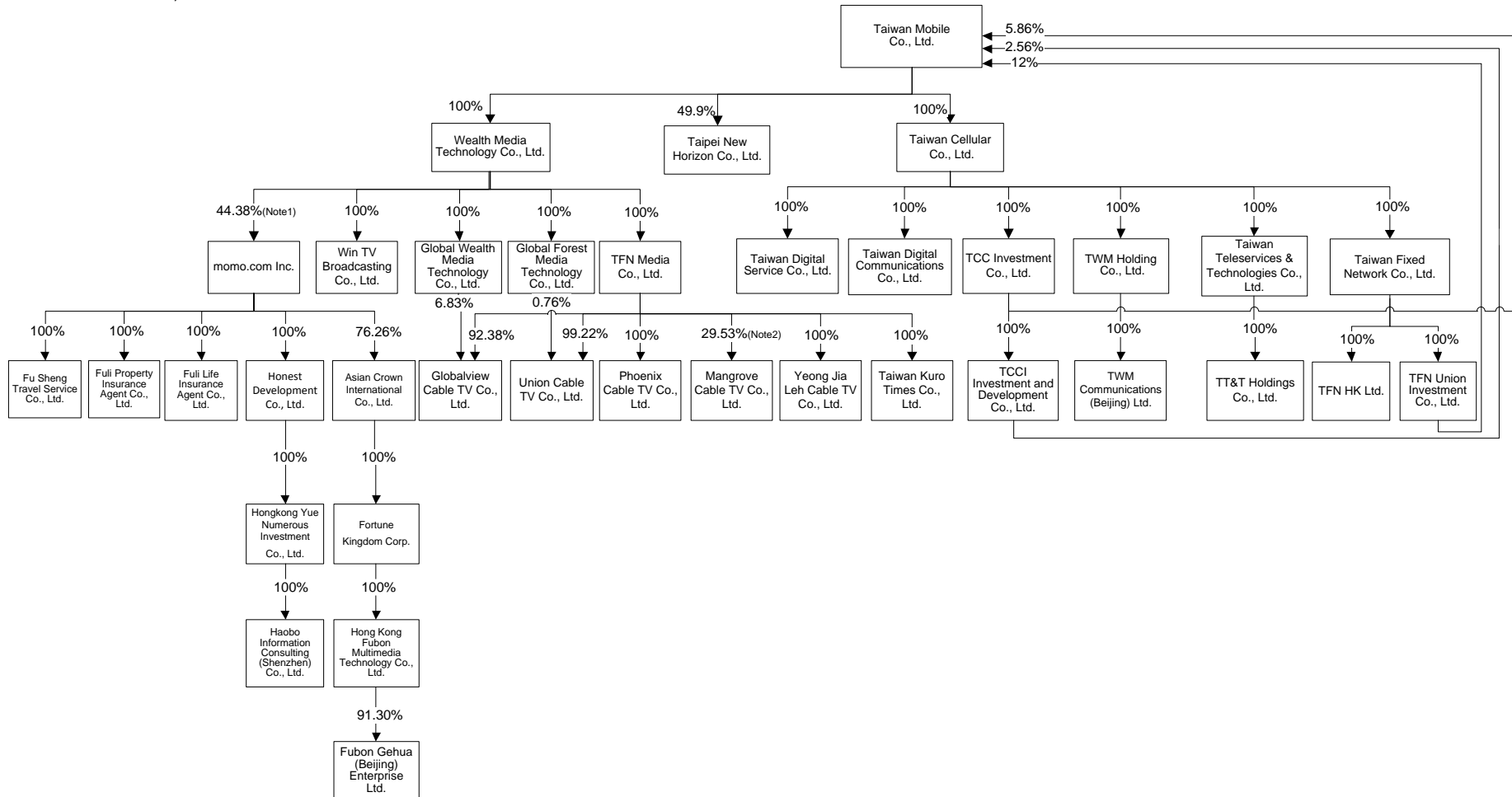


# Chapter 7 Special Notes

## Affiliates

### 1. Investment holding structure

As of December 31, 2016



Note1: The shareholding ratio is calculated by issued shares (including treasury shares).

Note2: 70.47% of shares are held under trustee accounts.

## 2. Affiliates' profile

December 31, 2016; Unit: NT\$ (unless otherwise stated)

Name	Date of incorporation	Address	Paid-in capital	Main business
Taiwan Cellular Co., Ltd.	2005.09.20	7F, No. 206, Sec. 2, Dunhua S. Rd., Da-an District., Taipei	5,029,703,090	Investment
Wealth Media Technology Co., Ltd.	2007.08.07	7F, No. 206, Sec. 2, Dunhua S. Rd., Da-an District., Taipei	420,650,000	Investment
Taipei New Horizon Co., Ltd.	2009.01.07	6F, No. 88, Yanchang Rd., Xinyi District, Taipei	3,845,000,000	Property investment and management of Songshan Cultural and Creative Park
Taiwan Fixed Network Co., Ltd.	2007.01.30	7F, No. 206, Sec. 2, Dunhua S. Rd., Da-an District., Taipei	21,000,000,000	Fixed-line service provider
Taiwan Teleservices & Technologies Co., Ltd.	2001.06.08	7F, No. 206, Sec. 2, Dunhua S. Rd., Da-an District., Taipei	24,843,000	Call center service and telemarketing
TWM Holding Co. Ltd.	2006.06.09	Arias, Fabrega & Fabrega Trust Co., BVI Ltd. 325 Waterfront Drive, Road Town, Tortola, British Virgin Islands	US\$1	Investment
TCC Investment Co., Ltd.	2009.08.10	7F, No. 206, Sec. 2, Dunhua S. Rd., Da-an District., Taipei	1,547,213,080	Investment
Taiwan Digital Communications Co., Ltd.	2007.06.06	7F, No. 206, Sec. 2, Dunhua S. Rd., Da-an District., Taipei	112,000,000	TV program producer and mobile phone wholesaler
Taiwan Digital Service Co., Ltd.	2013.04.02	7F, No. 206, Sec. 2, Dunhua S. Rd., Da-an District., Taipei	25,000,000	Service and repair
TFN Media Co., Ltd.	2005.01.25	11F, No. 98, Zhouzi St., Neihu District, Taipei	2,309,213,040	Cable broadband and value-added services provider
Global Forest Media Technology Co., Ltd.	2008.12.26	7F, No. 206, Sec. 2, Dunhua S. Rd., Da-an District., Taipei	15,000,000	Investment
Global Wealth Media Technology Co., Ltd.	2007.10.26	1F, No. 206, Datong Rd., Sec. 2, Xizhi District, New Taipei City	89,448,670	Investment
Win TV Broadcasting Co., Ltd.	2005.10.17	11F, No. 98, Zhouzi St., Neihu District, Taipei	181,773,820	Television network
momo.com Inc.	2004.09.27	4F, No. 96, Zhouzi St., Neihu District, Taipei	1,420,585,000	Wholesale and retail sales
TFN Union Investment Co., Ltd.	2009.09.22	7F, No. 206, Sec. 2, Dunhua S. Rd, Da-Aa District., Taipei	4,000,000	Investment
TFN HK Ltd.	2003.05.14	Unit 511, 5/F, Tower 1, Silvercord, 30 Canton Road, Tsimshatsui, Kowloon, Hong Kong	HK\$1,300,000	Telecommunications service provider
TT&T Holdings Co., Ltd.	2004.10.08	TrustNet Chambers Lotemau Centre, P.O. Box 1225, Apia, Samoa	US\$1,300,000	Investment
TWM Communications (Beijing) Ltd.	2002.09.17	Room 2106, No. 9, Beisihuan West Rd., Haidian District, Beijing, China	US\$3,000,000	Mobile application development and design
TCCI Investment and Development Co., Ltd.	2009.09.22	7F, No. 206, Sec. 2, Dunhua S. Rd., Da-an District., Taipei	1,047,120,000	Investment

Name	Date of incorporation	Address	Paid-in capital	Main business
Taiwan Kuro Times Co., Ltd.	2009.02.11	12F, No. 88, Yanchang Rd., Xinyi District, Taipei	120,000,000	Digital music service
Yeong Jia Leh Cable TV Co., Ltd.	1994.09.26	10F, No. 651-5, Zhongzheng Rd., Xinzhuang District, New Taipei City	339,400,000	Cable TV service provider
Mangrove Cable TV Co., Ltd.	1996.01.23	5F, No. 33, Lane 3, Zhongzheng E. Rd., Sec. 1, Danshui District, New Taipei City	211,600,000	Cable TV service provider
Phoenix Cable TV Co., Ltd.	1996.08.22	No. 312, Fongping 1st Rd., Daliao Township, Greater Kaohsiung	680,901,980	Cable TV service provider
Union Cable TV Co., Ltd.	2005.02.04	No.179, Nujhong Rd., Sec. 1, Yilan City, Yilan County	1,704,632,800	Cable TV service provider
Globalview Cable TV Co., Ltd.	1995.11.25	No. 206, Datong Rd., Sec. 2, Xizhi District, New Taipei City	560,000,000	Cable TV service provider
Asian Crown International Co., Ltd.	2009.01.07	Palm Grove House, P.O. Box 438, Road Town, Tortola, British Virgin Islands	US\$34,750,000	Investment
Honest Development Co., Ltd.	2015.01.23	TMF Chambers, P.O. Box 3269, Apia, Samoa	US\$21,778,413	Investment
Fuli Life Insurance Agent Co., Ltd.	2005.12.27	7F, No. 98, Zhouzi St., Neihu District, Taipei	5,000,000	Life insurance agency
Fuli Property Insurance Agent Co., Ltd.	2006.01.03	7F, No. 96, Zhouzi St., Neihu District, Taipei	5,000,000	Property insurance agency
Fu Sheng Travel Service Co., Ltd.	2004.12.16	7F, No. 92, Zhouzi St., Neihu District, Taipei	30,000,000	Travel agency
Fortune Kingdom Corp.	2009.01.06	Equity Trust Chambers, P.O. Box 3269, Apia, Samoa	US\$33,632,777	Investment
Hongkong Yue Numerous Investment Co., Ltd.	2015.03.12	Unit 1903, 19/F., Podium Plaza, 5 Hanoi Road, Tsim Sha Tsui, Kowloon, Hong Kong	HK\$16,600,000	Investment
Hong Kong Fubon Multimedia Technology Co., Ltd.	2010.03.18	Unit 1405-1406, Dominion Center, No. 43-59, Queen's Road East, Wanchai, Hong Kong	US\$33,632,777	Investment
Haobo Information Consulting (Shenzhen) Co., Ltd.	2008.11.14	2208B, Fuchun Eastern Building, Agricultural Science Center, Futian District, Shenzhen, Guangdong Province	RMB11,000,000	Investment
Fubon Gehua (Beijing) Enterprise Ltd.	2010.12.08	Room 102, Building 3, No. 241, PingFang Rd., Chaoyang District, Beijing, China	RMB230,000,000	Wholesaler

## 2. Industries covered by affiliates' business operations:

The Company's affiliates have set digital convergence as their core strategy, focusing on building (1) platforms: mobile network, cable TV/digital TV and cable broadband; 2) content: momo TV home shopping broadcasting, momo Family TV Channel, digital content and media, mobile commerce and payment, mobile apps and IoT, and 3) virtual/physical channels: myfone direct stores/online shopping, momoshop, momo mail orders, to develop the Group's Telecom, Internet, Media & Entertainment and E-commerce (TIME) footprint.

### 3. Affiliates' operating highlights

December 31, 2016; Unit: NT\$'000

Company name	Paid-in capital	Total assets	Total liabilities	Net worth	Operating revenue	Operating income	Net income	EPS (NT\$)
Taiwan Cellular Co., Ltd.	5,029,703	83,145,903	7,395	83,138,508	-	(486)	3,531,903	7.02
Wealth Media Technology Co., Ltd.	420,650	20,497,586	2,322	20,495,264	-	(176)	2,547,495	60.56
Taipei New Horizon Co., Ltd.	3,845,000	8,317,416	4,997,073	3,320,343	565,566	67,785	(52,631)	(0.14)
Taiwan Fixed Network Co., Ltd.	21,000,000	57,248,205	3,652,680	53,595,525	10,381,872	3,955,418	3,449,158	1.64
Taiwan Teleservices & Technologies Co., Ltd.	24,843	470,049	370,360	99,689	1,234,216	68,667	56,816	22.87
TWM Holding Co., Ltd.	0.032	258,594	31	258,563	-	(66)	(1,021)	(1,021,351)
TCC Investment Co., Ltd.	1,547,213	28,937,467	522,554	28,414,913	431	569	6,534	0.04
Taiwan Digital Communications Co., Ltd.	112,000	115,819	62	115,757	-	(538)	(179)	(0.02)
Taiwan Digital Service Co., Ltd.	25,000	129,228	26,639	102,589	119,200	8,498	8,197	3.28
TFN Media Co., Ltd.	2,309,213	14,213,510	4,400,770	9,812,740	3,228,067	1,822,693	1,991,584	8.62
Global Forest Media Technology Co., Ltd.	15,000	17,740	51	17,689	-	(136)	486	0.32
Global Wealth Media Technology Co., Ltd.	89,449	98,432	73	98,359	-	(161)	5,157	0.58
Win TV Broadcasting Co., Ltd.	181,774	551,917	211,857	340,060	961,584	141,017	116,455	6.41
momo.com Inc.	1,420,585	9,763,756	3,982,413	5,781,343	27,930,996	1,293,955	1,183,227	8.45
TFN Union Investment Co., Ltd.	4,000	42,710,115	1,223,823	41,486,292	1	(110)	(110)	(0.28)
TFN HK Ltd.	5,409	30,072	8,658	21,414	68,522	891	864	0.66
TT&T Holdings Co., Ltd.	40,943	53,770	-	53,770	-	-	(648)	(0.50)
TWM Communications (Beijing) Co., Ltd.	96,840	79,899	57	79,842	-	(466)	618	NA
TCCI Investment and Development Co., Ltd.	1,047,120	9,111,680	261,082	8,850,598	1	(138)	(138)	0.00
Taiwan Kuro Times Co., Ltd.	120,000	234,672	127,467	107,205	380,232	(39,181)	(32,173)	(2.68)
Yeong Jia Leh Cable TV Co., Ltd.	339,400	1,009,971	343,349	666,622	1,019,731	92,682	107,352	3.16
Mangrove Cable TV Co., Ltd.	211,600	664,301	254,424	409,877	519,947	132,046	110,629	5.23
Phoenix Cable TV Co., Ltd.	680,902	1,482,598	343,701	1,138,897	1,240,017	255,509	220,702	3.24
Union Cable TV Co., Ltd.	1,704,633	2,190,668	306,752	1,883,916	680,678	96,589	81,406	0.48

Company name	Paid-in capital	Total assets	Total liabilities	Net worth	Operating revenue	Operating income	Net income	EPS (NT\$)
Globalview Cable TV Co., Ltd.	560,000	945,773	231,127	714,646	532,065	89,595	77,834	1.39
Asian Crown International Co., Ltd.	1,068,610	4,746	8,513	(3,767)	-	(58)	(49,976)	(1.44)
Honest Development Co., Ltd.	670,448	716,333	-	716,333	-	-	56,751	2.61
Fuli Life Insurance Agent Co., Ltd.	5,000	11,457	507	10,950	3,549	2,619	2,218	4.44
Fuli Property Insurance Agent Co., Ltd.	5,000	7,661	267	7,394	533	(915)	(722)	(1.44)
Fu Sheng Travel Service Co., Ltd.	30,000	311,056	265,604	45,452	35,674	24,894	18,327	6.11
Fortune Kingdom Corp.	1,035,051	-	8,513	(8,513)	-	-	(49,834)	(1.48)
Hongkong Yue Numerous Investment Co., Ltd.	66,035	716,333	-	716,333	-	-	56,751	3.42
Hong Kong Fubon Multimedia Technology Co., Ltd.	1,035,051	381	8,894	(8,513)	-	(112)	(49,834)	(1.48)
Haobo Information Consulting (Shenzhen) Co., Ltd.	50,919	736,904	20,571	716,333	-	(56)	56,751	NA
Fubon Gehua (Beijing) Enterprise Ltd.	1,064,670	88,704	98,446	(9,742)	110,037	(50,758)	(54,447)	NA

Note : Exchange rates: US\$1=NT\$32.28, HK\$1=NT\$4.161 and RMB1=NT\$4.629 as of December 31, 2016

Average exchange rates: US\$1=NT\$32.2566, HK\$1=NT\$4.1552 and RMB1=NT\$4.8601 for 2016