

Taiwan Mobile Co., Ltd. and Subsidiaries
Consolidated Financial Statements for the
Years Ended December 31, 2011 and 2010, and
Independent Auditors' Report

INDEPENDENT AUDITORS' REPORT

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

We have audited the accompanying consolidated balance sheets of Taiwan Mobile Co., Ltd. (the "Corporation") and subsidiaries as of December 31, 2011 and 2010, and the related consolidated statements of income, changes in shareholders' equity and cash flows for the years 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 audits 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 audits provide 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 December 31, 2011 and 2010, and the consolidated results of its operations and its consolidated cash flows for the years 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.

KPMG
Taipei, Taiwan (the Republic of China)
January 19, 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
DECEMBER 31, 2011 AND 2010
(In Thousands of New Taiwan Dollars, Except Par Value)

ASSETS	2011		2010		LIABILITIES AND SHAREHOLDERS' EQUITY	2011		2010	
	Amount	%	Amount	%		Amount	%	Amount	%
CURRENT ASSETS					CURRENT LIABILITIES				
Cash and cash equivalents (Notes 2, 4(a), 4(u) and 5)	\$ 6,693,992	8	6,049,330	7	Short-term borrowings (Notes 4(l) and 4(u))	\$ 9,000,000	10	3,203,000	4
Financial assets at fair value through profit or loss - current (Notes 2, 4(b) and 4(u))	60,186	-	-	-	Short-term notes and bills payable (Notes 4(m) and 4(u))	899,273	1	499,732	-
Available-for-sale financial assets - current (Notes 2, 4(c) and 4(u))	217,351	-	201,322	-	Notes payable (Note 4(u))	641,166	1	232,299	-
Notes receivable (Note 4(u))	23,423	-	45,277	-	Accounts payable (Note 4(u))	5,703,352	6	3,423,611	4
Accounts receivable, net (Notes 2, 4(d) and 4(u))	7,675,936	9	6,455,465	8	Income taxes payable (Notes 4(s) and 4(u))	1,331,623	2	1,387,348	2
Accounts receivable - related parties (Notes 2, 4(u) and 5)	124,601	-	132,642	-	Accrued expenses (Note 4(u))	6,132,359	7	5,564,242	6
Other receivables (Note 4(u))	241,558	-	524,087	1	Other payables (Notes 2 and 4(u))	3,594,997	4	5,001,640	6
Inventories (Notes 2 and 4(e))	2,070,536	2	1,131,628	1	Current portion of long-term liabilities (Note 4(o) and 4(u))	4,000,000	4	-	-
Prepayments (Note 5)	877,470	1	676,375	1	Advance receipts (Note 4(n))	4,028,165	4	3,370,888	4
Deferred income tax assets - current (Notes 2 and 4(s))	28,391	-	10,060	-	Guarantee deposits - current (Note 4(u))	103,813	-	65,194	-
Pledged time deposits (Notes 4(u), 5 and 6)	73,062	-	1,100	-	Deferred income tax liability - current (Note 2 and 4(s))	193	-	-	-
Other current assets	46,041	-	15,106	-	Other current liabilities	919,470	1	483,699	1
Total current assets	18,132,547	20	15,242,392	18	Total current liabilities	36,354,411	40	23,231,653	27
INVESTMENTS					LONG-TERM LIABILITIES				
Investments accounted for using the equity method (Notes 2 and 4(f))	562,812	1	388,002	-	Bonds payable (Notes 4(o) and 4(u))	4,000,000	4	8,000,000	9
Financial assets carried at cost - non-current (Notes 2, 4(g) and 4(u))	1,098,739	1	2,308,709	3	Long-term borrowings (Notes 4(p) and 4(u))	-	-	2,300,000	3
Bonds measured at amortized cost - non-current (Notes 2,4(h) and 4(u))	500,000	-	500,000	1	Total long-term liabilities	4,000,000	4	10,300,000	12
Total investments	2,161,551	2	3,196,711	4	OTHER LIABILITIES				
PROPERTY AND EQUIPMENT (Notes 2 and 4(i))					Guarantee deposits (Note 4(u))	490,480	-	314,672	-
Cost					Deferred income tax liability - non-current (Notes 2 and 4(s))	195,847	-	153,486	-
Land	6,358,920	7	6,302,821	7	Other (Note 2)	689,745	1	584,971	1
Buildings	3,705,635	4	4,061,567	5	Total other liabilities	1,376,072	1	1,053,129	1
Telecommunication equipment	66,376,747	72	61,822,603	72	Total liabilities	41,730,483	45	34,584,782	40
Office equipment	142,497	-	95,342	-	SHAREHOLDERS' EQUITY (Notes 2 and 4(r))				
Leased assets	1,285,920	2	1,285,920	2	Parent's shareholders' equity				
Miscellaneous equipment	3,739,801	4	2,776,007	3	Capital stock-NT\$10 par value	34,208,328	38	38,009,254	44
	81,609,520	89	76,344,260	89	Authorized:6,000,000 thousand shares ;				
Less accumulated depreciation	(43,102,742)	(47)	(35,235,653)	(41)	Issued:2011-3,420,833 thousand shares				
Less accumulated impairment-property	(110,482)	-	(74,229)	-	2010-3,800,925 thousand shares				
Construction in progress and prepayments for equipment	2,909,040	3	2,579,615	3	Capital surplus				
Net property and equipment	41,305,336	45	43,613,993	51	From convertible bonds	8,775,819	10	8,775,819	10
INTANGIBLE ASSETS (Note 2)					From treasury stock transactions	3,639,302	4	3,639,302	5
Trademarks (Note 4(j))	2,516,674	3	19,087	-	From long-term investments	4,485	-	4,528	-
3G concession license	5,233,964	6	5,981,673	7	Other	12,840	-	12,840	-
Computer software cost	78,940	-	49,895	-	Retained earnings				
Goodwill (Note 4(j))	15,846,068	17	10,529,148	12	Legal reserve	16,715,018	18	15,332,799	18
Customer relationship (Note 4(j))	2,168,107	2	2,341,808	3	Special reserve	821,741	1	821,741	1
Operating rights (Note 4(j))	1,382,000	2	1,382,000	2	Unappropriated earnings	15,735,518	17	16,088,941	19
Other intangible assets	26,047	-	43,439	-	Other equity				
Total intangible assets	27,251,800	30	20,347,050	24	Cumulative translation adjustments	17,612	-	(5,716)	-
OTHER ASSETS					Net loss not recognized as pension cost	(16,775)	-	(10,695)	-
Assets leased to others (Notes 2 and 4(k))	307,784	-	298,891	-	Unrealized gains on financial instruments	111,306	-	89,842	-
Idle assets (Notes 2 and 4(k))	99,813	-	154,412	-	Treasury stock	(31,077,183)	(34)	(31,889,100)	(37)
Refundable deposits (Notes 4(u) and 5)	510,464	-	400,186	-		48,948,011	54	50,869,555	60
Deferred charges (Note 2)	596,245	1	408,579	-	Minority interest	1,115,874	1	29,863	-
Deferred income tax assets - non-current (Notes 2 and 4(s))	743,916	1	1,135,264	2	Total shareholders' equity	50,063,885	55	50,899,418	60
Other (Notes 2, 4(n),4(q), 5, and 6)	684,912	1	686,722	1	Commitments and Contingencies(Note 7)				
Total other assets	2,943,134	3	3,084,054	3	TOTAL	\$ 91,794,368	100	85,484,200	100
TOTAL	\$ 91,794,368	100	85,484,200	100					

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

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF INCOME
YEARS ENDED DECEMBER 31, 2011 AND 2010
(In Thousands of New Taiwan Dollars, Except Earnings Per Share)

	2011		2010	
	<u>Amount</u>	<u>%</u>	<u>Amount</u>	<u>%</u>
OPERATING REVENUES (Notes 2 and 5)	\$ 81,369,183	100	70,146,004	100
OPERATING COSTS (Notes 2, 5, and 10)	48,655,458	60	38,162,363	54
GROSS PROFIT	<u>32,713,725</u>	<u>40</u>	<u>31,983,641</u>	<u>46</u>
OPERATING EXPENSES (Notes 2, 5, and 10)				
Marketing	10,788,437	13	9,160,136	13
Administrative	4,335,483	5	4,515,794	7
Total operating expenses	<u>15,123,920</u>	<u>18</u>	<u>13,675,930</u>	<u>20</u>
OPERATING INCOME	<u>17,589,805</u>	<u>22</u>	<u>18,307,711</u>	<u>26</u>
NON-OPERATING INCOME AND GAINS				
Income from penalty charge	387,128	1	285,470	1
Interest income	99,460	-	42,471	-
Rental income (Notes 2 and 5)	45,210	-	61,849	-
Dividend income (Note 2)	19,114	-	13,318	-
Gain on disposal of property and equipment (Note 2)	1,435	-	47,731	-
Gain on disposal of investments (Notes 2 and 4(g))	512	-	51,499	-
Other	120,017	-	237,178	-
Total non-operating income and gains	<u>672,876</u>	<u>1</u>	<u>739,516</u>	<u>1</u>
NON-OPERATING EXPENSES AND LOSSES				
Impairment loss (Notes 2 and 4(g))	1,209,970	2	3,229	-
Loss on disposal and retirement of property and equipment (Note 2)	441,413	1	1,465,392	2
Interest expenses(Notes 2 and 4(i))	240,835	-	319,501	1
Investment loss recognized under the equity method (Notes 2 and 4(f))	24,790	-	25,768	-
Financial charges	12,268	-	22,877	-
Other	204,836	-	109,138	-
Total non-operating expenses and losses	<u>2,134,112</u>	<u>3</u>	<u>1,945,905</u>	<u>3</u>
INCOME BEFORE INCOME TAX	16,128,569	20	17,101,322	24
INCOME TAX EXPENSES (Notes 2 and 4(s))	<u>2,502,389</u>	<u>3</u>	<u>3,283,544</u>	<u>4</u>
CONSOLIDATED NET INCOME	<u>\$ 13,626,180</u>	<u>17</u>	<u>13,817,778</u>	<u>20</u>
ATTRIBUTED TO				
Shareholders of the parent	\$ 13,468,763	17	13,822,186	20
Minority interest	157,417	-	(4,408)	-
	<u>\$ 13,626,180</u>	<u>17</u>	<u>13,817,778</u>	<u>20</u>
			Before	After
			Income Tax	Income Tax
EARNINGS PER SHARE (Note 4(t))				
Basic	<u>\$ 5.18</u>	<u>4.70</u>	<u>5.48</u>	<u>4.62</u>
Diluted	<u>\$ 5.17</u>	<u>4.69</u>	<u>5.47</u>	<u>4.61</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
YEARS ENDED DECEMBER 31, 2011 AND 2010
(In Thousands of New Taiwan Dollars)

	Retained earnings					Other equity						Total Shareholders' Equity
	Capital Stock	Capital Surplus	Legal Reserve	Special Reserve	Unappropriated	Total	Cumulative Translation Adjustments	Net Loss Not Recognized as Pension Cost	Unrealized Gains on Financial Instruments	Treasury Stock	Minority Interest	
BALANCE, JANUARY 1, 2010	\$ 38,009,254	12,431,704	13,943,913	3,350,000	16,155,617	33,449,530	12,011	(3,797)	63,624	(31,889,100)	9,883	52,083,109
Appropriation of the 2009 earnings												
Legal reserve	-	-	1,388,886	-	(1,388,886)	-	-	-	-	-	-	-
Reversal of special reserve	-	-	-	(2,528,259)	2,528,259	-	-	-	-	-	-	-
Cash dividends - NT\$5.02783 per share	-	-	-	-	(15,028,235)	(15,028,235)	-	-	-	-	-	(15,028,235)
Balance after appropriation	38,009,254	12,431,704	15,332,799	821,741	2,266,755	18,421,295	12,011	(3,797)	63,624	(31,889,100)	9,883	37,054,874
Consolidated net income in 2010	-	-	-	-	13,822,186	13,822,186	-	-	-	-	(4,408)	13,817,778
Unrealized gain on financial instruments, net	-	-	-	-	-	-	-	-	26,218	-	-	26,218
Adjustments on change of equity in equity-method investments	-	785	-	-	-	-	(17,727)	(6,898)	-	-	-	(23,840)
Cash dividends paid to minority interests by subsidiaries	-	-	-	-	-	-	-	-	-	-	(323)	(323)
Control effect of the acquisition of subsidiaries	-	-	-	-	-	-	-	-	-	-	30,865	30,865
Decrease in minority interest	-	-	-	-	-	-	-	-	-	-	(6,154)	(6,154)
BALANCE, DECEMBER 31, 2010	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 in 2011	-	-	-	-	13,468,763	13,468,763	-	-	-	-	157,417	13,626,180
Capital reduction	(3,800,926)	-	-	-	-	-	-	-	-	-	-	(3,800,926)
Adjustment of stock held by subsidiaries	-	-	-	-	-	-	-	-	-	811,917	-	811,917
Unrealized gain on financial instruments, net	-	-	-	-	-	-	-	-	21,464	-	-	21,464
Adjustments on change of equity in equity-method investments	-	(43)	-	-	-	-	23,328	(6,080)	-	-	-	17,205
Cash dividends paid to minority interests by subsidiaries	-	-	-	-	-	-	-	-	-	-	(599)	(599)
Control effect of the acquisition of subsidiaries	-	-	-	-	-	-	-	-	-	-	926,756	926,756
Increase in minority interest	-	-	-	-	-	-	-	-	-	-	2,437	2,437
BALANCE, DECEMBER 31, 2011	<u>\$ 34,208,328</u>	<u>12,432,446</u>	<u>16,715,018</u>	<u>821,741</u>	<u>15,735,518</u>	<u>33,272,277</u>	<u>17,612</u>	<u>(16,775)</u>	<u>111,306</u>	<u>(31,077,183)</u>	<u>1,115,874</u>	<u>50,063,885</u>

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

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

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

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
YEARS ENDED DECEMBER 31, 2011 AND 2010
(In Thousands of New Taiwan Dollars)

	<u>2011</u>	<u>2010</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Consolidated net income	\$ 13,626,180	13,817,778
Adjustments to reconcile net income to net cash provided by operating activities:		
Depreciation	8,209,121	8,062,576
Impairment loss	1,209,970	3,229
Amortization	1,287,706	1,094,436
Loss on disposal and retirement of property and equipment, net	439,978	1,417,661
Deferred income taxes	436,627	542,908
Bad debts	141,254	456,476
Provision of allowance for loss on inventories	44,292	24,857
Investment loss recognized under equity method	24,790	25,768
Pension cost	(6,616)	4,696
Gain on disposal of investments	(512)	(51,499)
Other	6,754	4,833
Changes in operating assets and liabilities		
Financial assets at fair value through profit or loss	399,931	-
Notes receivable	22,075	23,228
Accounts receivable, net	(1,102,338)	(258,638)
Accounts receivable – related parties	8,041	31,356
Other receivables	286,045	(206,970)
Long-term capital lease receivables	27,866	(27,593)
Inventories	(602,199)	(684,742)
Prepayments	463,364	39,619
Other current assets	51,892	(10,857)
Notes payable	326,327	(48,486)
Accounts payable	305,703	806,885
Income taxes payable	(135,592)	(753,804)
Accrued expenses	413,738	(102,682)
Other payables	(1,305,821)	514,943
Advance receipts	570,814	1,309,370
Other current liabilities	101,374	(41,636)
Other liabilities	9,516	-
Net cash provided by operating activities	<u>25,260,280</u>	<u>25,993,712</u>

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TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS(Continued)
YEARS ENDED DECEMBER 31, 2011 AND 2010
(In Thousands of New Taiwan Dollars)

	<u>2011</u>	<u>2010</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of subsidiaries	(8,414,168)	(74,492)
Acquisition of property and equipment	(6,417,225)	(6,196,382)
Increase in deferred charges	(352,819)	(121,892)
Increase in long-term investments accounted for using the equity method	(199,600)	(199,600)
Increase in computer software costs and other intangible assets	(34,992)	(12,101)
Increase in refundable deposits	(13,003)	(11,795)
Increase in other assets	(8,529)	(51,685)
Proceeds from investees' capital reduction	5,435	2,717
(Increase) decrease in pledged time deposits	(3,363)	13,379
Proceeds from disposal of property and equipment	2,622	887
Proceeds from disposal of idle assets	-	92,787
Proceeds from disposal of financial assets carried at cost	-	238,541
Net cash used in investing activities	<u>(15,435,642)</u>	<u>(6,319,636)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Cash dividends paid	(12,439,928)	(15,028,201)
Increase (decrease) in short-term borrowings	5,797,000	(3,597,000)
Decrease in long-term borrowings	(4,966,667)	-
Capital reduction	(2,988,378)	-
Increase in long-term borrowings	2,666,667	2,300,000
Increase (decrease) in short-term notes and bills payable	399,541	(299,906)
Increase (decrease) in guarantee deposits	22,295	(5,000)
Employee stock option issued by subsidiaries	8,300	-
Cash dividends paid to minority interest	(599)	(323)
Net cash used in financing activities	<u>(11,501,769)</u>	<u>(16,630,430)</u>
EFFECT OF EXCHANGE RATE CHANGES	<u>35,963</u>	<u>(14,014)</u>
ACQUISITION OF CASH AND CASH EQUIVALENT FOR SUBSIDIARIES	<u>2,285,830</u>	<u>20,662</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS	<u>644,662</u>	<u>3,050,294</u>
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	<u>6,049,330</u>	<u>2,999,036</u>
CASH AND CASH EQUIVALENTS, END OF YEAR	<u><u>\$ 6,693,992</u></u>	<u><u>6,049,330</u></u>
SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION		
Interest paid	\$ 369,262	273,193
Less interest capitalized	<u>10,244</u>	<u>7,753</u>
Interest paid - excluding interest capitalized	<u><u>\$ 359,018</u></u>	<u><u>265,440</u></u>
Income tax paid	<u><u>\$ 3,370,526</u></u>	<u><u>2,980,613</u></u>
CASH AND NON-CASH INVESTING AND FINANCING ACTIVITIES		
Acquisition of property and equipment	\$ 5,980,697	6,345,918
Increase in accrued expenses	-	(137)
Decrease (increase) in other payables	524,401	(169,834)
(Increase) decrease in other liabilities – other	<u>(87,873)</u>	<u>20,435</u>
Cash paid for acquisition of property and equipment	<u><u>\$ 6,417,225</u></u>	<u><u>6,196,382</u></u>

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TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS(Continued)
YEARS ENDED DECEMBER 31, 2011 AND 2010
(In Thousands of New Taiwan Dollars)

The Corporation acquired 51% of Fubon Multimedia Technology Co., Ltd.'s shares on July 13, 2011. The fair values of the assets and liabilities upon acquisition were as follows:

Cash	\$ 2,285,830
Financial assets at fair value through profit or loss-current	460,117
Receivables	275,190
Inventories	380,956
Prepayments	666,379
Other current assets	183,684
Property and equipment	464,111
Intangible assets	4,923,979
Other assets	<u>114,421</u>
	<u>9,754,667</u>
Payables	2,446,781
Advance receipts	86,463
Other current liabilities	334,397
Long-Term liabilities	7,384
Other liabilities	<u>192,132</u>
	<u>3,067,157</u>
Net	6,687,510
Minority interest	<u>(82,837)</u>
Net	6,604,673
Percentage of equity interest	<u>51%</u>
	3,368,383
Add: Goodwill	<u>4,979,566</u>
Cash paid for acquisition of Fubon Multimedia Technology Co., Ltd.	<u><u>\$ 8,347,949</u></u>

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TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS(Continued)
YEARS ENDED DECEMBER 31, 2011 AND 2010
(In Thousands of New Taiwan Dollars)

The Corporation acquired 45.012% of Taiwan Kuro Times Co., Ltd.'s shares on August 12, 2011. The fair values of the assets and liabilities upon acquisition were as follows:

Cash	\$	18,584
Receivables		45,597
Prepayments		5,894
Other current assets		1,217
Property and equipment		2,823
Intangible assets		39,922
Other assets		<u>1,528</u>
		<u>115,565</u>
Short-term borrowings		8,000
Payables		66,828
Advance receipts		3,450
Other current liabilities		<u>3,281</u>
		<u>81,559</u>
Net		34,006
Percentage of equity interest		<u>45.012%</u>
		15,307
Add: Goodwill		<u>50,693</u>
Cash paid for acquisition of Taiwan Kuro Times Co., Ltd.	\$	<u>66,000</u>

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TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS(Continued)
YEARS ENDED DECEMBER 31, 2011 AND 2010
(In Thousands of New Taiwan Dollars)

The Corporation acquired 54.988% of Taiwan Kuro Times Co., Ltd.'s shares on September 1, 2010. The fair values of the assets and liabilities upon acquisition were as follows:

Cash	\$	20,662
Receivables		18,200
Prepayments		18,619
Other current assets		2,280
Property and equipment		952
Intangible assets		36,629
Other assets		<u>1,133</u>
		<u>98,475</u>
Payables		52,024
Advance receipts		3,875
Other current liabilities		<u>442</u>
		<u>56,341</u>
Net		42,134
Percentage of equity interest		<u>54.988%</u>
		23,169
Add: Goodwill		39,444
Less: Fair value of 45% stake owned before tender offer (including investment loss recognized under the equity method from May 2, 2010, to August 31, 2010, and the difference between preceding and following fair market value of purchase price allocation)		<u>(51,813)</u>
Cash paid for acquisition of Taiwan Kuro Times Co., Ltd.	\$	<u><u>10,800</u></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
YEARS ENDED DECEMBER 31, 2011 AND 2010
(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 December 31, 2011 and 2010, the Corporation and subsidiaries (hereinafter referred to as the "Group") had 6,055 and 4,498 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 and supervisors, impairment loss on assets, etc. Actual results may differ from these estimates.

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

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

Consolidation

a. Basis of consolidation

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

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

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

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

<u>Investor</u>	<u>Subsidiary</u>	<u>Main Business and Products</u>	<u>Percentage of Direct Ownership as of December 31</u>		<u>Note</u>
			<u>2011</u>	<u>2010</u>	
Corporation	Wealth Media Technology Co., Ltd. (WMT)	Investment	100.00	100.00	-
WMT	Taiwan Win TV Broadcasting Co., Ltd. (TWTV)	Entertainment	100.00	100.00	Established on April 14, 2010
WMT	Fubon Multimedia Technology Co., Ltd. (FMT)	Wholesale and retailing on virtual channel and physical channel	50.6358	-	WMT acquired more than 50% equity and consolidated FMT into financial statements since July 13, 2011.
FMT	Fu Sheng Travel Service Co.,Ltd. (FST)	Travel	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	Asia Crown International Co., Ltd (Asia Crown (BVI)	Investment	100.00	-	"
Asia Crown (BVI)	Fortune Kingdom Corporation (Fortune Kingdom)	Investment	100.00	-	"
Fortune Kingdom	HongKong Fubon Multimedia Technology Co., Ltd. (HK Fubon Multimedia)	Investment	100.00	-	"
HK Fubon Multimedia	Fubon Gehua (Beijing) Enterprise Ltd. (FGE)	Wholesale	80.00	-	"

(Continued)

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 December 31		Note
			2011	2010	
WMT	Tai Fu Media Technology Co., Ltd. (TFMT)	Investment	100.00	100.00	-
TFMT	Global Wealth Media Technology Co., Ltd. (GWMT)	Investment	100.00	100.00	-
TFMT	Fu Jia Leh Media Technology Co., Ltd. (FJLMT)	Investment	100.00	100.00	-
TFMT	Fu Sin Media Technology Co., Ltd. (FSMT)	Investment	100.00	100.00	-
TFMT	Global Forest Media Technology Co., Ltd. (GFMT)	Investment	100.00	100.00	-
GWMT	Globalview Cable TV Co., Ltd. (GCTV)	Cable TV SO (system operator)	6.831	6.813	-
FSMT	Phoenix Cable TV Co., Ltd. (PCTV)	Cable TV SO (system operator)	3.34	3.34	-
GFMT	Union Cable TV Co., Ltd. (UCTV)	Cable TV SO (system operator)	0.7628	0.0002	-
Corporation	Taiwan Cellular Co., Ltd. (TCC)	Equipment installation and IT service	100.00	100.00	-
TCC	Taiwan Fixed Network Co., Ltd. (TFN)	Fixed network service	100.00	100.00	-
TCC	Taiwan Digital Communications Co., Ltd. (TDC)	Equipment installation and IT service	100.00	100.00	-
TCC	TCC Investment Co., Ltd. (TCCI)	Investment	100.00	100.00	TCCI, TID and TUI collectively owned 730,726 thousand shares of the Corporation representing 21.36% of total outstanding shares.
TCCI	TCCI Investment & Development Co., Ltd. (TID)	Investment	100.00	100.00	-
TCCI	Win TV Broadcasting Co., Ltd. (WTVB)	TV program producing	100.00	100.00	-
TCCI	TFN Media Co., Ltd. (TFNM)	Cable broadband service	100.00	100.00	-
TFNM	UCTV	Cable TV SO (system operator)	99.2243	99.9869	-
TFNM	Yeong Jia Leh Cable TV Co., Ltd. (YJCTV)	Cable TV SO (system operator)	100.00	100.00	-
TFNM	Mangrove Cable TV Co., Ltd. (MCTV)	Cable TV SO (system operator)	29.53	29.53	Another 70.47% shares were held under trustee accounts
TFNM	PCTV	Cable TV SO (system operator)	96.66	96.66	-
TFNM	GCTV	Cable TV SO (system operator)	92.38	92.38	-

(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 December 31</u>		<u>Note</u>
			<u>2011</u>	<u>2010</u>	
TFNM	Taiwan Kuro Times Co., Ltd. (TKT)	Digital music platform	100.00	54.988	TFNM acquired more than 50% equity and consolidated TKT into financial statements since September 1, 2010.
TKT	ezPeer Multimedia Limited (ezPeer Samoa)	Investment	100.00	100.00	-
TCC	TWM Holding Co., Ltd. (TWM Holding)	Investment	100.00	100.00	-
TWM Holding	TWM Communications (Beijing) Co., Ltd. (TWMC)	Mobile application development and design	100.00	100.00	-
TCC	Taiwan Teleservices & Technologies Co., Ltd. (TT&T)	Call center service and international simple resale (ISR)	100.00	100.00	(Note)
TT&T	Taiwan Super Basketball Co., Ltd. (TSB)	Basketball team management and related business	100.00	100.00	-
TT&T	TT&T Holdings Co., Ltd. (TT&T Holdings)	Investment	100.00	100.00	-
TT&T Holdings	Xiamen Taifu Teleservices & Technologies Co., Ltd.	System integration, management, analysis, and development of CRM application and information consulting services	100.00	100.00	-
TFN	TFN HK LIMITED	Telecommunications	100.00	100.00	-
TFN	TFN Union Investment Co., Ltd. (TUI)	Investment	100.00	100.00	-

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

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

Classification of Current and Non-current Assets and Liabilities

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

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

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 assets 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.

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.

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

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

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.

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

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.

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.

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

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 sales revenue should be deferred as unrealized interest income and amortized as interest income by the effective interest method upon each collection. For a financing-type of capital lease, rental receivables 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 5 years.

c. Goodwill

Goodwill is the unidentifiable difference between the cost of acquisition and the equity in the investee's net asset value. In accordance with the newly revised SFAS, goodwill is no longer amortized. Please refer to the accounting policy 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 December 31, 2010 has been recast to reflect the new segment reporting requirement. There was no impact on the profit or loss for the year ended December 31, 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 year ended December 31, 2011.

4. SUMMARY OF MAJOR ACCOUNTS

a. Cash and cash equivalents

	December 31	
	2011	2010
Time deposits	\$ 2,831,445	1,641,870
Government bonds with repurchase rights	2,607,596	3,531,684
Cash in banks	1,135,422	615,175
Cash on hand	86,982	50,634
Short-term notes and bills with repurchase rights	19,989	200,024
Revolving funds	12,558	9,943
	\$ 6,693,992	6,049,330

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 :

	December 31	
	2011	2010
<u>Trading financial assets</u>		
Beneficiary certificates		
Open-end mutual fund	\$ 60,186	-

c. Available-for-sale financial assets – current

	December 31	
	2011	2010
Domestic listed stocks		
Chunghwa Telecom Co., Ltd.	\$ 217,351	201,322

d. Accounts receivable, net

	December 31	
	2011	2010
Accounts receivable	\$ 7,882,460	6,841,321
Less allowance for doubtful accounts	(206,524)	(385,856)
	\$ 7,675,936	6,455,465

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

e. Inventories

	December 31	
	2011	2010
Inventories	\$ 2,273,104	1,183,105
Less allowance to reduce inventory to market	(202,568)	(51,477)
	\$ 2,070,536	1,131,628

Allowances for losses were \$44,292 thousand and \$24,857 thousand for the year ended December 31, 2011 and 2010, respectively.

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

f. Investments accounted for using the equity method

	December 31			
	2011		2010	
	Carrying	% of	Carrying	% of
	Value	Owner-	Value	Owner-
	ship	ship	ship	ship
	Value	ship	Value	ship
Taipei New Horizons Co., Ltd. (TNH)	\$ 562,812	49.90	388,002	49.90

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

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

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, which remains at 49.9%.

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

A subsidiary of the Corporation, TFNM, acquired 45% of TKT's shares in May, 2010. On September 1, 2010, it acquired additional shares of TKT giving it more than 50% ownership, and thus it had control over TKT. The Corporation recognized investment loss on its investment in TKT and TKT's subsidiaries of \$2,196 thousand from May 2 to August 31, 2010.

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

(3) Equity in investees' losses

The carrying value of the investment under the equity method and the related investment losses were determined on the basis of audited financial statements.

The Corporation's investment losses were as follows:

	Years ended December 31	
	2011	2010
TNH	\$ 24,790	23,572
TKT	-	2,196
	\$ 24,790	25,768

g. Financial assets carried at cost – non-current

	December 31	
	2011	2010
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.	41,241	42,845
Parawin Venture Capital Corp.	20,207	20,207
WEB Point Co., Ltd.	6,773	6,773
Foreign unlisted stocks		
Bridge Mobile Pte Ltd.	50,324	50,324
	\$ 1,098,739	2,308,709

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 \$1,209,970 thousand and \$3,229 thousand was recognized for the year ended December 31, 2011 and 2010, respectively.

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

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

h. Bonds measured at amortized cost – non-current

	December 31	
	2011	2010
Taiwan High Speed Rail Corporation – unlisted convertible preferred stock – series A	\$500,000	500,000

i. Property and equipment – accumulated depreciation

	December 31	
	2011	2010
Buildings	\$ 727,697	700,021
Telecommunication equipment	39,250,788	32,439,642
Office equipment	102,026	48,756
Leased assets	615,701	550,606
Miscellaneous equipment	2,406,530	1,496,628
	\$ 43,102,742	35,235,653

Capitalized interest for the year ended December 31, 2011 and 2010 was \$10,244 thousand and \$7,753 thousand, respectively, with capitalization rates ranging from 1.68% to 2.88% and 1.56% to 2.88%, respectively.

j. Intangible assets

	Year ended December 31, 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	282	-	5,433	-
Acquisition from merger	2,497,202	5,316,864	-	-
Effect of exchange rate changes	180	56	-	-
Amortization	(77)	-	(179,134)	-
Ending balance	\$ 2,516,674	15,846,068	2,168,107	1,382,000

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

	Year ended December 31, 2010			
	Trademarks	Goodwill	Customer Relationship	Operating Rights
<u>Cost</u>				
Beginning balance	\$ 368	10,485,941	2,511,760	1,382,000
Add:				
Acquired in this period	383	-	-	-
Acquisition from merger	19,453	45,006	4,830	
Effect of exchange rate changes	(951)	(1,799)	-	-
Amortization	(166)	-	(174,782)	
Ending balance	\$ 19,087	10,529,148	2,341,808	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.
- (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.

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

(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.

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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 8.2% to 8.5% and from 3.70% to 8.00% 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 of the Corporation 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. Assets leased to others and idle assets

	December 31	
	2011	2010
Assets leased to others		
Cost	\$ 329,633	328,992
Less accumulated depreciation	(21,849)	(19,510)
Less accumulated impairment	-	(10,591)
	\$ 307,784	298,891

	December 31	
	2011	2010
Idle assets		
Cost	\$ 157,789	245,361
Less allowance for decline in value	(35,928)	(35,928)
Less accumulated depreciation	(17,434)	(24,745)
Less accumulated impairment	(4,614)	(30,276)
	\$ 99,813	154,412

l. Short-term borrowings

	December 31	
	2011	2010
Unsecured loans	\$ 9,000,000	3,203,000
Interest rate	0.89%~0.98%	0.69%~1.56%

m. Short-term notes and bills payable

	December 31	
	2011	2010
Commercial paper payable		
China Bills Finance Corporation	\$ 600,000	500,000
Mega Bills Finance Corporation	300,000	-
Less discount on short-term notes and bills payable	(727)	(268)
Net carrying value	\$ 899,273	499,732
Interest rate	0.948%~0.958%	0.46%
Period	2011.12.30- 2012.01.31	2010.12.31- 2011.01.28

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NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

n. Advance receipts

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 guaranteed advance receipts from prepaid card customers were \$938,905 thousand as of December 31, 2011.

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 December 31, 2011, the cable television companies had received an advance fee of NT\$455,005 thousand and provided \$56,152 thousand as performance deposit, which is classified as restricted asset.

o. Bonds payable

	December 31			
	2011		2010	
	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.

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

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

p. Long-term borrowings

	December 31	
	2011	2010
Unsecured loans	\$ -	2,300,000
Interest rate	-	0.8832%

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

To provide medium-term working capital, the Corporation and its subsidiary, TFN, entered into a syndicated loan with a joint credit line of \$13,500,000 thousand with 9 banks led by Chinatrust Commercial Bank on February 21, 2008. This joint credit facility covers a period of three years commencing from May 20, 2008. Based on the terms of this agreement, the credit line will be decreased by 50% after two years from the commencing date. As of May 20, 2010, the credit line has been reduced to \$6,750,000 thousand. Also, interests are payable monthly. Upon maturity, the loan is allowed to revolve within its credit limits. The contract requires the Corporation to maintain certain financial ratios including debt ratios, interest coverage, and tangible net asset ratio based on semi-annual financials.

q. 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 \$217,419 thousand and \$169,458 thousand for the year ended December 31, 2011 and 2010, respectively.

The Labor Standards Act (LSA) provides for a defined benefit pension plan. Benefits are based on the length of service and average basic pay of the six months before retirement. The Group contributes monthly an amount equal to 2% of the employees' monthly salaries to a pension fund. The pension fund is managed by an independently administered pension fund committee and deposited in the committee's name in Bank of Taiwan (formerly the Central Trust of China, which was merged into Bank of Taiwan in July 2007). As approved by the Department of Labor of the Taipei City Government, the Group suspended contributing from February 2007 to January 2012.

Information on the defined benefit pension plan is summarized as follows:

(1) Pension cost

	Years ended December 31	
	2011	2010
Service cost	\$ 3,346	4,128
Interest cost	15,478	14,844
Projected return of pension assets	(13,508)	(13,357)
Amortization	8,028	6,341
(Gain) loss on settlement	(14,627)	611
Pension cost	\$ (1,283)	12,567

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NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

(2) Changes in the prepaid pension cost

	December 31	
	2011	2010
Benefit obligation		
Vested	\$ (21,262)	(6,488)
Non-vested	(443,928)	(450,526)
Accumulated	(465,190)	(457,014)
Additional benefits based on future salaries	(298,404)	(288,272)
Projected benefit obligation	(763,594)	(745,286)
Fair value of plan assets	677,262	673,005
Funded status	(86,332)	(72,281)
Unrecognized net transition obligation	11,932	15,776
Unrecognized prior service cost	20,782	24,659
Unamortized net gain or loss	122,395	108,755
Unrecognized net gain	(18,082)	(32,637)
Additional liability	(42,191)	(41,459)
Prepaid pension cost	\$ 8,504	2,813
(3) Vested benefit	\$ (26,701)	(7,424)

(4) Actuarial assumptions

	Years ended December 31	
	2011	2010
Discount rate used in determining present values	2.00%	2.00%~2.25%
Future salary increase rate	2.75%~3.00%	2.50%~3.00%
Expected rate of return on plan assets	2.00%	2.00%

r. 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 may not be used for any other purposes.

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NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

(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.

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

- (a) Dividends and bonus to preferred shareholders
- (b) Remuneration to directors and supervisors - up to 0.3%
- (c) Bonus to employees - 1% to 3%
- (d) 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 dividend distribution. However, the amount of stock dividends should not be more than 80% of the total dividends to be distributed in a single year. The final amount, type and percentage of the dividends are subject to the approval of the board of directors and shareholders based on actual earnings and working capital requirements of the Corporation in a particular year.

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

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

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

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NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

For the year ended December 31, 2011, the bonuses to employees and remuneration to directors and supervisors were accrued based on 3% and 0.3%, respectively, of net income (not including the bonus to employees and remuneration to directors and supervisors) 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 2012's P&L. If employee bonuses are paid in the form of company shares, the number of employee bonus shares shall be derived from dividing the approved bonus amount by the closing price one day prior to the AGM, adjusted for cash and/or stock dividends if any.

The 2010 and 2009 earnings appropriations resolved by the AGMs on June 15, 2011, and June 18, 2010, were as follows:

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

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

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

Information on the appropriation of the earnings, bonus to employees, and remuneration to directors and supervisors proposed by the board of directors and approved at the 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, 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.

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NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

(5) Treasury stock

Purpose of Buyback	(Shares in Thousands)			Ending Shares
	Beginning Shares	Increase	Decrease	
<u>Year ended December 31, 2011</u>				
Shares held by subsidiaries	811,918	-	81,192	730,726
<u>Year ended December 31, 2010</u>				
Shares held by subsidiaries	811,918	-	-	811,918

As of December 31, 2011, 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 \$68,980,520 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 of treasury stock cannot exercise the voting rights.

(6) Unrealized gain or loss on financial instruments

Unrealized gain or loss on financial instruments for the years ended December 31, 2011 and 2010, is summarized as follows:

	Years ended December 31	
	2011	2010
Available-for-sale financial assets		
Balance, beginning of period	\$ 89,842	63,624
Fair value changes recognized directly in equity	21,464	26,218
Unrealized gains on financial instruments	\$ 111,306	89,842

s. 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:

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NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

	Years ended December 31	
	2011	2010
Tax on pretax income at statutory tax rate	\$ 4,526,503	4,572,139
Add (deduct) tax effects of:		
Permanent differences		
Investment income from domestic investees accounted for using the equity method	(1,747,968)	(1,634,184)
Other	200,974	1,211
Temporary differences	(421,760)	(211,872)
Prior years' adjustment	(470,963)	69,702
Deferred income taxes	436,627	542,908
Prior years' loss carryforward	(13,771)	(13,427)
Investment tax credits	(7,253)	(42,933)
Income tax expense	\$ 2,502,389	3,283,544

On May 27, 2009, the Legislative Yuan passed an amendment of Article 5 of the Income Tax Act, which reduced a profit-seeking enterprise's income tax rate from 25% to 20%, effective January 1, 2010. On June 15, 2010, the Legislative Yuan passed an amendment of Article 5 of the Income Tax Act to reduce the corporate statutory income tax rate from 20% to 17%, effective January 1, 2010. The Group recalculated its deferred tax assets and liabilities in accordance with the amended Article and recorded the resulting difference as an income tax expense.

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

	December 31	
	2011	2010
Unrealized loss on retirement of property and equipment	\$ 846,775	1,093,815
Amortization of goodwill	(468,873)	(343,517)
Difference in the estimated lives of property and equipment	134,993	122,009
Provision for doubtful accounts	134,067	254,274
Prior years' loss carryforward	47,056	45,314
Provision for impairment losses on idle assets	20,979	21,650
Investment tax credits	-	157
Other	95,075	42,034
	<u>810,072</u>	<u>1,235,736</u>
Less valuation allowance	(233,805)	(243,898)
	\$ 576,267	991,838
Deferred income tax assets		
Current	\$ 28,391	10,060
Non-current	743,916	1,135,264
	\$ 772,307	1,145,324
Deferred income tax liabilities		
Current	\$ (193)	-
Non-current	(195,847)	(153,486)
	\$ (196,040)	(153,486)

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NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

(3) The net operating loss carryforwards of the Group as of December 31, 2011, were as follows:

<u>Year</u>	<u>Total Creditable Amount</u>	<u>Remaining Creditable Amount</u>	<u>Expiry Year</u>
2006	\$ 62,136	2,602	2016
2007	125,042	125,042	2017
2008	62,150	62,074	2018
2009	1,458	1,124	2019
2010	13,050	13,050	2020
2011	93,971	72,907	2021
	<u><u>\$ 357,807</u></u>	<u><u>276,799</u></u>	

(4) Integrated income tax information was as follows:

	<u>December 31</u>	
	<u>2011</u>	<u>2010</u>
Balance of imputation credit account (ICA)		
The Corporation	\$ 2,394,350	1,438,180
TCC	277	232
WMT	-	-
TFMT	6,978	5,029
TWTV	-	-
FJLMT	-	-
GWMT	1,624	1,672
FSMT	2,181	2,247
GFMT	89	-
TDC	18	-
TCCI	80,289	115,848
TID	-	-
TSB	5	-
TFN	665,825	632,424
TT&T	5,629	9,729
TUI	-	-
WTVB	-	-
TFNM	93,389	80,455
UCTV	7,167	7,928
YJCTV	39,570	41,921
MCTV	12,027	7,759
PCTV	18,470	19,976
GCTV	23,371	18,682
TKT	-	-
FMT	140,878	Not applicable
FST	757	"
FLI	3,410	"
FPI	3,823	"

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As of December 31, 2011, there were no unappropriated earnings generated before January 1, 1998. The estimated and actual creditable ratios for the 2011 and 2010 earnings appropriation, respectively, were as follows:

	<u>2011</u>	<u>2010</u>
The Corporation	22.28%	17.68%
TCC	12.61%	18.72%
WMT	20.48%	-
TFMT	20.48%	-
TWTV	-	-
FJLMT	-	-
GWMT	20.48%	20.48%
FSMT	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	20.49%	Not applicable
FST	20.48%	"
FLI	20.48%	"
FPI	20.48%	"

The imputation credits allocated to the shareholders are based on the ICA balance as of the date of dividend distribution. The estimated creditable ratio for the 2011 earnings appropriation may be adjusted when the imputation credits are distributed.

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

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

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 2006 had been examined by the tax authorities. Mobitai disagreed with the examination results of the income tax return for 2006 and requested a reexamination.

The former TFN's income tax returns up to 2007 had been examined by the tax authorities. The former TFN disagreed with the examination results of the income tax returns and had requested a correction of the 2007 income tax return.

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 2009 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 requested a reexamination for 2007 and 2009.

YJCTV's income tax returns up to 2009 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 2009 income tax returns had been examined by the tax authorities but it disagreed with the examination results, and plans to apply for a reexamination.

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

t. Earnings per share

	Amounts (Numerator)			EPS (NT\$)	
	Before Income Tax	After Income Tax	Shares (Denominator) (Thousands)	Before Income Tax	After Income Tax
<u>Year ended December 31, 2011</u>					
Basic EPS					
Income of common shareholders	\$ 14,842,996	13,468,763	2,863,715	<u>\$ 5.18</u>	<u>\$ 4.70</u>
Add effect of dilutive potential common stock - bonus to employees	-	-	6,030		
Diluted EPS					
Income of common shareholders with dilutive effect of potential common shares	<u>\$ 14,842,996</u>	<u>13,468,763</u>	<u>2,869,745</u>	<u>\$ 5.17</u>	<u>\$ 4.69</u>
<u>Year ended December 31, 2010</u>					
Basic EPS					
Income of common shareholders	\$ 16,398,144	13,822,186	2,989,008	<u>\$ 5.48</u>	<u>\$ 4.62</u>
Add effect of dilutive potential common stock - bonus to employees	-	-	8,234		
Diluted EPS					
Income of common shareholders with dilutive effect of potential common shares	<u>\$ 16,398,144</u>	<u>13,822,186</u>	<u>2,997,242</u>	<u>\$ 5.47</u>	<u>\$ 4.61</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 and supervisors 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)

u. Financial instrument transactions

(1) Fair value information

	December 31			
	2011		2010	
	Carrying Value	Fair Value	Carrying Value	Fair Value
<u>Financial instruments</u>				
<u>Assets</u>				
Cash and cash equivalents	\$ 6,693,992	6,693,992	6,049,330	6,049,330
Financial assets at fair value through profit or loss— current	60,186	60,186	-	-
Available-for-sale financial assets – current	217,351	217,351	201,322	201,322
Notes receivable	23,423	23,423	45,277	45,277
Accounts receivable (including related parties)	7,800,537	7,800,537	6,588,107	6,588,107
Other receivables	241,558	241,558	524,087	524,087
Pledged time deposits	73,062	73,062	1,100	1,100
Financial assets carried at cost – non-current	1,098,739	-	2,308,709	-
Bonds measured at amortized cost – non-current	500,000	-	500,000	-
Refundable deposits	510,464	510,464	400,186	400,186
<u>Liabilities</u>				
Short-term borrowings	9,000,000	9,000,000	3,203,000	3,203,000
Short-term notes and bills payable	899,273	899,273	499,732	499,732
Notes payable	641,166	641,166	232,299	232,299
Accounts payable (including related parties)	5,703,352	5,703,352	3,423,611	3,423,611
Income taxes payable	1,331,623	1,331,623	1,387,348	1,387,348
Accrued expenses	6,132,359	6,132,359	5,564,242	5,564,242
Other payables	3,594,997	3,594,997	5,001,640	5,001,640
Guarantee deposits (including current portion)	594,293	594,293	379,866	379,866
Bonds payable	8,000,000	8,192,952	8,000,000	8,264,392
Long-term borrowings	-	-	2,300,000	2,300,000

(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 December

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

- (d) Long-term borrowings based on the present value of expected future cash flows discounted by the interest rates that the Corporation may obtain for similar loans
 - (e) The book values of short-term financial instruments approximate their fair value due to their short maturities; short-term financial instruments include cash and cash equivalents, receivables, pledged time deposits, refundable deposits, short-term borrowings, short-term notes and bills payable, notes payable, payables, and guarantee deposits
- (3) The fair values of financial assets and liabilities were not simultaneously determined by quoted prices in active markets and by estimations using a valuation technique.
- (4) The financial assets exposed to fair value interest rate risk amounted to \$2,861,092 thousand and \$5,320,362 thousand as of December 31, 2011 and 2010, respectively, and the financial liabilities exposed to fair value interest rate risk amounted to \$17,899,273 thousand and \$13,999,732 thousand as of December 31, 2011 and 2010, respectively. The financial assets exposed to cash flow interest rate risk amounted to \$3,812,744 thousand and \$733,290 thousand as of December 31, 2011 and 2010, respectively, and the financial liabilities exposed to cash flow interest rate risk amounted to zero and 3,000 thousand as of December 31, 2011 and 2010, respectively.
- (5) Information on financial risks

(a) Market risk

The Group did not enter into any financial derivative transactions which would cause significant exposure to exchange rate and interest rate risks.

(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 December 31, 2011 and 2010, 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.

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

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 Group
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.	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 (FFH)	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

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

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

	Years ended December 31			
	2011		2010	
	Amount	% of Total Revenues	Amount	% of Total Revenues
TFCB	\$ 82,364	-	80,515	-
FMT	64,503	-	124,281	-
FLA	59,406	-	56,558	-
TSL	28,366	-	28,819	-
Fubon Ins.	23,369	-	11,791	-
FSC	19,576	-	18,677	-
FFH	14,109	-	9,717	-
FMC	10,121	-	10,004	-
	\$ 301,814		340,362	

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

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

(2) Operating costs

	Years ended December 31			
	2011		2010	
		% of		% of
	Amount	Total	Amount	Total
	Costs	Costs	Costs	
DKL	\$ 148,181	-	144,617	-
Fubon Ins.	44,062	-	53,154	-
	\$ 192,243		197,771	

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

(3) Rental income

	Leased Sites/Equipment	Years ended December 31	
		2011	2010
FMT	Office appliance, etc.	\$ 17,524	35,317

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

(4) Cash in banks

	December 31			
	2011		2010	
	Amount	%	Amount	%
(a) Cash in banks				
TFCB	\$ 836,606	12	384,739	6
(b) Pledged time deposits				
TFCB	\$ 27,252	37	1,100	100

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

(5) Receivables and payables

	December 31			
	2011		2010	
	Amount	%	Amount	%
(a) Accounts receivable				
TFCB (Note)	\$ 54,050	1	55,428	1
FSC (Note)	17,857	-	17,271	-
FLA (Note)	17,561	-	13,274	-
TSL (Note)	15,038	-	15,118	-
Fubon Ins.	8,214	-	10,809	-
Other	11,881	-	20,742	-
	\$ 124,601		132,642	

Note: Leasehold receivables from TFCB were as follows:

December 31, 2011	Maturities of over One Year (Classified under Other Assets)			Total
	Current Portion			
Leasehold receivable	\$ 3,027	7,825	10,852	
Less unrealized interest income	(190)	(489)	(679)	
	\$ 2,837	7,336	10,173	
December 31, 2010				
Leasehold receivable	\$ 1,873	6,096	7,969	
Less unrealized interest income	(140)	(380)	(520)	
	\$ 1,733	5,716	7,449	

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

Note: Leasehold receivables from FSC were as follows:

December 31, 2011	Current Portion	Maturities of over One Year (Classified under Other Assets)	Total
Leasehold receivable	\$ 6,823	3,432	10,255
Less unrealized interest income	(281)	(143)	(424)
	\$ 6,542	3,289	9,831
<hr/>			
December 31, 2010			
Leasehold receivable	\$ 5,408	5,715	11,123
Less unrealized interest income	(474)	(299)	(773)
	\$ 4,934	5,416	10,350

Note: Leasehold receivables from FLA were as follows:

December 31, 2011	Current Portion	Maturities of over One Year (Classified under Other Assets)	Total
Leasehold receivable	\$ 10,843	27,299	38,142
Less unrealized interest income	(654)	(1,746)	(2,400)
	\$ 10,189	25,553	35,742
<hr/>			
December 31, 2010			
Leasehold receivable	\$ 7,624	24,302	31,926
Less unrealized interest income	(543)	(1,760)	(2,303)
	\$ 7,081	22,542	29,623

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

Note: Leasehold receivables from TSL were as follows:

December 31, 2011	Current Portion	Maturities of over One Year (Classified under Other Assets)	Total
Leasehold receivable	\$ 15,722	4,492	20,214
Less unrealized interest income	(773)	(63)	(836)
	\$ 14,949	4,429	19,378
<hr/>			
December 31, 2010			
Leasehold receivable	\$ 14,599	19,091	33,690
Less unrealized interest income	(1,604)	(836)	(2,440)
	\$ 12,995	18,255	31,250

	December 31			
	2011		2010	
	Amount	%	Amount	%
(b) Prepayments				
Fubon Ins.	\$ 11,244	1	9,443	1
(c) Refundable deposits				
FLA	\$ 56,201	11	391	-
(d) Accrued expenses				
Fubon Ins.	\$ 8,767	-	11,516	-

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

(6) Other

	Years ended December 31	
	2011	2010
(a) Insurance expense		
Fubon Ins.	\$ 10,396	11,941
(b) Donation		
TWM Foundation	\$ 11,713	13,007
(c) Repairs and maintenance		
FPM	\$ 24,468	23,342
(d) Rental expense		
FLA	\$ 47,912	414
(e) Other expense		
TFCB	\$ 65,901	23,130
FPM	32,700	26,054
	\$ 98,601	49,184

(7) Stock transactions

In order to enhance cross-platform synergy and mobile commerce service, the Corporation's board of directors resolved on April 8, 2011, to acquire 51% of the shares of Fubon Multimedia Technology Co., Ltd. held 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 paid the purchase price to complete the settlement on July 13, 2011.

(8) Endorsement/guarantee provided

The Group provides guarantees for related parties. Please see Note 7.

c. Compensation to directors, supervisors, and managers:

	Years ended December 31	
	2011	2010
Salaries, incentives, and special compensation	\$ 154,523	245,016
Earnings paid as remunerations to directors	36,284	37,306
Earnings paid as bonus to employees	38,251	64,203
Professional fee	3,396	2,873
	\$ 232,454	349,398

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

The compensation to directors, supervisors and managers for the year ended December 31, 2010 included the bonus appropriation from 2010 earnings approved in 2011 AGM. While that for the year ended December 31, 2011 included the bonus appropriation from 2011 earnings subject to approval in 2012 AGM. More detailed information may be referred in the Corporation's annual reports.

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:

	December 31	
	2011	2010
Current assets - time deposits	\$ 73,062	1,100
Other assets - time deposits	28,369	18,178
	\$ 101,431	19,278

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 \$3,840,861 thousand in May 2009, and \$6,650,000 thousand in February 2011. As of December 31, 2011, the purchase amount was \$3,779,485 thousand and \$1,980,972 thousand, respectively.
- b. The Corporation provided a \$21,500,000 thousand guarantee for TFN's bank loans. The Corporation also provided \$19,759,800 thousand in promissory notes outstanding for TFN's borrowings from banks. TFN has drawdown zero from the banks within the guarantee amount.
- c. As of December 31, 2011, its subsidiary, FGE, had guaranteed to make office and sound stage construction for RMB\$12,410 thousand and the outstanding amount is RMB\$1,412 thousand; FGE also provided RMB\$47,608 thousand commitment for knowledge and intangible assets and the outstanding amount is RMB\$6,852 thousand.
- d. Respond to the rapid development of the clouds application services and the engine room demand promoted by enterprise engine room outsourcing services, its subsidiary, TFN, entered into a purchase contract of real estate with HAN YA Co., Ltd. on July 18, 2011. The total amount was \$2,868,000 thousand and the purchase amount was \$325,000 thousand as of December 31, 2011.

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

- e. 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 will be no higher than \$769,576 thousand the purchase amount was \$46,123 as of December 31, 2011.
- f. Future minimum rental payments as of December 31, 2011, for significant operating lease agreements, are summarized as follows:

	<u>Amount</u>
2012	\$ 978,597
2013	596,715
2014	116,311
2015	365,617
2016	270,401

8. SIGNIFICANT CASUALTY LOSS: NONE

9. SIGNIFICANT SUBSEQUENT EVENTS: NONE

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

10. OTHER

a. Labor cost, depreciation, and amortization

	Years ended December 31					
	2011			2010		
	Classified as Operating Costs	Classified as Operating Expenses	Total	Classified as Operating Costs	Classified as Operating Expenses	Total
Labor cost						
Salary	\$ 1,563,787	3,248,799	4,812,586	1,367,698	3,098,271	4,465,969
Labor and health insurance	116,013	221,220	337,233	92,899	187,097	279,996
Pension	72,612	120,439	193,051	60,442	122,004	182,446
Other	68,666	146,018	214,684	61,132	135,360	196,492
Depreciation	7,484,543	721,649	8,206,192	7,414,272	643,225	8,057,497
Amortization	1,099,433	188,273	1,287,706	946,407	148,029	1,094,436

b. Under the order No. 0990004943 issued by Financial Supervisory Commission Executive Yuan 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 accepted 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, expected completion date, and implementation situation are listed in the table below.

Content of the plan	Implementation Units	Implementation Situation
(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

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

(c) Implementation Stage		
-Test operation of related information system	Finance Group, Business Groups, Information Group, Internal Audit Office	Completed
-Gather data to prepare balance sheets and compare the financial statements in conformity with IFRSs at the beginning of the year	Accounting Division	In progress according to the plan
- Prepare comparative information under IFRSs for 2012	Accounting Division	In progress according to the plan

c. As of December 31,2011, the potential significant differences of preparing financial statements between current accounting policies and IFRSs as evaluated by the Group are listed below :

Accounting issues	Difference explanation
Employee Benefits-compensated absences	Under R.O.C. GAAP, there is no regulations regarding the accumulated compensated absences. After the adoption of IFRSs, if vacations are form of short-term compensated absences. The expected cost of short-term accumulated compensated absences should be recognized when the employees render service in accordance with IAS No.19," Employee Benefits."
Employee Benefits-post-employment defined benefits plan	<ol style="list-style-type: none"> 1. 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." 2. Under R.O.C. GAAP, unrecognized net transition assets or obligations is amortised on a straight-line basis over the employee's remaining service period. In accordance with IAS No.19," Employee Benefits", it has to be recognized immediately, with the expense included in employee benefit cost for the period. 3. Under R.O.C. GAAP, pension actuarial gain and loss is recognized as current pension cost by corridor approach. After the adoption of IFRSs, it has to be recognized immediately under the other comprehensive income in accordance with IAS No.19," Employee Benefits."
Prepaid Card Commission	Under R.O.C. GAAP, following the matching principle of accounting, the revenue and commission from selling the prepaid card are recognized as revenues received in advance and prepaid expense. The revenue and marketing expense are recognized on basis of the minutes of usage. After the adoption of IFRSs, the commissions paid to the distributor which is considered to be the acquisition cost of the customers are recognized as commission expenses when it is incurred in accordance with IAS No.38, " Intangible Assets" since the payment of the prepaid card are all collected and the expenditures cannot provide any extra benefits.
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."
Customer Loyalty Programmes	Under R.O.C. GAAP, customer loyalty is estimated as expense when bonus points plan has incurred. After the adoption of IFRSs, bonus points, 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 Programmes."
Leases	Under R.O.C. GAAP, leasing of the base station or building is recognized as expense by each phase of the payment of rent. 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."

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

Bundle Sales	Under R.O.C. GAAP, the revenue of cell phone together with phone number is recognized by the selling price. However, such transaction is considered as bundle sales after the adoption of IFRSs. In reference with IAS No. 18" Revenue" and practical treatment in other countries, the Corporation will be required to identify the separate factors of transaction and recognized the revenue in accordance with the total fair value of each item stated in the contract.
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 rejudgement 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.
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."
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 fixed assets depending on their nature in accordance with IAS No.16," Property, Plant and Equipment."
Classifications of Deferred Income Tax Assets/Liabilities and Valuation Allowance	<ol style="list-style-type: none"> 1. 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. 2. 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.
Financial Assets : Equity Instruments	Based on SFAS No.34 and its relevant regulations, if the fair value of the financial instruments can not be measured reliably (including the emerging and non-publicly traded stocks), it is measured at cost. Impairment loss is recognized if a decrease in fair value of the instruments can be objectively related to an event. After the adoption of IFRSs, if the fair value of financial instrument can be measured reliably, they are reclassified as available-for-sale financial assets and the measurement and evaluation are based on the fair value.
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.

d. The Group conducted the evaluation above is in accordance with the 2010 version of IFRSs, the Standing Interpretations Committee, and the International Financial Reporting Interpretations Committee accepted in the Financial Supervisory Commission.

The preliminary decisions of the aforementioned assessment results are all based on the current environment and circumstances of the Group. The principles may be impacted by the addition or the amendment of IFRSs issued or proposed by the International Accounting Standards Board and the possible future rules issued by R.O.C authorities.

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

e. Reclassification

Certain accounts in the consolidated financial statements as of and for the year ended December 31, 2010, have been reclassified to conform to the presentation of consolidated financial statements as of and for the year ended December 31, 2011.

11. ADDITIONAL DISCLOSURES

The additional disclosures required by the Securities and Futures Bureau for the Corporation and its investees were as follows:

- a. Financing provided: Table 1 (attached)
- b. Endorsement/guarantee provided: Table 2 (attached)
- c. Marketable securities held: Table 3 (attached)
- d. Marketable securities acquired and disposed of at costs or prices of at least \$100 million or 20% of the paid-in capital: Table 4 (attached)
- e. Acquisition of individual real estate at costs of at least \$100 million or 20% of the paid-in capital: 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)

12. SEGMENT INFORMATION

(In Millions of New Taiwan Dollars)

Year ended December 31, 2011	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	\$ 58,109	9,861	5,914	7,574	(89)	81,369
Operating Costs	32,973	6,786	2,627	6,261	8	48,655
Operating Expenses	12,586	1,196	759	886	(303)	15,124
Operating Income	12,550	1,879	2,528	427	206	17,590
EBITDA(Note)	20,494	2,688	3,038	516	351	27,087
Total Assets	-	-	-	-	-	91,794

Year ended December 31, 2010	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	\$ 55,115	9,495	5,699	-	(163)	70,146
Operating Costs	29,100	6,399	2,622	-	41	38,162
Operating Expenses	11,641	1,339	780	-	(84)	13,676
Operating Income	14,374	1,757	2,297	-	(120)	18,308
EBITDA(Note)	22,289	2,332	2,796	-	48	27,465
Total Assets	-	-	-	-	-	85,484

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.

a. Foreign operations

The Corporation has no revenue-generating unit that operates outside the ROC.

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

b. Foreign revenues

The Corporation has no foreign revenues.

c. Customers with revenues exceeding 10% of the total net operating revenues were as follows:

<u>Company</u>	Years ended December 31			
	2011		2010	
	Amount	Percentage of Operating Revenue	Amount	Percentage of Operating Revenue
Chunghwa Telecom Co., Ltd.	<u>\$ 6,184,364</u>	8	<u>8,319,543</u>	12

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES
FINANCING PROVIDED
FOR THE YEAR ENDED DECEMBER 31, 2011

TABLE 1

(In Thousands of New Taiwan Dollars)

No.	Lending Company	Borrowing Company	Financial Statement Account	Maximum Balance for the Period (Note 1)	Ending Balance (Note 1)	Drawdown Amounts	Interest Rate	Financing Purpose	Transaction Amounts	Reasons for Short-term Financing	Allowance for Doubtful Accounts	Collateral		Lending Limit for Each Borrowing Company	Lending Company's Lending Amount Limits
												Item	Value		
0	Taiwan Mobile Co., Ltd. (the "Corporation")	TFN Media Co., Ltd.	Other receivables	\$ 5,000,000	\$ 4,500,000	\$ 850,000	0.893%~1.186%	Short-term financing	-	Operation requirements	-	-	-	\$ 19,579,204 (Note 2)	19,579,204 (Note 2)
		Taiwan Cellular Co., Ltd.	Other receivables	9,000,000	-	-	0.893%~0.95%	Short-term financing	-	Operation requirements	-	-	-	19,579,204 (Note 2)	19,579,204 (Note 2)
		Taiwan Digital Communication Co., Ltd.	Other receivables	300,000	-	-	0.948%~1.002%	Short-term financing	-	Operation requirements	-	-	-	19,579,204 (Note 2)	19,579,204 (Note 2)
		Tai Fu Media Technology Co., Ltd.	Other receivables	50,000	-	-	0.95%~1.095%	Short-term financing	-	Operation requirements	-	-	-	19,579,204 (Note 2)	19,579,204 (Note 2)
		Win TV Broadcasting Co., Ltd.	Other receivables	550,000	550,000	470,000	1.092%~1.190%	Short-term financing	-	Operation requirements	-	-	-	19,579,204 (Note 2)	19,579,204 (Note 2)
1	Taiwan Cellular Co., Ltd.	Win TV Broadcasting Co., Ltd.	Other receivables	360,000	-	-	0.847%~1.009%	Short-term financing	-	Operation requirements	-	-	-	30,582,980 (Note 2)	30,582,980 (Note 2)
		Taiwan Digital Communications Co., Ltd.	Other receivables	150,000	150,000	40,000	1.590%	Short-term financing	-	Operation requirements	-	-	-	30,582,980 (Note 2)	30,582,980 (Note 2)
		TFN Media Co., Ltd.	Other receivables	7,000,000	5,000,000	4,100,000	1.35%~1.564%	Short-term financing	-	Operation requirements	-	-	-	30,582,980 (Note 2)	30,582,980 (Note 2)
2	Taiwan Fixed Network Co., Ltd.	The Corporation	Other receivables	9,000,000	-	-	0.893%	Short-term financing	-	Operation requirements	-	-	-	17,906,179 (Note 2)	17,906,179 (Note 2)
		TFN Union Investment Co., Ltd.	Other receivables	500	500	-	1.087%	Short-term financing	-	Operation requirements	-	-	-	17,906,179 (Note 2)	17,906,179 (Note 2)
		Taiwan Cellular Co., Ltd.	Other receivables	11,000,000	8,170,000	4,670,000	1.093%~1.164%	Short-term financing	-	Operation requirements	-	-	-	17,906,179 (Note 2)	17,906,179 (Note 2)
3	TCC Investment Co., Ltd.	TCCI Investment and Development Co., Ltd.	Other receivables	500	500	-	1.087%	Short-term financing	-	Operation requirements	-	-	-	12,579,226 (Note 2)	12,579,226 (Note 2)
4	Union Cable TV Co., Ltd.	TFN Media Co., Ltd.	Other receivables	739,000	715,000	645,000	0.851%~1.190%	Short-term financing	-	Repayment of financing	-	-	-	749,281 (Note 3)	13,500,000 (Note 3)
5	Globalview Cable TV Co., Ltd.	TFN Media Co., Ltd.	Other receivables	233,000	-	-	0.851%~1.000%	Transactions	242,276	Business requirements	-	-	-	242,276 (Note 4)	518,711 (Note 4)
		TFN Media Co., Ltd.	Other receivables	250,000	250,000	250,000	1.087%	Short-term financing	-	Repayment of financing	-	-	-	276,435 (Note 4)	518,711 (Note 4)

(Continued)

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES
FINANCING PROVIDED
FOR THE YEAR ENDED DECEMBER 31, 2011

No.	Lending Company	Borrowing Company	Financial Statement Account	Maximum Balance for the Period (Note 1)	Ending Balance (Note 1)	Drawdown Amounts	Interest Rate	Financing Purpose	Transaction Amounts	Reasons for Short-term Financing	Allowance for Doubtful Accounts	Collateral		Lending Limit for Each Borrowing Company	Lending Company's Lending Amount Limits
6	Phoenix Cable TV Co., Ltd.	TFN Media Co., Ltd.	Other receivables	\$ 584,000	\$ 580,000	\$ 580,000	0.854%~1.092%	Transactions	\$ 596,517	Business requirements	\$ -	-	-	\$ 12,000,000 (Note 5)	\$ 12,000,000 (Note 5)
7	Yeong Jia Leh Cable TV Co., Ltd.	TFN Media Co., Ltd.	Other receivables	409,000	351,000	351,000	0.854%~1.186%	Transactions	544,349	Business requirements	-	-	-	24,000,000 (Note 5)	24,000,000 (Note 5)
8	Wealth Media Technology Co., Ltd.	Global Wealth Media Technology Co., Ltd.	Other receivables	15,000	-	-	0.851%	Short-term financing	-	Repayment of financing	-	-	-	3,544,867 (Note 2)	3,544,867 (Note 2)
		Tai Fu Media Technology Co., Ltd.	Other receivables	50,000	50,000	43,000	1.186%	Short-term financing	-	Operation requirements	-	-	-	3,544,867 (Note 2)	3,544,867 (Note 2)
9	Tai Fu Media Technology Co., Ltd.	Global Wealth Media Technology Co., Ltd.	Other receivables	10,000	10,000	4,000	1.087%	Short-term financing	-	Repayment of financing	-	-	-	86,240 (Note 2)	86,240 (Note 2)
10	TFN Media Co., Ltd	Taiwan Kuro Times Co., Ltd.	Other receivables	100,000	100,000	30,000	1.578%~1.590%	Short-term financing	-	Operation requirements	-	-	-	1,926,046 (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)* (the total loaning amounts of the loaning entities). In the event that a lending company directly or indirectly 100% owns a counter-party, the individual lending amount and the aggregate amount of loaning funds shall not exceed 40% of the 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.

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES
ENDORSEMENT/GUARANTEE PROVIDED
FOR THE YEAR ENDED DECEMBER 31, 2011

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)	\$ 26,557,595	\$ 19,759,800	\$ -	40.37%	\$ 48,948,011
1	Taiwan Teleservices & Technologies Co., Ltd.	Taiwan Fixed Network Co., Ltd.	(Note 4) (Note 6)	20,000 (Note 5)/ (Note 6)	146	-	-	0.00%	101,959 (Note 5)

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 not be the double the investment amount.

Note 4: Parent company

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

Note 6: Following the sale by TFN of its 100% shareholding in TT&T on May 14, 2010, the endorsement/guarantee provided by TT&T is for transactions. The aggregate endorsement/guarantee amount shall not exceed the net worth of TT&T, and the individual endorsement/guarantee amount shall not exceed the amount of business dealings. The amount of business dealings is \$132,614 thousand.

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES

MARKETABLE SECURITIES HELD

DECEMBER 31, 2011

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	DECEMBER 31, 2011				Note
				Shares/Units (Thousands)	Carrying Value	Percentage of Ownership	Market Value (Note 1)	
Taiwan Mobile Co., Ltd. (the "Corporation")	<u>Stock</u> Chunghwa Telecom Co., Ltd.	-	Available-for-sale financial assets - current	2,174	\$ 217,351	0.028	\$ 217,351 (Note 5)	
	Bridge Mobile Pte Ltd.	-	Financial assets carried at cost - non-current	2,200	50,324	10	- (Note 3)	
	Yes Mobile Holdings Company	-	Financial assets carried at cost - non-current	74	-	0.19	- (Note 3)	
	Wealth Media Technology Co., Ltd.	Subsidiary	Long-term investments - equity method	38,550	8,862,169	100	8,862,169	
	Taiwan Cellular Co., Ltd.	Subsidiary	Long-term investments - equity method	370,896	17,195,352 (Note 4)	100	76,457,449	
	Taipei New Horizons Co., Ltd.	Equity-method investee	Long-term investments - equity method	64,870	562,812	49.9	562,812	
Wealth Media Technology Co., Ltd.	<u>Stock</u> Tai Fu Media Technology Co., Ltd.	Subsidiary	Long-term investments - equity method	20,090	215,600	100	215,600	
	Taiwan Win TV Broadcasting Co., Ltd.	Subsidiary	Long-term investments - equity method	16	9,858	100	9,858	
	Fubon Multimedia Technology Co., Ltd.	Subsidiary	Long-term investments - equity method	58,857	8,543,487	50.64	1,067,828	
Tai Fu Media Technology Co., Ltd.	<u>Stock</u> Global Wealth Media Technology Co., Ltd.	Subsidiary	Long-term investments - equity method	8,400	91,291	100	91,291	
	Fu Jia Leh Media Technology Co., Ltd.	Subsidiary	Long-term investments - equity method	100	423	100	423	
	Fu Sin Media Technology Co., Ltd.	Subsidiary	Long-term investments - equity method	13,500	143,971	100	143,971	
	Global Forest Media Technology Co., Ltd.	Subsidiary	Long-term investments - equity method	1,500	16,868	100	16,868	
Global Wealth Media Technology Co., Ltd.	<u>Stock</u> Globalview Cable TV Co., Ltd.	Subsidiary	Long-term investments - equity method	3,825	95,216	6.83	47,208	
Fu Sin Media Technology Co., Ltd.	<u>Stock</u> Phoenix Cable TV Co., Ltd.	Subsidiary	Long-term investments - equity method	2,272	135,050	3.34	34,770	
Global Forest Media Technology Co., Ltd.	<u>Stock</u> Union Cable TV Co., Ltd.	Subsidiary	Long-term investments - equity method	1,300	15,851	0.76	14,289	

(Continued)

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES

MARKETABLE SECURITIES HELD

DECEMBER 31, 2011

Investing Company (A)	Marketable Securities Invested (B)	Relationship with the Investing Company (B is A's)	Financial Statement Account	DECEMBER 31, 2011				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	\$ 60,186	-	\$ 60,186 (Note 5)	
	<u>Stock</u>							
	Fu Sheng Travel Service Co.,Ltd.	Subsidiary	Long-term investments - equity method	600	7,112	100	7,112	
	Fuli Life Insurance Agent Co.,Ltd.	Subsidiary	Long-term investments - equity method	300	12,925	100	12,925	
Asian Crown International Co., Ltd.	Fuli Property Insurance Agent Co.,Ltd.	Subsidiary	Long-term investments - equity method	300	17,872	100	17,872	
	<u>Stock</u>							
	Asian Crown International Co., Ltd.	Subsidiary	Long-term investments - equity method	47	US\$ 10,733	100	US\$ 10,733	
	Fortune Kingdom Corporation	Subsidiary	Long-term investments - equity method	14,000	US\$ 10,733	100	US\$ 10,733	
	<u>Stock</u>							
Fortune Kingdom Corporation	Subsidiary	Long-term investments - equity method	14,000	US\$ 10,733	100	US\$ 10,733		
Hong Kong Fubon Multimedia Technology Co., Ltd.	<u>Stock</u>							
	Fubon Gehua (Beijing) Enterprise Ltd.	Subsidiary	Long-term investments - equity method	-	US\$ 9,138	80	US\$ 9,138	
Taiwan Cellular Co., Ltd.	<u>Stock</u>							
	Arcoa Communication Co., Ltd.	-	Financial assets carried at cost - non-current	6,998	67,731	5.21	- (Note 3)	
	Parawin Venture Capital Corp.	-	Financial assets carried at cost - non-current	3,000	20,207	3	- (Note 3)	
	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

DECEMBER 31, 2011

Investing Company (A)	Marketable Securities Invested (B)	Relationship with the Investing Company (B is A's)	Financial Statement Account	DECEMBER 31, 2011				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\$ 8,745	100	US\$ 8,745	
	Taiwan Fixed Network Co., Ltd.	Subsidiary	Long-term investments - equity method	2,100,000	44,765,447	100	44,765,447	
	Taiwan Digital Communication Co., Ltd.	Subsidiary	Long-term investments - equity method	11,200	119,161	100	119,161	
	TCC Investment Co., Ltd.	Subsidiary	Long-term investments - equity method	24,076	31,575,249	100	31,448,066	
	Taiwan Teleservices & Technologies Co., Ltd.	Subsidiary	Long-term investments - equity method	2,484	101,959	100	101,959	
TWM Holding Co., Ltd.	<u>Stock</u> TWM Communications (Beijing) Co., Ltd.	Subsidiary	Long-term investments - equity method	-	US\$ 4,198	100	US\$ 3,307	
Taiwan Teleservices & Technologies Co., Ltd.	<u>Stock</u> TT & T Holdings Co., Ltd.	Subsidiary	Long-term investments - equity method	1,300	US\$ 1,609	100	US\$ 1,609	
	Taiwan Super Basketball Co., Ltd.	Subsidiary	Long-term investments - equity method	2,000	22,864	100	22,864	
TT&T Holdings Co., Ltd.	<u>Stock</u> Xiamen Taifu Teleservices & Technologies Co., Ltd.	Subsidiary	Long-term investments - equity method	-	US\$ 1,588	100	US\$ 1,588	
TCC Investment Co., Ltd.	<u>Stock</u> Taiwan Mobile Co., Ltd. (the "Corporation")	The Corporation	Available-for-sale financial assets - non-current	200,497	18,926,894	5.86	18,926,894 (Note 5)	
	Win TV Broadcasting Co., Ltd.	Subsidiary	Long-term investments - equity method	18,177	264,364	100	256,747	
	TFN Media Co., Ltd.	Subsidiary	Long-term investments - equity method	230,526	2,702,551	100	4,815,115	
	TCCI Investment and Development Co., Ltd.	Subsidiary	Long-term investments - equity method	400	10,809,387	100	10,809,387	
	Great Taipei Broadband Co., Ltd.	-	Financial assets carried at cost - non-current	10,000	41,241	6.67	- (Note 3)	
	<u>Preferred stock</u> Taiwan High Speed Rail Corporation Unlisted Convertible Preferred Stock - Series A	-	Bonds measured at amortized cost - non-current	50,000	500,000	1.24	- (Note 3)	
TCCI Investment and Development Co., Ltd.	<u>Stock</u> Taiwan Mobile Co., Ltd. (the "Corporation")	The Corporation	Available-for-sale financial assets - non-current	119,564	11,286,823	3.50	11,286,823 (Note 5)	
TFN Media Co., Ltd.	<u>Stock</u> Yeong Jia Leh Cable TV Co., Ltd.	Subsidiary	Long-term investments - equity method	33,940	2,216,624	100	692,144	

(Continued)

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES

MARKETABLE SECURITIES HELD

DECEMBER 31, 2011

Investing Company (A)	Marketable Securities Invested (B)	Relationship with the Investing Company (B is A's)	Financial Statement Account	DECEMBER 31, 2011				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	\$ 612,879	29.53	\$ 349,704 (Note 6)	
	Phoenix Cable TV Co., Ltd.	Subsidiary	Long-term investments - equity method	65,818	3,231,826	96.66	1,007,321	
	Union Cable TV Co., Ltd.	Subsidiary	Long-term investments - equity method	169,141	2,061,857	99.22	1,858,671	
	Globalview Cable TV Co., Ltd.	Subsidiary	Long-term investments - equity method	51,733	1,260,952	92.38	638,432	
	Taiwan Kuro Times Co., Ltd.	Subsidiary	Long-term investments - equity method	1,214	114,755	100	30,225	
Taiwan Kuro Times Co., Ltd.	<u>Stock</u> ezPeer Multimedia Limited	Subsidiary	Long-term investments - equity method	1 share	US\$ 844	100	US\$ 844	
Taiwan Fixed Network Co., Ltd.	<u>Stock</u> TFN Union Investment Co., Ltd.	Subsidiary	Long-term investments - equity method	400	37,122,885	100	37,122,885	
	TFN HK LIMITED	Subsidiary	Long-term investments - equity method	1,300	HK\$ 2,019	100	HK\$ 2,019	
	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	38,766,803	12.00	38,766,803 (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 January 19, 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 \$76,457,449 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 \$(28,636,318) 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 \$(24,503) thousand.

Note 5: Based on the closing price or net asset value of funds on December 31, 2011.

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\$30.28 and HK\$1 = NT\$3.896 as of December 31, 2011.

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES

MARKETABLE SECURITIES ACQUIRED OR DISPOSED AMOUNTING TO AT LEAST \$100 MILLION

FOR THE YEAR ENDED DECEMBER 31, 2011

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 Taiwan Cellular Co., Ltd.	Long-term investment-equity method	Taiwan Cellular Co., Ltd.	Subsidiary	30,000	\$ 10,618,840	340,896 (Note 1,2)	\$ 5,500,000	-	\$ -	\$ -	\$ -	370,896	\$ 17,195,352 (Note 7)
	Wealth Media Technology Co., Ltd.	Long-term investment-equity method	Wealth Media Technology Co., Ltd.	Subsidiary	37,200	301,977	1,350 (Note 1,3)	8,349,894 (Note 4)	-	-	-	-	38,550	8,862,169 (Note 7)
	Taipei New Horizons Co., Ltd.	Long-term investment-equity method	Taipei New Horizons Co., Ltd.	Equity-method investee	44,910	388,002	19,960 (Note 1)	199,600	-	-	-	-	64,870	562,812 (Note 7)
Wealth Media Technology Co., Ltd.	Stock Fubon Multimedia Technology Co., Ltd.	Long-term investment-equity method	Fubon Financial Venture Capital Co., Ltd.	Related party in substance	-	-	58,857 (Note 1)	8,347,949	-	-	-	-	58,857	8,543,487 (Note 7)
Taiwan Cellular Co., Ltd.	Stock Taiwan Digital Communication Co., Ltd.	Long-term investment-equity method	Taiwan Digital Communication Co., Ltd.	Subsidiary	1,200	11,604	10,000 (Note 1)	100,000	-	-	-	-	11,200	119,161 (Note 7)
	TCC Investment Co., Ltd.	Long-term investment-equity method	TCC Investment Co., Ltd.	Subsidiary	3,950	26,428,349	20,126 (Note 1,4)	(500,000) (Note 4)	-	-	-	-	24,076	31,575,249 (Note 7)
Taiwan Fixed Network Co., Ltd.	Stock TFN Union Investment Co., Ltd.	Long-term investment-equity method	TFN Union Investment Co., Ltd.	Subsidiary	400	30,900,208	- (Note 5)	(454,573) (Note 6)	-	-	-	-	400	37,122,885 (Note 7)
TCC Investment Co., Ltd.	Stock TCCI Investment and Development Co., Ltd.	Long-term investment-equity method	TCCI Investment and Development Co., Ltd.	Subsidiary	400	8,996,439	- (Note 5)	(131,073) (Note 6)	-	-	-	-	400	10,809,387 (Note 7)
Fubon Multimedia Technology Co., Ltd.	Beneficiary certificates Fuh Hwa Money Market Funds	Financial assets at fair value through profit or loss-current	-	-	-	-	164,804	2,280,000	160,490	2,221,267	2,220,000	1,267	4,314	60,186 (Note 7)
	Fuh Hwa You Li Money Market Funds	Financial assets at fair value through profit or loss-current	-	-	7,739	100,113	-	-	7,739	100,277	100,000	277	-	-
	Fubon Chi-Hsiang Money Market Funds	Financial assets at fair value through profit or loss-current	Fubon Securities Investment Trust Co., Ltd.	Related party in substance	7,641	115,013	138,359	2,015,000	146,000	2,130,781	2,130,000	781	-	-
Fuli Life Insurance Agent Co., Ltd.	Beneficiary certificates Fubon Chi-Hsiang Money Market Funds	Financial assets at fair value through profit or loss-current	Fubon Securities Investment Trust Co., Ltd.	Related party in substance	7,676	115,541	398	6,000	8,074	121,654	121,500	154	-	-
Hong Kong Fubon Multimedia Technology Co., Ltd.	Stock Fubon Gehua (Beijing) Enterprise Ltd.	Long-term investment-equity method	Fubon Gehua (Beijing) Enterprise Ltd.	Subsidiary	-	-	-	US \$12,319	-	-	-	-	-	US\$ 9,138 (Note 7)

Note 1: The shares/units and amount of marketable securities acquired do not include stock dividends from investees.

Note 2: The shares/units and amount of marketable securities acquired include transferred to capital by legal reserve and issued to stock by cash.

Note 3: The shares/units and amount of marketable securities acquired include capital reduction to make up for losses and issued to stock by cash.

Note 4: The shares/units and amount of marketable securities acquired include issued to stock by cash and returned to investors by cash.

Note 5: The shares/units and amount of marketable securities acquired include transferred to capital by capital surplus and capital reduction.

Note 6: The amount of marketable securities acquired include capital surplus used to cover accumulated deficits and returned to investors by cash.

Note 7: The ending balance includes the unrealized gain or loss on financial instruments, cumulative translation adjustments, investment income or loss recognized under the equity method, and other adjustments in long-term investment using equity method.

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

DECEMBER 31, 2011

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 Transaction	Amount			
Taiwan Fixed Network Co., Ltd.	Land and Building	100/7/18	2,868,000	Outstanding amount is 2,543 as of December 31, 2011	HAN YA Co., Ltd.	Third party	-	-	-	-	Based on valuation report of the DTZ Real Estate Appraisers Firm and REPro Real Estate Appraisers Firm	Operating requirement	None

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

DECEMBER 31, 2011

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	\$ (2,372,054)	(4)	Based on contract terms	-	-	\$ 433,991	7	(Note 1)
			Purchase	3,396,643	(Note 2)	Based on contract terms	-	-	(418,791)	(Note 3)	
	Taiwan Digital Communications Co., Ltd.	Subsidiary	Purchase	237,728	(Note 4)	Based on contract terms	-	-	(99,340)	(Note 5)	
	Taiwan Kuro Times Co., Ltd. Taiwan Teleservices & Technologies Co., Ltd.	Subsidiary Subsidiary	Purchase Purchase	105,157 907,559	- (Note 4)	Based on contract terms Based on contract terms	- -	- -	(36,470) (88,870)	1 (Note 6)	
Taiwan Teleservices & Technologies Co., Ltd.	The Corporation	Ultimate parent	Sale	(907,732)	(87)	Based on contract terms	-	-	88,894	90	
	Taiwan Fixed Network Co., Ltd.	Related party in substance	Sale	(132,614)	(13)	Based on contract terms	-	-	9,954	10	
Taiwan Fixed Network Co., Ltd.	The Corporation	Ultimate parent	Sale	(3,388,316)	(29)	Based on contract terms	-	-	418,791	38	(Note 7)
			Purchase	2,375,441	32	Based on contract terms	-	-	(433,148)	(52)	
	TFN Media Co., Ltd.	Related party in substance	Sale	(103,425)	(1)	Based on contract terms	-	-	19,362	2	
	Taiwan Teleservices & Technologies Co., Ltd.	Related party in substance	Purchase	132,614	(Note 4)	Based on contract terms	-	-	(9,954)	(Note 6)	
Taiwan Digital Communications Co., Ltd.	The Corporation	Ultimate parent	Sale	(237,956)	(75)	Based on contract terms	-	-	99,352	97	
Taiwan Kuro Times Co., Ltd.	The Corporation	Ultimate parent	Sale	(104,673)	(47)	Based on contract terms	-	-	39,104	70	
TFN Media Co., Ltd.	Phoenix Cable TV Co., Ltd.	Subsidiary	Channel leasing fee	(496,561)	(17)	Based on contract terms	(Note 8)	(Note 8)	1,423	1	
	Yeong Jia Leh Cable TV Co., Ltd.	Subsidiary	Channel leasing fee	(449,909)	(15)	Based on contract terms	(Note 8)	(Note 8)	2,174	1	
	Globalview Cable TV Co., Ltd.	Subsidiary	Channel leasing fee	(201,408)	(7)	Based on contract terms	(Note 8)	(Note 8)	910	-	
	Union Cable TV Co., Ltd.	Subsidiary	Channel leasing fee	(232,630)	(8)	Based on contract terms	(Note 8)	(Note 8)	795	-	
	Taiwan Fixed Network Co., Ltd.	Related party in substance	Operating cost-rent	100,393	8	Based on contract terms	-	-	(18,946)	(3)	

(Continued)

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

DECEMBER 31, 2011

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	
Yeong Jia Leh Cable TV Co., Ltd.	TFN Media Co., Ltd.	Parent	Royalty for copyright	\$ 449,909	65	Based on contract terms	(Note 8)	(Note 8)	(2,174)	(16)	
Phoenix Cable TV Co., Ltd.	TFN Media Co., Ltd.	Parent	Royalty for copyright	496,561	67	Based on contract terms	(Note 8)	(Note 8)	(1,423)	(16)	
Union Cable TV Co., Ltd.	TFN Media Co., Ltd.	Parent	Royalty for copyright	232,630	62	Based on contract terms	(Note 8)	(Note 8)	(795)	(14)	
Globalview Cable TV Co., Ltd.	TFN Media Co., Ltd.	Parent	Royalty for copyright	201,408	63	Based on contract terms	(Note 8)	(Note 8)	(910)	(14)	
Mangrove Cable TV Co., Ltd	Dai-Ka Ltd.	Related party in substance	Royalty for copyright	162,898	60	Based on contract terms	(Note 8)	(Note 8)	-	-	

Note 1: The \$433,991 thousand accounts receivable amount was expressed on a gross basis in accordance with the sales amount. The net accounts receivable should be \$37,125 thousand after deducting accounts payable and accrued custodial receipts totaling \$396,866 thousand.

Note 2: Included operating costs and operating expenses.

Note 3: Included accounts payable and accrued expenses.

Note 4: Recognized as operating expenses.

Note 5: Included accrued expenses and other payables.

Note 6: Recognized as accrued expenses.

Note 7: The \$418,791 thousand accounts receivable amount was expressed on a gross basis in accordance with the sales amount. The net accounts receivable should be \$398,558 thousand after deducting accounts payable and accrued custodial receipts totaling \$20,233 thousand.

Note 8: 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

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

DECEMBER 31, 2011

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	\$433,991	5.89	\$ -	-	\$ 732	\$ -
			Other receivables	48,058		-	-	754	-
	TFN Media Co., Ltd. Win TV Broadcasting Co., Ltd.	Subsidiary Subsidiary	Other receivables Other receivables	852,867 471,421	- -	- -	- -	- -	
Taiwan Cellular Co., Ltd.	TFN Media Co., Ltd.	Subsidiary	Other receivables	4,124,617	-	-	-	-	
Taiwan Teleservices & Technologies Co., Ltd.	The Corporation	Ultimate parent	Accounts receivable	88,894	11.62	-	-	-	-
	Taiwan Fixed Network Co., Ltd.	Related party in substance	Accounts receivable	9,954	13.61	-	-	-	-
Taiwan Kuro Times Co., Ltd.	The Corporation	Ultimate parent	Accounts receivable	39,104	4.08	-	-	13,552	-
Taiwan Fixed Network Co., Ltd.	The Corporation	Ultimate parent	Accounts receivable	418,791	10.20	-	-	10,898	-
			Other receivables	158,055		-	-	68,288	-
	Taiwan Cellular Co., Ltd.	Parent	Other receivables	4,679,230	-	-	-	-	
Phoenix Cable TV Co., Ltd.	TFN Media Co., Ltd.	Parent	Accounts receivable	10,902	6.21	-	-	-	-
			Other receivables	580,050		-	-	-	-
Union Cable TV Co., Ltd.	TFN Media Co., Ltd.	Parent	Accounts receivable	6,571	4.37	-	-	-	-
			Other receivables	645,020		-	-	-	-
Globalview Cable TV Co., Ltd.	TFN Media Co., Ltd.	Parent	Accounts receivable	4,830	5.69	-	-	-	-
			Other receivables	250,055		-	-	-	-
Yeong Jia Leh Cable TV Co., Ltd.	TFN Media Co., Ltd.	Parent	Accounts receivable	9,471	5.92	-	-	-	-
			Other receivables	351,285		-	-	-	-

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES
NAMES AND LOCATIONS OF, AND OTHER INFORMATION ON INVESTEEES ON WHICH THE COMPANY EXERCISES SIGNIFICANT INFLUENCE
FOR THE YEAR ENDED DECEMBER 31, 2011

TABLE 8

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

Investor	Investee	Location	Main Businesses and Products	Investment Amount		Balance as of December 31, 2011			Net Income (Loss) of the Investee	Investment Income (Loss)	Note
				December 31, 2011	December 31, 2010	Shares (Thousands)	Percentage of Ownership	Carrying Value			
Taiwan Mobile Co., Ltd. (the "Corporation")	Taiwan Cellular Co., Ltd.	Taipei, Taiwan	Telecom engineering and IT service	\$ 44,467,288	\$ 37,558,330	370,896	100	\$ 17,195,352	\$ 3,586,064	\$ 3,575,190	
	Taipei New Horizons Co., Ltd.	Taipei, Taiwan	Real estate rental and sale	648,700	449,100	64,870	49.9	(Note 1) 562,812	(49,679)	(24,790)	
	Wealth Media Technology Co., Ltd.	Taipei, Taiwan	Investment	8,652,000	372,000	38,550	100	8,862,169	193,303	193,303	
Wealth Media Technology Co., Ltd.	Tai Fu Media Technology Co., Ltd.	Taipei, Taiwan	Investment	200,898	270,000	20,090	100	215,600	12,958	NA	
	Taiwan Win TV Broadcasting Co., Ltd.	Taipei, Taiwan	TV program producing	10,000	10,000	16	100	9,858	(54)	NA	
	Fubon Multimedia Technology Co., Ltd.	Taipei, Taiwan	Wholesale and retailing on virtual channel and physical channel	8,347,949	-	58,857	50.64	8,543,487	695,940	NA	
Tai Fu Media Technology Co., Ltd.	Global Wealth Media Technology Co., Ltd.	New Taipei City, Taiwan	Investment	84,000	84,000	8,400	100	91,291	6,054	NA	
	Fu Jia Leh Media Technology Co., Ltd.	Taipei, Taiwan	Investment	1,700	1,700	100	100	423	(344)	NA	
	Fu Sin Media Technology Co., Ltd.	Taipei, Taiwan	Investment	135,000	135,000	13,500	100	143,971	7,585	NA	
	Global Forest Media Technology Co., Ltd.	Taipei, Taiwan	Investment	15,000	1,000	1,500	100	16,868	275	NA	
Global Wealth Media Technology Co., Ltd.	Globalview Cable TV Co., Ltd.	New Taipei City, Taiwan	Cable TV service provider	91,910	91,691	3,825	6.83	95,216	92,483	NA	
Fu Sin Media Technology Co., Ltd.	Phoenix Cable TV Co., Ltd.	Kaohsiung County, Taiwan	Cable TV service provider	133,358	133,358	2,272	3.34	135,050	231,568	NA	
Global Forest Media Technology Co., Ltd.	Union Cable TV Co., Ltd.	Yilan County, Taiwan	Cable TV service provider	16,218	4	1,300	0.76	15,851	126,786	NA	
Fubon Multimedia Technology Co., Ltd.	Fu Sheng Travel Service Co., Ltd.	Taipei, Taiwan	Travel	10,000	6,000	600	100	7,112	3,850	NA	
	Fuli Life Insurance Agent Co., Ltd.	Taipei, Taiwan	Life Insurance Agent	3,000	3,000	300	100	12,925	5,420	NA	
	Fuli Property Insurance Agent Co., Ltd.	Taipei, Taiwan	Property Insurance Agent	3,000	3,000	300	100	17,872	10,932	NA	
	Asian Crown International Co., Ltd.	British Virgin Islands	Investment	US\$ 14,000	US\$ 14,000	47	100	US\$ 10,733	US\$ (3,479)	NA	
Asian Crown International Co., Ltd.	Fortune Kingdom Corporation	Samoa	Investment	US\$ 14,000	US\$ 14,000	14,000	100	US\$ 10,733	US\$ (3,479)	NA	
Fortune Kingdom Corporation	Hong Kong Fubon Multimedia Technology Co., Ltd.	Hong Kong	Investment	US\$ 14,000	US\$ 14,000	14,000	100	US\$ 10,733	US\$ (3,479)	NA	
Hong Kong Fubon Multimedia Technology Co., Ltd.	Fubon Gehua (Beijing) Enterprise Ltd.	Beijing, China	Wholesale	US\$ 12,319	-	-	80	US\$ 9,138	US\$ (4,367)	NA	
Taiwan Cellular Co., Ltd.	TWM Holding Co. Ltd.	British Virgin Islands	Investment	US\$ 10,800	US\$ 10,800	1 share	100	US\$ 8,475	US\$ 18	NA	
	Taiwan Fixed Network Co., Ltd.	Taipei, Taiwan	Fixed line service provider	21,000,000	21,000,000	2,100,000	100	44,765,447	1,650,340	NA	
	Taiwan Digital Communication Co., Ltd.	Taipei, Taiwan	Telecom engineering and IT service	112,000	12,000	11,200	100	119,161	7,556	NA	
	TCC Investment Co., Ltd.	Taipei, Taiwan	Investment	22,002,255	22,301,000	24,076	100	31,575,249	1,898,069	NA	
	Taiwan Teleservices & Technologies Co., Ltd.	Taipei, Taiwan	Call center service and ISR (international simple resales)	24,843	10,000	2,484	100	101,959	55,615	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\$ 4,198	US\$ 18	NA	
Taiwan Teleservices & Technologies Co., Ltd.	TT&T Holdings Co., Ltd.	Samoa	Investment	US\$ 1,300	US\$ 1,300	1,300	100	US\$ 1,609	US\$ 159	NA	
	Taiwan Super Basketball Co., Ltd.	Taipei, Taiwan	Basketball team management	20,000	20,000	2,000	100	22,864	2,847	NA	
TT&T Holdings Co., Ltd.	Xiamen Taifu Teleservices & Technologies Co., Ltd.	Xiamen, China	Call center service	US\$ 1,300	US\$ 1,300	-	100	US\$ 1,588	US\$ 164	NA	
TCC Investment Co., Ltd.	Win TV Broadcasting Co., Ltd.	Taipei, Taiwan	TV program provider	188,047	188,047	18,177	100	264,364	59,765	NA	
	TFN Media Co., Ltd.	Taipei, Taiwan	Cable broadband and value added service provider	2,035,714	2,035,714	230,526	100	2,702,551	1,970,548	NA	
	TCCI Investment and Development Co., Ltd.	Taipei, Taiwan	Investment	6,498,149	6,629,149	400	100	10,809,387	(160)	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	2,216,624	234,389	NA	
	Mangrove Cable TV Co., Ltd.	New Taipei City, Taiwan	Cable TV service provider	397,703	397,703	6,248	29.53	612,879	103,066	NA	
	Phoenix Cable TV Co., Ltd.	Kaohsiung County, Taiwan	Cable TV service provider	2,294,967	2,294,967	65,818	96.66	3,231,826	231,568	NA	
	Union Cable TV Co., Ltd.	Yilan County, Taiwan	Cable TV service provider	1,889,910	1,904,436	169,141	99.22	2,061,857	126,786	NA	
	Globalview Cable TV Co., Ltd.	New Taipei City, Taiwan	Cable TV service provider	841,413	841,413	51,733	92.38	1,260,952	92,483	NA	
	Taiwan Kuro Times Co., Ltd.	Taipei, Taiwan	The platform of music supplied	129,900	63,900	1,214	100	114,755	(23,107)	NA	
	ezPeer Multimedia Limited	Samoa	Investment	US\$ 1,522	US\$ 1,522	1 share	100	US\$ 844	US\$ (652)	NA	
Taiwan Kuro Times Co., Ltd.	TFN Union Investment Co., Ltd.	Taipei, Taiwan	Investment	22,314,536	22,769,109	400	100	37,122,885	(241)	NA	
Taiwan Fixed Network Co., Ltd.	TFN HK LIMITED	Hong Kong	Telecommunications service provider	HK\$ 1,300	HK\$ 1,300	1,300	100	HK\$ 2,019	HK\$ 655	NA	

Note 1: The Corporation's shares held by TCCI, TID and TUI (all are subsidiaries 100% owned by TCC) are classified as treasury shares. Therefore, the Corporation's carrying cost of \$76,457,449 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 \$(28,636,318) 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 \$(24,503) thousand.

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

Note 3: The above amounts were translated into New Taiwan dollars at the exchange rate of US\$1 = NT\$30.28 and HK\$1 = NT\$3.896 as of December 31, 2011.

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES
INVESTMENT IN MAINLAND CHINA
FOR THE YEAR ENDED DECEMBER 31, 2011

TABLE 9
(In Thousands of New Taiwan Dollars or U.S. Dollars)

Investee Company Name	Main Businesses and Products	Total Amount of Paid-in Capital	Investment Type	Accumulated Outflow of Investment from Taiwan as of January 1, 2011	Investment Flows		Accumulated Outflow of Investment from Taiwan as of December 31, 2011	% Ownership of Direct or Indirect Investment	Investment Gain (Loss) (Note 3)	Carrying Value as of December 31, 2011	Accumulated Inward Remittance of Earnings as of December 31, 2011
					Outflow	Inflow					
Xiamen Taifu Teleservices & Technologies Co., Ltd.	Call center service	US\$ 1,300 (NT\$ 39,364)	Indirect investment in Mainland China through a third place by the Corporation's subsidiary Taiwan Teleservices & Technologies Co., Ltd.	US\$ 1,300 (NT\$ 39,364)	\$ -	\$ -	US\$ 1,300 (NT\$ 39,364)	100% ownership of indirect investment by the Corporation's subsidiary	US\$ 164 (NT\$ 4,966)	US\$ 1,588 (NT\$ 48,085)	\$ -
TWM Communications (Beijing) Co. Ltd.	Mobile application development and design	US\$ 3,000 (NT\$ 90,840)	Indirect investment in Mainland China through a third place by the Corporation's subsidiary Taiwan Cellular Co., Ltd.	US\$ 4,872 (NT\$ 147,524)	-	-	US\$ 4,872 (NT\$ 147,524)	100% ownership of indirect investment by the Corporation's subsidiary	US\$ 18 (NT\$ 545)	US\$ 4,198 (NT\$ 127,115)	-
Fubon Gehua (Beijing) Enterprise Ltd.	Wholesale	RMB100,000 (NT\$479,304)	Indirect investment in Mainland China through a third place by the Corporation's subsidiary Fubon Multimedia Technology Co., Ltd.	-	US\$ 12,319 (NT\$ 373,019)	-	US\$ 12,319 (NT\$ 373,019)	80% ownership of indirect investment by the Corporation's subsidiary	US\$ (3,494) (NT\$(105,798))	US\$ 9,138 (NT\$ 276,699)	-

Accumulated Investment in Mainland China as of June 30, 2011	Investment Amounts Authorized by Investment Commission, MOEA (Note 2)	Upper Limit on Investment Authorized by Investment Commission, MOEA (Note 2)
US\$1,300 (NT\$39,364)	US\$1,300 (NT\$39,364)	\$30,038,331
US\$4,872 (NT\$147,524)	US\$4,872 (NT\$147,524)	\$45,874,469
US\$12,319 (NT\$373,019)	US\$15,000 (NT\$454,200)	\$30,038,331

Note 1: The above amounts were translated into New Taiwan dollars at the exchange rate of US\$1 = NT\$30.28 and US\$1 = RMB\$6.3175 as of December 31, 2011.

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 audited financial statements.

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES
BUSINESS RELATIONSHIP AND SIGNIFICANT INTERCOMPANY TRANSACTIONS
FOR THE YEAR ENDED DECEMBER 31, 2011

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	\$ 2,332	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Accounts receivable	37,125	Based on regular terms	-
		Union Cable TV Co., Ltd.	1	Accounts receivable	11	Based on regular terms	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Accounts receivable	21	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	22	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	1	Accounts receivable	8	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	1,427	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Other receivables	48,058	Based on regular terms	-
		Win TV Broadcasting Co., Ltd.	1	Other receivables	471,421	Based on regular terms	1%
		TFN Media Co., Ltd.	1	Other receivables	852,867	Based on regular terms	1%
		Union Cable TV Co., Ltd.	1	Other receivables	22	Based on regular terms	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Other receivables	59	Based on regular terms	-
		Mangrove Cable TV Co., Ltd.	1	Other receivables	8	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	1	Other receivables	84	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	1	Other receivables	6	Based on regular terms	-
		Taiwan Kuro Times Co., Ltd.	1	Other receivables	2,815	Based on regular terms	-
		Fubon Multimedia Technology Co., Ltd.	1	Other receivables	3,067	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Prepayments	67	Based on regular terms	-
		Mangrove Cable TV Co., Ltd.	1	Prepayments	20	Based on regular terms	-
		Fubon Multimedia Technology Co., Ltd.	1	Refundable deposits	273	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Accounts payable	2,365	Based on regular terms	-
		Taiwan Teleservices & Technologies Co., Ltd.	1	Accounts payable	27	Based on regular terms	-
		Taiwan Kuro Times Co., Ltd.	1	Accounts payable	36,470	Based on regular terms	-
		Taiwan Digital Communications Co., Ltd.	1	Accrued expenses	78,505	Based on regular terms	-
		Taiwan Super Basketball Co., Ltd.	1	Accrued expenses	8,300	Based on regular terms	-
		TWM Communications (Beijing) Co., Ltd.	1	Accrued expenses	20,646	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Accrued expenses	399,783	Based on regular terms	-
		Taiwan Teleservices & Technologies Co., Ltd.	1	Accrued expenses	88,870	Based on regular terms	-
		TFN Media Co., Ltd.	1	Accrued expenses	321	Based on regular terms	-
		Taiwan Cellular Co., Ltd.	1	Other payables	778	Based on regular terms	-
		Taiwan Digital Communications Co., Ltd.	1	Other payables	20,835	Based on regular terms	-
		TWM Communications (Beijing) Co., Ltd.	1	Other payables	15,559	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Other payables	130,082	Based on regular terms	-
		Union Cable TV Co., Ltd.	1	Other payables	653	Based on regular terms	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Other payables	1,632	Based on regular terms	-
		Mangrove Cable TV Co., Ltd.	1	Other payables	194	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	1	Other payables	2,949	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	1	Other payables	306	Based on regular terms	-
Taiwan Kuro Times Co., Ltd.	1	Other payables	1,713	Based on regular terms	-		

(Continued)

Number	Company Name	Counterparty	Nature of Relationship (Note)	Transaction Details			Percentage of Consolidated Total Operating Revenues or Total Assets
				Account	Amount	Transaction Terms	
		Taiwan Fixed Network Co., Ltd.	1	Advance receipts	\$ 90	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Other current liabilities	24,326	Based on regular terms	-
		TFN Media Co., Ltd.	1	Other current liabilities	173	Based on regular terms	-
		Union Cable TV Co., Ltd.	1	Other current liabilities	1,736	Based on regular terms	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Other current liabilities	5,375	Based on regular terms	-
		Mangrove Cable TV Co., Ltd.	1	Other current liabilities	829	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	1	Other current liabilities	3,822	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	1	Other current liabilities	1,103	Based on regular terms	-
		Taiwan Kuro Times Co., Ltd.	1	Other current liabilities	1,769	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	4,991	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Operating revenues	2,372,054	Based on regular terms	3%
		TFN Media Co., Ltd.	1	Operating revenues	952	Based on regular terms	-
		Union Cable TV Co., Ltd.	1	Operating revenues	993	Based on regular terms	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Operating revenues	1,471	Based on regular terms	-
		Mangrove Cable TV Co., Ltd.	1	Operating revenues	654	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	1	Operating revenues	1,612	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	1	Operating revenues	727	Based on regular terms	-
		Taiwan Kuro Times Co., Ltd.	1	Operating revenues	2,490	Based on regular terms	-
		Fubon Multimedia Technology Co., Ltd.	1	Operating revenues	1,674	Based on regular terms	-
		TWM Communications (Beijing) Co., Ltd.	1	Operating cost	1,211	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Operating cost	3,322,540	Based on regular terms	4%
		Taiwan Teleservices & Technologies Co., Ltd.	1	Operating cost	172	Based on regular terms	-
		TFN Media Co.,Ltd	1	Operating cost	58	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	1	Operating cost	171	Based on regular terms	-
		Taiwan Kuro Times Co., Ltd.	1	Operating cost	105,157	Based on regular terms	-
		Mangrove Cable TV Co., Ltd.	1	Operating cost	(1)	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	1	Operating cost	(2)	Based on regular terms	-
		Union Cable TV Co., Ltd.	1	Operating cost	(2)	Based on regular terms	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Operating cost	(5)	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	1	Operating cost	(6)	Based on regular terms	-
		Taiwan Digital Communications Co., Ltd.	1	Operating expenses	237,956	Based on regular terms	-
		Taiwan Super Basketball Co., Ltd.	1	Operating expenses	33,500	Based on regular terms	-
		TWM Communications (Beijing) Co., Ltd.	1	Operating expenses	20,573	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Operating expenses	84,027	Based on regular terms	-
		Taiwan Teleservices & Technologies Co., Ltd.	1	Operating expenses	907,559	Based on regular terms	1%
		TFN Media Co., Ltd.	1	Operating expenses	324	Based on regular terms	-
		TCC Investment Co., Ltd.	1	Operating expenses	5,969	Based on regular terms	-
		Fubon Multimedia Technology Co., Ltd.	1	Operating expenses	1,019	Based on regular terms	-
		Tai Fu Media Technology Co., Ltd.	1	Interest income	312	Based on regular terms	-
		Taiwan Cellular Co., Ltd.	1	Interest income	29,220	Based on regular terms	-
		Taiwan Digital Communications Co., Ltd.	1	Interest income	279	Based on regular terms	-
		Win TV Broadcasting Co., Ltd.	1	Interest income	1,712	Based on regular terms	-
		TFN Media Co., Ltd.	1	Interest income	16,760	Based on regular terms	-
		Wealth Media Technology Co., Ltd.	1	Rental income	34	Based on regular terms	-
		Tai Fu Media Technology Co., Ltd.	1	Rental income	34	Based on regular terms	-
		Fu Jia Leh Media Technology Co., Ltd.	1	Rental income	34	Based on regular terms	-
		Fu Sin Media Technology Co., Ltd.	1	Rental income	34	Based on regular terms	-
		Global Forest Media Technology Co., Ltd.	1	Rental income	34	Based on regular terms	-
		Taiwan Cellular Co., Ltd.	1	Rental income	34	Based on regular terms	-
		Taiwan Digital Communications Co., Ltd.	1	Rental income	34	Based on regular terms	-

(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 Super Basketball Co., Ltd.	1	Rental income	\$ 34	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Rental income	106,280	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	259	Based on regular terms	-
		TFN Media Co., Ltd.	1	Rental income	10,784	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	34	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	17,524	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Miscellaneous revenue	3,696	Based on regular terms	-
		TFN Media Co., Ltd.	1	Miscellaneous revenue	11	Based on regular terms	-
		Mangrove Cable TV Co., Ltd.	1	Miscellaneous revenue	9	Based on regular terms	-
		Taiwan Kuro Times Co., Ltd.	1	Miscellaneous revenue	109	Based on regular terms	-
		Fubon Multimedia Technology Co., Ltd.	1	Miscellaneous revenue	2	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Interest expenses	18,987	Based on regular terms	-
1	Wealth Media Technology Co., Ltd.	Tai Fu Media Technology Co., Ltd.	1	Other receivables	43,091	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	91	Based on regular terms	-
		Global Wealth Media Technology Co., Ltd.	1	Interest income	11	Based on regular terms	-
2	Taiwan Win TV Broadcasting Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Operating expenses	34	Based on regular terms	-
3	Fubon Multimedia Technology Co., Ltd.	Win TV Broadcasting Co., Ltd.	3	Accounts receivable	16	Based on regular terms	-
		Fuli Life Insurance Agent Co., Ltd.	1	Accounts receivable	5	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Accounts payable	2,973	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Accounts payable	653	Based on regular terms	-
		Win TV Broadcasting Co., Ltd.	3	Accounts payable	1	Based on regular terms	-
		Fuli Property Insurance Agent Co., Ltd.	1	Accounts payable	136	Based on regular terms	-
		Fu Sheng Travel Service Co., Ltd.	1	Accounts payable	8,192	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Leasehold payable-current	2,772	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Other current liabilities	57	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Leasehold payable-non-current	6,590	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	-
		TFN Media Co., Ltd.	3	Operating revenues	(44)	Payment terms varied depend on the agreements and Based on regular terms	-
		Fu Sheng Travel Service Co., Ltd.	1	Operating revenues	(13,326)	Based on regular terms	-
		Fuli Property Insurance Agent Co., Ltd.	1	Operating revenues	6	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating revenues	1,018	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating revenues	1	Payment terms varied depend on the agreements and Based on regular terms	-
		Win TV Broadcasting Co., Ltd.	3	Operating revenues	55	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	
		Fu Sheng Travel Service Co.,Ltd. Taiwan Mobile Co., Ltd.	3 2	Operating cost Operating cost	\$ 168 17,718	Based on regular terms Payment terms varied depend on the agreements and Based on regular terms	- -
		Taiwan Fixed Network Co., Ltd.	3	Operating cost	9,098	Payment terms varied depend on the agreements and Based on regular terms	-
		Win TV Broadcasting Co., Ltd.	3	Operating cost	270	Payment terms varied depend on the agreements and Based on regular terms	-
		TFN Media Co., Ltd.	3	Operating cost	43,600	Payment terms varied depend on the agreements and Based on regular terms	-
		Union Cable TV Co., Ltd.	3	Operating cost	139	Payment terms varied depend on the agreements and Based on regular terms	-
		Yeong Jia Leh Cable TV Co., Ltd.	3	Operating cost	29	Payment terms varied depend on the agreements and Based on regular terms	-
		Mangrove Cable TV Co., Ltd.	3	Operating cost	4,618	Payment terms varied depend on the agreements and Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	3	Operating cost	563	Payment terms varied depend on the agreements and Based on regular terms	-
		Globalview Cable TV Co., Ltd.	3	Operating cost	34	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	168	Based on regular terms	-
		Fu Sheng Travel Service Co.,Ltd.	1 3	Operating expenses	831	Based on regular terms Payment terms varied depend on the agreements and Based on regular terms	- -
		Taiwan Fixed Network Co., Ltd.	3	Operating expenses	3,349	Payment terms varied depend on the agreements and Based on regular terms	-
		Win TV Broadcasting Co., Ltd.	1	Operating expenses	80	Based on regular terms	-
		Fuli Life Insurance Agent Co.,Ltd.	1	Rental income	24	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	294	Payment terms varied depend on the agreements	-
4	Fu Sheng Travel Service Co.,Ltd.	Fubon Multimedia Technology Co., Ltd.	2	Accounts receivable	7,876	Based on regular terms	-
		Fubon Multimedia Technology Co., Ltd.	2	Other receivables	210	Based on regular terms	-
		Fubon Multimedia Technology Co., Ltd.	2	Operating cost	(13,326)	Based on regular terms	-
		Fubon Multimedia Technology Co., Ltd.	2	Rental income	1,000	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	136	Based on regular terms	-
		Fubon Multimedia Technology Co., Ltd.	2	Accounts payable	5	Based on regular terms Payment terms varied depend on the agreements and Based on regular terms	- -
		Fubon Multimedia Technology Co., Ltd.	2	Operating expenses	24	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	
6	Fuli Property Insurance Agent Co., Ltd.	Fubon Multimedia Technology Co., Ltd.	2	Operating cost	\$ 6	Based on regular terms	-
7	Tai Fu Media Technology Co., Ltd.	Global Wealth Media Technology Co., Ltd.	1	Other receivables	4,000	Payment terms varied depend on the agreements	-
		Wealth Media Technology Co., Ltd.	2	Short-term borrowings	43,000	Payment terms varied depend on the agreements	-
		Wealth Media Technology Co., Ltd.	2	Accrued expenses	91	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	30	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Interest expenses	312	Payment terms varied depend on the agreements	-
		Wealth Media Technology Co., Ltd.	2	Interest expenses	91	Payment terms varied depend on the agreements	-
8	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.	3	Operating expenses	34	Payment terms varied depend on the agreements	-
		Wealth Media Technology Co., Ltd.	2	Interest expenses	11	Payment terms varied depend on the agreements	-
		Tai Fu Media Technology Co., Ltd.	2	Interest expenses	30	Payment terms varied depend on the agreements	-
9	Fu Jia Leh Media Technology Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Operating expenses	34	Payment terms varied depend on the agreements	-
10	Fu Sin Media Technology Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Operating expenses	34	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	778	Based on regular terms	-
		Taiwan Digital Communications Co., Ltd.	1	Other receivables	40,014	Based on regular terms	-
		TFN Media Co., Ltd.	1	Other receivables	4,124,617	Based on regular terms	5%
		Taiwan Fixed Network Co., Ltd.	1	Short-term borrowings	4,670,000	Based on regular terms	6%
		Taiwan Fixed Network Co., Ltd.	1	Accrued expenses	9,230	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	34	Based on regular terms	-
		Taiwan Digital Communications Co., Ltd.	1	Interest income	14	Based on regular terms	-
		Win TV Broadcasting Co., Ltd.	1	Interest income	558	Based on regular terms	-
		TFN Media Co., Ltd.	1	Interest income	49,369	Based on regular terms	-
		TT&T Holdings	2	Miscellaneous revenue	95	Based on regular terms	-
		TWN Communications (Beijing) Co., Ltd.	1	Miscellaneous revenue	95	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Interest expenses	29,220	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Interest expenses	47,591	Based on regular terms	-
13	Taiwan Fixed Network Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Accounts receivable	398,558	Based on regular terms	-
		TFN HK	2	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	19,362	Based on regular terms	-
		Union Cable TV Co., Ltd.	3	Accounts receivable	59	Based on regular terms	-
		Yeong Jia Leh Cable TV Co., Ltd.	3	Accounts receivable	149	Based on regular terms	-
		Mangrove Cable TV Co., Ltd.	3	Accounts receivable	252	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	3	Accounts receivable	517	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	3	Accounts receivable	234	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 Kuro Times Co., Ltd.	3	Accounts receivable	\$ 743	Based on regular terms	-
		Fubon Multimedia Technology Co., Ltd.	3	Accounts receivable	6,722	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Other receivables	157,825	Based on regular terms	-
		Taiwan Cellular Co., Ltd.	2	Other receivables	4,679,230	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	90	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	6,485	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Accounts payable	36,283	Based on regular terms	-
		TFN Media Co., Ltd.	3	Accounts payable	23,589	Based on regular terms	-
		Taiwan Kuro Times Co., Ltd.	3	Accounts payable	1	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Accrued expenses	48,767	Based on regular terms	-
		Taiwan Digital Communications Co., Ltd.	3	Accrued expenses	159	Based on regular terms	-
		TFN HK	2	Accrued expenses	51,676	Based on regular terms	-
		Taiwan Teleservices & Technologies Co., Ltd.	3	Accrued expenses	9,954	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	-
		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	-
		TWM Communications (Beijing) Co., Ltd.	3	Accrued expenses	2,619	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Advance receipts	83	Based on regular terms	-
		Union Cable TV Co., Ltd.	3	Advance receipts	57	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	3	Advance receipts	1	Based on regular terms	-
		Fubon Multimedia Technology Co., Ltd.	3	Advance receipts	44	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	-
		Taiwan Mobile Co., Ltd.	2	Operating revenues	3,388,316	Based on regular terms	4%
		Win TV Broadcasting Co., Ltd.	3	Operating revenues	419	Based on regular terms	-
		TFN Media Co., Ltd.	3	Operating revenues	103,425	Based on regular terms	-
		Union Cable TV Co., Ltd.	3	Operating revenues	3,754	Based on regular terms	-
		Yeong Jia Leh Cable TV Co., Ltd.	3	Operating revenues	588	Based on regular terms	-
		Mangrove Cable TV Co., Ltd.	3	Operating revenues	2,344	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	3	Operating revenues	6,270	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	3	Operating revenues	1,909	Based on regular terms	-
		Taiwan Kuro Times Co., Ltd.	3	Operating revenues	9,877	Based on regular terms	-
		Fubon Multimedia Technology Co., Ltd.	3	Operating revenues	14,004	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating cost	2,375,441	Based on regular terms	3%
		TFN HK	2	Operating cost	72,545	Based on regular terms	-
		TFN Media Co., Ltd.	3	Operating cost	23,581	Based on regular terms	-
		Union Cable TV Co., Ltd.	3	Operating cost	526	Based on regular terms	-
		Yeong Jia Leh Cable TV Co., Ltd.	3	Operating cost	975	Based on regular terms	-
		Mangrove Cable TV Co., Ltd.	3	Operating cost	69	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	3	Operating cost	1,120	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	3	Operating cost	369	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	102,265	Based on regular terms	-
		Taiwan Digital Communications Co., Ltd.	3	Operating expenses	1,226	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 Teleservices & Technologies Co., Ltd.	3	Operating expenses	\$ 132,614	Based on regular terms	-
		TWM Communications (Beijing) Co., Ltd.	3	Operating expenses	2,713	Based on regular terms	-
		Fubon Multimedia Technology Co., Ltd.	3	Operating expenses	2	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Interest income	18,987	Based on regular terms	-
		Taiwan Cellular Co., Ltd.	2	Interest income	47,591	Based on regular terms	-
		TFN Union Investment Co., Ltd.	1	Interest income	2	Based on regular terms	-
		Fubon Multimedia Technology Co., Ltd.	3	Interest income	182	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Rental income	18,138	Based on regular terms	-
		Win TV Broadcasting Co., Ltd.	3	Rental income	5,314	Based on regular terms	-
		Taiwan Kuro Times Co., Ltd.	3	Rental income	3,390	Based on regular terms	-
		Win TV Broadcasting Co., Ltd.	3	Interest expenses	12	Based on regular terms	-
		Taiwan Kuro Times Co., Ltd.	3	Interest expenses	7	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Miscellaneous expenses	3,697	Based on regular terms	-
14	Taiwan Digital Communications Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Accounts receivable	99,352	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Accounts receivable	167	Based on regular terms	-
		Taiwan Cellular Co., Ltd.	2	Short-term borrowings	40,000	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Accounts payable	2,315	Based on regular terms	-
		Taiwan Cellular Co., Ltd.	2	Accrued expenses	14	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating revenues	237,956	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating revenues	1,226	Based on regular terms	-
		TFN Media Co., Ltd.	3	Operating revenues	30	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating cost	2,999	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	2,026	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Interest expenses	279	Based on regular terms	-
		Taiwan Cellular Co., Ltd.	2	Interest expenses	14	Based on regular terms	-
15	TCC Investment Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Operating expenses	34	Based on regular terms	-
		TCCI Investment and Development Co., Ltd.	1	Interest income	2	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	-
16	TCCI Investment and Development Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Operating expenses	34	Based on regular terms	-
		TCC Investment Co., Ltd.	2	Interest expenses	2	Based on regular terms	-
17	Win TV Broadcasting Co., Ltd.	TFN Media Co., Ltd.	3	Notes receivable	15,519	Payment terms varied depend on the agreements	-
		Fubon Multimedia Technology Co., Ltd.	3	Accounts receivable	84	Based on regular terms	-
		TFN Media Co., Ltd.	3	Accounts receivable	179	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Refundable deposits	1,003	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Short-term borrowings	470,000	Payment terms varied depend on the agreements	1%
		TCC Investment Co., Ltd.	2	Accrued expenses	16	Based on regular terms	-
		Fubon Multimedia Technology Co., Ltd.	3	Accrued expenses	25	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Accrued expenses	464	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	3	Accrued expenses	116	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Accrued expenses	75	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Accrued expenses	1,389	Payment terms varied depend on the agreements	-
		Union Cable TV Co., Ltd.	3	Advance receipts	83	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.	Yeong Jia Leh Cable TV Co., Ltd.	3	Advance receipts	\$ 83	Payment terms varied depend on the agreements	-
		Mangrove Cable TV Co., Ltd.	3	Advance receipts	83	Payment terms varied depend on the agreements	-
		Phoenix Cable TV Co., Ltd.	3	Advance receipts	83	Payment terms varied depend on the agreements	-
		Globalview Cable TV Co., Ltd.	3	Advance receipts	83	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	3	Operating revenues	61,263	Payment terms varied depend on the agreements	-
		Union Cable TV Co., Ltd.	3	Operating revenues	417	Payment terms varied depend on the agreements	-
		Yeong Jia Leh Cable TV Co., Ltd.	3	Operating revenues	1,426	Payment terms varied depend on the agreements	-
		Mangrove Cable TV Co., Ltd.	3	Operating revenues	417	Payment terms varied depend on the agreements	-
		Phoenix Cable TV Co., Ltd.	3	Operating revenues	417	Payment terms varied depend on the agreements	-
		Globalview Cable TV Co., Ltd.	3	Operating revenues	417	Payment terms varied depend on the agreements	-
		Fubon Multimedia Technology Co., Ltd.	3	Operating revenues	424	Payment terms varied depend on the agreements	-
		Fubon Multimedia Technology Co., Ltd.	3	Operating cost	31	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating cost	212	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating cost	4,304	Payment terms varied depend on the agreements and Based on regular terms	-
		TCC Investment Co., Ltd.	2	Operating expenses	71	Based on regular terms	-
		TFN Media Co., Ltd.	3	Operating expenses	1,320	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	113	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating expenses	1,861	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 and Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Interest expenses	1,712	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	Accounts receivable	34	Payment terms varied depend on the agreements	-		
Taiwan Fixed Network Co., Ltd.	3	Accounts receivable	23,589	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	
		Win TV Broadcasting Co., Ltd.	3	Accounts receivable	\$ 116	Payment terms varied depend on the agreements	-
		Union Cable TV Co., Ltd.	1	Accounts receivable	20,262	Payment terms varied depend on the agreements	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Accounts receivable	31,546	Payment terms varied depend on the agreements	-
		Mangrove Cable TV Co., Ltd.	1	Accounts receivable	9,762	Payment terms varied depend on the agreements	-
		Phoenix Cable TV Co., Ltd.	1	Accounts receivable	27,885	Payment terms varied depend on the agreements	-
		Globalview Cable TV Co., Ltd.	1	Accounts receivable	12,350	Payment terms varied depend on the agreements	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Other receivables	327	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	1	Other receivables	31	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Other receivables	332	Based on regular terms	-
		Taiwan Kuro Times Co., Ltd.	1	Other receivables	30,120	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Short-term borrowings	850,000	Payment terms varied depend on the agreements	1%
		Taiwan Cellular Co., Ltd.	2	Short-term borrowings	4,100,000	Payment terms varied depend on the agreements	5%
		Union Cable TV Co., Ltd.	1	Short-term borrowings	645,000	Payment terms varied depend on the agreements	1%
		Yeong Jia Leh Cable TV Co., Ltd.	1	Short-term borrowings	351,000	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	Notes payable	15,519	Payment terms varied depend on the agreements	-
		Win TV Broadcasting Co., Ltd.	3	Accounts payable	179	Payment terms varied depend on the agreements	-
		Union Cable TV Co., Ltd.	1	Accounts payable	1,952	Payment terms varied depend on the agreements	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Accounts payable	1,984	Payment terms varied depend on the agreements	-
		Mangrove Cable TV Co., Ltd.	1	Accounts payable	511	Payment terms varied depend on the agreements	-
		Phoenix Cable TV Co., Ltd.	1	Accounts payable	5,698	Payment terms varied depend on the agreements	-
		Globalview Cable TV Co., Ltd.	1	Accounts payable	1,731	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Accrued expenses	950	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Accrued expenses	18,946	Payment terms varied depend on the agreements and Based on regular terms	-
		Union Cable TV Co., Ltd.	1	Accrued expenses	4,635	Payment terms varied depend on the agreements and Based on regular terms	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Accrued expenses	7,773	Payment terms varied depend on the agreements and Based on regular terms	-
		Mangrove Cable TV Co., Ltd.	1	Accrued expenses	2,272	Payment terms varied depend on the agreements and Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	1	Accrued expenses	5,259	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	Transcation Terms	
		Globalview Cable TV Co., Ltd.	1	Accrued expenses	\$ 3,158	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Accrued expenses	1,795	Payment terms varied depend on the agreements	-
		Taiwan Cellular Co., Ltd.	2	Accrued expenses	24,617	Payment terms varied depend on the agreements	-
		Union Cable TV Co., Ltd.	1	Accrued expenses	5	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Other current liabilities	72	Based on regular terms	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Other current liabilities	160	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	1	Other current liabilities	16	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating revenues	58	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Operating revenues	23,581	Payment terms varied depend on the agreements	-
		Win TV Broadcasting Co., Ltd.	3	Operating revenues	1,320	Payment terms varied depend on the agreements	-
		Union Cable TV Co., Ltd.	1	Operating revenues	252,207	Payment terms varied depend on the agreements	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Operating revenues	487,476	Payment terms varied depend on the agreements	1%
		Mangrove Cable TV Co., Ltd.	1	Operating revenues	6,784	Payment terms varied depend on the agreements	-
		Phoenix Cable TV Co., Ltd.	1	Operating revenues	538,401	Payment terms varied depend on the agreements	1%
		Globalview Cable TV Co., Ltd.	1	Operating revenues	218,174	Payment terms varied depend on the agreements	-
		Fubon Multimedia Technology Co., Ltd.	3	Operating revenues	43,600	Payment terms varied depend on the agreements	-
		Win TV Broadcasting Co., Ltd.	3	Operating cost	61,263	Payment terms varied depend on the agreements	-
		Union Cable TV Co., Ltd.	1	Operating cost	33,682	Payment terms varied depend on the agreements	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Operating cost	54,508	Payment terms varied depend on the agreements	-
		Mangrove Cable TV Co., Ltd.	1	Operating cost	9,674	Payment terms varied depend on the agreements	-
		Phoenix Cable TV Co., Ltd.	1	Operating cost	55,669	Payment terms varied depend on the agreements	-
		Globalview Cable TV Co., Ltd.	1	Operating cost	23,172	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Operating cost	333	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating cost	101,721	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Digital Communications Co., Ltd.	3	Operating expenses	30	Based on regular terms	-
		Fubon Multimedia Technology Co., Ltd.	3	Operating expenses	471	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	Operating expenses	\$ 11,502	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating expenses	1,666	Payment terms varied depend on the agreements and Based on regular terms	-
		Union Cable TV Co., Ltd.	1	Operating expenses	3,079	Payment terms varied depend on the agreements and Based on regular terms	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Operating expenses	5,850	Payment terms varied depend on the agreements and Based on regular terms	-
		Mangrove Cable TV Co., Ltd.	1	Operating expenses	1,578	Payment terms varied depend on the agreements and Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	1	Operating expenses	4,480	Payment terms varied depend on the agreements and Based on regular terms	-
		Globalview Cable TV Co., Ltd.	1	Operating expenses	2,101	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Kuro Times Co., Ltd.	1	Interest income	120	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Interest expenses	16,760	Payment terms varied depend on the agreements	-
		Taiwan Cellular Co., Ltd.	2	Interest expenses	49,377	Payment terms varied depend on the agreements	-
		Union Cable TV Co., Ltd.	1	Interest expenses	6,459	Payment terms varied depend on the agreements	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Interest expenses	3,539	Payment terms varied depend on the agreements	-
		Phoenix Cable TV Co., Ltd.	1	Interest expenses	5,874	Payment terms varied depend on the agreements	-
		Globalview Cable TV Co., Ltd.	1	Interest expenses	2,502	Payment terms varied depend on the agreements	-
19	Union Cable TV Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Accounts receivable	2,335	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	6,571	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Other receivables	645,020	Payment terms varied depend on the agreements and Based on regular terms	1%
		Taiwan Fixed Network Co., Ltd.	3	Prepayments	57	Payment terms varied depend on the agreements	-
		Win TV Broadcasting Co., Ltd.	3	Prepayments	83	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Refundable deposits	288	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.	TFN Media Co., Ltd.	2	Accounts payable	\$ 795	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Accrued expenses	27	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Accrued expenses	29	Payment terms varied depend on the agreements	-
		Yeong Jia Leh Cable TV Co., Ltd.	3	Other payables	46	Based on regular terms	-
		TFN Media Co., Ltd.	2	Other payables	19,466	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Other current liabilities	13	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating revenues	1,246	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Operating revenues	35,633	Payment terms varied depend on the agreements	-
		Fubon Multimedia Technology Co., Ltd.	3	Operating revenues	139	Payment terms varied depend on the agreements	-
		Win TV Broadcasting Co., Ltd.	3	Operating cost	417	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Operating cost	232,629	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Operating cost	373	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating cost	3,282	Payment terms varied depend on the agreements and Based on regular terms	-
		TFN Media Co., Ltd.	2	Operating expenses	19,577	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	883	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Operating expenses	1,212	Payment terms varied depend on the agreements and Based on regular terms	-
		TFN Media Co., Ltd.	2	Interest income	6,459	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Miscellaneous revenue	1,127	Based on regular terms	-
		Fubon Multimedia Technology Co., Ltd.	3	Notes receivable	5	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Accounts receivable	8,151	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	9,471	Payment terms varied depend on the agreements	-		
TFN Media Co., Ltd.	2	Other receivables	351,285	Payment terms varied depend on the agreements and Based on regular terms	-		
Win TV Broadcasting Co., Ltd.	3	Prepayments	83	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	Transcation 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	-
		TFN Media Co., Ltd.	2	Accounts payable	2,174	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Accrued expenses	103	Based on regular terms	-
		TFN Media Co., Ltd.	2	Accrued expenses	167	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Accrued expenses	75	Payment terms varied depend on the agreements	-
		Globalview Cable TV Co., Ltd.	3	Other payables	242	Based on regular terms	-
		TFN Media Co., Ltd.	2	Other payables	29,372	Payment terms varied depend on the agreements	-
		Union Cable TV Co., Ltd.	3	Operating revenues	596	Based on regular terms	-
		Mangrove 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	-
		Globalview Cable TV Co., Ltd.	3	Operating revenues	644	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating revenues	975	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Operating revenues	56,863	Payment terms varied depend on the agreements	-
		Fubon Multimedia Technology Co., Ltd.	3	Operating revenues	29	Payment terms varied depend on the agreements	-
		Union Cable TV Co., Ltd.	3	Operating cost	596	Based on regular terms	-
		Mangrove Cable TV Co., Ltd.	3	Operating cost	644	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	3	Operating cost	644	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	3	Operating cost	644	Based on regular terms	-
		Win TV Broadcasting Co., Ltd.	3	Operating cost	417	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Operating cost	449,909	Payment terms varied depend on the agreements	1%
		Taiwan Mobile Co., Ltd.	2	Operating cost	484	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating cost	224	Payment terms varied depend on the agreements and Based on regular terms	-
		Win TV Broadcasting Co., Ltd.	3	Operating expenses	1,010	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Operating expenses	37,577	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	1,652	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating expenses	365	Payment terms varied depend on the agreements and Based on regular terms	-
		TFN Media Co., Ltd.	2	Interest income	3,539	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	Miscellaneous revenue	\$ 3,495	Based on regular terms	-
21	Mangrove Cable TV Co., Ltd.	Phoenix Cable TV Co., Ltd.	3	Accounts receivable	338	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Accounts receivable	314	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Accounts receivable	2,776	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Other receivables	8	Based on regular terms	-
		Win TV Broadcasting Co., Ltd.	3	Prepayments	83	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	-
		TFN Media Co., Ltd.	2	Accounts payable	836	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Accounts payable	311	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Accrued expenses	90	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Accrued expenses	22	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Other payables	8,926	Payment terms varied depend on the agreements	-
		Union Cable TV Co., Ltd.	3	Operating revenues	1,708	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	3	Operating revenues	1,401	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating revenues	69	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Operating revenues	10,420	Payment terms varied depend on the agreements	-
		Fubon Multimedia Technology Co., Ltd.	3	Operating revenues	4,618	Payment terms varied depend on the agreements	-
		Union Cable TV Co., Ltd.	3	Operating cost	1,708	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	3	Operating cost	1,401	Based on regular terms	-
		Win TV Broadcasting Co., Ltd.	3	Operating cost	417	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Operating cost	2,544	Payment terms varied depend on the agreements	-
Taiwan Mobile Co., Ltd.	2	Operating cost	355	Payment terms varied depend on the agreements and Based on regular terms	-		
Taiwan Fixed Network Co., Ltd.	3	Operating cost	2,053	Payment terms varied depend on the agreements and Based on regular terms	-		
Taiwan Mobile Co., Ltd.	2	Operating expenses	4,240	Payment terms varied depend on the agreements	-		
Taiwan Mobile Co., Ltd.	2	Operating expenses	339	Payment terms varied depend on the agreements and Based on regular terms	-		
Taiwan Fixed Network Co., Ltd.	3	Operating expenses	290	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	Transcation Terms	
		TFN Media Co., Ltd.	2	Miscellaneous revenue	\$ 832	Based on regular terms	-
22	Phoenix Cable TV Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Accounts receivable	6,654	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	10,902	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Other receivables	39	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Other receivables	580,050	Payment terms varied depend on the agreements and Based on regular terms	1%
		Win TV Broadcasting Co., Ltd.	3	Prepayments	83	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Accounts payable	1,423	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Accrued expenses	95	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Accrued expenses	494	Payment terms varied depend on the agreements and Based on regular terms	-
		Mangrove Cable TV Co., Ltd.	3	Other payables	322	Based on regular terms	-
		TFN Media Co., Ltd.	2	Other payables	26,463	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Other current liabilities	39	Based on regular terms	-
		Yeong Jia Leh Cable Co., Ltd.	3	Operating revenues	412	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating revenues	1,120	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Operating revenues	58,116	Payment terms varied depend on the agreements	-
		Fubon Multimedia Technology Co., Ltd.	3	Operating revenues	563	Payment terms varied depend on the agreements	-
		Yeong Jia Leh Cable Co., Ltd.	3	Operating cost	412	Payment terms varied depend on the agreements and Based on regular terms	-
		Win TV Broadcasting Co., Ltd.	3	Operating cost	417	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Operating cost	496,561	Payment terms varied depend on the agreements	1%
		Taiwan Mobile Co., Ltd.	2	Operating cost	669	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating cost	5,254	Payment terms varied depend on the agreements and Based on regular terms	-
		TFN Media Co., Ltd.	2	Operating expenses	41,840	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Operating expenses	1,017	Payment terms varied depend on the agreements and Based on regular terms	-

(Continued)

Number	Company Name	Counterparty	Nature of Relationship (Note)	Transaction Details			Percentage of Consolidated Total Operating Revenues or Total Assets
				Account	Amount	Transaction Terms	
		TFN Media Co., Ltd.	2	Interest income	\$ 5,874	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Rental income	171	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Miscellaneous revenue	2,032	Based on regular terms	-
23	Globalview Cable TV Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Accounts receivable	1,488	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	4,830	Payment terms varied depend on the agreements	-
		Yeong Jia Leh Cable Co., Ltd.	3	Other receivables	254	Based on regular terms	-
		TFN Media Co., Ltd.	2	Other receivables	250,055	Payment terms varied depend on the agreements and Based on regular terms	-
		Win TV Broadcasting Co., Ltd.	3	Prepayments	83	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Accounts payable	910	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	-
		Taiwan Fixed Network Co., Ltd.	3	Accrued expenses	190	Based on regular terms	-
		TFN Media Co., Ltd.	2	Accrued expenses	16	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Accrued expenses	11	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Other payables	11,440	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Other current liabilities	8	Based on regular terms	-
		Yeong Jia Leh Cable Co., Ltd.	3	Operating revenues	242	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating revenues	389	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Operating revenues	24,101	Payment terms varied depend on the agreements	-
		Fubon Multimedia Technology Co., Ltd.	3	Operating revenues	29	Payment terms varied depend on the agreements	-
		Yeong Jia Leh Cable Co., Ltd.	3	Operating cost	242	Based on regular terms	-
		Win TV Broadcasting Co., Ltd.	3	Operating cost	417	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Operating cost	201,408	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Operating cost	333	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating cost	1,510	Payment terms varied depend on the agreements and Based on regular terms	-
		TFN Media Co., Ltd.	2	Operating expenses	16,766	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	422	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 Fixed Network Co., Ltd.	3	Operating expenses	\$ 410	Payment terms varied depend on the agreements and Based on regular terms	-
		TFN Media Co., Ltd.	2	Interest income	2,502	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	1,171	Based on regular terms	-
24	Taiwan Kuro Times Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Accounts receivable	39,104	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Accounts receivable	4	Based on regular terms	-
		Union Cable TV Co., Ltd.	3	Accounts receivable	2	Based on regular terms	-
		Yeong Jia Leh Cable TV Co., Ltd.	3	Accounts receivable	2	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	3	Accounts receivable	2	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	3	Accounts receivable	2	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Refundable deposits	631	Based on regular terms	-
		TFN Media Co., Ltd.	2	Short-term borrowings	30,000	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Accounts payable	1,622	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Accounts payable	727	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Accrued expenses	2,816	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Accrued expenses	397	Based on regular terms	-
		TFN Media Co., Ltd.	2	Accrued expenses	120	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating revenues	104,673	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating cost	2,877	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating cost	11,955	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	102	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating expenses	1,928	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Interest income	7	Based on regular terms	-
		TFN Media Co., Ltd.	2	Interest expenses	120	Based on regular terms	-
25	TWM Communications (Beijing) Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Accounts receivable	36,248	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating revenues	21,072	Based on regular terms	-
		Taiwan Cellulau Co., Ltd.	2	Operating expenses	96	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Accounts receivable	2,622	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating revenues	2,676	Based on regular terms	-
26	Taiwan Teleservices & Technologies Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Accounts receivable	88,894	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Accounts receivable	9,954	Based on regular terms	-
		TT&T Holdings	1	Accrued expenses	5,624	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating revenues	907,732	Based on regular terms	1%
		Taiwan Fixed Network Co., Ltd.	3	Operating revenues	132,614	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	34	Based on regular terms	-
		TT&T Holdings	1	Operating expenses	70,435	Based on regular terms	-
27	Taiwan Super Basketball Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Accounts receivable	8,300	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating revenues	33,500	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	5,620	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	
		Xiamen Taifu Teleservices & Technologies Co., Ltd.	1	Other receivables	\$ 2,271	Based on regular terms	-
		Xiamen Taifu Teleservices & Technologies Co., Ltd.	1	Accounts payable	5,169	Based on regular terms	-
		Taiwan Teleservices & Technologies Co., Ltd.	2	Operating revenues	70,575	Based on regular terms	-
		Taiwan Cellulau Co., Ltd.	2	Operating expenses	97	Based on regular terms	-
		Xiamen Taifu Teleservices & Technologies Co., Ltd.	1	Operating expenses	61,857	Based on regular terms	-
		Xiamen Taifu Teleservices & Technologies Co., Ltd.	1	Miscellaneous revenue	2,208	Based on regular terms	-
29	Xiamen Taifu Teleservices & Technologies Co., Ltd.	TT&T Holdings	2	Accounts receivable	5,163	Based on regular terms	-
		TT&T Holdings	2	Other payables	2,313	Based on regular terms	-
		TT&T Holdings	2	Operating revenues	62,227	Based on regular terms	-
30	TFN HK	Taiwan Fixed Network Co., Ltd.	2	Accounts receivable	50,578	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	2	Operating revenues	71,262	Based on regular terms	-
31	TFN Union Investment Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Operating expenses	34	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	2	Interest expenses	2	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 YEAR ENDED DECEMBER 31, 2010

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.	Taiwan Digital Communications Co., Ltd.	1	Accounts receivable	630	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Accounts receivable	75,990	Based on regular terms	-
		TFN Media Co., Ltd.	1	Accounts receivable	86	Based on regular terms	-
		Union Cable TV Co., Ltd.	1	Accounts receivable	35	Based on regular terms	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Accounts receivable	77	Based on regular terms	-
		Mangrove Cable TV Co., Ltd.	1	Accounts receivable	18	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	1	Accounts receivable	101	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	1	Accounts receivable	14	Based on regular terms	-
		Taiwan Kuro Times Co., Ltd.	1	Accounts receivable	(2)	Based on regular terms	-
		Tai Fu Media Technology Co., Ltd.	1	Other receivables	33,055	Based on regular terms	-
		Taiwan Cellular Co., Ltd.	1	Other receivables	8,397,799	Based on regular terms	12%
		Taiwan Digital Communications Co., Ltd.	1	Other receivables	30,040	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Other receivables	59,310	Based on regular terms	-
		Mangrove Cable TV Co., Ltd.	1	Other receivables	58	Based on regular terms	-
		TFN Media Co., Ltd.	1	Other receivables	3,725,325	Based on regular terms	5%
		TFN Union Investment Co., Ltd.	1	Other receivables	23	Based on regular terms	-
		TCCI Investment and Development Co., Ltd.	1	Other receivables	23	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Prepayments	62	Based on regular terms	-
		Mangrove Cable TV Co., Ltd.	1	Prepayments	20	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Short-term borrowing	6,645,000	Based on regular terms	9%
		Taiwan Teleservices & Technologies Co., Ltd.	1	Accounts payable	27	Based on regular terms	-
		Taiwan Kuro Times Co., Ltd.	1	Accounts payable	8,482	Based on regular terms	-
		Taiwan Cellular Co., Ltd.	1	Accrued expenses	689	Based on regular terms	-
		Taiwan Digital Communications Co., Ltd.	1	Accrued expenses	42	Based on regular terms	-
		Taiwan Super Basketball Co., Ltd.	1	Accrued expenses	5,850	Based on regular terms	-
		TWM Communications (Beijing) Ltd.	1	Accrued expenses	38,250	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Accrued expenses	248,681	Based on regular terms	-
		Taiwan Teleservices & Technologies Co., Ltd.	1	Accrued expenses	67,278	Based on regular terms	-
		Taiwan Digital Communications Co., Ltd.	1	Other payables	11	Based on regular terms	-
		TWM Communications (Beijing) Ltd.	1	Other payables	13,774	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Other payables	147,841	Based on regular terms	-
		Union Cable TV Co., Ltd.	1	Other payables	691	Based on regular terms	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Other payables	1,488	Based on regular terms	-

(Continued)

Number	Company Name	Counterparty	Nature of Relationship (Note)	Transaction Details			
		Mangrove Cable TV Co., Ltd.	1	Other payables	179	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	1	Other payables	2,760	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	1	Other payables	305	Based on regular terms	-
		Taiwan Kuro Times Co., Ltd.	1	Other payables	1,652	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Advance receipts	137	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Other current liabilities	88,814	Based on regular terms	-
		Win TV Broadcasting Co., Ltd.	1	Other current liabilities	30	Based on regular terms	-
		TFN Media Co., Ltd.	1	Other current liabilities	162	Based on regular terms	-
		Union Cable TV Co., Ltd.	1	Other current liabilities	1,693	Based on regular terms	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Other current liabilities	5,138	Based on regular terms	-
		Mangrove Cable TV Co., Ltd.	1	Other current liabilities	584	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	1	Other current liabilities	3,609	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	1	Other current liabilities	1,011	Based on regular terms	-
		Taiwan Kuro Times Co., Ltd.	1	Other current liabilities	1,836	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	844	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Operating revenues	2,216,854	Based on regular terms	3%
		TFN Media Co., Ltd.	1	Operating revenues	2,491	Based on regular terms	-
		Union Cable TV Co., Ltd.	1	Operating revenues	642	Based on regular terms	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Operating revenues	1,021	Based on regular terms	-
		Mangrove Cable TV Co., Ltd.	1	Operating revenues	516	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	1	Operating revenues	1,379	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	1	Operating revenues	526	Based on regular terms	-
		Taiwan Kuro Times Co., Ltd.	1	Operating revenues	775	Based on regular terms	-
		TWM Communications (Beijing) Ltd.	1	Operating cost	400	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Operating cost	2,026,718	Based on regular terms	3%
		Taiwan Teleservices & Technologies Co., Ltd.	1	Operating cost	710	Based on regular terms	-
		TFN Media Co., Ltd.	1	Operating cost	(124)	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	1	Operating cost	171	Based on regular terms	-
		Taiwan Kuro Times Co., Ltd.	1	Operating cost	9,930	Based on regular terms	-
		Taiwan Digital Communications Co., Ltd.	1	Operating expenses	40	Based on regular terms	-
		Taiwan Super Basketball Co., Ltd.	1	Operating expenses	32,850	Based on regular terms	-
		TWM Communications (Beijing) Ltd.	1	Operating expenses	38,250	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Operating expenses	87,824	Based on regular terms	-
		Taiwan Teleservices & Technologies Co., Ltd.	1	Operating expenses	841,765	Based on regular terms	1%
		TFN Media Co., Ltd.	1	Operating expenses	(6)	Based on regular terms	-
		Union Cable TV Co., Ltd.	1	Operating expenses	(20)	Based on regular terms	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Operating expenses	(38)	Based on regular terms	-
		Mangrove Cable TV Co., Ltd.	1	Operating expenses	(7)	Based on regular terms	-

(Continued)

Number	Company Name	Counterparty	Nature of Relationship (Note)	Transaction Details			
		Phoenix Cable TV Co., Ltd.	1	Operating expenses	(45)	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	1	Operating expenses	(21)	Based on regular terms	-
		TCC Investment Co., Ltd.	1	Operating expenses	5,408	Based on regular terms	-
		Wealth Media Technology Co., Ltd.	1	Interest income	235	Based on regular terms	-
		Tai Fu Media Technology Co., Ltd.	1	Interest income	55	Based on regular terms	-
		Taiwan Cellular Co., Ltd.	1	Interest income	28,252	Based on regular terms	-
		Taiwan Digital Communications Co., Ltd.	1	Interest income	40	Based on regular terms	-
		TFN Media Co., Ltd.	1	Interest income	28,651	Based on regular terms	-
		Wealth Media Technology Co., Ltd.	1	Rental income	34	Based on regular terms	-
		Tai Fu Media Technology Co., Ltd.	1	Rental income	34	Based on regular terms	-
		Fu Jia Leh Media Technology Co., Ltd.	1	Rental income	34	Based on regular terms	-
		Fu Sin Media Technology Co., Ltd.	1	Rental income	34	Based on regular terms	-
		Global Forest Media Technology Co., Ltd.	1	Rental income	34	Based on regular terms	-
		Taiwan Cellular Co., Ltd.	1	Rental income	34	Based on regular terms	-
		Taiwan Digital Communications Co., Ltd.	1	Rental income	34	Based on regular terms	-
		Taiwan Super Basketball Co., Ltd.	1	Rental income	34	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Rental income	119,094	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	259	Based on regular terms	-
		TFN Media Co., Ltd.	1	Rental income	10,784	Based on regular terms	-
		TFN Union Investment Co., Ltd.	1	Rental income	17	Based on regular terms	-
		TCCI Investment and Development Co., Ltd.	1	Rental income	17	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	26	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Miscellaneous revenue	4,619	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Interest expenses	25,603	Based on regular terms	-
1	Wealth 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	Operating expenses	34	Payment terms varied depend on the agreements	-
		Tai Fu Media Technology Co., Ltd.	1	Interest income	272	Payment terms varied depend on the agreements	-
		Global Wealth Media Technology Co., Ltd.	1	Interest income	20	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Interest expenses	235	Payment terms varied depend on the agreements	-
2	Taiwan Win TV Broadcasting Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Operating expenses	26	Based on regular terms	-
3	Tai Fu Media Technology Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Accrued expenses	55	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Other payables	33,000	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	34	Payment terms varied depend on the agreements	-
		Global Wealth Media Technology Co., Ltd.	1	Interest income	14	Payment terms varied depend on the agreements	-

(Continued)

Number	Company Name	Counterparty	Nature of Relationship (Note)	Transaction Details			
		Taiwan Mobile Co., Ltd.	2	Interest expenses	55	Payment terms varied depend on the agreements	-
		Wealth Media Technology Co., Ltd.	2	Interest expenses	272	Payment terms varied depend on the agreements	-
4	Global Wealth Media Technology Co., Ltd.	Wealth 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	-
		Wealth Media Technology Co., Ltd.	2	Interest expenses	20	Payment terms varied depend on the agreements	-
		Tai Fu Media Technology Co., Ltd.	2	Interest expenses	14	Payment terms varied depend on the agreements	-
5	Fu Jia Leh Media Technology Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Operating expenses	34	Payment terms varied depend on the agreements	-
6	Fu Sin Media Technology Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Operating expenses	34	Payment terms varied depend on the agreements	-
7	Global Forest Media Technology Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Operating expenses	34	Payment terms varied depend on the agreements	-
8	Taiwan Cellular Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Other receivables	689	Based on regular terms	-
		Win TV Broadcasting Co., Ltd.	1	Other receivables	123,200	Based on regular terms	-
		TFN Media Co., Ltd.	1	Other receivables	1,814,284	Based on regular terms	3%
		Taiwan Mobile Co., Ltd.	2	Short-term borrowings	8,370,000	Based on regular terms	12%
		Taiwan Mobile Co., Ltd.	2	Accrued expenses	27,799	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	34	Based on regular terms	-
		Win TV Broadcasting Co., Ltd.	1	Interest income	442	Based on regular terms	-
		TFN Media Co., Ltd.	1	Interest income	23,601	Based on regular terms	-
		TCC Investment Co., Ltd.	1	Interest income	10,987	Based on regular terms	-
		TT&T Holdings	1	Miscellaneous revenue	95	Based on regular terms	-
		TWM Communications (Beijing) Ltd.	1	Miscellaneous revenue	95	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Interest expenses	28,252	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	1	Interest expenses	35,837	Based on regular terms	-
9	Taiwan Fixed Network Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Accounts receivable	213,039	Based on regular terms	-
		TFN HK	1	Accounts receivable	2	Based on regular terms	-
		Win TV Broadcasting Co., Ltd.	3	Accounts receivable	11	Based on regular terms	-
		TFN Media Co., Ltd.	3	Accounts receivable	25,331	Based on regular terms	-
		Union Cable TV Co., Ltd.	3	Accounts receivable	66	Based on regular terms	-
		Yeong Jia Leh Cable TV Co., Ltd.	3	Accounts receivable	136	Based on regular terms	-
		Mangrove Cable TV Co., Ltd.	3	Accounts receivable	139	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	3	Accounts receivable	595	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	3	Accounts receivable	198	Based on regular terms	-
		Taiwan Kuro Times Co., Ltd.	3	Accounts receivable	1,335	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Other receivables	6,917,265	Based on regular terms	10%
		Win TV Broadcasting Co., Ltd.	3	Other receivables	576	Based on regular terms	-

(Continued)

Number	Company Name	Counterparty	Nature of Relationship (Note)	Transaction Details			
		Union Cable TV Co., Ltd.	3	Other receivables	104	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	3	Other receivables	2	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Prepayments	114	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Refundable deposits	830	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Accounts payable	75,530	Based on regular terms	-
		TFN Media Co., Ltd.	3	Accounts payable	25,710	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Accrued expenses	59,739	Based on regular terms	-
		TFN HK	1	Accrued expenses	35,368	Based on regular terms	-
		Taiwan Teleservices & Technologies Co., Ltd.	3	Accrued expenses	9,533	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	-
		Globalview Cable TV Co., Ltd.	3	Accrued expenses	31	Based on regular terms	-
		TWM Communications (Beijing) Ltd.	3	Accrued expenses	3,248	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Advance receipts	62	Based on regular terms	-
		Mangrove Cable TV Co., Ltd.	3	Other current liabilities	79	Based on regular terms	-
		Union Cable TV Co., Ltd.	3	Guarantee deposits	288	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating revenues	2,091,036	Based on regular terms	3%
		Win TV Broadcasting Co., Ltd.	3	Operating revenues	495	Based on regular terms	-
		TFN Media Co., Ltd.	3	Operating revenues	88,199	Based on regular terms	-
		Union Cable TV Co., Ltd.	3	Operating revenues	2,953	Based on regular terms	-
		Yeong Jia Leh Cable TV Co., Ltd.	3	Operating revenues	652	Based on regular terms	-
		Mangrove Cable TV Co., Ltd.	3	Operating revenues	2,078	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	3	Operating revenues	6,610	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	3	Operating revenues	1,849	Based on regular terms	-
		Taiwan Kuro Times Co., Ltd.	3	Operating revenues	2,788	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating cost	2,219,511	Based on regular terms	3%
		TFN HK	1	Operating cost	54,164	Based on regular terms	-
		TFN Media Co., Ltd.	3	Operating cost	24,774	Based on regular terms	-
		Union Cable TV Co., Ltd.	3	Operating cost	880	Based on regular terms	-
		Yeong Jia Leh Cable TV Co., Ltd.	3	Operating cost	889	Based on regular terms	-
		Mangrove Cable TV Co., Ltd.	3	Operating cost	69	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	3	Operating cost	1,601	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	3	Operating cost	331	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	115,702	Based on regular terms	-
		TWM Communications (Beijing) Ltd.	3	Operating expenses	6	Based on regular terms	-
		Taiwan Teleservices & Technologies Co., Ltd.	3	Operating expenses	141,464	Based on regular terms	-
		TWM Communications (Beijing) Ltd.	3	Operating expenses	3,248	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Interest income	25,603	Based on regular terms	-
		Taiwan Cellular Co., Ltd.	2	Interest income	35,837	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Rental income	19,092	Based on regular terms	-

(Continued)

Number	Company Name	Counterparty	Nature of Relationship (Note)	Transaction Details			
		Win TV Broadcasting Co., Ltd.	3	Rental income	442	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Miscellaneous revenue	3,683	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Miscellaneous expense	4,619	Based on regular terms	-
10	Taiwan Digital Communications Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Accounts receivable	53	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Short-term borrowings	30,000	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Accounts payable	630	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Accrued expenses	40	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating revenues	40	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating cost	844	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	34	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Interest expenses	40	Based on regular terms	-
11	TCC Investment Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Operating expenses	34	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Miscellaneous revenue	5,408	Based on regular terms	-
		Win TV Broadcasting Co., Ltd.	1	Miscellaneous revenue	31	Based on regular terms	-
		Taiwan Cellular Co., Ltd.	2	Interest expenses	10,987	Based on regular terms	-
12	TCCI Investment and Development Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Accrued expenses	23	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	17	Based on regular terms	-
13	Win TV Broadcasting Co., Ltd.	TFN Media Co., Ltd.	3	Note receivable	14,894	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	3	Accounts receivable	179	Payment terms varied depend on the agreements	-
		Yeong Jia Leh Cable TV Co., Ltd.	3	Accounts receivable	250	Payment terms varied depend on the agreements	-
		Phoenix Cable TV Co., Ltd.	3	Accounts receivable	788	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	16	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Accrued expenses	28	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Cellular Co., Ltd.	2	Accrued expenses	200	Payment terms varied depend on the agreements	-
		Taiwan Cellular Co., Ltd.	2	Other payables	123,000	Payment terms varied depend on the agreements	-
		Union Cable TV Co., Ltd.	3	Advance receipts	(42)	Payment terms varied depend on the agreements	-
		Phoenix Cable TV Co., Ltd.	3	Advance receipts	121	Payment terms varied depend on the agreements	-
		Taiwan Cellular Co., Ltd.	2	Other current liabilities	24	Payment terms varied depend on the agreements	-
		Taiwan Teleservices & Technologies Co., Ltd.	3	Operating revenues	143	Payment terms varied depend on the agreements	-

(Continued)

Number	Company Name	Counterparty	Nature of Relationship (Note)	Transaction Details			
		TFN Media Co., Ltd.	3	Operating revenues	58,978	Payment terms varied depend on the agreements	-
		Union Cable TV Co., Ltd.	3	Operating revenues	500	Payment terms varied depend on the agreements	-
		Yeong Jia Leh Cable TV Co., Ltd.	3	Operating revenues	1,500	Payment terms varied depend on the agreements	-
		Mangrove Cable TV Co., Ltd.	3	Operating revenues	14,290	Payment terms varied depend on the agreements	-
		Phoenix Cable TV Co., Ltd.	3	Operating revenues	1,450	Payment terms varied depend on the agreements	-
		Globalview Cable TV Co., Ltd.	3	Operating revenues	653	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Operating cost	177	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating cost	288	Payment terms varied depend on the agreements and Based on regular terms	-
		TFN Media Co., Ltd.	3	Operating expenses	1,320	Payment terms varied depend on the agreements	-
		TCC Investment Co., Ltd.	2	Operating expenses	47	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	89	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating expenses	182	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Cellular Co., Ltd.	2	Interest expenses	442	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	3	Interest expenses	176	Payment terms varied depend on the agreements	-
14	TFN Media Co., Ltd.	Taiwan Fixed Network Co., Ltd.	3	Accounts receivable	25,710	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	18,061	Payment terms varied depend on the agreements	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Accounts receivable	27,561	Payment terms varied depend on the agreements	-
		Mangrove Cable TV Co., Ltd.	1	Accounts receivable	8,374	Payment terms varied depend on the agreements	-
		Phoenix Cable TV Co., Ltd.	1	Accounts receivable	24,977	Payment terms varied depend on the agreements	-
		Globalview Cable TV Co., Ltd.	1	Accounts receivable	9,545	Payment terms varied depend on the agreements	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Other receivables	139	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	1	Other receivables	16	Based on regular terms	-

(Continued)

Number	Company Name	Counterparty	Nature of Relationship (Note)	Transaction Details			
		Taiwan Cellular Co., Ltd.	2	Prepayments	7	Payment terms varied depend on the agreements	-
		Win TV Broadcasting Co., Ltd.	3	Notes payable	14,894	Payment terms varied depend on the agreements	-
		Win TV Broadcasting Co., Ltd.	3	Accounts payable	179	Payment terms varied depend on the agreements	-
		Union Cable TV Co., Ltd.	1	Accounts payable	451	Payment terms varied depend on the agreements	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Accounts payable	3,984	Payment terms varied depend on the agreements	-
		Mangrove Cable TV Co., Ltd.	1	Accounts payable	1,274	Payment terms varied depend on the agreements	-
		Phoenix Cable TV Co., Ltd.	1	Accounts payable	959	Payment terms varied depend on the agreements	-
		Globalview Cable TV Co., Ltd.	1	Accounts payable	475	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Accrued expenses	998	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Accrued expenses	24,948	Payment terms varied depend on the agreements and Based on regular terms	-
		Union Cable TV Co., Ltd.	1	Accrued expenses	9,284	Payment terms varied depend on the agreements and Based on regular terms	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Accrued expenses	6,321	Payment terms varied depend on the agreements and Based on regular terms	-
		Mangrove Cable TV Co., Ltd.	1	Accrued expenses	2,227	Payment terms varied depend on the agreements and based on regular terms	-
		Phoenix Cable TV Co., Ltd.	1	Accrued expenses	7,661	Payment terms varied depend on the agreements and Based on regular terms	-
		Globalview Cable TV Co., Ltd.	1	Accrued expenses	3,295	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Accrued expenses	14,251	Payment terms varied depend on the agreements	-
		Taiwan Cellular Co., Ltd.	2	Accrued expenses	4,284	Payment terms varied depend on the agreements	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Accrued expenses	6	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Other payables	3,710,000	Payment terms varied depend on the agreements	5%
		Taiwan Cellular Co., Ltd.	2	Other payables	1,810,000	Payment terms varied depend on the agreements	3%

(Continued)

Number	Company Name	Counterparty	Nature of Relationship (Note)	Transaction Details		
		Union Cable TV Co., Ltd.	1	Other payables	595,000	Payment terms varied depend on the agreements 1%
		Yeong Jia Leh Cable TV Co., Ltd.	1	Other payables	313,000	Payment terms varied depend on the agreements -
		Phoenix Cable TV Co., Ltd.	1	Other payables	582,000	Payment terms varied depend on the agreements 1%
		Globalview Cable TV Co., Ltd.	1	Other payables	220,000	Payment terms varied depend on the agreements -
		Taiwan Fixed Network Co., Ltd.	3	Operating revenues	24,774	Payment terms varied depend on the agreements -
		Win TV Broadcasting Co., Ltd.	3	Operating revenues	1,320	Payment terms varied depend on the agreements -
		Union Cable TV Co., Ltd.	1	Operating revenues	246,881	Payment terms varied depend on the agreements -
		Yeong Jia Leh Cable TV Co., Ltd.	1	Operating revenues	475,602	Payment terms varied depend on the agreements 1%
		Mangrove Cable TV Co., Ltd.	1	Operating revenues	6,143	Payment terms varied depend on the agreements -
		Phoenix Cable TV Co., Ltd.	1	Operating revenues	526,364	Payment terms varied depend on the agreements 1%
		Globalview Cable TV Co., Ltd.	1	Operating revenues	212,115	Payment terms varied depend on the agreements -
		Win TV Broadcasting Co., Ltd.	3	Operating cost	58,883	Payment terms varied depend on the agreements -
		Union Cable TV Co., Ltd.	1	Operating cost	34,943	Payment terms varied depend on the agreements -
		Yeong Jia Leh Cable TV Co., Ltd.	1	Operating cost	52,832	Payment terms varied depend on the agreements -
		Mangrove Cable TV Co., Ltd.	1	Operating cost	10,514	Payment terms varied depend on the agreements -
		Phoenix Cable TV Co., Ltd.	1	Operating cost	55,189	Payment terms varied depend on the agreements -
		Globalview Cable TV Co., Ltd.	1	Operating cost	22,131	Payment terms varied depend on the agreements -
		Taiwan Mobile Co., Ltd.	2	Operating cost	337	Payment terms varied depend on the agreements and Based on regular terms -
		Taiwan Fixed Network Co., Ltd.	3	Operating cost	86,389	Payment terms varied depend on the agreements and Based on regular terms -
		Win TV Broadcasting Co., Ltd.	3	Operating expenses	100	Payment terms varied depend on the agreements -
		Union Cable TV Co., Ltd.	1	Operating expenses	2,687	Payment terms varied depend on the agreements -
		Yeong Jia Leh Cable TV Co., Ltd.	1	Operating expenses	4,736	Payment terms varied depend on the agreements -
		Mangrove Cable TV Co., Ltd.	1	Operating expenses	1,650	Payment terms varied depend on the agreements -

(Continued)

Number	Company Name	Counterparty	Nature of Relationship (Note)	Transaction Details			
		Phoenix Cable TV Co., Ltd.	1	Operating expenses	4,361	Payment terms varied depend on the agreements	-
		Globalview Cable TV Co., Ltd.	1	Operating expenses	1,659	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	12,808	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating expenses	1,804	Payment terms varied depend on the agreements and Based on regular terms	-
		Win TV Broadcasting Co., Ltd.	3	Interest income	176	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Interest expenses	28,651	Payment terms varied depend on the agreements	-
		Taiwan Cellular Co., Ltd.	2	Interest expenses	23,593	Payment terms varied depend on the agreements	-
		Union Cable TV Co., Ltd.	1	Interest expenses	5,397	Payment terms varied depend on the agreements	-
		Yeong Jia Leh Cable TV Co., Ltd.	1	Interest expenses	2,816	Payment terms varied depend on the agreements	-
		Phoenix Cable TV Co., Ltd.	1	Interest expenses	5,164	Payment terms varied depend on the agreements	-
		Globalview Cable TV Co., Ltd.	1	Interest expenses	1,834	Payment terms varied depend on the agreements	-
15	Union Cable TV Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Accounts receivable	2,378	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	9,753	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Other receivables	595,143	Payment terms varied depend on the agreements and Based on regular terms	1%
		Win TV Broadcasting Co., Ltd.	3	Prepayments	(42)	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Prepayments	46	Payment terms varied depend on the agreements and 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	1,516	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Accrued expenses	31	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Accrued expenses	123	Payment terms varied depend on the agreements and Based on regular terms	-
		TFN Media Co., Ltd.	2	Other payables	16,545	Payment terms varied depend on the agreements	-

(Continued)

Number	Company Name	Counterparty	Nature of Relationship (Note)	Transaction Details			
		Taiwan Fixed Network Co., Ltd.	3	Operating revenues	1,246	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Operating revenues	36,788	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Operating cost	227,304	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Operating cost	310	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating cost	2,052	Payment terms varied depend on the agreements and Based on regular terms	-
		Win TV Broadcasting Co., Ltd.	3	Operating cost	500	Payment terms varied depend on the agreements and Based on regular terms	-
		TFN Media Co., Ltd.	2	Operating expenses	19,577	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	372	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating expenses	1,266	Payment terms varied depend on the agreements and Based on regular terms	-
		TFN Media Co., Ltd.	2	Interest income	5,397	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Miscellaneous revenue	841	Based on regular terms	-
16	Yeong Jia Leh Cable TV Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Accounts receivable	6,391	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	9,735	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Other receivables	313,509	Payment terms varied depend on the agreements and Based on regular terms	-
		TFN Media Co., Ltd.	2	Other current assets	3	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Other current assets	89	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Other current assets	79	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Accounts payable	22	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Accounts payable	3,787	Payment terms varied depend on the agreements	-
		Win TV Broadcasting Co., Ltd.	3	Accrued expenses	250	Payment terms varied depend on the agreements	-

(Continued)

Number	Company Name	Counterparty	Nature of Relationship (Note)	Transaction Details			
		Taiwan Mobile Co., Ltd.	2	Accrued expenses	161	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Accrued expenses	182	Payment terms varied depend on the agreements and Based on regular terms	-
		TFN Media Co., Ltd.	2	Accrued expenses	139	Payment terms varied depend on the agreements and Based on regular terms	-
		TFN Media Co., Ltd.	2	Other payables	23,281	Payment terms varied depend on the agreements	-
		Union Cable TV Co., Ltd.	3	Operating revenues	288	Based on regular terms	-
		Mangrove Cable TV Co., Ltd.	3	Operating revenues	221	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	3	Operating revenues	736	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	3	Operating revenues	350	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating revenues	889	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Operating revenues	54,779	Payment terms varied depend on the agreements	-
		Union Cable TV Co., Ltd.	3	Operating cost	288	Based on regular terms	-
		Mangrove Cable TV Co., Ltd.	3	Operating cost	221	Based on regular terms	-
		Phoenix Cable TV Co., Ltd.	3	Operating cost	736	Based on regular terms	-
		Globalview Cable TV Co., Ltd.	3	Operating cost	350	Based on regular terms	-
		Win TV Broadcasting Co., Ltd.	3	Operating cost	500	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Operating cost	438,024	Payment terms varied depend on the agreements	1%
		Taiwan Mobile Co., Ltd.	2	Operating cost	472	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating cost	291	Payment terms varied depend on the agreements and Based on regular terms	-
		TFN Media Co., Ltd.	2	Operating expenses	37,577	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	643	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating expenses	358	Payment terms varied depend on the agreements and Based on regular terms	-
		Win TV Broadcasting Co., Ltd.	3	Operating expenses	1,002	Payment terms varied depend on the agreements and Based on regular terms	-
		TFN Media Co., Ltd.	2	Interest income	2,816	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Miscellaneous revenue	2,789	Payment terms varied depend on the agreements	-

(Continued)

Number	Company Name	Counterparty	Nature of Relationship (Note)	Transaction Details			
17	Mangrove Cable TV Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Accounts receivable	90	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Accounts receivable	20	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Accounts receivable	3,374	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Other receivables	127	Payment terms varied depend on the agreements and Based on regular terms	-
		Mangrove Cable TV Co., Ltd.	3	Prepayments	208	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Other current assets	47	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Other current assets	218	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Accounts payable	282	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Accounts payable	1,328	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Accrued expenses	30	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Accrued expenses	103	Payment terms varied depend on the agreements and Based on regular terms	-
		TFN Media Co., Ltd.	2	Other payables	7,046	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Other current liabilities	31	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating revenues	69	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Operating revenues	11,121	Payment terms varied depend on the agreements	-
		Win TV Broadcasting Co., Ltd.	3	Operating cost	14,242	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Operating cost	1,903	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Operating cost	287	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Operating cost	1,763	Payment terms varied depend on the agreements and Based on regular terms	-
		TFN Media Co., Ltd.	2	Operating expenses	4,240	Payment terms varied depend on the agreements	-

(Continued)

Number	Company Name	Counterparty	Nature of Relationship (Note)	Transaction Details			
		Taiwan Mobile Co., Ltd.	2	Operating expenses	250	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating expenses	315	Payment terms varied depend on the agreements and Based on regular terms	-
		Win TV Broadcasting Co., Ltd.	3	Operating expenses	50	Payment terms varied depend on the agreements and Based on regular terms	-
		TFN Media Co., Ltd.	2	Miscellaneous revenue	1,043	Based on regular terms	-
18	Phoenix Cable TV Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Accounts receivable	8,800	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Accounts receivable	170	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Accounts receivable	7,819	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Other receivables	15	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Other receivables	582,167	Payment terms varied depend on the agreements and Based on regular terms	1%
		Win TV Broadcasting Co., Ltd.	3	Prepayments	(99)	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Accounts payable	2,817	Payment terms varied depend on the agreements	-
		Win TV Broadcasting Co., Ltd.	3	Accrued expenses	788	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	574	Payment terms varied depend on the agreements and Based on regular terms	-
		TFN Media Co., Ltd.	2	Other payables	22,160	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Other current liabilities	2,723	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Other current liabilities	108	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating revenues	1,601	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Operating revenues	57,364	Payment terms varied depend on the agreements	-
		Win TV Broadcasting Co., Ltd.	3	Operating cost	500	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Operating cost	484,524	Payment terms varied depend on the agreements	1%

(Continued)

Number	Company Name	Counterparty	Nature of Relationship (Note)	Transaction Details			
		Taiwan Mobile Co., Ltd.	2	Operating cost	654	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating cost	5,225	Payment terms varied depend on the agreements and Based on regular terms	-
		TFN Media Co., Ltd.	2	Operating expenses	41,840	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	842	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating expenses	1,383	Payment terms varied depend on the agreements and Based on regular terms	-
		Win TV Broadcasting Co., Ltd.	3	Operating expenses	950	Payment terms varied depend on the agreements and Based on regular terms	-
		TFN Media Co., Ltd.	2	Interest income	5,164	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Rental income	143	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Miscellaneous revenue	14	Based on regular terms	-
		TFN Media Co., Ltd.	2	Miscellaneous revenue	2,187	Based on regular terms	-
19	Globalview Cable TV Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Accounts receivable	1,230	Payment terms varied depend on the agreements	-
		Taiwan Fixed Network Co., Ltd.	3	Accounts receivable	31	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Accounts receivable	3,647	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Other receivables	220,152	Payment terms varied depend on the agreements and Based on regular terms	-
		TFN Media Co., Ltd.	2	Other current assets	22	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Accounts payable	28	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Accounts payable	182	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Accrued expenses	16	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Accrued expenses	11	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Accrued expenses	154	Payment terms varied depend on the agreements and Based on regular terms	-
		TFN Media Co., Ltd.	2	Other payables	9,363	Payment terms varied depend on the agreements	-
		Union Cable TV Co., Ltd.	3	Operating revenues	809	Based on regular terms	-

(Continued)

Number	Company Name	Counterparty	Nature of Relationship (Note)	Transaction Details			
		Taiwan Fixed Network Co., Ltd.	3	Operating revenues	352	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Operating revenues	22,880	Payment terms varied depend on the agreements	-
		Union Cable TV Co., Ltd.	3	Operating cost	809	Based on regular terms	-
		Win TV Broadcasting Co., Ltd.	3	Operating cost	500	Payment terms varied depend on the agreements	-
		TFN Media Co., Ltd.	2	Operating cost	195,349	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Operating cost	269	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating cost	1,835	Payment terms varied depend on the agreements and Based on regular terms	-
		TFN Media Co., Ltd.	2	Operating expenses	16,766	Payment terms varied depend on the agreements	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	284	Payment terms varied depend on the agreements and Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating expenses	36	Payment terms varied depend on the agreements and Based on regular terms	-
		Win TV Broadcasting Co., Ltd.	3	Operating expenses	155	Payment terms varied depend on the agreements and Based on regular terms	-
		TFN Media Co., Ltd.	2	Interest income	1,834	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	910	Based on regular terms	-
20	Taiwan Kuro Times Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Accounts receivable	12,156	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Accrued expenses	599	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Accrued expenses	678	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Advance receipts	210	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating revenues	9,934	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating cost	2,152	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating cost	(134)	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	643	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating expenses	7	Based on regular terms	-
21	TWM Communications (Beijing) Ltd.	Taiwan Mobile Co., Ltd.	2	Accounts receivable	52,571	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Accounts receivable	3,239	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating revenues	40,144	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	3	Operating revenues	3,320	Based on regular terms	-
		Taiwan Cellular Co., Ltd.	2	Operating expenses	102	Based on regular terms	-
22	Taiwan Teleservices & Technologies Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Accounts receivable	67,306	Based on regular terms	-

(Continued)

Number	Company Name	Counterparty	Nature of Relationship (Note)	Transaction Details			
		Taiwan Fixed Network Co., Ltd.	3	Accounts receivable	9,533	Based on regular terms	-
		TT&T Holdings	1	Accrued expenses	5,808	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating revenues	841,304	Based on regular terms	1%
		Taiwan Fixed Network Co., Ltd.	3	Operating revenues	141,464	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	34	Based on regular terms	-
		TT&T Holdings	1	Operating expenses	85,329	Based on regular terms	-
		Win TV Broadcasting Co., Ltd.	3	Operating expenses	150	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Rental income	1,171	Based on regular terms	-
23	Taiwan Super Basketball Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Accounts receivable	5,850	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating revenues	32,850	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	34	Based on regular terms	-
24	TT&T Holdings	Taiwan Teleservices & Technologies Co., Ltd.	2	Accounts receivable	5,776	Based on regular terms	-
		Xiamen Taifu Teleservices & Technologies Co., Ltd.	1	Other receivables	2,414	Based on regular terms	-
		Xiamen Taifu Teleservices & Technologies Co., Ltd.	1	Accounts payable	5,002	Based on regular terms	-
		Taiwan Teleservices & Technologies Co., Ltd.	2	Operating revenues	85,425	Based on regular terms	-
		Taiwan Cellular Co., Ltd.	2	Operating expenses	102	Based on regular terms	-
		Xiamen Taifu Teleservices & Technologies Co., Ltd.	1	Operating expenses	72,625	Based on regular terms	-
		Xiamen Taifu Teleservices & Technologies Co., Ltd.	1	Miscellaneous revenue	4,330	Based on regular terms	-
25	Xiamen Taifu Teleservices & Technologies Co., Ltd.	TT&T Holdings	2	Accounts receivable	5,002	Based on regular terms	-
		TT&T Holdings	2	Other payables	2,528	Based on regular terms	-
		TT&T Holdings	2	Operating revenues	72,571	Based on regular terms	-
26	TFN HK	Taiwan Fixed Network Co., Ltd.	2	Accounts receivable	33,138	Based on regular terms	-
		Taiwan Fixed Network Co., Ltd.	2	Operating revenues	53,110	Based on regular terms	-
27	TFN Union Investment Co., Ltd.	Taiwan Mobile Co., Ltd.	2	Accrued expenses	23	Based on regular terms	-
		Taiwan Mobile Co., Ltd.	2	Operating expenses	17	Based on regular terms	-

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