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In the Asia-Pacific Region



元大金控

Yuan Da
Financial Holdings



4Q2020

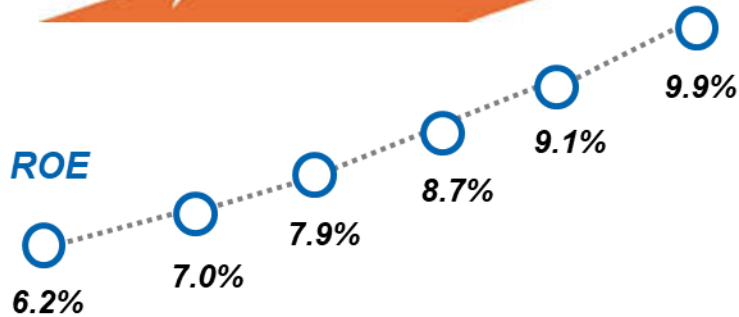
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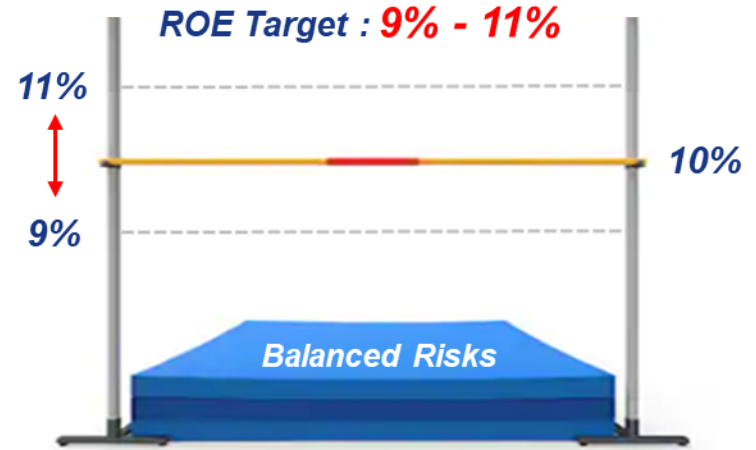
Yuanta Profile

ROE Target & Dividend Policy (2021-2025)

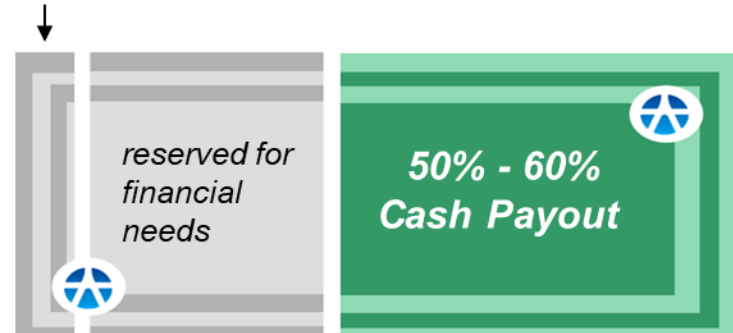
Not going for rights issues while pursuing sustainable ROE & paying cash dividend



2021 2022 2023 2024 2025

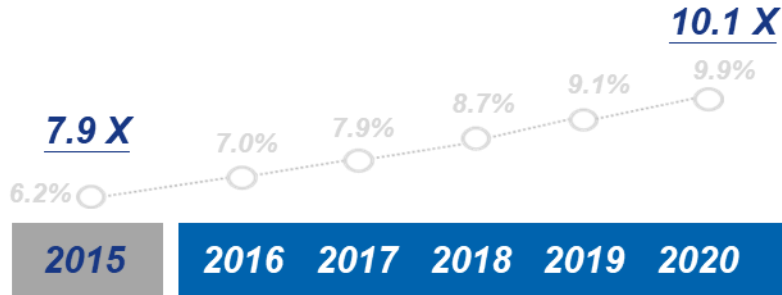


10% legal reserve Dividend Policy

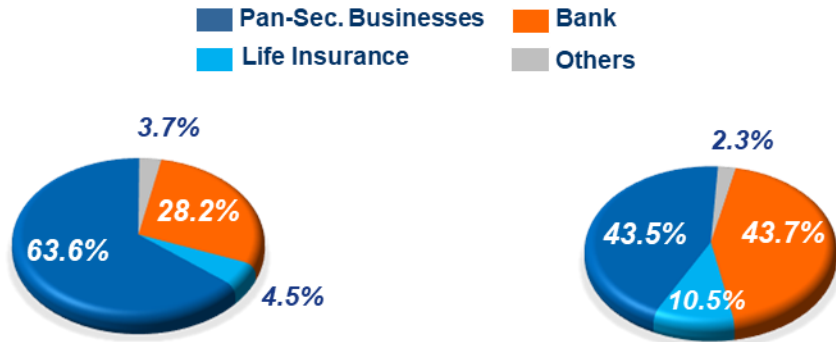


Elevated Leverage Boosts ROE Growth

Financial Leverage



Equity Weighting



Note:

- 1) Pan-Sec. subsidiaries include Yuanta Securities, Yuanta Securities Finance, Yuanta Futures and Yuanta Funds.
- 2) The equity weighting reflects the distribution among all subsidiaries only.

12 X

Priority : Organic Growth

2021 2022 2023 2024 2025

Sufficient Capital in Support of Future Growth

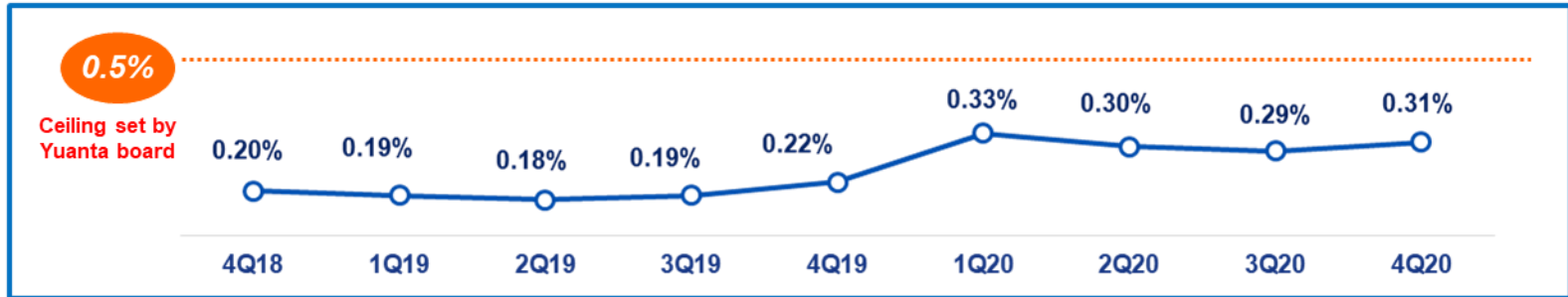
| | CAR | Minimum Requirement | Leverage |
|---------------------------|--------|---------------------|----------|
| Yuanta FHC (consolidated) | 139.1% | 100% | 10.1 |
| Yuanta Sec. (standalone) | 321.3% | 250%* | 4.1 |
| Yuanta Bank | 16.98% | 10.5% | 11.6 |
| Yuanta Life | 591.4% | 200% | 11.5 |

Note:

- 1) * Application for new business will be constrained if CAR is below 250%.
- 2) Data as of Dec. 31, 2020.

Downside Risk Kept on a Tight Leash

Yuanta's Historical VaR to Net Worth Ratio



2020 VaR by Risk Type for Trading Activities

Unit: NT\$ mn

| Value at Risk for 1 day at 99% confidence | As of Dec. 31 | Average | High | Low |
|---|---------------|--------------|-------|-------|
| Interest Rate | 177.6 | 149.6 | 207.8 | 81.3 |
| Equities | 430.3 | 372.1 | 589.7 | 206.3 |
| Foreign Exchange | 485.7 | 491.7 | 720.2 | 352.4 |
| Commodities | 7.1 | 21.7 | 241.7 | 0.4 |
| Diversification Effect | - 315.7 | - 300.9 | | |
| Total | 785.0 | 734.2 | | |
| VaR / Net Worth | 0.31% | 0.29% | | |

Results Overview

FHC Financial Performance

| Unit: NT\$ mn | 2019 | 2020 | YoY | 4Q19 | 3Q20 | 4Q20 | QoQ | YoY |
|-----------------------------------|-----------|-----------|-----|-----------|-----------|-----------|------|-----|
| Total Assets | 2,414,319 | 2,760,204 | 14% | 2,414,319 | 2,612,345 | 2,760,204 | 6% | 14% |
| Common Shares (mn) 1) | 11,671 | 12,137 | 4% | 11,671 | 12,137 | 12,137 | 0% | 4% |
| Shareholders' Equity (standalone) | 232,201 | 253,337 | 9% | 232,201 | 246,615 | 253,337 | 3% | 9% |
| BVPS | 19.90 | 20.87 | 5% | 19.90 | 20.32 | 20.87 | 3% | 5% |
| Net Income (standalone) | 20,446 | 24,107 | 18% | 3,239 | 8,507 | 4,536 | -47% | 40% |
| EPS (NT\$) | 1.75 | 1.99 | 13% | 0.28 | 0.70 | 0.37 | -47% | 35% |
| ROE (%) YTD annualized | 9.1% | 9.9% | 10% | 9.1% | 10.9% | 9.9% | | |

Note:

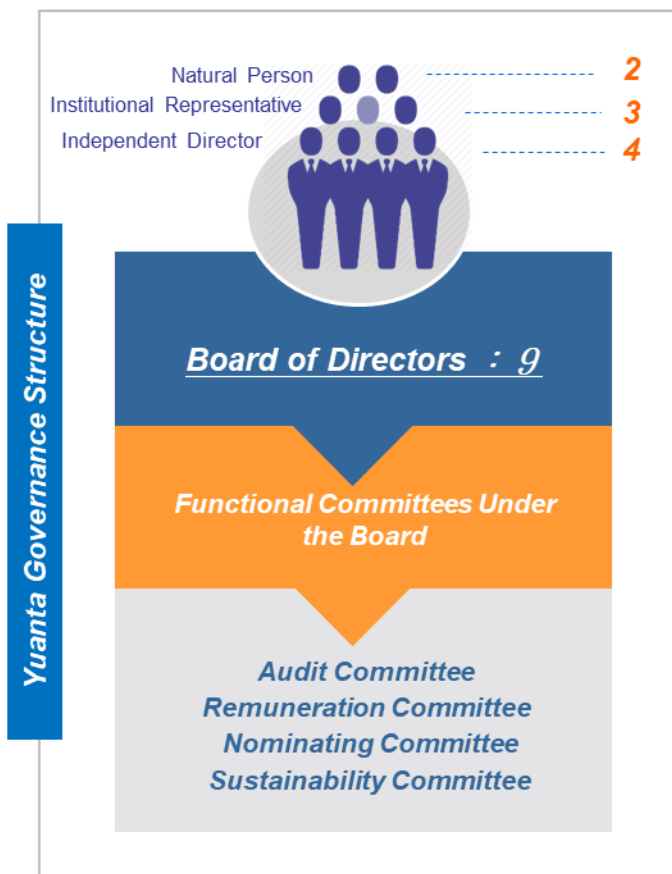
- 1) Yuanta FHC 2020 AGM approved a cash dividend of NT\$ 0.65 per share and a stock dividend of NT\$ 0.40 per share on June 09, 2020 resulting in an increase of the Company's capital stock from NT\$ 116.71bn to NT\$ 121.37bn.
- 2) Yuanta Bank recognized NT\$ 1.35bn of goodwill impairment losses in 4Q20.
- 3) 4Q20 numbers are un-audited.

Net Income by Subsidiary (standalone)

| Unit: NT\$ mn | 2019 | 2020 | YoY | 4Q19 | 3Q20 | 4Q20 | QoQ | YoY |
|-------------------------|--------|--------|------|-------|-------|-------|-------|-------|
| Yuanta Securities | 9,019 | 14,399 | 60% | 2,207 | 4,404 | 4,732 | 7% | 114% |
| Yuanta Bank 2) | 10,046 | 6,898 | -31% | 1,814 | 2,490 | (107) | -104% | -106% |
| Yuanta Futures (67.97%) | 1,136 | 1,070 | -6% | 232 | 277 | 203 | -27% | -13% |
| Yuanta Funds (74.71%) | 1,189 | 1,719 | 45% | 327 | 460 | 501 | 9% | 53% |
| Yuanta AMC | 124 | 121 | -2% | 26 | 36 | 25 | -31% | -4% |
| Yuanta Venture Capital | 148 | 287 | 94% | (24) | 146 | 93 | -36% | -488% |
| Yuanta Life | 910 | 1,810 | 99% | (791) | 1,274 | (629) | -149% | -20% |

Operation Based on ESG Sustainability

2020 ESG Highlights



- Yuanta Bank officially joined the Equator Principles Association and signed the Equator Principles
- Passed ISO 14046 Water Footprint inventory and ISO20400 Sustainable Procurement-Guidelines, both of which were completed in April 2020.
- Paid attention to the impact of the COVID-19 pandemic on the society and customers, and gave assistance and mitigation from all angles; Yuanta Bank offered customers loan and credit card payment deferment services; Yuanta Life provided renewal premium deferral, policy loan interest extension, etc., for policyholders affected by the pandemic.
- Implemented the principle of fair dealing of customers, with Yuanta Bank's president serving as the convener of the "Fair Dealing Principle Implementation Team," which reported its work to the board of directors on a monthly basis, and introduced the ISO 10002 Customer Complaint Management System to establish a comprehensive customer complaint management system
- Established a succession plan for senior management and submitted it to the board of directors for review annually

2020 Recognitions



- **DJSI World Index**
- **DJSI Emerging Markets Index**
- **Bloomberg Gender-Equality Index**
- **FTSE4Good Emerging Index**
- **FTSE4Good TIP Taiwan ESG Index**
- **MSCI ESG A Rating**
- **TWSE CG Evaluation Award - Top 5% of TWSE listed companies**
- **CDP Leadership Level A**

Business Review

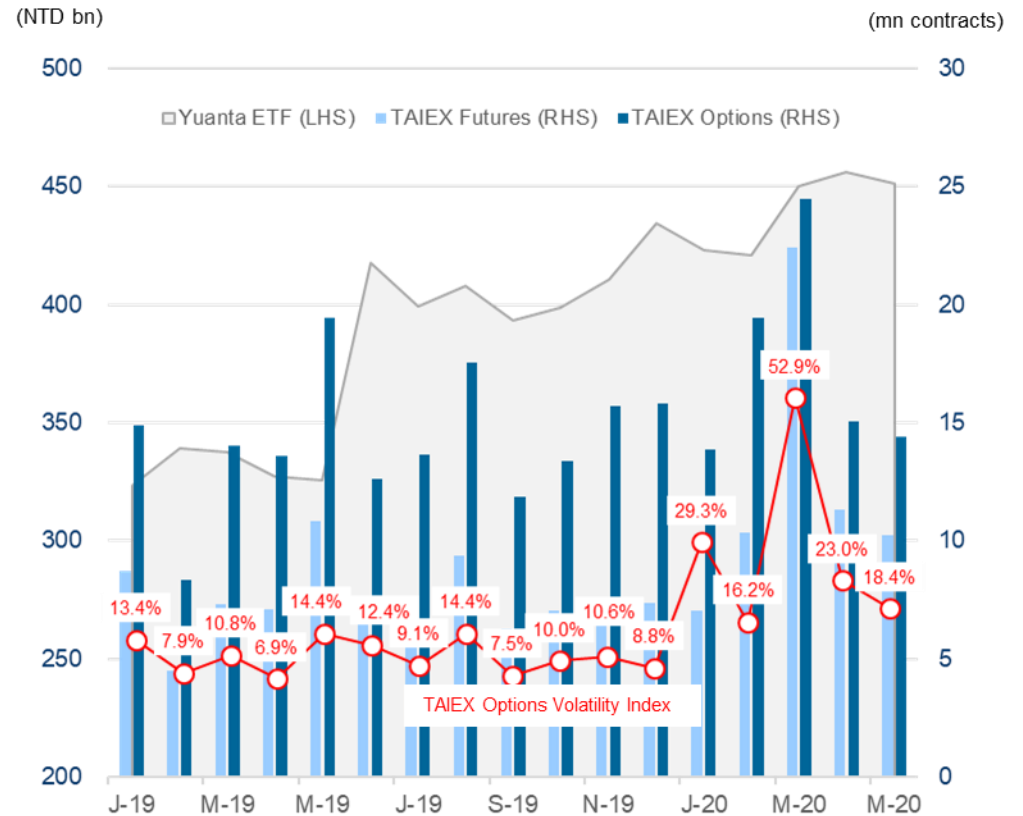
Pan-Securities Businesses

Stunning Performance Driven by Natural Hedge Model



| NTD mn | 2018 | 2019 | 2020 | |
|-----------------------|-------|-------|------------|-------|
| | ROE | ROE | Net Income | ROE |
| Yuanta Sec. | 9.5% | 9.2% | 14,399 | 13.6% |
| Yuanta Futures | 12.8% | 13.3% | 1,070 | 10.3% |
| Yuanta Funds | 24.2% | 26.3% | 1,719 | 33.5% |
| Pan-Sec. Subsidiaries | 10.4% | 10.2% | 17,188 | 14.1% |

Intense Volatility Drove Up ETF AUM & Futures Volume



Note: 2020 numbers are un-audited

Source: Yuanta Sec., Yuanta Funds, Yuanta Futures, and Taiwan Futures Exchange

Yuanta Unsurpassably Leads TWN's Sec. Market

➤ **Unrivalled in Sec. Industry With a Wide Range of Product Lines**

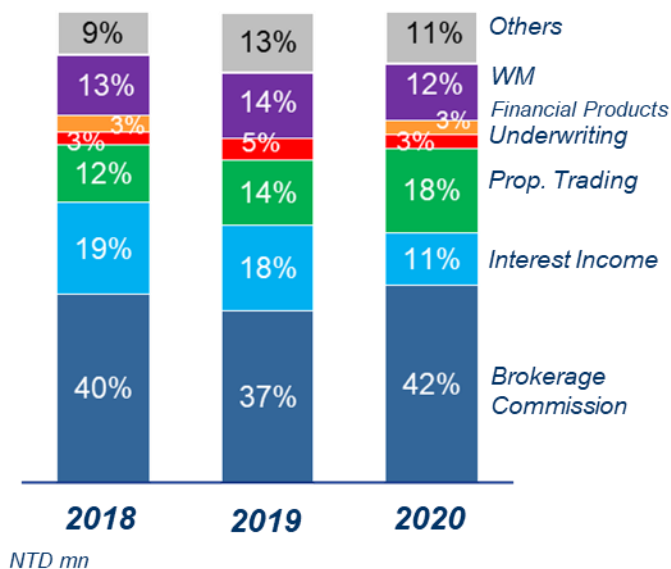
| Yuanta Sec. | Market share |
|------------------------------|--------------|
| Brokerage | 12.9% |
| Margin Financing | 19.4% |
| Online Trading | 17.0% |
| SBL | 34.0% |
| Non Purpose Lending | 57.6% |
| Market Maker in COMM Futures | 26.7% |
| Market Maker in ETF | 7.5% |
| Yuanta Futures | |
| Futures | 26.9% |
| Options | 16.3% |
| Yuanta Funds | |
| Public Funds | 15.2% |
| ETF Funds | 28.1% |

➤ **Strong Balance Sheet**

(NTD bn)



Revenue Breakdown for Pan-Sec. Businesses



| Total Net Revenue | 2018 | 2019 | 2020 |
|-------------------|--------|--------|--------|
| | 26,821 | 26,489 | 37,132 |

Note: Pan-Securities businesses include Yuanta Sec. Finance, Yuanta Futures, Yuanta Funds and Yuanta Sec. Finance.

Note: Data as of Dec. 31, 2020
Source: Yuanta Securities, Yuanta Funds, Yuanta Futures

Domestic Brokerage Business Diversified



Becoming an Asia-Pacific Regional Broker



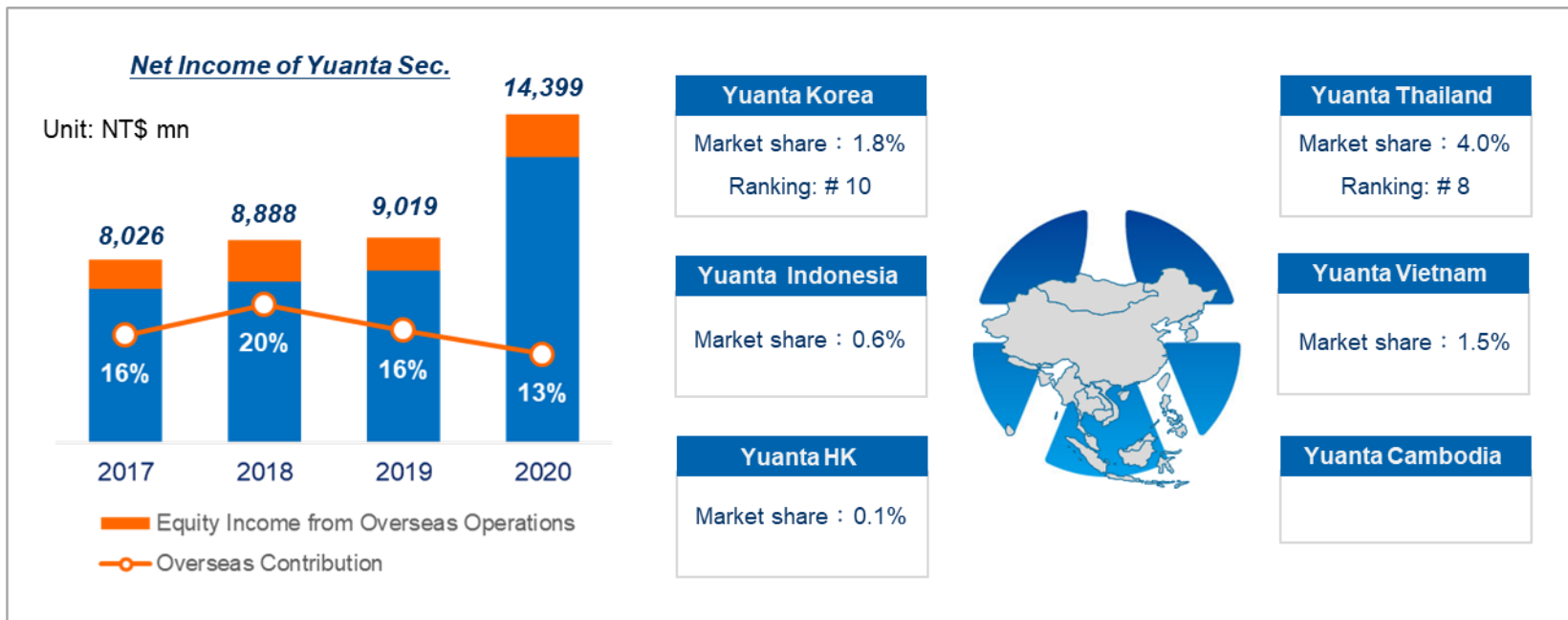
Building up Asia-Pacific Platform



Scaling up Market Position



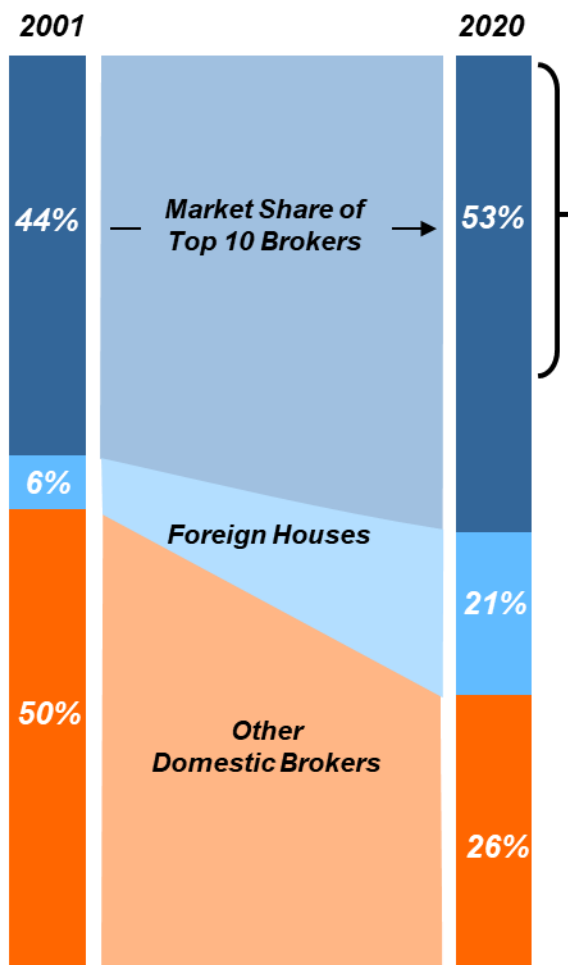
Enhancing Overseas Contribution



Note: Data as of Dec. 31, 2020 and 2020 numbers are un-audited.

Brokerage Mkt Share Boost by New Retail Investors

Change in Brokerage Market Share

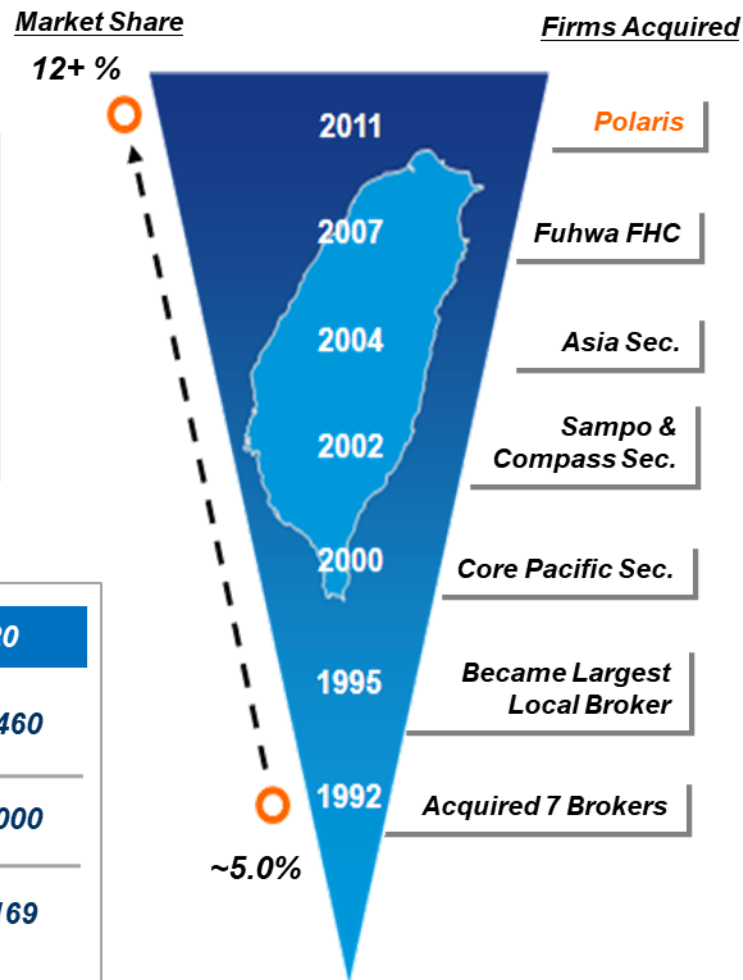


| | 2019 | 2020 |
|---------------|--------------|--------------|
| Yuanta | 12.1% | 12.9% |
| KGI | 8.2% | 8.9% |
| Fubon | 5.4% | 5.6% |
| SinoPac | 4.6% | 4.6% |
| Capital | 4.0% | 4.0% |

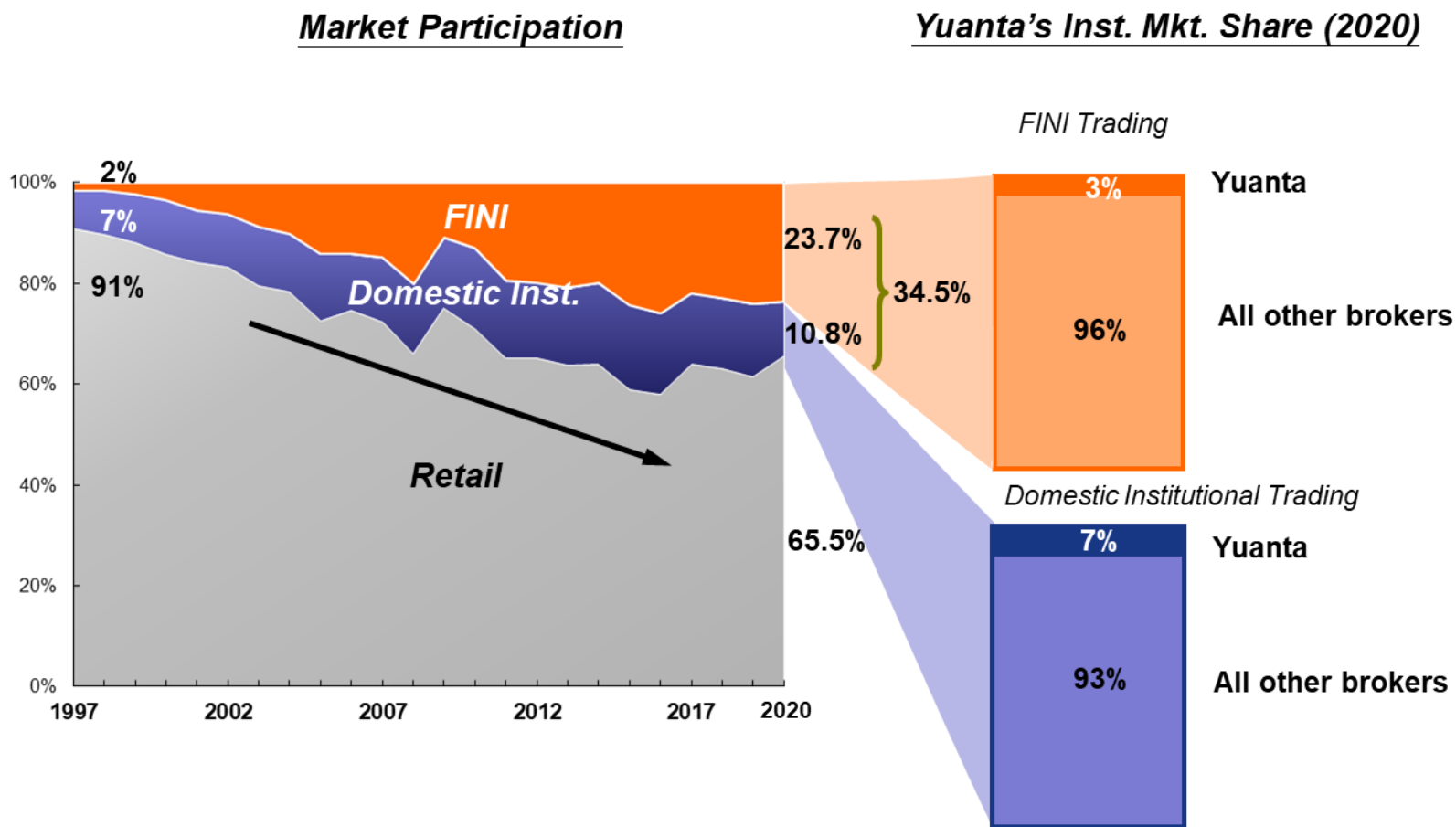
Yuanta Securities

| | 2019 | 2020 |
|---|---------|---------|
| New Accounts Opened (monthly avg.) | 6,000 | 19,460 |
| Active Accounts | 790,000 | 960,000 |
| Big Punters (monthly transactions over NTD 50 mn) | 2,221 | 4,169 |

Yuanta's Rise to Dominance



Retail Participation Has Bottomed Out Since 2016

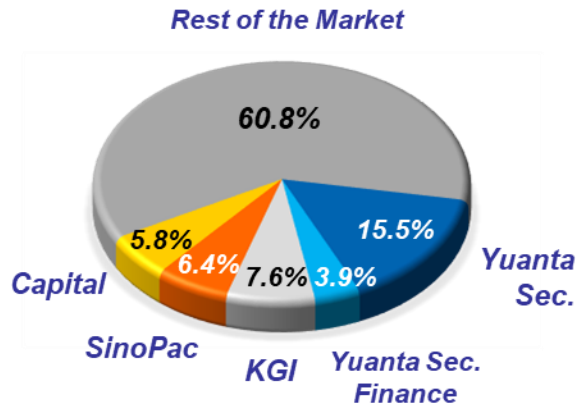


Note: Calculated using TAIEX plus OTC trading volume

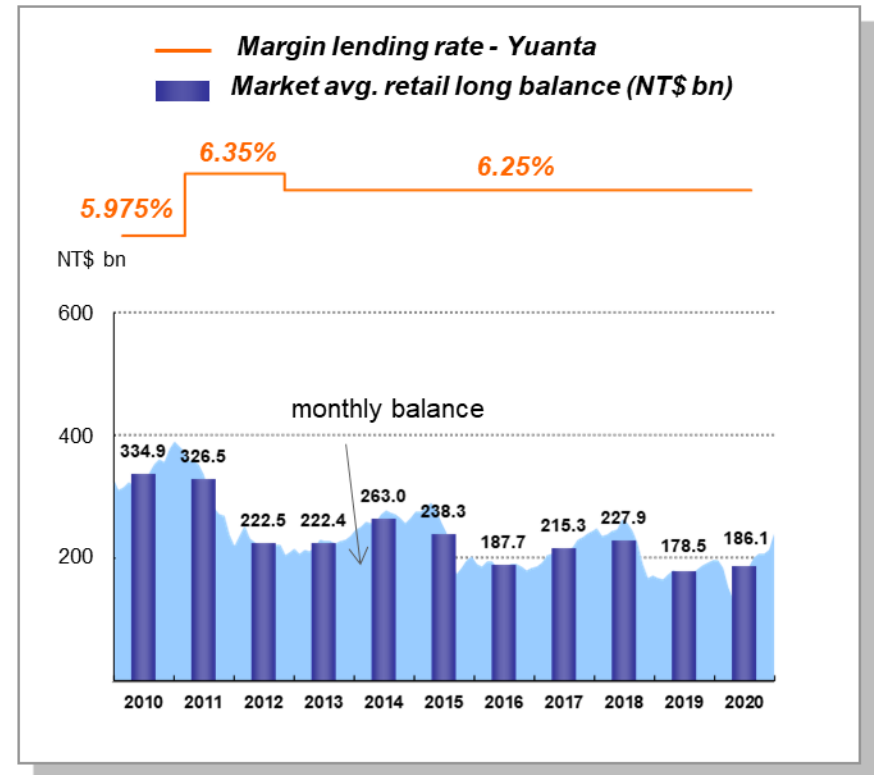
Source: Securities and Futures Bureau (Taiwan) ; Yuanta Securities

Dominant Leader in Margin Financing

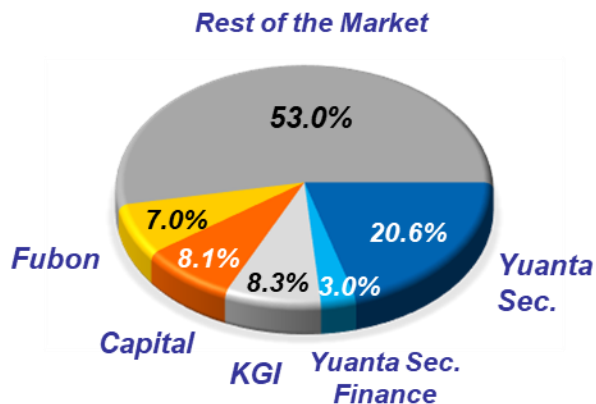
Long Margin Market Share (2020)



Long Margin Trends



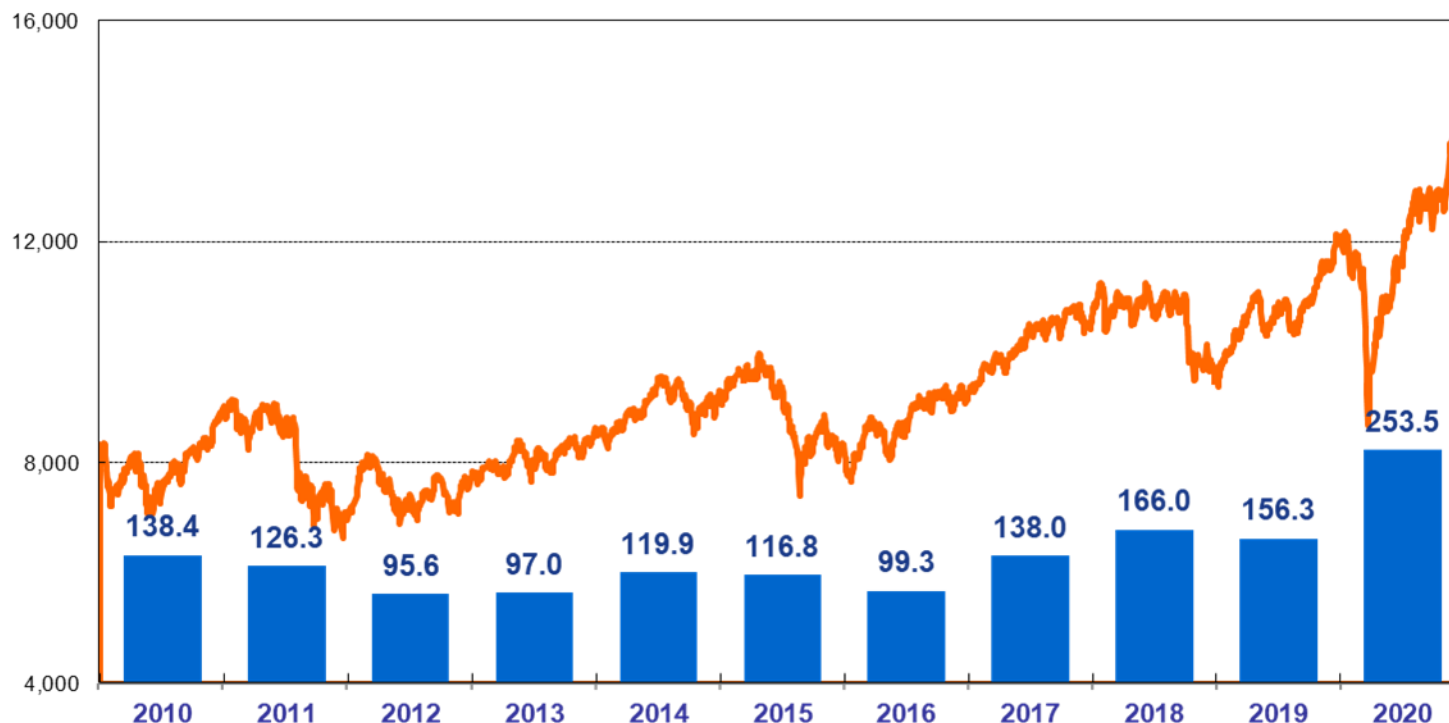
Short Margin Market Share (2020)



Source: Taiwan Stock Exchange; Taipei Exchange

Taiwan Historical Index and Trading Value

Securities Average Daily Turnover Value (NT\$ bn)



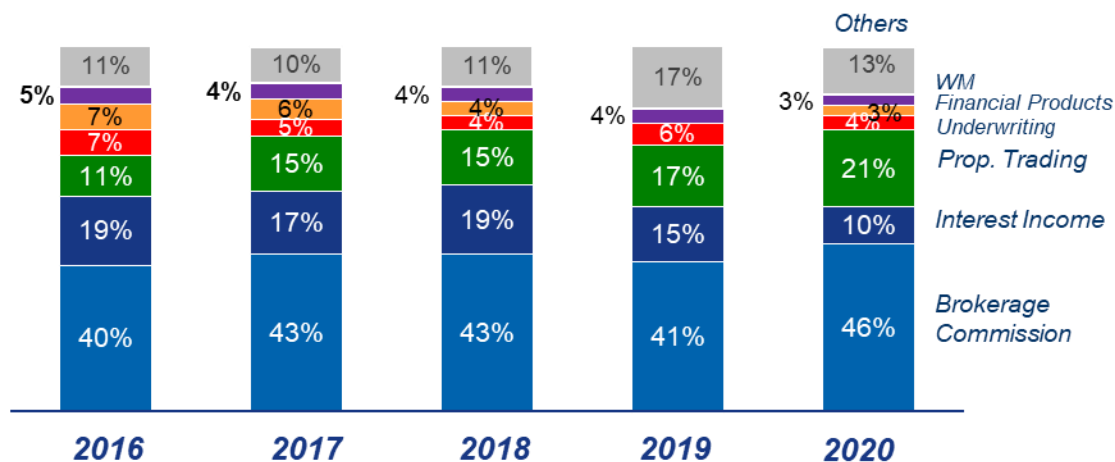
Source: Taiwan Stock Exchange; Taipei Exchange

Securities Revenue Sources Diversified

Notes:

- 1) Excluding NT\$ 1.9bn (before tax) in disposal gains on Yuanta FHC headquarters from 2016 revenue, given that it was related party transactions and Yuanta FHC did not recognize the gains.
- 2) NT\$ 880mn in capital gains (before tax) from TC Bank's merger with Yuanta FHC in March 2016 are excluded from 2016 revenue.
- 3) Yuanta Sec. Finance has become a subsidiary of Yuanta Securities from Yuanta Financial Holdings since March 26, 2019. Yuanta Securities totally recognized NT\$ 436mn of earnings under equity method investment for Yuanta Sec. Finance in 2019.
- 4) 4Q20 numbers are un-audited

Yuanta Securities' Revenue Breakdown





| NT\$ mn | 2019 | 2020 | YoY | 4Q19 | 3Q20 | 4Q20 | QoQ | YoY |
|--------------------------|---------------|---------------|------------|--------------|--------------|--------------|-----------|------------|
| Brokerage Commission | 8,531 | 14,109 | 65% | 2,434 | 4,122 | 4,031 | -2% | 66% |
| Interest Income | 3,166 | 2,966 | -6% | 884 | 767 | 770 | 0% | -13% |
| Prop. Trading | 3,667 | 6,572 | 79% | 485 | 1,620 | 2,373 | 46% | 389% |
| Underwriting | 1,232 | 1,168 | -5% | 270 | 309 | 207 | -33% | -23% |
| Financial Products | (28) | 977 | -3562% | 113 | 359 | 259 | -28% | 130% |
| WM Fee Income | 755 | 878 | 16% | 177 | 204 | 159 | -22% | -10% |
| Others | 3,470 | 3,984 | 15% | 1,043 | 1,512 | 1,141 | -25% | 9% |
| Total Net Revenue | 20,794 | 30,653 | 47% | 5,406 | 8,893 | 8,939 | 1% | 65% |

Key Role in Branding & Production

Comprehensive Product Line

Best Asset Mgmt Company in Taiwan
The Leading ETF Issuer in Asia

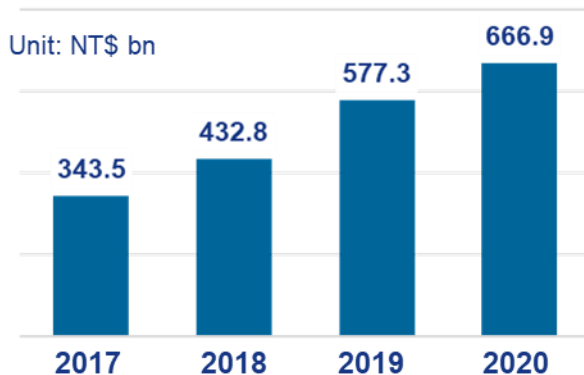




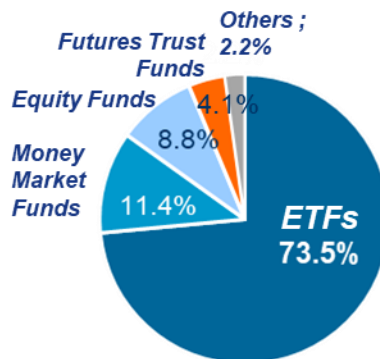
- Domestic Equity Funds
- Int'l Equity Funds
- Balanced Funds
- Fund of Funds
- Fixed-income Funds
- Index Funds
- Futures Trust Funds
- Discretionary Mandate

- Money Market Funds
- ETFs
- REITs Funds
- Int'l Multi-asset Funds
- Futures-based Funds
- Feeder Funds
- Private Equity Funds

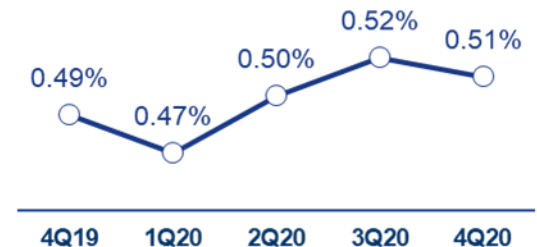
AUM of Public Funds



4Q20 Public Funds Structure



Avg. Yield Trend

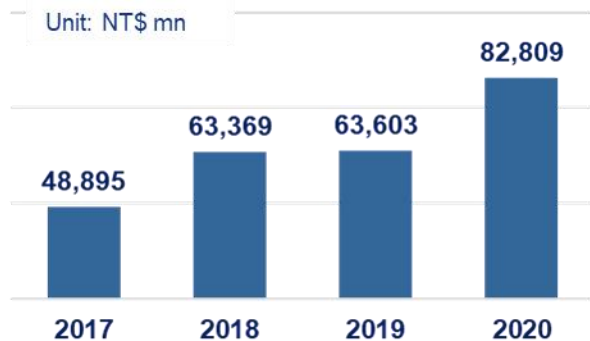


Source: Yuanta Funds

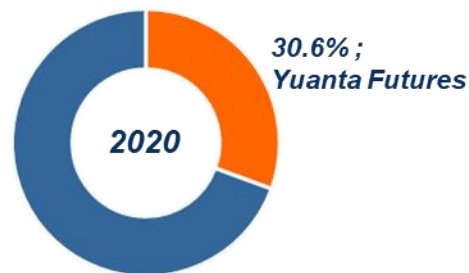
Link from Equities to Futures ; Taiwan to World



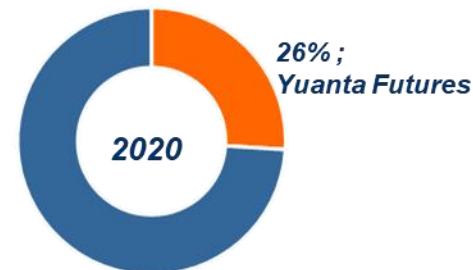
Margin Deposits (standalone)



Margin Deposits Market Share



Int'l Futures Market Share



Business Review

Yuanta Bank

Leverage Up for Profit Enhancement



Top Priority

Asset Quality

Reasonable Loan Growth

- Driven by collateralized loans
- Intl' syndicated loans with selective markets

Fees

- Leading bank for domestic syndicated loans
- Wealth Management

Financial Assets

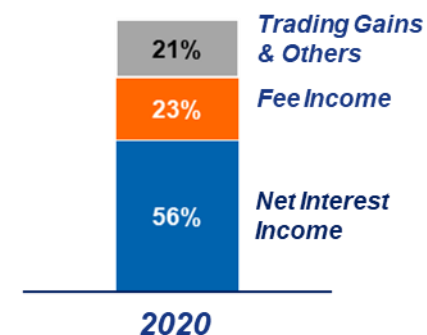
- In investment grades

Financial Overview

Financial Snapshot – Yuanta Bank

| NT\$ mn | 2019 | 2020 | YoY | 4Q19 | 3Q20 | 4Q20 | QoQ | YoY |
|----------------------------|----------|---------|------|---------|---------|---------|-------|-------|
| Net interest income | 12,999 | 12,172 | -6% | 3,265 | 2,958 | 3,012 | 2% | -8% |
| Fee income | 5,672 | 4,867 | -14% | 1,320 | 1,245 | 1,124 | -10% | -15% |
| Trading gains & others | 4,444 | 4,546 | 2% | 833 | 1,497 | 756 | -49% | -9% |
| ECB FX gains or losses | (150) | (361) | 141% | (229) | (121) | (138) | 14% | -40% |
| Goodwill impairment losses | | (1,349) | N/A | | | (1,349) | N/A | N/A |
| Operating income | 22,965 | 19,875 | -13% | 5,189 | 5,579 | 3,405 | -39% | -34% |
| Operating expenses | (10,406) | (9,937) | -5% | (2,437) | (2,624) | (2,420) | -8% | -1% |
| Pre-provision profit | 12,559 | 9,938 | -21% | 2,752 | 2,955 | 985 | -67% | -64% |
| Net provision | (1,063) | (1,919) | 81% | (529) | (136) | (949) | 598% | 79% |
| Income before tax | 11,496 | 8,019 | -30% | 2,223 | 2,819 | 36 | -99% | -98% |
| Net income | 10,046 | 6,898 | -31% | 1,814 | 2,490 | (107) | -104% | -106% |
| EPS | 1.36 | 0.93 | -32% | 0.25 | 0.34 | (0.02) | -106% | -108% |
| ROA (YTD annualized) | 0.77% | 0.50% | -35% | 0.77% | 0.68% | 0.50% | | |
| ROE (YTD annualized) | 8.5% | 5.6% | -34% | 8.5% | 7.6% | 5.6% | | |

Revenue Breakdown



* NT\$ 361mn of FX losses and NT\$ 1.35bn of goodwill impairment losses were excluded from 2020 revenue breakdown

Capital Adequacy

| | 2018 | 2019 | 2020 |
|--------|--------|--------|--------|
| CET1 | 11.91% | 12.50% | 13.99% |
| Tier I | 12.52% | 13.12% | 14.72% |
| BIS | 15.39% | 15.57% | 16.98% |

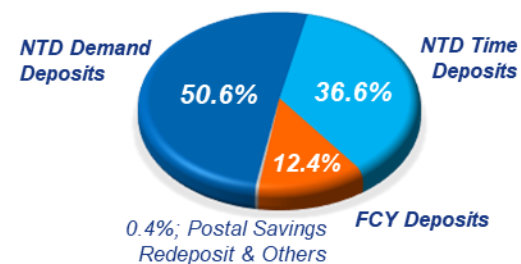
Note:

- 1) Yuanta Bank has US\$ 224mn in assets which have not yet been converted to NTD after 70% of TCB's ECBs were converted into TC Bank common shares in June 2016 and it posted NT\$ 150mn and NT\$ 361mn of FX losses in 2019 and 2020 respectively on TCB's USD CB.
- 2) Yuanta Bank recognized NT\$ 950mn and NT\$ 398mn of goodwill impairment losses on the OBU business and its Korean subsidiary respectively in December 2020. Excluding a total of NT\$ 13.5bn of the goodwill impairment losses, its ROE for 2020 was at 6.7%.
- 3) 4Q20 numbers are un-audited.

Loan and Deposit Breakdown

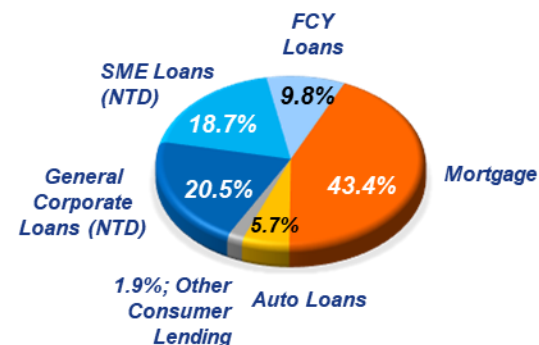
Deposit Breakdown

| NT\$ mn | 4Q19 | 3Q20 | 4Q20 | QoQ | YoY |
|-----------------------------------|------------------|------------------|------------------|-----------|------------|
| NTD Demand Deposits | 492,352 | 589,535 | 628,213 | 7% | 28% |
| NTD Time Deposits | 471,743 | 456,854 | 453,876 | -1% | -4% |
| Postal Savings Redeposit & Others | 5,107 | 5,107 | 5,107 | 0% | 0% |
| Subtotal | 969,202 | 1,051,496 | 1,087,196 | 3% | 12% |
| Foreign Currency Deposits | 163,786 | 156,147 | 154,516 | -1% | -6% |
| Total | 1,132,988 | 1,207,643 | 1,241,712 | 3% | 10% |



Loan Breakdown

| NT\$ mn | 4Q19 | 3Q20 | 4Q20 | QoQ | YoY |
|--------------------------|----------------|----------------|----------------|------------|------------|
| Corporate Banking | 392,483 | 383,621 | 378,563 | -1% | -4% |
| General Corporate Loans | 153,556 | 154,135 | 158,143 | 3% | 3% |
| SME Loans | 140,509 | 144,213 | 144,464 | 0% | 3% |
| Foreign Currency Loans | 97,059 | 84,606 | 75,320 | -11% | -22% |
| Non-Accrual Loans | 1,359 | 667 | 636 | -5% | -53% |
| Consumer Banking | 357,566 | 380,729 | 393,589 | 3% | 10% |
| Mortgage Loans | 308,984 | 326,751 | 335,075 | 3% | 8% |
| Auto Loans | 36,950 | 39,966 | 44,327 | 11% | 20% |
| Unsecured Personal Loans | 9,684 | 10,880 | 11,097 | 2% | 15% |
| Others | 1,515 | 2,839 | 2,892 | 2% | 91% |
| Non-Accrual Loans | 433 | 293 | 198 | -32% | -54% |
| Total | 750,049 | 764,350 | 772,152 | 1% | 3% |



Note:

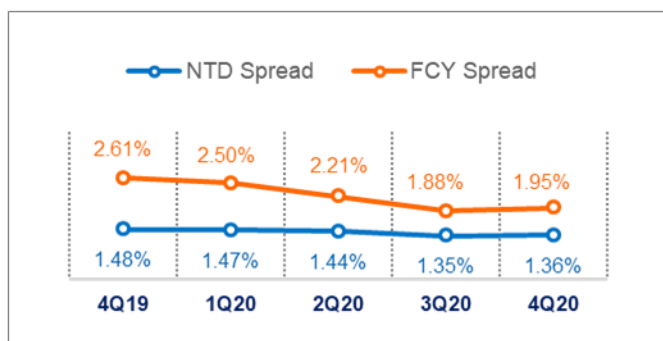
1) 4Q20 numbers are un-audited

NIM and Spread

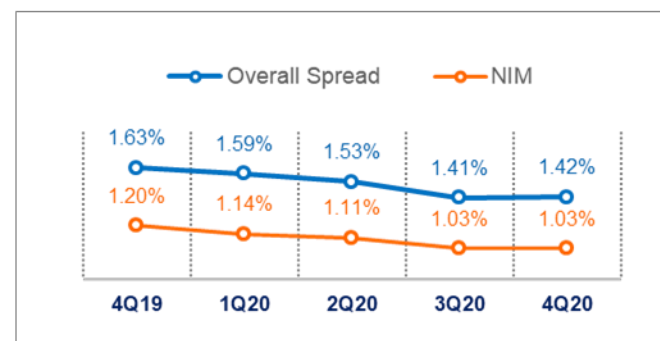
Interest Income Breakdown

| NT\$ mn | 2019 | 2020 | YoY | 4Q19 | 3Q20 | 4Q20 | QoQ | YoY |
|--|---------|---------|------|---------|---------|---------|------|------|
| Interest Income | 21,904 | 18,278 | -17% | 5,353 | 4,308 | 4,230 | -2% | -21% |
| Loan interest | 17,577 | 14,713 | -16% | 4,330 | 3,461 | 3,377 | -2% | -22% |
| Interest income from marketable securities | 3,817 | 3,218 | -16% | 898 | 767 | 773 | 1% | -14% |
| Other interest | 510 | 347 | -32% | 125 | 80 | 80 | 0% | -36% |
| Interest Expenses | (8,905) | (6,106) | -31% | (2,088) | (1,350) | (1,218) | -10% | -42% |
| Net Interest Income | 12,999 | 12,172 | -6% | 3,265 | 2,958 | 3,012 | 2% | -8% |
| Loan to Deposit Ratio | 66.2% | 62.2% | -6% | 66.2% | 63.3% | 62.2% | -2% | -6% |

NTD Spread & FCY Spread



NIM and Overall Spread



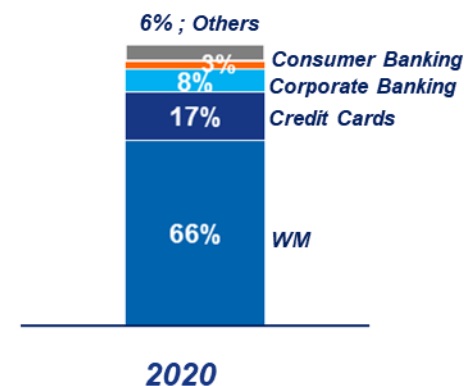
Note:

1) 4Q20 numbers are un-audited

Fee Income Breakdown

Fee Income Breakdown

| NT\$ mn | 2019 | 2020 | YoY | 4Q19 | 3Q20 | 4Q20 | QoQ | YoY |
|-------------------|---------|---------|------|-------|-------|-------|------|------|
| Fee Income | 7,329 | 6,176 | -16% | 1,700 | 1,595 | 1,438 | -10% | -15% |
| Wealth Management | 4,503 | 4,060 | -10% | 1,067 | 1,058 | 956 | -10% | -10% |
| Credit Cards | 1,519 | 1,090 | -28% | 353 | 292 | 236 | -19% | -33% |
| Corporate Banking | 745 | 499 | -33% | 136 | 107 | 108 | 1% | -21% |
| Consumer Banking | 176 | 178 | 1% | 49 | 46 | 51 | 11% | 4% |
| Others | 386 | 349 | -10% | 95 | 92 | 87 | -5% | -8% |
| Fee Expenses | (1,657) | (1,309) | -21% | (380) | (350) | (314) | -10% | -17% |
| Net Fee Income | 5,672 | 4,867 | -14% | 1,320 | 1,245 | 1,124 | -10% | -15% |



WM Fee Breakdown

| NT\$ mn | 2019 | 2020 | YoY | 4Q19 | 3Q20 | 4Q20 | QoQ | YoY |
|---------------------|-------|-------|------|-------|-------|------|------|------|
| Mutual Funds | 1,116 | 1,565 | 40% | 274 | 461 | 388 | -16% | 42% |
| Bancassurance | 1,609 | 1,175 | -27% | 365 | 288 | 203 | -30% | -44% |
| Trust | 853 | 842 | -1% | 208 | 200 | 246 | 23% | 18% |
| Structured & Others | 925 | 478 | -48% | 220 | 109 | 119 | 9% | -46% |
| WM fee Income | 4,503 | 4,060 | -10% | 1,067 | 1,058 | 956 | -10% | -10% |



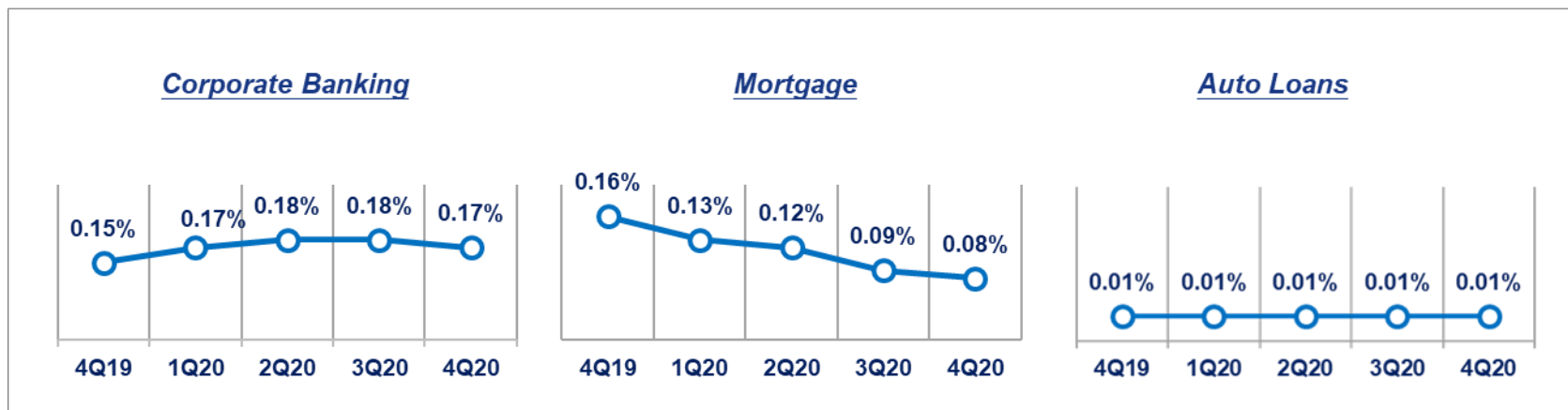
Note:

1) 4Q20 numbers are un-audited

Asset Quality

| NT\$ mn | 2019 | 2020 | YoY | 4Q19 | 3Q20 | 4Q20 | QoQ | YoY |
|-----------------------|---------|---------|------|---------|---------|---------|------|------|
| Net Provisions | 1,063 | 1,918 | 80% | 529 | 136 | 949 | 598% | 79% |
| NPL | 1,107 | 943 | -15% | 1,107 | 997 | 943 | -5% | -15% |
| Loan Loss Reserves | 12,414 | 11,620 | -6% | 12,414 | 11,701 | 11,620 | -1% | -6% |
| NPL Ratio | 0.15% | 0.12% | -20% | 0.15% | 0.13% | 0.12% | -8% | -20% |
| NPL Coverage Ratio | 1121.7% | 1232.5% | 10% | 1121.7% | 1174.2% | 1232.5% | 5% | 10% |
| Reserve to Loan Ratio | 1.66% | 1.50% | -10% | 1.66% | 1.53% | 1.50% | -2% | -10% |

NPL Ratio by Major Business



Note:

1) 4Q20 numbers are un-audited

Appendix

Balance Sheet of Yuanta FHC & Major Subsidiaries

Data as of Dec. 31, 2020

| NT\$ mn | Yuanta Sec. (Standalone) | Yuanta Bank (Standalone) | Yuanta Life | Yuanta FHC (Standalone) | Yuanta FHC (Consolidated) |
|------------------------------------|-----------------------------|-----------------------------|----------------|----------------------------|------------------------------|
| Cash and due from banks | 44,094 | 70,989 | 7,287 | 882 | 131,871 |
| Financial assets at FVTPL | 114,883 | 166,389 | 52,773 | 0 | 586,648 |
| Financial assets at FVOCI | 68,827 | 152,216 | 36,555 | 28 | 278,391 |
| Financial assets at AC | 0 | 218,123 | 209,476 | 0 | 430,350 |
| Bills and bonds sold under RS | 801 | 2,099 | 3,615 | 893 | 58,336 |
| Loans (net) | 0 | 760,529 | 7,078 | 0 | 793,805 |
| A/R (net) | 122,958 | 18,441 | 2,921 | 1,230 | 244,075 |
| LT investments under equity method | 46,561 | 4,459 | 0 | 283,825 | 2,755 |
| Other assets | 56,573 | 41,036 | 24,085 | 651 | 233,973 |
| Total assets | 454,697 | 1,434,281 | 343,790 | 287,509 | 2,760,204 |
| Financial liabilities at FVTPL | 99,686 | 3,014 | 471 | 0 | 163,457 |
| Bills and bonds sold under RP | 97,647 | 0 | 0 | 0 | 216,621 |
| A/P (net) | 89,995 | 9,100 | 2,329 | 5,667 | 248,466 |
| Deposits and remittances | 0 | 1,236,743 | 0 | 0 | 1,211,020 |
| Bonds payable | 13,500 | 34,500 | 0 | 24,900 | 78,790 |
| Provisions | 2,789 | 1,247 | 301,962 | 37 | 313,071 |
| Other liabilities | 39,526 | 25,734 | 9,240 | 3,568 | 255,161 |
| Total liabilities | 343,143 | 1,310,338 | 314,002 | 34,172 | 2,486,586 |
| Common shares (mn) | 5,782 | 7,394 | 2,374 | 12,137 | 12,137 |
| Total shareholders' equity | 111,554 | 123,943 | 29,788 | 253,337 | 273,618 |

Note: 2020 numbers are un-audited

P&L of Yuanta FHC & Major Subsidiaries

Data as of Dec. 31, 2020

| NT\$ mn | Yuanta Sec. (Standalone) | Yuanta Bank (Standalone) | Yuanta Life | Yuanta FHC (Standalone) | Yuanta FHC (Consolidated) |
|---|-----------------------------|-----------------------------|----------------|----------------------------|------------------------------|
| Net interest income | 2,360 | 12,172 | 8,602 | (212) | 25,881 |
| Net fee income | 14,264 | 4,867 | (2,994) | 0 | 27,211 |
| Net insurance income | 0 | 0 | 35,563 | 0 | 35,509 |
| Other income | 11,464 | 2,760 | 2,035 | (83) | 26,753 |
| LT investment income | 2,588 | 76 | 0 | 25,661 | 296 |
| Total operating income | 30,676 | 19,875 | 43,206 | 25,366 | 115,650 |
| Provision for bad debt and reserve for guarantee policy | (23) | (1,919) | 0 | 0 | (2,169) |
| Net change in insurance reserve | 0 | 0 | (40,092) | 0 | (39,928) |
| Operating expenses | (14,363) | (9,937) | (1,553) | (941) | (42,786) |
| Income before tax | 16,290 | 8,019 | 1,561 | 24,425 | 30,767 |
| Net income | 14,399 | 6,898 | 1,810 | 24,107 | 25,979 |
| EPS | 2.49 | 0.93 | 1.25 | 1.99 | |
| ROE (YTD annualized) | 13.6% | 5.6% | 8.4% | 9.9% | 9.9% |

Note: 2020 numbers are un-audited

Yuanta FHC Financial Summary

(Consolidated Base)

| NT\$ mn | 2019 | 2020 | YoY | 4Q20 | 3Q19 | 4Q20 | QoQ | YoY |
|------------------------------------|------------------|------------------|------------|------------------|------------------|------------------|-------------|------------|
| Net interest income | 26,133 | 25,881 | -1% | 6,810 | 6,847 | 5,976 | -13% | -12% |
| Net fee income | 17,796 | 27,211 | 53% | 4,399 | 7,787 | 7,546 | -3% | 72% |
| Net insurance income | 40,739 | 35,509 | -13% | 14,667 | 8,273 | 12,528 | 51% | -15% |
| Other income | 22,940 | 27,049 | 18% | 4,217 | 8,909 | 6,333 | -29% | 50% |
| Total operating income | 107,608 | 115,650 | 7% | 30,093 | 31,816 | 32,383 | 2% | 8% |
| Provision for bad debt | (1,353) | (2,169) | 60% | (821) | (213) | (831) | 290% | 1% |
| Net change in insurance reserve | (42,444) | (39,928) | -6% | (15,452) | (9,725) | (14,619) | 50% | -5% |
| Operating expenses | (38,270) | (42,786) | 12% | (9,612) | (11,235) | (10,948) | -3% | 14% |
| Income before tax | 25,541 | 30,767 | 20% | 4,208 | 10,643 | 5,985 | -44% | 42% |
| Net income | 22,142 | 25,979 | 17% | 3,615 | 9,100 | 5,160 | -43% | 43% |
| Net Income attr. to parent company | 20,446 | 24,107 | 18% | 3,239 | 8,507 | 4,536 | -47% | 40% |
| Total assets | 2,414,319 | 2,760,204 | 14% | 2,414,319 | 2,612,345 | 2,760,204 | 6% | 14% |
| Common shares (mn) | 11,671 | 12,137 | 4% | 11,671 | 12,137 | 12,137 | 0% | 4% |
| Total shareholders' equity | 250,206 | 273,618 | 9% | 250,206 | 264,553 | 273,618 | 3% | 9% |
| Equity attr. to parent company | 232,201 | 253,337 | 9% | 232,201 | 246,615 | 253,337 | 3% | 9% |
| BVPS | 19.90 | 20.87 | 5% | 19.90 | 20.32 | 20.87 | 3% | 5% |

Note: 4Q20 numbers are un-audited

Yuanta Sec. Financial Summary

(Consolidated Base)

| NT\$ mn | 2019 | 2020 | YoY | 4Q19 | 3Q20 | 4Q20 | QoQ | YoY |
|------------------------------------|----------------|----------------|------------|----------------|----------------|----------------|------------|------------|
| Net fee income | 15,400 | 24,632 | 60% | 4,109 | 7,081 | 6,816 | -4% | 66% |
| Net interest income | 7,038 | 7,563 | 7% | 1,908 | 2,036 | 2,136 | 5% | 12% |
| Net investment income | 6,301 | 9,189 | 46% | 1,284 | 2,775 | 3,484 | 26% | 171% |
| Other income | 5,294 | 4,595 | -13% | 1,181 | 1,228 | 854 | -30% | -28% |
| Total net revenue | 34,032 | 45,980 | 35% | 8,482 | 13,120 | 13,289 | 1% | 57% |
| Operating expenses | (22,856) | (27,596) | 21% | (5,844) | (7,269) | (7,306) | 1% | 25% |
| Income before tax | 11,176 | 18,384 | 64% | 2,638 | 5,851 | 5,983 | 2% | 127% |
| Net income | 10,013 | 15,467 | 54% | 2,427 | 4,794 | 5,162 | 8% | 113% |
| Net income attr. to parent company | 8,964 | 14,399 | 61% | 2,207 | 4,405 | 4,732 | 7% | 114% |
| EPS | 1.55 | 2.49 | 61% | 0.38 | 0.76 | 0.82 | 7% | 114% |
| ROE (YTD annualized) | 9.2% | 13.6% | 48% | 9.2% | 12.5% | 13.6% | | |
| Total assets | 738,598 | 903,935 | 22% | 738,598 | 823,820 | 903,935 | 10% | 22% |
| Common shares (mn) | 5,782 | 5,782 | 0% | 5,782 | 5,782 | 5,782 | 0% | 0% |
| Total shareholders' equity | 114,745 | 126,684 | 10% | 114,745 | 119,552 | 126,684 | 6% | 10% |
| Equity attr. to parent company | 100,522 | 111,554 | 11% | 100,522 | 105,774 | 111,554 | 5% | 11% |

Note:

- 1) 4Q20 numbers are un-audited
- 2) EPS and ROE calculations are standalone

Yuanta Bank Financial Summary

(Consolidated Base)

| NT\$ mn | 2019 | 2020 | YoY | 4Q19 | 3Q20 | 4Q20 | QoQ | YoY |
|--------------------------------|-----------|-----------|------|-----------|-----------|-----------|-------|-------|
| Net interest income | 13,467 | 12,630 | -6% | 3,382 | 3,069 | 3,133 | 2% | -7% |
| Net fee income | 5,679 | 4,870 | -14% | 1,320 | 1,247 | 1,124 | -10% | -15% |
| Other income | 4,226 | 2,786 | -34% | 586 | 1,363 | (753) | -155% | -228% |
| Total operating income | 23,372 | 20,286 | -13% | 5,288 | 5,679 | 3,504 | -38% | -34% |
| Operating expenses | (10,798) | (10,294) | -5% | (2,539) | (2,710) | (2,519) | -7% | -1% |
| Pre-provision operating income | 12,574 | 9,992 | -21% | 2,749 | 2,969 | 985 | -67% | -64% |
| Net provision | (1,067) | (1,959) | 84% | (528) | (142) | (952) | 570% | 80% |
| Net income before tax | 11,507 | 8,033 | -30% | 2,221 | 2,827 | 33 | -99% | -99% |
| Net income | 10,046 | 6,898 | -31% | 1,814 | 2,490 | (107) | -104% | -106% |
| Total assets | 1,339,682 | 1,444,367 | 8% | 1,339,682 | 1,410,019 | 1,444,367 | 2% | 8% |
| Common shares (mn) | 7,394 | 7,394 | 0% | 7,394 | 7,394 | 7,394 | 0% | 0% |
| Total shareholders' equity | 121,874 | 123,943 | 2% | 121,874 | 123,666 | 123,943 | 0% | 2% |

Note:

- 1) Yuanta Bank posted NT\$ 150mn and NT\$ 361mn of FX losses in 2019 and 2020 respectively on TCB's USD CB.
- 2) Yuanta Bank recognized NT\$ 950mn and NT\$ 398mn of goodwill impairment losses on the OBU business and its Korean subsidiary respectively in December 2020. Excluding a total of NT\$ 13.5bn of the goodwill impairment losses, its ROE for 2020 was at 6.7%.
- 3) 4Q20 numbers are un-audited.

Yuanta Life Financial Summary

| NT\$ mn | 2019 | 2020 | YoY | 4Q19 | 3Q20 | 4Q20 | QoQ | YoY |
|-------------------------------------|-----------------|-----------------|-------------|-----------------|-----------------|-----------------|--------------|-------------|
| First year premium | 10,449 | 8,342 | -20% | 3,262 | 2,564 | 562 | -78% | -83% |
| Renewal and other premium | 39,173 | 40,265 | 3% | 14,311 | 9,384 | 15,847 | 69% | 11% |
| Retained earned premium | 49,622 | 48,607 | -2% | 17,572 | 11,948 | 16,409 | 37% | -7% |
| Total investment income | 7,885 | 10,591 | 34% | 1,357 | 3,721 | 2,104 | -43% | 55% |
| Other income | 589 | 446 | -24% | 163 | 125 | 282 | 125% | 73% |
| Total operating revenue | 58,095 | 59,645 | 3% | 19,092 | 15,794 | 18,795 | 19% | -2% |
| Retained claim payment | (8,754) | (12,943) | 48% | (2,859) | (3,611) | (3,833) | 6% | 34% |
| Net change in insurance liability | (42,592) | (40,092) | -6% | (15,493) | (9,766) | (14,669) | 50% | -5% |
| Other expenses | (4,644) | (3,489) | -25% | (1,333) | (846) | (684) | -19% | -49% |
| Total operating costs | (55,991) | (56,524) | 1% | (19,684) | (14,223) | (19,186) | 35% | -3% |
| General and administrative expenses | (1,541) | (1,553) | 1% | (508) | (362) | (489) | 35% | -4% |
| Other income and expenses | (3) | (6) | 121% | (2) | (2) | (2) | 19% | 19% |
| Income before tax | 561 | 1,561 | 178% | (1,102) | 1,207 | (883) | -173% | -20% |
| Net income | 910 | 1,810 | 99% | (791) | 1,273 | (628) | -149% | -21% |
| Total assets | 284,651 | 343,790 | 21% | 284,651 | 328,165 | 343,790 | 5% | 21% |
| Total liabilities | 271,433 | 314,002 | 16% | 271,433 | 298,449 | 314,002 | 5% | 16% |
| Total shareholders' equity | 13,218 | 29,788 | 125% | 13,218 | 29,716 | 29,788 | 0% | 125% |

Note: 4Q20 numbers are un-audited

Yuanta Life Investment Portfolio

| NT\$ mn | 4Q19 | | 3Q20 | | 4Q20 | | QoQ | YoY |
|------------------------------|----------------|-------------|----------------|-------------|----------------|-------------|-----------|------------|
| | Amount | % | Amount | % | Amount | % | | |
| Overseas Fixed Income | 160,925 | 60.9% | 188,284 | 60.4% | 191,254 | 58.5% | 2% | 19% |
| Overseas Equity | 271 | 0.1% | 1,474 | 0.5% | 1,423 | 0.4% | -3% | 425% |
| Domestic Fixed Income | 58,705 | 22.2% | 55,584 | 17.8% | 56,269 | 17.2% | 1% | -4% |
| Domestic Equity | 21,912 | 8.3% | 27,960 | 9.0% | 24,299 | 7.4% | -13% | 11% |
| Loans | 6,786 | 2.6% | 6,969 | 2.2% | 7,078 | 2.2% | 2% | 4% |
| Real Estate | | 0.0% | 10,937 | 3.5% | 11,489 | 3.5% | 5% | N/A |
| Others | 240 | 0.1% | 273 | 0.1% | 301 | 0.1% | 10% | 25% |
| Deposits and Cash Equivalent | 15,525 | 5.9% | 20,305 | 6.5% | 35,047 | 10.7% | 73% | 126% |
| Total | 264,364 | 100% | 311,786 | 100% | 327,160 | 100% | 5% | 24% |
| RBC Ratio | 300.5% | | N/A | | 591.4% | | | |

Note: 4Q20 numbers are un-audited