

September 29, 2009

Yuanta Securities Finance Company will acquire the business of the Entie Securities Finance Company.

1. Kind of merger/acquisition (e.g. merger, consolidation, spin-off, acquisition, or receiving assignment of shares): Acquisition.
2. Date of occurrence of the event: 2009/09/29
3. Names of companies participating in the merger (e.g. name of the other company participating in the merger or consolidation, newly established company in a spin-off, acquired company, or company whose shares are taken assignment of): Yuanta Securities Finance Co., Ltd.
4. Counterparty (e.g. name of the other company participating in the merger or consolidation, company taking assignment of the spin-off, or counterparty to the acquisition or assignment of shares): Entie Securities Finance Co., Ltd.
5. Relationship between the counterparty and the Company (investee company in which the Company has re-invested and has shareholding of XX%), and explanation of the reasons for the decision to acquire, or take assignment of the shares of, an affiliated enterprise or related person, and whether it will affect shareholders' equity: No.
6. Purpose/objective of the merger/acquisition: To increase the market share.
7. Anticipated benefits of the merger/acquisition: Futher strengthen competitiveness and increase the market share.
8. Effect of the merger or consolidation on net worth per share and earnings per share: no effect.
9. Share exchange ratio and basis of its calculation: NTD 7.5million. The acquisition price is calculated based on transfer operating costs.
10. Scheduled timetable for consummation: Board of directors authorizes chairman of the board to arrange acquisition schedule.
11. Matters related to assumption by the existing company or new company of rights and obligations of the extinguished (or spun-off) company: Yuanta

Securities Finance Company acquires the business of the Entie Securities Finance Company.

12. Basic information of companies participating in the merger: Yuanta Securities Finance Company's scope of operations includes margin transaction, short-selling financing, refinancing to securities firms and other businesses authorized by Taiwan's SEC to finance securities subscribers. Entie Securities Finance Company has the same operations as Yuanta Securities Finance Company.

13. Matters related to the spin-off (including estimated value of the business and assets planned to be assigned to the existing company or new company; the total number and the types and volumes of the shares to be acquired by the split company or its shareholders; matters related to the reduction, if any, in capital of the split company) (note: not applicable other than where there is announcement of a spin-off):N/A

14. Conditions and restrictions on future transfers of shares resulting from the merger or acquisition: N/A

15. Other important stipulations: N/A

16. Do the directors have any objection to the present transaction? N/A