

February 26, 2009

Subsidiary company Yuanta Commercial Bank announces the board of directors has approved the NTD 3,254,911,200 of capital reduction.

1. Date of the board of directors' resolution: 2009/02/26
2. Reason for the capital reduction: Offset previous loss and increase the book value per share
3. Amount of the capital reduction: NTD 3,254,911,200
4. Cancelled shares: 325,491,120 shares
5. Capital reduction ratio: 14.795050%
6. Paid-in capital after the capital reduction: Capital after reduction is NTD 18,745,088,800
7. Scheduled date of the shareholders' meeting: NA
8. Any other matters that need to be specified: Pursuant to the Company Act and the Financial Holding Company Act, the rights and functions of the shareholder's meeting shall be exercised by the board of directors