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January 10, 2019

Announcement of Yuanta Financial Holding Company's un-audited net income for December, 2018

Financial Data for Yuanta FHC and Each Subsidiary (Parent Company)

Earnings by Subsidiary

Unit: NTD mns

Subsidiary	December	Year To Date		
	Net Income	Net Income	EPS	EPS excluding FX fluctuation reserve
Yuanta FHC	(389)	18,668	1.59	1.62
Yuanta Securities	342	8,888	1.64	
Yuanta Bank*	(832)	8,596	1.16	
Yuanta Securities Finance	25	503	1.26	
Yuanta AMC	5	154	1.54	
Yuanta Futures	91	1,000	4.31	
Yuanta Venture Capital	(27)	221	0.90	
Yuanta Funds	99	1,006	4.43	
Yuanta Sec. Investment Consulting	(3)	1	0.12	
Yuanta Life	(434)	277	0.32	0.67

* 1) Yuanta Bank posted NTD 1,437 mn of goodwill impairment losses in December 2018. The external auditor proposed conducting the impairment test on the consumer lending business based on the following reasons: a) A total of 7 bank branches have not opened yet after the merger with TC Bank. b) In addition, Yuanta Bank adjusted its credit policy on mortgage and unsecured personal loans post-merger by abandoning high-risk customers to maintain its asset quality resulting in a decline in the balances and spreads of mortgage as well as unsecured personal loans. There are about NTD 8.3 bn of goodwill stemmed from the merger with TC Bank and NTD 1,437 mn of the goodwill impairment will be positive for Yuanta Bank's long-term ROE.

2) Yuanta Bank posted FX losses of NTD 30mn in December and gains of NTD 227mn YTD on TC Bank's USD assets.

Yuanta Securities Revenue Breakdown (parent company)

Unit: NTD mns

	December	Year-to-date
Brokerage Commission	628	9,170
Interest Income	267	4,015
Proprietary Trading	155	3,219
Corporate Finance	71	722
Financial Products	1	915
WM Fee Income	60	890
Others	141	2,247
Total	1,324	21,179

Yuanta Bank Condensed Income Statement (parent company)

Unit: NTD mns

	December	Year-to-date
Net interest income	1,116	13,517
Non-interest income	(888)	8,070
Operating income	228	21,587
Operating expense	899	10,917
Pre-provision operating income	(671)	10,670
Provisions	102	665
Net income before taxes	(773)	10,005
Net income	(832)	8,596

Yuanta Investor Relations Team

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