

September 26, 2018

**Yuanta FHC announces the cash subscription of common stock issued by Yuanta Life Insurance**

- 1.Name and nature of the subject matter (if preferred shares, the terms and conditions of issuance shall also be indicated, e.g. dividend yield):Yuanta Life Insurance's common stock
- 2.Date of occurrence of the event:2018/09/26
- 3.Volume, unit price, and total monetary amount of the transaction:  
Volume:100,000,000 shares  
Unit price:NTD10 per share  
Total amount:NTD1,000,000,000
- 4.Counterpart to the trade and its relationship to the Company (if the trading counterpart is a natural person and furthermore is not an actual related party of the Company, the name of the trading counterpart is not required to be disclosed):  
Counterpart:Yuanta Life Insurance Co., Ltd.  
Relationship:Yuanta Life Insurance is a wholly-owned subsidiary of YFH.
- 5.Where the counterpart to the trade is an actual related party, a public announcement shall also be made of the reason for choosing the related party as trading counterpart and the identity of the previous owner (including its relationship with the company and the trading counterpart), price of transfer, and date of acquisition: N/A
- 6.Where a person who owned the property within the past five years has been an actual related person of the company, a public announcement shall also include the dates and prices of acquisition and disposal by the related person and the person's relationship to the company at those times: N/A
- 7.Matters related to the creditor's rights currently being disposed of (including types of collateral of the disposed creditor's rights; if the creditor's rights are creditor's rights toward a related person, the name of the related person and the book amount of the creditor's rights toward such related person currently being disposed of must also be announced): N/A
- 8.Anticipated profit or loss from the disposal (not applicable in cases of acquisition of securities) (where originally deferred, the status or recognition shall be stated and explained):N/A

9. Terms of delivery or payment (including payment period and monetary amount), restrictive covenants in the contract, and other important stipulations:  
Upon the approval by the competent authority, the Board of Directors of Yuanta Life Insurance will determine the record date for the cash subscription.  
YFH will make the cash injection on the record date.
10. The manner in which the current transaction was decided, the reference basis for the decision on price, and the decision-making department:  
The manner: The cash subscription of common stock of Yuanta Life Insurance  
The reference basis :Based on the issue price  
The decision making department: Audit Committee and Board of Directors
11. Current cumulative volume, amount, and shareholding percentage of holdings of the security being traded (including the current trade) and status of any restriction of rights (e.g. pledges):  
Cumulative volume: 962,404,531 shares  
Cumulative amount: NTD9,624,045,310  
Shareholding percentage: 100%  
Restriction of rights: N/A
12. Current ratio of long or short term securities investment (including the current trade) to the total assets and shareholder's equity as shown in the most recent financial statement and the operating capital as shown in the most recent financial statement:  
Ratio to the total assets: 95.72%  
Ratio to the shareholder's equity: 114.74%  
The operating capital: N/A
13. Broker and broker's fee: N/A
14. Concrete purpose or use of the acquisition or disposal: To strength Yuanta Life Insurance's operating capital and further enhance its financial structure and improve its capital adequacy ratio
15. Net worth per share of the underlying securities acquired or disposed of: NTD13.09 per share
16. Do the directors have any objection to the present transaction?: No
17. Has the CPA issued an opinion on the unreasonableness of the price of the current transaction?: N/A
18. Any other matters that need to be specified: N/A