

February 26, 2009

Subsidiary company Yuanta Commercial Bank announces the board of directors has approved the issuance of new shares through private placement.

1. Date of the board of directors' resolution: 2009/02/26
2. Source of the private placement funds: Yuanta Financial Holdings Company
3. Number of shares privately placed: 275,491,120 shares
4. Par value per share: NTD 10 per share
5. Total monetary amount of the private placement: NTD 4,132,366,800
6. Private placement price: NTD 15 per share
7. Number of shares subscribed by employees: NA
8. Number of shares subscribed by existing shareholders: 275,491,120 shares
9. Rights and obligations of the new private placement shares: Holders have the same rights and obligations as the common share holders.
10. Use of the funds raised in the private placement: Increase equity per common share and strengthen the financial structure
11. The record date for share conversion, if conversion, exchange, or subscription rights are attached: NA



12. Possible dilution of equity, if conversion, exchange, or subscription rights are attached: NA

13. 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 shareholders' meeting shall be exercised by the board of directors.