2	Operating revenues	9,266	Based on regular terms	-
30	TFN HK	TT&T Holdings	2	Miscellaneous expenses	331	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	2	Accounts receivable	27,446	Based on regular terms	-
31	TFN Union Investment Co., Ltd.	Taiwan Fixed Network Co., Ltd.	2	Operating revenues	35,840	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	34	Based on regular terms	-

Note : 1.Parent to subsidiary

2.Subsidiary to parent

3.Between subsidiaries

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

TABLE 11
(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	Accounts receivable	\$ 558	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	1	Accounts receivable	3	Based on regular terms	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Accounts receivable	9	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	1	Accounts receivable	10	Based on regular terms	-
		Taiwan Digital Communications Co., Ltd.	1	Accounts receivable	968	Based on regular terms	-
		Mangrove Cable TV Co., Ltd.	1	Accounts receivable	1	Based on regular terms	-
		Union Cable TV Co., Ltd.	1	Accounts receivable	5	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Accounts 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 costs	839	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Operating costs	1,381,016	Based on regular terms	4%
		Taiwan Teleservices & Technologies Co., Ltd.	1	Operating costs	76	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	1	Operating costs	86	Based on regular terms	-
		Taiwan Kuro Times Co., Ltd.	1	Operating costs	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	1%
		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 Win TV Broadcasting Co., Ltd.	2	Operating expenses	34	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	34	Based on regular terms	-
2	Tai Fu Media Technology Co., Ltd.	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	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	-
		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	-
		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	-
4	Global Wealth Media Technology Co., Ltd.	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	-
5	Fu Jia Leh Media Technology Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Operating expenses	34	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	34	Payment terms varied depend on the agreements	-
7	Taiwan Cellular Co., Ltd.	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 borrowings	6,760,000	Based on regular terms	8%
		Taiwan Mobile Co., Ltd.	2	Short-term borrowings	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	-
		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	Accounts receivable	1,990	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	3	Accounts receivable	241	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	3	Accounts receivable	548	Based on regular terms	-
		TFN HK	1	Accounts receivable	2	Based on regular terms	-
		Win TV Broadcasting Co., Ltd.	3	Accounts receivable	7	Based on regular terms	-
		TFN Media Co., Ltd.	3	Accounts receivable	16,378	Based on regular terms	-
		Union Cable TV Co., Ltd.	3	Accounts receivable	62	Based on regular terms	-
		Mangrove Cable TV Co., Ltd.	3	Accounts receivable	256	Based on regular terms	-
		Yeong Jia Leh Cable TV Co., Ltd.	3	Accounts receivable	180	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Accounts 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 costs	184	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating costs	1,118,265	Based on regular terms	3%
		TFN HK	3	Operating costs	29,795	Based on regular terms	-
		TFN Media Co., Ltd.	3	Operating costs	11,416	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	3	Operating costs	620	Based on regular terms	-
		Union Cable TV Co., Ltd.	3	Operating costs	177	Based on regular terms	-
		Yeong Jia Leh Cable TV Co., Ltd.	3	Operating costs	445	Based on regular terms	-
		Mangrove Cable TV Co., Ltd.	3	Operating costs	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	Accounts receivable	32	Based on regular terms	-
		10	TCC Investment Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Accounts receivable	12,588
Taiwan Mobile Co., Ltd.	2			Short-term borrowings	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 costs	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 borrowings	300	Based on regular terms	-
		TCC Investment Co., Ltd.	2	Accrued expenses	1	Based on regular terms	-
		TCC Investment Co., Ltd.	2	Interest expenses	1	Based on regular terms	-
12	Win TV Broadcasting Co., Ltd.	TFN Media Co., Ltd.	3	Accounts receivable	28,429	Payment terms varied depend on the agreements	-
		Yeong Jia Leh Cable TV Co., Ltd.	3	Accounts 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 costs	80	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Operating costs	121	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating costs	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	Accounts receivable	11,841	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Accounts receivable	11,424	Payment terms varied depend on the agreements	-
Win TV Broadcasting Co., Ltd.	3	Accounts receivable	116	Payment terms varied depend on the agreements	-		
Union Cable TV Co., Ltd.	1	Accounts receivable	18,007	Payment terms varied depend on the agreements	-		
Phoenix Cable TV Co., Ltd.	1	Accounts receivable	25,632	Payment terms varied depend on the agreements	-		
Mangrove Cable TV Co., Ltd.	1	Accounts 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	Accounts 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	-
		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 costs	11,740	Payment terms varied depend on the agreements	-
		Phoenix Cable TV Co., Ltd.	1	Operating costs	28,166	Payment terms varied depend on the agreements	-
		Mangrove Cable TV Co., Ltd.	1	Operating costs	4,808	Payment terms varied depend on the agreements	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Operating costs	27,674	Payment terms varied depend on the agreements	-
		Union Cable TV Co., Ltd.	1	Operating costs	17,196	Payment terms varied depend on the agreements	-
		Win TV Broadcasting Co., Ltd.	3	Operating costs	29,322	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Operating costs	47,410	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating costs	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	Accounts receivable	108	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Accounts receivable	3,235	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Accounts 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 costs	116,169	Payment terms varied depend on the agreements	-
		Win TV Broadcasting Co., Ltd.	3	Operating costs	167	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Operating costs	1,190	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating costs	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	Accounts receivable	676	Based on regular terms	-
		TFN Media Co., Ltd.	2	Accounts receivable	22,035	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Accounts receivable	78	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Accounts receivable	11,058	Payment terms varied depend on the agreements	-
		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 costs	644	Based on regular terms	-
		Union Cable TV Co., Ltd.	3	Operating costs	596	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	3	Operating costs	644	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	3	Operating costs	644	Based on regular terms	-
		TFN Media Co., Ltd.	2	Operating costs	224,722	Payment terms varied depend on the agreements	1%
		Win TV Broadcasting Co., Ltd.	3	Operating costs	167	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Operating costs	149	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating costs	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	Accounts receivable	3,416	Payment terms varied depend on the agreements	-		
Taiwan Mobile Co., Ltd.	2	Accounts 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 costs	1,708	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	3	Operating costs	1,079	Based on regular terms	-
		TFN Media Co., Ltd.	2	Operating costs	953	Payment terms varied depend on the agreements	-
		Win TV Broadcasting Co., Ltd.	3	Operating costs	167	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Operating costs	958	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating costs	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	Accounts 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	Accounts receivable	\$ 9,173	Payment terms varied depend on the agreements and Based on regular terms	-
		TFN Media Co., Ltd.	2	Accounts 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 costs	248,087	Payment terms varied depend on the agreements	1%
		Win TV Broadcasting Co., Ltd.	3	Operating costs	167	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Operating costs	2,727	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating costs	329	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	
18	Globalview Cable TV Co., Ltd.	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.	2	Miscellaneous revenue	1,006	Based on regular terms	-
		TFN Media Co., Ltd.	2	Accounts receivable	9,306	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Accounts receivable	\$ 1,417	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Accounts 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	-		

(Continued)

Number	Company Name	Counterparty	Nature of Relationship (Note)	Transaction Details			Percentage of Consolidated Total Operating Revenues or Total Assets
				Account	Amount	Transaction Terms	
19	Taiwan Kuro Times Co., Ltd.	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 costs	167	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Operating costs	100,564	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Operating costs	680	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating costs	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	Accounts receivable	1	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Accounts receivable	27,213	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Accounts receivable	3	Based on regular terms	-
		Union Cable TV Co., Ltd.	3	Accounts 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 costs	6,201	Based on regular terms	-
Taiwan Mobile Co., Ltd.	2	Operating costs	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	Accounts receivable	682	Based on regular terms	-
		Taiwan Cellular Co., Ltd.	2	Other payables	3,400	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating revenues	881	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating revenues	153	Based on regular terms	-
21	Taiwan Teleservices & Technologies Co., Ltd.	Taiwan Cellular Co., Ltd.	2	Operating expenses	2	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Accounts receivable	11,164	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Accounts receivable	70,776	Based on regular terms	-
22	Taiwan Super Basketball Co., Ltd.	TT&T Holdings	1	Accrued expenses	6,145	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Other current liabilities	(14)	Based on regular terms	-
		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	-
		TT&T Holdings	1	Operating expenses	33,942	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	34	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Accounts receivable	8,400	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating revenues	16,800	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating costs	1	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	34	Based on regular terms	-
23	TT&T Holdings	Taiwan Teleservices & Technologies Co., Ltd.	2	Accounts receivable	6,141	Based on regular terms	-
		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	-
		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	-
24	Xiamen Taifu Teleservices & Technologies Co., Ltd.	TT&T Holdings	2	Accounts receivable	5,330	Based on regular terms	-
		TT&T Holdings	2	Other payables	1,042	Based on regular terms	-
25	TFN HK	TT&T Holdings	2	Operating revenues	29,031	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	2	Accounts receivable	42,259	Based on regular terms	-
26	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 borrowings	300	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	2	Accrued 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