

YUANTA CORE PACIFIC FUTURES CO., LTD
NON-CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31, 2006 AND 2005
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS)

	December 31	
	2006	2005
<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>		
Net income	\$ 221,529	\$ 195,326
Adjustments to reconcile net income to net cash provided by operating activities		
Provision for decline in market value of trading securities	(142)	38
Depreciation (including assets for lease and idle assets)	20,856	21,284
Amortization	8,500	12,568
Provision (reserve) for decline - short -term investments		
(Gain) loss on long-term equity investments accounted for under the equity method	3,903	4,902
Provision for trading loss (gain) reserve	7,569	1,028
Provision for defaults loss reserve	15,301	17,312
The amount of write-off reserve for breach of contract losses		
Loss on disposal of fixed assets	-	69
Provision for bad debts loss reverse		
Changes in assets and liabilities:		
Customer guarantee deposits	1,039,522	1,473,757
Futures trading margin receivables	(107,180)	(26,827)
Accounts receivable	-	66
Accounts receivable- related parties	231	(93)
Prepayments	19	198
Other receivables	(2,014)	4,598
Other current assets - current	(1,565)	(466)
Other current assets - noncurrent	1	(1)
Deferred income tax liabilities - noncurrent	(3,834)	(4,540)
Financial liabilities at fair value through profit or loss-current	253	588
Equities of futures traders	(1,045,214)	(1,467,615)
Notes payable	705	(4,848)
Accounts payable	(7,471)	4,028
Accounts payable - related parties	(7,674)	(4,667)
Collections for third parties	(79)	(1,737)
Other payables	17,692	(2,867)
Accrued pension liabilities	34	(890)
Net cash provided by operating activities	<u>160,942</u>	<u>221,211</u>

YUANTA CORE PACIFIC FUTURES CO., LTD
NON-CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31, 2006 AND 2005
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS)

	December 31	
	2006	2005
<u>CASH FLOWS FROM INVESTING ACTIVITIES:</u>		
Financial liabilities at fair value through profit or loss-current	(\$ 7,000)	(\$ 7,000)
Purchases of fixed assets	(1,069)	(1,628)
Proceeds from disposal of fixed assets	-	464
Increase in exchange clearing deposits	6,000	9,000
Decrease in deposits-out	1,000	36
Increase in deferred assets	(2,044)	(7,704)
Net cash (used in) provided by investing activities	(3,113)	(6,832)
 <u>CASH FLOWS FROM FINANCING ACTIVITIES:</u>		
Capital increase through cash injection	-	140,000
Cash dividends	(134,000)	(128,370)
Remunerations to directors, supervisors and employees	(2,804)	(2,857)
Net cash used in financing activities	(136,804)	8,773
Net (decrease) increase in cash	21,025	223,152
Cash and cash equivalents - beginning balance	820,786	597,634
Cash and cash equivalents - ending balance	\$ 841,811	\$ 820,786
 <u>Supplemental disclosure of cash flow information:</u>		
Cash paid for interest	\$ 17,289	\$ 7,730
Cash paid for income tax	\$ 71,114	\$ 68,018