

August 26, 2010

***YFH announces the board resolution of Yuanta Securities to release managers from non-competition restrictions***

1. Date of the board of directors resolution:2010/08/26
2. Name and title of the managerial officer with permission to engage in competitive conduct:

President: Hung-Chi Lee

Executive Vice Presidents: Tien-Fu Lin, Tsai-Yu Chang, Biing-Hann Tsai, Ming-Shan Lee

Senior Vice Presidents: Hsiu-Wei Chen, Yao-Tin Yu

Vice Presidents: Wei-Cherng Hwang, Ming-Lang Liu, Kuang-Hua Yu, Chao-Tse Yang

Senior Assistant Vice President: Yueh-Jung Liao

3. Items of competitive conduct in which the officer is permitted to engage: To engage in business that is within or similar to the business scope of Yuanta Securities or to be appointed as directors or supervisors of Yuanta Securities or subsidiaries of Yuanta Financial Holdings
4. Period of permission to engage in the competitive conduct: During their employment as managers of Yuanta Securities
5. Circumstances of the resolution (please describe the results of the voting under Article 32 of the Company Act): Directors at present unanimously approved
6. If the permitted competitive conduct is business of a mainland China area enterprise, the name and title of the managerial officer (if it is not business of a mainland China area enterprise, please enter "not applicable" below):N/A
7. Company name of the mainland China area enterprise and the officer's position in the enterprise: N/A
8. Address of the mainland China area enterprise: N/A
9. Business items of the mainland China area enterprise: N/A
10. Degree of effect on the Company's finances and business: None



11. If the managerial officer has invested in the mainland China area enterprise, the monetary amount of the officer's investment and the officer's shareholding ratio: N/A

12. Any other matters that need to be specified: None