

YUANTA FUTURES CO., LTD
NON-CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31, 2009 AND 2008
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS)

	December 31	
	2009	2008
<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>		
Net income	\$ 363,191	\$ 608,727
Adjustments to reconcile net income to net cash provided by operating activities:		
Loss (gain) on valuation of open-end fund and money - market instruments	(39)	530
Depreciation	15,846	8,247
Amortization	11,101	6,267
Loss on disposal of fixed assets	-	110
Loss on long-term equity investments accounted for under the equity method	-	8,376
Provision for trading loss	9,479	77,037
Provision for defaults loss	21,617	21,871
Changes in Assets/Liabilities:		
Financial assets at fair value through profit or loss - current	281,467 (192,651)
Customer guarantee deposits	205,614 (3,640,244)
Accounts receivable - for third parties	393	818
Accounts receivable - related parties	(1,097) (9)
Prepayments	(1,196) (186)
Other receivables - for third parties	(3,244)	2,876
Other receivables - related parties	4,821 (4,975)
Other current assets	(48) (42)
Deferred income tax assets - non current	580 (8,147)
Financial liabilities at fair value through profit or loss - current	1,777	1,020
Equities of futures traders	(287,322)	3,634,237
Accounts payable - for third parties	(11,932)	19,385
Accounts payable - related parties	(8,590)	5,675
Advance receipts	1	11
Collections on behalf of third parties	(27) (590)
Other payables - for third parties	(143,094)	109,394
Other payables - related parties	(47,980)	123,515
Accrued pension liability	(17)	1,025
Net cash provided by operating activities	<u>411,301</u>	<u>782,277</u>

(Continued)

YUANTA FUTURES CO., LTD
NON-CONSOLIDATED STATEMENTS OF CASH FLOWS (CONTINUED)
FOR THE YEARS ENDED DECEMBER 31, 2009 AND 2008
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS)

	December 31	
	2009	2008
<u>CASH FLOWS FROM INVESTING ACTIVITIES:</u>		
Proceeds from disposal (acquisition) of available-for-sale financial assets	\$ 21	(\$ 185,124)
Acquisition of fixed assets	(29,278)	(23,893)
Proceeds from disposal of fixed assets	-	370
(Increase) decrease in exchange clearing deposits	(5,000)	7,000
Increase in refundable deposits	(2,462)	(1,271)
Increase in deferred assets	(45,094)	(5,680)
Increase in business security deposits	-	(25,000)
Proceeds from disposal of long-term investments	91,624	65,938
Net cash provided (used in) by investing activities	9,811	(167,660)
<u>CASH FLOWS FROM FINANCING ACTIVITIES:</u>		
Capital reduction	-	(365,211)
Cash dividends	(426,109)	(217,631)
Remunerations to directors, supervisors and employees	-	(3,314)
Net cash used in financing activities	(426,109)	(586,156)
Net decrease in cash and cash equivalents	(4,997)	28,461
Cash and cash equivalents - beginning of the year	1,624,397	1,595,936
Cash and cash equivalents - end of the year	\$ 1,619,400	\$ 1,624,397
<u>SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION:</u>		
Interest paid	\$ 6,542	\$ 14,565
Income tax paid	\$ 141,255	\$ 73,408
Acquisition of fixed assets	\$ 63,844	\$ 23,893
Less: Ending balance of capital lease payables	(\$ 34,566)	-
Cash paid	\$ 29,278	\$ 23,893
<u>NON-CASH FINANCING ACTIVITIES:</u>		
Capital lease payables - current portion	\$ 12,115	\$ -