

Minutes of the 2016 Annual General Meeting of Yuanta Futures Co., Ltd.

Meeting time: 9:00am on May 18 (Wednesday), 2016

Meeting place: 13F, No.27, Sec. 1, Anhe Rd., Da'an Dist., Taipei City, (The Chinese National Futures Association Business Center)

Shareholding of the attending shareholders: 182,082,242 shares of the attending shareholders and by proxy (of which 162,529,534 votes were exercised electronically and were deemed present), representing 78.39% of the total issuance of 232,276,288 shares.

Chairman: Mr. Lin, Tien-Fu
Lien-Tang

Clerk: Shen,

Attendees: Chairman Lin, Tien-Fu, Director and President Chou, Hsiao-Ling, Director Kung, Shao-Hsing, Director Kuo, Yu-Hung, (Convener of the Audit Committee) Independent Director Lay, Kuen-Horn, (Convener of the Remuneration Committee) Independent Director Huang, Jung-Hsien

CPA Se-Kai Lin of PwC Taiwan

Attorney Wen-peng Lin of Giant Era International Law Firm

- I. Meeting commencement: Omitted.
- II. Statement by the Chairman: Omitted
- III. Discussions

Proposal 1:

Subject: Partial amendments to the Company's "Articles of Incorporation". (The proposal was submitted by the Board of Directors)

Details: 1. The Company has the Articles of Incorporation amended as follows in accordance with the Article 235 amendment and Article 235.1 addition of the Company Act:

- (I) According to the Company Act amendment published on May 20, 2015, in response to the requirement of having employee bonus expensed, the distribution of earnings is not for employees but for shareholders only; therefore, Article 235 Paragraph 2 ~ Paragraph 4 regarding distributing bonus to employees are deleted. In addition, for minimizing the impact of the Company being unable to distribute bonuses to employees as an incentive, the Company implements Article 235.1 addition of the Company Act to prescribe the percentage or ratio of the annual net income as remuneration to employees in the Articles of Incorporation.
 - (II) In response to Article 235 amendment and Article 235.1 addition of the Company Act stated in preceding paragraph, Article 29 Paragraph 1 Clause 1 of the Company's Articles of Incorporation regarding the appropriation of bonuses to employees is amended; also, Paragraph 2 of Article 29 regarding the appropriation of remuneration to employees is added, and the remaining text is rephrased.
- 2. Please refer to Attachment I for the "Articles of Incorporation" amendment outlines and the updated text enclosed.
 - 3. The topic is ready for discussion.

Resolution: The poll results of this case are 177,715,914 voting rights in favor (of which, 160,425,080 voting rights were cast electronically), accounting for 97.60 % of the total number of voting rights of the attending shareholders; 1,749 voting rights against (of which, 1,749 voting rights were cast electronically); also, 2,102,705 electronic voting rights were waived and 0 voting rights were invalid. This case is passed according to the resolution reached by voting in the board meeting.

Proposal 2:

Subject: Partial amendments to the Company's "Regulations Governing the Acquisition or Disposal of Assets". (The proposal was submitted by the Board of Directors)

Details: 1. The Company's "Regulations Governing the Acquisition or Disposal of Assets" will be amended partially in compliance with the law and regulations and the Company's actual practice.

- 2. Please refer to Attachment II for the Company's "Regulations Governing the Acquisition or Disposal of

Assets” amendment outlines.

3. The topic is ready for discussion.

Resolution: The poll results of this case are 177,714,911 voting rights in favor (of which, 160,424,077 voting rights were cast electronically), accounting for 97.60 % of the total number of voting rights of the attending shareholders; voting rights against (of which, 2,752 voting rights were cast electronically); also, 2,102,705 electronic voting rights were waived and 0 voting rights were invalid. This case is passed according to the resolution reached by voting in the board meeting.

IV. Reporting matters

I. Presenting the Company’s 2015 Business Report. (Attachment III)

-- Acknowledged by all present shareholders.

II. The Audit Committee has the audit report for the Company’s 2015 business report, financial Statement, and Allocation of Earnings presented for approval. (Attachment IV)

-- Acknowledged by all present shareholders.

III. Presenting the Company’s 2015 Remuneration to Employees Report.

-- Acknowledged by all present shareholders.

IV. The amended “Code of Ethical Conduct” report is hereby presented by the Company. (Attachment V)

-- Acknowledged by all present shareholders.

V. Acknowledgments

Proposal 1:

Subject: The Company’s 2015 Business Reports and Financial Statements. (The proposal was submitted by the Board of Directors)

Details: (I) The Company’s 2015 financial statements and the consolidated financial statements were audited by CPA Se-Kai Lin and CPA Hsiu-Ling Li of PricewaterhouseCoopers and were resolved for acceptance on the 12th Meeting of the 9th Board of Directors (March 24, 2016). The audited financial statements and the business report were reviewed by the Audit Committee without any nonconformity identified and with a review report issued.

(II) For details on the Business report, Independent Auditor’s Report, the financial statements and consolidated financial statements, please refer to Attachments III and VI.

(III) The agenda has been proposed for acknowledgment.

Resolution: The poll results of this case are 177,717,913 voting rights in favor (of which, 160,427,079 voting rights were cast electronically), accounting for 97.60 % of the total number of voting rights of the attending shareholders; 1,749 voting rights against (of which, 1,749 voting rights were cast electronically); also, 2,100,706 electronic voting rights were waived and 0 voting rights were invalid. This case is passed according to the resolution reached by voting in the board meeting.

Proposal 2:

Subject: The Company’s 2015 Earnings Appropriation (The proposal was submitted by the Board of Directors)

Details: (I) The 2015 Earnings Appropriation proposal was in compliance with the Company Act and the Company’s Articles of Incorporation; also, it was resolved for acceptance on the 12th Meeting of the 9th Board of Directors (March 24, 2016). The annual earnings distribution proposal was reviewed by the Audit Committee without any nonconformity identified and with a review report issued.

(II) The Company’s distributable earnings of NT\$757,896,281 (same currency hereinafter) is derived from the beginning unappropriated earnings for an amount of NT\$1,526,893 net of the prior service cost transferred into retained earnings for an amount of NT\$4,404,666 and defined benefit actuarial plan gains and losses transferred into retained earnings for an amount of NT\$16,319,355, and plus the 2015 net income of NT\$777,093,409.

(III) The 2015 earnings are appropriated for legal reserve of NT\$75,789,628 and special reserve of NT\$151,579,256. The cash dividend of this year is NT\$2.28 per share and for a grand total of NT\$529,589,937. The unappropriated earnings amounted to NT\$937,460 afterwards. Please refer to Attachment VII for further details regarding the earnings appropriation.

- (IV) The 2015 earnings are applied for the distribution of cash dividends, namely NT\$2.28 per share. (It is calculated and rounded up to the dollar in accordance with 232,276,288 common stock shares issued. The total number of odd shares for less than NT\$1 is transferred to the Welfare Committee with the postage fees paid by the shareholders themselves). The Board of Directors will be authorized upon the resolution reached in the shareholders' meeting to have the ex-dividends date determined and the dividends distributed proportionally according to the latest shareholders' registry.
- (V) Should the Company buy back its shares, transfer treasury stocks to employees, encounter conversions of corporate bonds or engage in any transactions that affect the number of outstanding shares before the dividends base date, the Board of Directors shall be authorized to make the necessary changes with regards to dividends payout per shareholder.
- (VI) The agenda has been proposed for acknowledgment.

Resolution: The poll results of this case are 177,684,813 voting rights in favor (of which, 160,393,979 voting rights were cast electronically), accounting for 97.58 % of the total number of voting rights of the attending shareholders; 34,848 voting rights against (of which, 34,848 voting rights were cast electronically); also, 2,100,707 electronic voting rights were waived and 0 voting rights were invalid. This case is passed according to the resolution reached by voting in the board meeting.

VI. Motion: None.

VII. Meeting adjourned: (9:35am).

Chairman: Mr. Lin, Tien-Fu

Clerk: Shen, Lien-Tang

* The purpose of the meeting is documented in the minutes of the general shareholders' meeting. The agenda and procedures of the meeting are taped in video and audio form.

Attachment I

Yuanta Futures Co., Ltd.
Comparison Table of the “Articles of Incorporation” amendment

Amendments	Current existing clauses	Description
<p>Article 29</p> <p>The Company’s annual earnings, if any, after paying taxes, making up losses, and distributing earnings, shall be applied to have 10% legal reserve and 20% special reserve appropriated. The remaining balance thereafter plus the unappropriated earnings of prior periods after reserving part of the earnings as necessary fund for business growth shall be appropriated as shareholders’ dividends and bonus. <u>The appropriation of the legal reserve referred to in the preceding paragraph can be exempted when it is equivalent to the Company’s paid-in capital.</u></p> <p><u>The Company will appropriate an amount equivalent to 0.01% ~ 5% of the annual net income (net income before tax and before deducting the remuneration to employees), if any, net of accumulated losses as remuneration to employees as incentive to the employees and management team.</u></p> <p>The Company optimizes its dividends policy to ensure long-term financial stability while satisfying the needs for future growth, and thereby maximizing shareholders’ interests. Detailed rules are as follows:</p> <p>1. The amount distributed as dividends shall not be lower than 50% of distributable</p>	<p>Article 29</p> <p>The Company’s annual surpluses are first subject to taxation and reimbursement of losses made in previous years; the remainder is then subject to a 10% provision for legal earnings reserve, and a 20% provision for special earnings reserves. The remaining balance, plus any undistributed earnings carried from previous years, <u>shall be distributed as follows unless retained for business needs:</u></p> <p><u>1. Employees’ bonuses totaling 0.01% ~ 5%.</u></p> <p><u>2. The remaining balance to be distributed to ordinary shareholders as cash dividends.</u></p> <p>The Company optimizes its dividends policy to ensure long-term financial stability while satisfying the needs for future growth, and thereby maximizing shareholders’ interests. Detailed rules are as follows:</p> <p>1. The amount distributed as dividends shall not be lower than 50% of distributable</p>	<p>1. Paragraph 2, 3, and 4 regarding bonus to employees are deleted in response to Article 235 amendment of the “Company Act.” The distribution of dividends and bonuses is for the shareholders only. Paragraph 1 Clause 1 of this Article regarding the appropriation of bonus to employees is deleted and Paragraph 2 is adjusted and added in accordance with Ching-Shang-Tzu No. 10402413890 Letter of the Ministry of Economic Affairs dated June 11, 2015 regarding Articles of Incorporation. In addition, the clause regarding the exemption of appropriation when the legal reserve equivalent to the Company’s paid-in capital is added.</p> <p>2. Paragraph 2 of this Article is added in response to Article 235.1 addition of the Company Act. First of all, the “bonus to employee” is amended as “remuneration to employees.” Also, define a certain percentage of appropriation as remuneration to employees; however, the percentage of appropriation before and after the adjustment has not been changed, but with the text rephrased in accordance with the law and regulations.</p>

Amendments	Current existing clauses	Description
<p>earnings.</p> <p>2. The Company may decide the weight of dividends issued in cash and in shares based on its business operations and capital requirements projected for the next year. However, cash dividends shall not be lower than 30% of all dividends issued.</p>	<p>earnings.</p> <p>2. The Company may decide the weight of dividends issued in cash and in shares based on its business operations and capital requirements projected for the next year. However, cash dividends shall not be lower than 30% of all dividends issued.</p>	
<p>Article 32</p> <p>The Company's Articles of Incorporation was stipulated on January 14, 1997. The 22nd amendment was completed on May 17, 2013; the 23rd amendment was completed on May 20, 2014; the 24th amendment was completed on May 21, 2015; <u>the 25th amendment was completed on</u>, 2016 and implemented with the resolutions reached in the shareholders' meeting, same as the amendment.</p>	<p>Article 32</p> <p>The Company's Articles of Incorporation was stipulated on January 14, 1997. The 22nd amendment was completed on May 17, 2013; the 23rd amendment was completed on May 20, 2014; the 24th amendment was completed on May 21, 2015 and implemented with the resolutions reached in the shareholders' meeting, same as the amendment.</p>	<p>The current amendment and date is detailed.</p>

Attachment II

Yuanta Futures Co., Ltd.
Comparison Table of the “Regulations Governing the Acquisition or Disposal of Assets” amendment

Amendments	Current existing clauses	Description
<p>Article 8</p> <p>(Paragraph 1 not amended, omitted)</p> <p>The decision procedures (including prices determination, reference, and authorization hierarchy) of transaction terms and conditions for the acquisition and disposal of the Company’s long-term and short-term investment portfolio, real estate <u>and equipment</u> are processed in accordance with the governing laws and the related business regulations and fund management provisions of the Company.</p> <p>(Paragraph 3 deleted)</p>	<p>Article 8</p> <p>(Paragraph 1 not amended, omitted)</p> <p>The decision procedures (including prices determination, reference, and authorization hierarchy) of transaction terms and conditions for the acquisition and disposal of the Company’s long-term <u>and</u> short-term investment portfolio and real estate are processed in accordance with the governing laws and the related business regulations and fund management provisions of the Company.</p> <p><u>The Company’s acquisition or disposal of assets, except for Section 1 and Section 2, is processed in accordance with the Company’s authorization hierarchy and the acquisition or disposal amount. If the transaction amount is more than NT\$1,000,000, it shall be assessed by the ad hoc group composed by the department heads and clerks; also, reported to the governing authority for approval before processing.</u></p>	<p>1. Paragraph 2 is completed with the consideration of “equipment” added.</p> <p>2. Due to the Company’s investment scope and quota, the relevant procedures are defined in Paragraph 1 and Paragraph 2 of this Article. Paragraph 3 is to be deleted depending on the authorization levels in order to meet the Company’s actual operation.</p>
<p>Article 16</p> <p>(Paragraph 1, 2 not amended, omitted)</p>	<p>Article 16</p> <p>(Paragraph 1, 2 not amended, omitted)</p>	<p>Article is numbered in error and shall be corrected.</p>

Amendments	Current existing clauses	Description
<p>For the acquisition or disposal of operating equipment between the Company and the parent company or the subsidiary, the Board of Directors may authorize the Chairman in accordance with Article 8 Section 2 to have a decision made within the quota and then reported in the most recent board meeting for ratification. When reported to the Board for discussion in accordance with Paragraph 1, it shall fully consider the views of the independent directors. The objections or reservations of independent directors, if any, shall be stated in the minutes of the Board meeting.</p> <p>(Paragraph 3 not amended, omitted)</p>	<p>For the acquisition or disposal of operating equipment between the Company and the parent company or the subsidiary, the Board of Directors may authorize the Chairman in accordance with Article 7 Section 1 Paragraph 3 to have a decision made within the quota and then reported in the most recent board meeting for ratification. When reported to the Board for discussion in accordance with Paragraph 1, it shall fully consider the views of the independent directors. The objections or reservations of independent directors, if any, shall be stated in the minutes of the Board meeting.</p> <p>(Paragraph 3 not amended, omitted)</p>	
<p>Article 20</p> <p>The Company's futures proprietary trading business engaging in futures contracts business at domestic and foreign Futures Exchange that is announced in accordance with Article 5 of Futures Trading Act by the competent authorities, <u>and acquiring foreign futures contracts in accordance with the Regulations Governing Futures Contract Selection and Management at Foreign Futures Exchange defined internally</u> shall comply with the futures proprietary trading business internal control system, governing regulations, and delegation of responsibility.</p> <p><u>The leverage margin contract</u></p>	<p>Article 20</p> <p>For the Company's futures proprietary business, the engagement in futures trade contracts at the domestic and international Futures Exchange Corporation that are announced by the competent authorities in accordance with Article 5 of the Futures Exchange Act shall be processed in compliance with the futures proprietary business internal control system, regulations, and decentralization of responsibility.</p>	<ol style="list-style-type: none"> 1. The competent authorities have allowed futures merchants to conduct foreign futures contracts other than those authorized in Article 5 of Futures Trading Act; however, the Company shall have the selection and management principle stipulated. The selection and management regulations that are stipulated internally will be enlisted for compliance. 2. The Company's leverage trader transaction business has already been approved by the competent authorities. Paragraph 2 is added to define the governing regulations for the Company's leverage margin contract transactions conducted by

Amendments	Current existing clauses	Description
<p><u>transactions conducted by the Company's futures leverage traders shall comply with the leverage transaction business internal control system, governing regulations, and delegation of responsibility.</u></p> <p>The Company's engaging in the derivative transactions <u>other than</u> those defined in <u>Paragraph 1 and Paragraph 2</u> is for the purpose of ensuring the Company's operating profit and avoiding the risks resulted from the changes in asset prices, exchange rates, and interest rates shall be in compliance with the regulations in this chapter.</p>	<p>The Company is engaged in derivative instrument transactions to ensure the Company's operating profit and to avoid the risks caused by the changes in asset prices, exchange rates, and interest rates. It shall be handled in accordance with the specifications in this section.</p>	<p>leverage traders.</p> <p>3. Update the text of Paragraph 3 in accordance with the addition of Paragraph 1 and stipulation of Paragraph 2.</p>
<p>Article 23</p> <p>Risk management measures and internal audit system:</p> <p>(Clause 1 has not been amended, omitted)</p> <p>2. The Audit <u>Department</u> shall examine periodically the adequacy of the derivative transactions internal control and audit the compliance with the procedures for derivatives trading of the Audit Office monthly with an audit report issued. The Audit Committee shall be notified in writing for any serious nonconformity identified.</p> <p>(Paragraph 3, 4 not amended, omitted)</p>	<p>Article 23</p> <p>Risk management measures and internal audit system:</p> <p>(Clause 1 has not been amended, omitted)</p> <p>2. The Audit <u>Office</u> shall examine periodically the adequacy of the derivative transactions internal control and audit the compliance with the procedures for derivatives trading of the Audit Office monthly with an audit report issued. The Audit Committee shall be notified in writing for any serious nonconformity identified.</p> <p>(Paragraph 3, 4 not amended, omitted)</p>	<p>It is amended in accordance with the current internal organizational structure.</p>

Amendments	Current existing clauses	Description
<p>Article 26</p> <p>The Company's derivative transactions, <u>unless otherwise regulated by law and this process</u>, shall be with a memorandum setup independently to document the type, amount, authorization quota, board approval date, and transaction date of the derivatives; also, the matters to be carefully assessed in accordance with Article <u>24</u> Paragraph 1 Clause 1, Article <u>25</u> Paragraph 1 Clause 2 and Paragraph 2 Clause 1.</p> <p>(Paragraph 2, 3 not amended, omitted)</p>	<p>Article 26</p> <p>The Company is engaged in derivative transactions and shall independently set the book for records and inspection, including the types of derivative transactions, amount, authorized quota, date of the approval by the Board of Directors, the transactions date, and the matters to be carefully assessed pursuant to Article <u>23</u> Section 1 Paragraph 1 and Article <u>24</u>, Section 1 Paragraph 2 and Section 2 Paragraph 1.</p> <p>(Paragraph 2, 3 not amended, omitted)</p>	<p>The text in the first part of Paragraph 1 is amended in accordance with Article 20 amendment. In addition, the last part of the paragraph is numbered in error and is corrected accordingly.</p>
<p>Article 34</p> <p>For a company that is not a public company involved in a merger, spin-off, acquisition, or assignment of shares, it shall have a contract signed with the Company in accordance with Article <u>29</u>, Article <u>30</u>, and Article <u>33</u>.</p>	<p>Article 34</p> <p>For a company that is not a public company involved in a merger, spin-off, acquisition, or assignment of shares, it shall have a contract signed with the Company in accordance with Article <u>28</u>, Article <u>29</u>, and Article <u>32</u>.</p>	<p>Article is numbered in error and shall be corrected.</p>

Yuanta Futures Co., Ltd. 2015 Business Report

I. Market Overview

Looking back at 2015, the global stock market performed positively due to the global economy in the first half of the year activated by the US economic recovery. The futures index had gone up comprehensively in the USA and Europe, to a record high price. However, the global stock market moved reversely in the second half of the year due to the sluggish economy of China, of which, FITX had dropped by 30% from the high level of 10,000 points. The subsequent high market rebound brought the opportunity of high volatility and growing trade volume for futures. The growth of Taiwan's futures and stock option trade volume in 2015 had reached as high as 44% and 26%, respectively. For commodity futures, due to the record high US Dollar Index (USDIX) since March 2003, the price dropped comprehensively, including energy, precious metals, necessities metals and agricultural commodities; also, non-US currencies, such as EURO, AUD, NZD, and CAD are the subject of the futures price adjustment, of which, the price drop of energy commodities is even more evident, indicating the 8 categories of futures had indeed fluctuated severely in 2015.

In addition, the Taiwan Futures Exchange introduced several new instruments in 2015, mainly due to the vigorous development of Taiwan's offshore RMB market. For meeting investor's demand for investment and hedging, the Taiwan Futures Exchange had launched two "RMB Currency Futures – USD/CNH Futures" with the trade subject of USD against RMB exchange rate on July 20. It is the first exchange futures instrument since the establishment of Taiwan futures market and it helps traders use financial instruments flexibly. Moreover, the Taiwan Futures Exchange had launched "TJF" on December 21 of the year with "Tokyo Stock Price Index (TOPIX)" as the trade subject; also, it is the first foreign index futures instrument listed in Taiwan futures market. The listing of the said instrument is not only an attempt of introducing new instrument from abroad, but also an attempt to increase market momentum in Taiwan through introducing new instruments. Investors have more trading options and Taiwan's futures market is entering a new milestone in internationalization. In addition, there were 7 ETF options (such as, Taiwan 50, Bao Shanghai and Shenzhen, FB Securities, Yuanta Securities, FH Shanghai and Shenzhen, CAF50, and Shenzhen 100) launched on the same day TJF listed, enriching the diversification of Taiwan futures market.

II. Corporate governance

1. Participating in the 10th, 11th, and 12th "Information Disclosure Ranking Results in Taiwan by the Securities and Futures Institute" of the ROC Securities and Futures Institute with the highest honor of "A++" rating received; also, the Company is the one and only futures company in Taiwan to receive such an honor for three consecutive years. It indicates that the Company's dedication to actively deploy new business and promote business; also, value and substantiate the concrete practice of corporate governance.
2. Participating in the 1st (2014) "Corporate Governance Evaluation" organized by Stock

Exchange and Taipei Exchange Market with a rating of top five-percent performance among the OTC companies (published on May 2015) received. The Company's dedication to uphold the highest management integrity, to protect shareholders' equity, and to pursue the sustainable development of the Company is highly appreciated.

3. After the merger in April 2012, the Board of Directors had the "Audit Committee" setup to replace the functions of supervisors, to supervise the Company's financial operations, internal control, regulatory compliance, and risk control for emphasizing an open and transparent management philosophy. The Audit Committee had convened 17 meetings in 2015.
4. Through the "corporate governance system assessment" held by the Taiwan Corporate Governance Association, we examined the Company with the corporate governance assessment in response to the considerations of listing commitments and the Company's long-term operation so to make the Company's operating information more transparent, the internal controls better, and shareholder's benefit maximized. The Company was, as well, officially accredited by the Taiwan Corporate Governance Association for both "CG6004" and "CG6006".

III. Operating results

The Company continued to strengthen the business management in 2015, including improving the profitability of shareholders' equity, substantiating risk management, and implementing the proprietary trading and brokerage business objectives with the operational objectives achieved as follows (the financial data below are based on the Company's consolidated financial statements disclosed):

1. In terms of financial performance, the Company's 2015 net income was NT\$777 million, the highest of the futures brokerage; also, the net EPS was NT\$3.35 and ROE after tax was 10.93%.
2. Business performance: Futures brokerage market share was 20.89% with a turnover of more than 30,090,000 transactions; option brokerage market share was 12.18% with a turnover of more than 46,860,000 transactions; foreign futures market share was 29.87% with a turnover of 8,220,000 transactions; the market shares referred to above are ranked number one in the market and significantly ahead of the industry.
3. Awards: The Company is committed to provide high quality, branding, and excellent services to customers persistently with high transparent operation, sound financial performance, innovation and R&D capabilities, comprehensive risk control mechanism, strict corporate governance, and internal control. The Company's performance had been well recognized in market in 2015:
 - (1) Awarded with the honor of the 1st corporate governance "OTC Company Top Five-Percent Performance."
 - (2) Recognized as "Top-Ten Companies" at the 12th Golden Torch Award.
 - (3) No. 1 in futures companies amongst the Top 5000 large corporations in Taiwan.
 - (4) Awarded with the "Best Futures House, Taiwan" by The Asset magazine.

- (5) Awarded with the “NON-BANK FCM OF THE YEAR” by the Futures Options World magazine (FOW).
- (6) Awarded with the “Outstanding Enterprise and “Most Popular Brand” at the 12th National Brand Yushan Award.
- (7) Awarded with the “Outstanding Futures Talent” at the 13th Golden Goblet Award.
4. The Company’s 2015 income and expense and profitability analysis is summarized as follows:

(1) Changes in a variety of business lines (Expressed in Thousand NT Dollars)

Item	2015	2014	Difference	Variation
Operating gains	2,929,929	2,274,034	655,895	28.84%
Operating expenses	1,508,095	1,113,546	394,549	35.43%
Operating expenses	1,013,880	932,635	81,245	8.71%
Other profits and losses	527,166	772,168	-245,002	-31.73%
Earnings before tax	935,120	1,000,021	-64,901	-6.49%
Current period net profit	777,093	871,045	-93,952	-10.79%
After-tax EPS (NTD)	3.35	3.75	-0.40	-10.67%
Return on shareholders' equity	10.93%	12.05%	-1.12%	-9.29%

(2) Operating income and expense and profitability: The Company’s 2015 earnings amounted to NT\$2,929,929 thousand, representing an increase of NT\$655,895 thousand (28.84%) from the NT\$2,274,034 thousand of the previous year, mainly due to the increase of brokerage fee income. The Company’s 2015 expense amounted to NT\$2,521,975 thousand, representing an increase of NT\$475,794 thousand (23.25%) from the NT\$2,046,181 thousand of the previous year, mainly due to the increase of operating expense resulted from the increase of related earnings. Other profit and loss amounted to NT\$527,166 thousand, representing a decrease of NT\$245,002 thousand (31.73%) from the NT\$772,168 thousand of the previous year, mainly due to the sale of stock in Futures Exchange in 2014 with a profit of NT\$277,164 thousand generated. The 2015 net income before tax amounted to NT\$935,120 thousand, representing a decrease of NT\$64,901 thousand (6.49%) from the NT\$1,000,021 thousand of the previous year. The net income amounted to NT\$777,093 thousand, representing a decrease of NT\$93,952 thousand (10.79%) from the NT\$871,045 thousand of the previous year.

(3) Profitability:

Return on net worth: The 2015 after-tax earnings of NT\$777,093 thousand and shareholders' equity of NT\$6,777,107 thousand represented a 10.93 % return on shareholders' equity. Compared to last year's after-tax earnings NT\$871,045 thousand, shareholders' equity NT\$7,448,028 thousand, and 12.05% return on shareholders' equity, decreased by 9.29%.

Net profit margin: The 2015 after-tax earnings of NT\$777,093 thousand and revenues totaling NT\$2,929,929 thousand represented a 26.52% net profit margin. Compared to last year's after-tax earnings NT\$871,045 thousand, revenues NT\$2,274,034 thousand, and 38.30% net profit margin, decreased by 11.78%.

Net income EPS: The 2015 EPS was NT\$3.35, representing a decrease of 10.67% from the EPS NT\$3.75 of the previous year.

IV. Research and development:

1. Diversified research report:

The Company's Research Department had the 2014 diversified research practice extended into the year 2015. The importance of functional uniqueness was stressed in 2015 as follows:

- (1) APP 24hrs market news: Provide investors with direct information to help investors immediately grasp the commodity futures trend with the latest news in order to make more comprehensive operation judgment.
- (2) APP news morning call: Provide investors with the latest market information of the USA and Europe and FTX, including the information of change in bargaining power, so that investors can know early in the morning about the change in international market occurred in the night before.
- (3) Special Report "Hot" Series: Focus on reviewing the technical and fundamental aspect of hot commodities futures; also, provide economic data in-depth so that investors can grasp the most recent development of the eight categories of futures.
- (4) Professional article "Technical indicators taking you into the options trading": Collaborate with the Advisory Business Department to publish it, including the research result in this publication so that the majority of potential customers can be guided through this article to enter the option strategy trading market and to provide investors with diversified and strategic commodity trading.

In addition, the Research Department had the relevant research reports published on the platform in 2015 in response to investors' demand for information and professional interpretation, of which, with particular emphasis on overseas futures market analysis and targeting on diversified and functional research to continue meeting customer's demand in 2016.

2. Program trading project:

The Company is committed to developing program trading and the number of users increased by 158% in 2015, indicating that investor's willingness of accepting program trading is higher than before. In response to the overall market demand, the Company's

Advisory Business Department has successfully launched a series of program trading curriculum with fees charged. A total of 10 series of curriculums are offered annually, including the course topics of; program trading prep classes, MTC grammar strategy combat course, and MTC stock market combat course.

In addition, we provide investors who do not know how to write programs with an alternative with Yuanta's MULTICHARTS "Yuanta strategy winners" strategic lease service in order to help investors take the first step in program trading. The relevant services will be promoted continuously in 2016.

The Company, for providing customers with the most professional knowledge of program trading, has hosted program trading investment seminars frequently and used innovative concepts to research and develop the relevant program trading systems forcefully in order to achieve the ultimate goal of protecting customer's trading profits.

V. Future operating plans and development strategies

1. Steady growth of brokerage market share: Create markets differentiated services and enhance global business capacity.
2. Actively support the domestic futures options and overseas futures business of the IB channel.
3. Increase customers margin AUM: Provide foreign corporations, domestic financial corporations, and large institutional shareholders with a friendly investment environment based on an image of stable finance.
4. Continue to launch new products in compliance with the policy of Taiwan Futures Exchange.
5. Utilize related proprietary transaction technology and strengthen asset management capabilities.
6. Continue to improve the Company's operation and management system: Integrate and optimize regulatory compliance, internal control and audit, corporate governance, and risk management structure in order to reduce operational risk.
7. Develop futures advisory business, from educating customers in-depth to teaching customers to write their trading strategy and logics into the programs, to conduct testing, to increase opportunities for profitable trading and to help business grow comprehensively for a more profound risk control.
8. Exert the high transparency of finance and business of GTSM-listed companies and strict corporate governance, enhance the performance of internal operations, fully implement corporate internal control system, establish a high-quality image, and ensure its status as an indicator in Taiwan futures market.
9. Incorporate the resources and channel scale of financial holdings and develop into an international futures company with transactions of securities, non-securities, bulk materials, and foreign currencies, etc.

10. Cooperate with the Holdings to actively deploy Asian markets, to establish Taiwan, Korea, and Hong Kong transaction information network, and to provide a complete service structure.

In prospect, the Company will, based on an operating strategy of integrity, excellence, stability, and innovation, improve futures professionalism and visibility of the Company in Taiwan and Asian markets, to strengthen brokerage channels, IB services, legal services, futures advisory, and investment management; also, develop competitiveness on IT platform, risk control, interactive marketing services, and research and development, and pioneer the deployment of Asian market and seek new sources of business operation and profit growth toward becoming the best general futures service business entity [in Asia-Pacific region](#) within the market openness and regulatory scope authorized by the competent authorities.

Chairman:

General Manager:

Accounting Supervisor:

Yuanta Futures Co., Ltd.

Audit Committees' Review Report

For the Company's 2015 consolidated financial statements, financial statements and the 2015 business report and statement of retained earnings presented by the Board of Directors, in which, the financial statements were audited by CPA Se-Kai Lin and CPA Hsiu-Ling Li of PricewaterhouseCoopers with an adjusted unqualified opinion stated in the independent auditor's report.

The statements referred to above were audited by the Audit Committee without any nonconformity found and a report was issued with the unanimous agreement of the committee members in accordance with Article 219 of the Company Law. Please bring attention to the presentation.

Best regards

The 2016 Annual General Meeting of Yuanta Futures Co., Ltd.

The Audit Committee of Yuanta Futures Co., Ltd.

Convener Mr. Lai, Kun-Hung

March 24, 2016

Attachment V

Yuanta Futures Co., Ltd.

Codes of Ethical Conduct

Resolved in the 11th board meeting of the 7th term on February 23, 2012.

The amendment resolved in the 3rd board meeting of the 9th term on June 25, 2015.

Article 1 (Purpose and basis)

The Code of Ethical Conduct is stipulated for compliance in order to guide the Company's employees to act in line with ethical standards and to help the Company's stakeholders have a better understanding of the Company's code of ethical conduct.

Article 2 (Terminology of the Code of Ethical Conduct)

The staff in the Code of Ethical Conduct refers to the board directors, managers, and other employees.

The management in the Code of Ethical Conduct refers to the President, Vice President, Junior President, and other managers who are authorized for business operation and authorized to sign documents on behalf of the Company.

The employee in the Code of Ethical Conduct refers to the management and other employees.

Article 3 (Code of Ethical Conduct)

The Company's staff shall comply with the laws and regulations and the Code of Ethical Conduct while performing job duty and shall pursue the highest standard of code of conduct.

The Company's board directors and managers shall set a good example to others and fulfill the requirements of this Code of Ethical Conduct.

Article 4 (Team spirit and principle of good faith)

The Company's staff, while performing duties, shall uphold proactive, dedicate, and responsible attitude, abandon selfishness, focus on teamwork, and shall abide by the principle of good faith.

Article 5 (Equal job opportunity and prohibition of discrimination)

The Company respects a diversified society and gives employees equal job opportunity and career development without practicing any differential treatment or any form of discrimination due to personal gender, race, religion, political parties, sexual orientation, rank, nationality, or age.

Article 6 (Healthy and safe working environment)

The Company shall provide the Company's staff with a healthy and safe working environment.

The Company's staff shall jointly safeguard the healthy and safe working environment, without any sexual harassment or other violence, threatening behavior committed.

Article 7 (Respect for privacy and prohibition of spreading rumors)

The Company's staff shall respect each other's privacy and may not spread rumors or slander that is detrimental to others.

Article 8 (Confidentiality obligations)

The Company's staff shall have the matters, confidential information, or customer data that have learned from job duties carefully managed; also, such information may not be disclosed to others or used for other than the intended use without the consent of the Company, same as after resignation.

The confidential information in the preceding paragraph includes all unpublished information that is likely to be used by the competitors or the data leakage may be detrimental to the Company or customers.

Article 9 (Correct data production and storage)

The Company's staff shall ensure that the document or electromagnetic data they are responsible for are produced accurately and comprehensively for proper storage. Any document or electromagnetic data found missing, damaged, or with concealment or false content shall be reported to the department head for investigating the root cause.

Article 10 (Proper protection of the Company's assets)

The Company's staffs are responsible for protecting the Company's assets and ensure their effective and lawful use in business operation without jeopardizing the operational capabilities of the Company.

The Company's staff while carrying out duties shall protect data, information systems, and network equipment from any interference, destruction, and invasion in order to protect the confidentiality, integrity, and availability of the information of the Company.

Article 11 (Prohibition of insider trading)

The Company's staff shall have the information that is learned from job duties and may affect futures and securities price kept in confidence in accordance with the Futures Trading Act and Securities Exchange Act before it becomes public and shall not use such confidential information for any insider trading.

Article 12 (Prohibition of illegal personal gains from work)

The Company's staff shall not take advantage of the job position to reap personal gains.

The Company's staff shall defend the legitimate rights and interests of the Company and avoid the following circumstances from occurring:

1. Reap personal gains by taking advantage of the corporate property, information, or the job position.
2. Fail to compete with the Company in due process, or conduct any act within the business scope of the Company for themselves or on behalf of any third party.

When there is an opportunity for the Company to generate profits, the Company's staff shall strive to help generate legitimate interests for the Company.

Article 13 (Prohibition of conflict of interest)

The Company's staff shall not engage in any loaning of fund, major assets trading, offering guarantee or other transactions that are in conflict of interest against the Company on behalf of themselves or others.

Article 14 (Prevention of conflicts of interest)

The board directors shall exercise a high degree of self-discipline. The board directors or the legal persons they represented that have a conflict of interest against the proposals to be resolved in the board meetings and that may be detrimental to the Company's interest, or a resolution reached by the directors or the board to have themselves excused from attending the board meeting due to a conflict of interest shall not attend the meeting.

When board directors believe that they cannot handle business operation objectively or to the advantage of the Company, or, may have a conflict of interest in certain matters, they shall take the initiative to clarify it and handle it legally and properly, otherwise, they shall recuse themselves from handling the matters.

When board directors and managers, due to their job position and authority, or their spouses, parents, children, or second-degree cousins and their employers have involved in the business operation of the Company, they shall take the initiative to clarify it and handle it legally and properly, otherwise, they shall have themselves excused from handling the matters.

Article 15 (Fair trade and treatment)

The Company's staff shall treat the trade counterparties fairly without any unfair or unethical conduct committed, including:

1. Making improper mutual interest.
2. Spreading rumors about customers, traders, competitors, and employees.
3. Deliberately misrepresenting the quality or content of the Company's products or services.
4. Other illegal gains collected through manipulation, concealment, and abuse of information that is learned from the job duties, making false statements, or practicing unfair trading.

The Company's staff when dealing with the related party or affiliated companies shall base on the principle of equality and comply with regulations, requirements of the competent authority, and the specifications of the Company without any preferential treatment.

Article 16 (Prohibition of gifts, bribes, or illegal gains)

The Company's staff when performing duties shall not request, contract, deliver, or accept any gift, hospitality, kickbacks, bribes, or other illegal gains in any form on behalf of themselves, companies, or any third party. Unless the gift or hospitality is otherwise a social practice or allowed according to Company policy.

Article 17 (Obligation of reporting authentic transaction)

The Company's staff when performing duties and dealing with others shall base on the principle of good faith to report the transaction without any concealment or false statement that is detrimental to the interest of the Company.

Article 18 (Respect for the intellectual property rights of others)

The Company's staff, when performing duties, shall respect and use the intellectual property rights of others legally.

Article 19 (Limitation of engaging in political parties)

The Company's staff may not engage in any activities of political parties at workplace or during working hours; also, may not use company resources for such purpose. Specific public activities carried out by the public relations staff is not subject to such limitation.

Article 20 (Prohibition of encouraging others to participate in political activities)

The Company's board directors and managers may not request the Company's staff at work place or during working hours to make a donation to political parties, to support a specific political party or candidate, or to engage in political activities.

Article 21 (Compliance)

The Company's staff shall comply with the laws and regulations, including Futures Trading Act, Securities Exchange Act, Money Laundering Control Act, and Fair Trade Act.

Article 22 (Incentives for reporting illegal acts)

The Company's board directors and managers shall enhance the advocacy of moral values, encourage the Company's staff, when discovering or reasonably suspecting any breach of regulations or Code of Ethical Conduct, to report it to the direct supervisor, internal chief auditor, or other responsible personnel in accordance with the governing law without any malicious accusation intended.

The Company is prohibited from carrying out any revenge or threat against a whistleblower stated in the preceding paragraph. The Company shall have any revenge, threats, or harassment handled immediately.

Article 23 (Disciplinary act and relief procedures)

The Company shall have the staff who are involved in serious violation of the relevant laws investigated for criminal and civil liability to protect the interests of the Company and its shareholders. Other violation against this Code of Ethical Conduct shall be disciplined according to personnel regulations. The responsible supervisors who have failed to have such violation corrected or handled in accordance with the Company's requirements will be held accountable.

The responsible department shall have the Company's staff who are involved in serious violation of this Code of Ethical Conduct reported for a disciplinary action in accordance with the reporting procedure. The staff facing a disciplinary action may have an objection, if any, raised within ten days upon receiving the notice of disciplinary action with a written request issued for a review. The Company shall refer to the appeal of the disciplined parties for further process.

If the board director's or manager's violation of this Code of Ethical Conduct is found guilty in the first instance by a court of law or by the decision of the Company's Board of Directors with a disciplinary action delivered, the Company shall immediately have the date of violation, fact of violation, violation of the Code of Ethical Conduct, and disciplinary action disclosed in MOPS.

Article 24 (Exemption applicability procedures)

The board director's or manager's being exempted from complying with the Code of Ethical Conduct, if any, shall be with the consent of over three fourth of the attending directors with over two third of the directors presented at the board meeting.

Under the circumstance stated in the preceding paragraph, the Company shall promptly disclose in MOPS the date such exemption resolved in the board meeting, the opposition or reservation of the independent directors, the exemption application period, root cause, and criteria.

Article 25 (Disclosure)

The Code of Ethical Conduct shall be disclosed in the Company's website, annual reports, prospectus, and MOPS, so is the amendment.

Article 26 (Stipulation and implementation of guidelines)

The Company shall have the guidelines stipulated for the principles and related matters disclosed.

The violation committed by the staff of the Company's subsidiaries shall be disciplined in accordance with the Code of Ethical Conduct; also, the subsidiaries shall have it reported

to the Company promptly for further process.

Article 27 (The announcement and implementation of the Code of Ethical Conduct)

The Code of Ethical Conduct shall be implemented with the approval of the Board of Directors and reported in the shareholders' meeting, so is the amendment.

Attachment VI

Auditor's Report

(2016) Tsai-Shen-Pao-Tzu No. 15003125

To Yuanta Futures Co., Ltd.:

We have audited the accompanying proprietary balance sheet of Yuanta Futures Co., Ltd. as of December 31, 2015 and 2014 and the related individual statements of income, retained earnings, and cash flows for the years then ended. These individual financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with the "Rules Governing the Examination of Financial Statements by Certified Public Accountants" and generally accepted auditing standards in the Republic of China. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Yuanta Futures Co., Ltd. as of December 31, 2015 and 2014, and the results of its operations and its cash flows for the years then ended in conformity with the "Regulations Governing the Preparation of Financial Reports by Futures Commission Merchants."

PwC Taiwan

Ms. Lin, Se-Kai

CPA

Ms. Li, Hsiu-Ling

Securities and Futures Bureau, Financial Supervisory
Commission, Executive Yuan

Approval Document No.:
Chin-Kuan-Cheng-6-0960072936

Chin-Kuan-Cheng-6-0960038033

March 24, 2016

Yuanta Futures Co., Ltd.
Individual Balance Sheet
December 31, 2015 and 2014

Unit: NTD thousand

Assets	Additional notes	December 31, 2015		(After adjustment) December 31, 2014		(After adjustment) 1 January 2014		
		Amount	%	Amount	%	Amount	%	
Current assets								
111100	Cash and cash equivalents	6(1) and 7	\$ 3,989,794	7	\$ 5,474,176	15	\$ 5,041,864	14
112000	Financial assets at fair value through profit or loss- current	6(2) and 11	566,309	1	123,052	-	10,059	-
113400	Available-for-sale financial assets - current	6 (4)	37,876	-	52,151	-	28,440	-
114070	Customers' margin accounts	6(3) and 7	49,756,070	88	30,083,366	80	29,912,214	81
114080	Futures trading margin receivable		703	-	16	-	-	-
114100	Stock Borrowing Margin (SBL) - paid	7	25,901	-	-	-	-	-
114110	Notes receivables		-	-	-	-	162	-
114130	Accounts receivable		31,148	-	9,735	-	2,923	-
114140	Accounts receivable - related parties	7	5,200	-	4,982	-	2,944	-
114150	Prepayments		4,635	-	4,125	-	7,680	-
114170	Other receivable		8,675	-	37,207	-	30,566	-
114180	Other receivables - related parties	7	26,054	-	7,775	-	65,484	-
114600	Current Income Tax Asset		453	-	453	-	366	-
119000	Other current assets		31	-	5	-	16	-
110000	Total of Current Assets		<u>54,452,849</u>	<u>96</u>	<u>35,797,043</u>	<u>95</u>	<u>35,102,718</u>	<u>95</u>
Non-Current assets								
123400	Available-for-sale financial assets - non-current	6 (4)	1,079,719	2	899,218	2	911,235	2
124100	Investments accounted for by the equity method	6 (5)	511,034	1	219,949	1	232,320	1
125000	Property and equipment	6 (8)	68,683	-	79,803	-	116,594	-
127000	Intangible assets	6 (9)	31,355	-	34,522	-	40,694	-
128000	Deferred income tax assets	3 (1) and 6(25)	17,758	-	8,363	-	9,428	-
129010	Business guaranty bond	6(6) and 7	185,000	-	185,000	1	185,000	1
129020	Settlement / clearance fund	6 (7)	491,338	1	479,669	1	490,030	1
129030	Guarantee deposits paid	7	9,585	-	9,768	-	12,147	-
129040	Deferred expenses		-	-	-	-	1,199	-
129130	Prepayment for equipment purchase		3,392	-	7,919	-	3,891	-
120000	Total of Non-Current Assets		<u>2,397,864</u>	<u>4</u>	<u>1,924,211</u>	<u>5</u>	<u>2,002,538</u>	<u>5</u>
906001	Total assets		<u>\$ 56,850,713</u>	<u>100</u>	<u>\$ 37,721,254</u>	<u>100</u>	<u>\$ 37,105,256</u>	<u>100</u>

(Continued next page)

Yuanta Futures Co., Ltd.
Individual Balance Sheet
December 31, 2015 and 2014

Liabilities and equity	Additional notes	December 31, 2015		(After adjustment) December 31, 2014		Unit: NTD thousand (After adjustment) 1 January 2014		
		Amount	%	Amount	%	Amount	%	
Current liabilities								
212000	Financial liabilities at fair value through profit or loss- current	11	\$ 10,069	-	\$ 5,989	-	\$ 1,178	-
214080	Futures traders' equity	6(3) and 7	49,595,196	87	29,930,972	79	29,823,326	80
214130	Accounts payable		138,829	-	92,968	-	47,771	-
214140	Accounts payable - related parties	7	25,938	-	25,285	-	16,750	-
214160	Agency Receipts		5,185	-	4,950	-	3,496	-
214170	Other payable		185,359	1	143,007	1	143,602	1
214180	Other payables - related parties	7	434	-	466	-	183	-
214600	Current Income Tax Liability		46,257	-	17,493	-	14,331	-
219000	Other current liabilities		6,858	-	7,948	-	5,774	-
210000	Total of current liabilities		<u>50,014,125</u>	<u>88</u>	<u>30,229,078</u>	<u>80</u>	<u>30,056,411</u>	<u>81</u>
Non-current liabilities								
225100	Liabilities reserve- non-current	3 (1) and 6(10)	59,481	-	39,440	-	46,667	-
228000	Deferred income tax liabilities	6 (25)	-	-	4,708	-	1,958	-
220000	Total of non-current liabilities		<u>59,481</u>	<u>-</u>	<u>44,148</u>	<u>-</u>	<u>48,625</u>	<u>-</u>
906003	Total liabilities		<u>50,073,606</u>	<u>88</u>	<u>30,273,226</u>	<u>80</u>	<u>30,105,036</u>	<u>81</u>
Share capital								
301010	Ordinary shares capital	6 (11)	2,322,763	4	2,322,763	6	2,322,763	6
Capital reserve								
302000	Capital reserve	6 (12)	940,976	2	1,940,976	5	1,940,976	5
Retained earnings								
304010	Legal earnings reserve	6 (14)	561,535	1	474,475	1	409,088	1
304020	Special earnings reserve	6 (13)	1,375,086	2	1,200,965	3	1,090,016	3
304040	Undistributed earnings	3 (1) and 6(14)	757,898	1	871,514	3	653,020	2
Other equity								
305000	Other equity	6 (15)	818,849	2	637,335	2	584,357	2
906004	Total equity		<u>6,777,107</u>	<u>12</u>	<u>7,448,028</u>	<u>20</u>	<u>7,000,220</u>	<u>19</u>
906002	Total liabilities and equity		<u>\$ 56,850,713</u>	<u>100</u>	<u>\$ 37,721,254</u>	<u>100</u>	<u>\$ 37,105,256</u>	<u>100</u>

Please refer to the notes enclosed in the individual financial reports that are an integral part of the individual financial statements.

Chairman: Mr. Lin, Tien-Fu

General Manager: Ms. Chou, Hsiao-Ling

Accounting Supervisor: Mr. Chou, Yu-Cheng

Yuanta Futures Co., Ltd.
Individual comprehensive income statements
January 1 to December 31, 2015 and 2014

Unit: NTD thousand
(except EPS in NTD)

Item	Additional notes	2015		(After adjustment) 2014		
		Amount	%	Amount	%	
Revenue						
401000	Brokerage commission	6(16) and 7	\$ 2,715,603	93	\$ 2,049,079	90
410000	Net loss on disposal of operating securities	6 (17)	(27,813)	(1)	(13,051)	-
421300	Dividend income		5,386	-	10,137	1
421500	Net profit of securities trade measured at the fair value through profit or loss		7,741	-	4,076	-
421600	SBL and reverse sell margin-trading-short - net loss		(157)	-	-	-
424200	security commission earned	7	3,398	-	3,588	-
424300	Settlement and clearance fees	6(18) and 7	90,325	3	97,032	4
424400	Net gains in the derivative financial instruments	6 (2) (19)	121,807	4	111,567	5
424800	Management fee income		-	-	52	-
424900	Consultancy fee income		13,770	1	7,077	-
428000	Other operating revenue (loss)	7	(207)	-	177	-
400000	Total revenues		<u>2,929,853</u>	<u>100</u>	<u>2,269,734</u>	<u>100</u>
Expense						
501000	Brokerage commission expenses	6 (20)	(491,601)	(17)	(351,358)	(15)
502000	Proprietary trade service charge	6 (20)	(14,094)	-	(11,153)	(1)
521200	Financial costs	7	(29,071)	(1)	(15,158)	(1)
524100	Futures commission expenses	6(21) and 7	(560,895)	(19)	(412,989)	(18)
524300	Clearance and settlement service expenses		(412,434)	(14)	(322,736)	(14)
531000	Employee Benefit expenses	3 (1) and 6(23)	(555,612)	(19)	(480,857)	(21)
532000	Depreciation and amortization expenses	6 (22)	(58,291)	(2)	(68,678)	(3)
533000	Other operating expenses	6(22) and 7	(380,863)	(13)	(356,912)	(16)
500000	Total Expense		<u>(2,502,861)</u>	<u>(85)</u>	<u>(2,019,841)</u>	<u>(89)</u>
Operating profit						
601100	Share of profit of subsidiaries, associates and joint ventures accounted for under the equity method	6 (5)	426,992	15	249,893	11
602000	Other profits and losses	6(24) and 7	(15,384)	(1)	(23,400)	(1)
902001	Earnings before tax		<u>523,512</u>	<u>18</u>	<u>773,528</u>	<u>34</u>
902001	Earnings before tax		935,120	32	1,000,021	44
701000	Income tax expense	3 (1) and 6(25)	(158,027)	(6)	(128,976)	(6)
902005	Current period net profit		<u>777,093</u>	<u>26</u>	<u>871,045</u>	<u>38</u>

(Continued next page)

Yuanta Futures Co., Ltd.
Individual comprehensive income statements
January 1 to December 31, 2015 and 2014

Unit: NTD thousand
(except EPS in NTD)
(After adjustment)

Item	Additional notes	2015		2014	
		Amount	%	Amount	%
Other general gains and losses					
Items that are not reclassified as profit and loss:					
805510	Defined benefit plan revaluation amount and volume	6 (10)			
		(\$ 19,662)	-	\$ 5,538	-
805599	Income tax related to accounts not being reclassified				
		3,343	-	(941)	-
Accounts to be reclassified to profit or loss subsequently:					
805610	Exchange differences arising from translating the financial statements of foreign operations	6 (15)			
				7,812	-
805620	Unrealized valuation gains on financial asset available for sale	6 (4) (15)			
				175,045	6
805660	Share of other comprehensive income of subsidiaries, associates and joint ventures accounted for under the equity method	6 (15)			
				(1,343)	-
Other comprehensive income (post-tax profit or loss)				<u>165,195</u>	<u>6</u>
Total comprehensive income for the period				<u>\$ 942,288</u>	<u>32</u>
Earnings per ordinary share		6 (26)			
Base earnings per share				<u>\$ 3.35</u>	<u>\$ 3.75</u>

Please refer to the notes enclosed in the individual financial reports that are an integral part of the individual financial statements.

Chairman: Mr. Lin, Tien-Fu

General Manager: Ms. Chou, Hsiao-Ling

Accounting Supervisor: Mr. Chou, Yu-Cheng

Yuanta Futures Co., Ltd.
Individual statement of changes in equity
January 1 to December 31, 2015 and 2014

Unit: NTD thousand

	Additional notes	Capital reserve			Retained earnings			Other equity		Total equity
		Ordinary shares capital	Share Premium	Consolidated Premium Amount	Legal earnings reserve	Special earnings reserve	Undistributed earnings	Exchange differences arising from translating the financial statements of foreign operations	Unrealized gains or losses on financial asset available for sale	
2014 (After adjustment)										
Balance at January 1, 2014	6 (11)	\$ 2,322,763	\$ 1,894,643	\$ 46,333	\$ 409,088	\$ 1,090,016	\$ 657,865	(\$ 12,314)	\$ 596,671	\$ 7,005,065
Influence of the application and reclassification in retrospect		-	-	-	-	-	(4,845)	-	-	(4,845)
Balance on January, 1 2014 after adjustment		2,322,763	1,894,643	46,333	409,088	1,090,016	653,020	(12,314)	596,671	7,000,220
Dividend allocation and distribution for 2013 (Note 1)	6 (14)									
Legal earnings reserve		-	-	-	65,387	-	(65,387)	-	-	-
Special earnings reserve		-	-	-	-	130,774	(130,774)	-	-	-
Reversal of Special earnings reserve		-	-	-	-	(19,825)	19,825	-	-	-
Cash dividends to shareholders		-	-	-	-	-	(480,812)	-	-	(480,812)
2014 net profit		-	-	-	-	-	871,045	-	-	871,045
2014 Other comprehensive profit		-	-	-	-	-	4,597	11,029	41,949	57,575
Balance at December 31, 2014		<u>\$ 2,322,763</u>	<u>\$ 1,894,643</u>	<u>\$ 46,333</u>	<u>\$ 474,475</u>	<u>\$ 1,200,965</u>	<u>\$ 871,514</u>	<u>(\$ 1,285)</u>	<u>\$ 638,620</u>	<u>\$ 7,448,028</u>
2015										
Balance at January 1, 2015	6 (11)	\$ 2,322,763	\$ 1,894,643	\$ 46,333	\$ 474,475	\$ 1,200,965	\$ 871,514	(\$ 1,285)	\$ 638,620	\$ 7,448,028
Dividend allocation and distribution for 2014 (Note 2)	6 (14)									
Legal earnings reserve		-	-	-	87,060	-	(87,060)	-	-	-
Special earnings reserve		-	-	-	-	174,121	(174,121)	-	-	-
Cash dividends to shareholders		-	-	-	-	-	(613,209)	-	-	(613,209)
Distribution of cash dividends from capital surplus		-	(1,000,000)	-	-	-	-	-	-	(1,000,000)
2015 net profit		-	-	-	-	-	777,093	-	-	777,093
2015 Other comprehensive profit		-	-	-	-	-	(16,319)	7,812	173,702	165,195
Balance at December 31, 2015		<u>\$ 2,322,763</u>	<u>\$ 894,643</u>	<u>\$ 46,333</u>	<u>\$ 561,535</u>	<u>\$ 1,375,086</u>	<u>\$ 757,898</u>	<u>\$ 6,527</u>	<u>\$ 812,322</u>	<u>\$ 6,777,107</u>

Note 1: Employee bonus of NT\$2,935 and remuneration for directors and supervisors of NT\$500 has been deducted from the comprehensive income statements of 2013.

Note 2: Employee bonus of \$2,890 and remuneration for directors and supervisors of \$700 has been deducted from the comprehensive income statements of 2014.

Please refer to the notes enclosed in the individual financial reports that are an integral part of the individual financial statements.

Chairman: Mr. Lin, Tien-Fu

General Manager: Ms. Chou, Hsiao-Ling

Accounting Supervisor: Mr. Chou, Yu-Cheng

Yuanta Futures Co., Ltd.
Individual Cash Flow Statement
January 1 to December 31, 2015 and 2014

	Additional notes	2015	Unit: NTD thousand (After adjustment) 2014
<u>Cash flow from operating activities</u>			
Pre-tax profit for the current period		\$ 935,120	\$ 1,000,021
Adjustments			
Income and expenses having no effect on cash flows			
Depreciation	6 (22)	52,219	57,827
Amortizations	6 (22)	6,072	10,851
Interest income	6 (24)	(463,263)	(411,576)
Interest expenses		29,071	15,158
Gains from disposal of financial assets available for sale	6 (4)	(2,235)	(278,912)
Share of profit of subsidiaries, associates and joint ventures accounted for under the equity method	6 (5)	15,384	23,400
Gains from disposal of property or equipment		-	(85)
Prepaid equipment amount recognized as expense		-	96
Dividend income		(37,086)	(38,548)
Changes in assets/liabilities relating to operating activities			
Net changes in assets relating to operating activities			
Financial assets at fair value through profit or loss- current		(443,257)	(112,993)
Customers' margin accounts		(19,672,704)	(171,152)
Futures trading margin receivable		(687)	16
Stock Borrowing Margin (SBL) - paid		(25,901)	-
Notes receivables		-	162
Accounts receivable		(21,413)	(6,812)
Accounts receivable - related parties		(218)	(2,038)
Prepayments		(510)	3,555
Other receivable		(218)	269
Other receivables - related parties		(15,311)	59,859
Other current assets		(26)	11
Net changes in liabilities relating to operating activities			
Financial liabilities at fair value through profit or loss- current		4,080	4,811
Futures traders' equity		19,664,224	107,646
Accounts payable		45,861	45,197
Accounts payable - related parties		653	8,535
Agency Receipts		235	1,454
Other payable		43,303	3,523
Other payables - related parties		14	86
Other current liabilities		(1,090)	2,174
Liabilities reserve- non-current		379	(1,689)
Net cash provided by operating activities		112,696	320,276
Interest received		489,045	403,054
Income tax paid		(140,023)	(123,027)
Dividends received		37,086	38,548
Interest paid		(30,068)	(19,079)
Net cash inflow from operating activities		468,736	619,772
<u>Cash flow from investing activities</u>			
Acquisition of available-for-sale financial assets		(96,267)	(50,362)
Proceeds from disposal of financial assets available for sale		107,321	359,529
Increase in Investments accounted for by the equity method		(300,000)	-
Purchase of property and equipment	6 (8)	(15,914)	(12,235)
Proceeds from disposal of property or equipment		-	450
Increase in intangible assets	6 (9)	(1,947)	(1,400)
Decrease (Increase) in settlement / clearance fund		(11,669)	10,361
Decrease in Guarantee deposits paid		183	2,379
Increase in installment on equipment		(20,658)	(13,865)
Net cash inflow (outflow) from investing activities		(338,951)	294,857
<u>Cash flow from financing activities</u>			
Cash dividends distribution	6 (14)	(1,613,209)	(480,812)
Net cash outflow from financing activities		(1,613,209)	(480,812)
Impact of change in exchange rate on cash and cash equivalent		(958)	(1,505)
Increase (decrease) in cash and cash equivalents for the current period		(1,484,382)	432,312
Opening balance of cash and cash equivalents		5,474,176	5,041,864
Closing balance of cash and cash equivalents		\$ 3,989,794	\$ 5,474,176

Please refer to the notes enclosed in the individual financial reports that are an integral part of the individual financial statements.

Chairman: Mr. Lin, Tien-Fu

General Manager: Ms. Chou, Hsiao-Ling

Accounting Supervisor: Mr. Chou, Yu-Cheng

Auditor's Report

(2016) Tsai-Shen-Pao-Tzu No. 15003135

To Yuanta Futures Co., Ltd.:

We have audited the accompanying consolidated balance sheets of Yuanta Futures Co., Ltd. and its subsidiaries as of December 31, 2015 and 2014, and the related consolidated statements of income, of changes in shareholders' equity and of cash flows for the year then ended. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with the "Rules Governing the Examination of Financial Statements by Certified Public Accountants" and generally accepted auditing standards in the Republic of China. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the consolidated financial statements referred to in the first paragraph present fairly, in all material respects, the financial position of Yuanta Futures Co. Ltd. and subsidiaries as of December 31, 2015 and 2014, the financial performance and their cash flows for the January 1 to December 31, 2015 and 2014, in conformity with the "Regulations Governing the Preparation of Financial Reports by Futures Commission Merchants" and "International Financial Reporting Standards", "International Accounting Standards", interpretations and public announcements of interpretations endorsed by the Financial Supervisory Commission of the Republic of China.

Yuanta Futures Co., Ltd. has compiled its 2015 and 2014 individual financial statements, for which we issued unqualified opinion.

PwC Taiwan

Ms. Lin, Se-Kai

CPA

Ms. Li, Hsiu-Ling

Securities and Futures Bureau, Financial Supervisory
Commission, Executive Yuan

Approval Document No.:

Chin-Kuan-Cheng-6-0960072936

Chin-Kuan-Cheng-6-0960038033

March 24, 2016

Yuanta Futures Co., Ltd. and its subsidiaries
Consolidated Balance Sheet
December 31, 2015 and 2014

Unit: NTD thousand

Assets	Additional notes	December 31, 2015		(After adjustment) December 31, 2014		(After adjustment) 1 January 2014		
		Amount	%	Amount	%	Amount	%	
Current assets								
111100	Cash and cash equivalents	6(1) and 7	\$ 4,387,745	8	\$ 5,644,233	15	5,222,284	14
112000	Financial assets at fair value through profit or loss- current	6(2) and 11	566,309	1	123,052	-	10,059	-
113400	Available-for-sale financial assets - current	6 (4)	37,876	-	52,151	-	28,440	-
113500	Held-to-maturity financial assets-current	6 (5)	-	-	30,614	-	29,644	-
114070	Customers' margin accounts	6(3) and 7	49,756,070	87	30,087,385	80	29,973,105	81
114080	Futures trading margin receivable		703	-	16	-	-	-
114100	Stock Borrowing Margin (SBL) - paid	7	25,901	-	-	-	-	-
114110	Notes receivables		-	-	-	-	162	-
114130	Accounts receivable		31,148	-	9,735	-	2,923	-
114140	Accounts receivable - related parties	7	5,200	-	4,982	-	2,944	-
114150	Prepayments		4,797	-	4,642	-	10,880	-
114170	Other receivable		9,222	-	38,838	-	31,762	-
114180	Other receivables - related parties	7	26,183	-	7,776	-	65,486	-
114600	Current Income Tax Asset		453	-	453	-	366	-
119000	Other current assets		31	-	5	-	16	-
110000	Total of Current Assets		<u>54,851,638</u>	<u>96</u>	<u>36,003,882</u>	<u>95</u>	<u>35,378,071</u>	<u>95</u>
Non-Current assets								
123400	Available-for-sale financial assets - non-current	6 (4)	1,178,756	2	899,218	3	911,235	3
124100	Investments accounted for by the equity method	6 (6)	8,519	-	9,326	-	10,564	-
125000	Property and equipment	6 (9)	70,570	-	80,954	-	120,415	-
127000	Intangible assets	6 (10)	35,166	-	41,599	-	40,694	-
128000	Deferred income tax assets	3 (1) and 6(26)	17,758	-	8,363	-	9,428	-
129010	Business guaranty bond	6(7) and 7	185,000	1	185,000	1	185,000	1
129020	Settlement / clearance fund	6 (8)	491,338	1	479,669	1	490,030	1
129030	Guarantee deposits paid	7	9,715	-	10,961	-	13,065	-
129040	Deferred expenses		-	-	-	-	1,199	-
129130	Prepayment for equipment purchase		3,392	-	7,919	-	7,811	-
120000	Total of Non-Current Assets		<u>2,000,214</u>	<u>4</u>	<u>1,723,009</u>	<u>5</u>	<u>1,789,441</u>	<u>5</u>
906001	Total assets		<u>\$ 56,851,852</u>	<u>100</u>	<u>\$ 37,726,891</u>	<u>100</u>	<u>\$ 37,167,512</u>	<u>100</u>

(Continued next page)

Yuanta Futures Co., Ltd. and its subsidiaries
Consolidated Balance Sheet
December 31, 2015 and 2014

Unit: NTD thousand

Liabilities and equity	Additional notes	December 31, 2015		(After adjustment) December 31, 2014		(After adjustment) 1 January 2014		
		Amount	%	Amount	%	Amount	%	
Current liabilities								
212000	Financial liabilities at fair value through profit or loss- current	11	\$ 10,069	-	\$ 5,989	-	\$ 1,178	-
214080	Futures traders' equity	6(3) and 7	49,595,196	87	29,934,989	79	29,884,112	81
214130	Accounts payable		138,829	-	92,968	-	47,771	-
214140	Accounts payable - related parties	7	25,938	-	25,285	-	16,750	-
214160	Agency Receipts		5,206	-	4,974	-	3,529	-
214170	Other payable		186,477	1	144,603	1	145,039	-
214180	Other payables - related parties	7	434	-	466	-	183	-
214600	Current Income Tax Liability		46,257	-	17,493	-	14,331	-
219000	Other current liabilities		6,858	-	7,948	-	5,774	-
210000	Total of current liabilities		<u>50,015,264</u>	<u>88</u>	<u>30,234,715</u>	<u>80</u>	<u>30,118,667</u>	<u>81</u>
Non-current liabilities								
225100	Liabilities reserve- non-current	3 (1) and 6(11)	59,481	-	39,440	-	46,667	-
228000	Deferred income tax liabilities	6 (26)	-	-	4,708	-	1,958	-
220000	Total of non-current liabilities		<u>59,481</u>	<u>-</u>	<u>44,148</u>	<u>-</u>	<u>48,625</u>	<u>-</u>
906003	Total liabilities		<u>50,074,745</u>	<u>88</u>	<u>30,278,863</u>	<u>80</u>	<u>30,167,292</u>	<u>81</u>
Attributable to owners of the parent company								
Share capital								
301010	Ordinary shares capital	6 (12)	2,322,763	4	2,322,763	6	2,322,763	6
Capital reserve								
302000	Capital reserve	6 (13)	940,976	2	1,940,976	5	1,940,976	5
Retained earnings								
304010	Legal earnings reserve	6 (15)	561,535	1	474,475	1	409,088	1
304020	Special earnings reserve	6 (14)	1,375,086	2	1,200,965	3	1,090,016	3
304040	Undistributed earnings	3 (1) and 6(15)	757,898	1	871,514	3	653,020	2
Other equity								
305000	Other equity	6 (16)	818,849	2	637,335	2	584,357	2
906004	Total equity		<u>6,777,107</u>	<u>12</u>	<u>7,448,028</u>	<u>20</u>	<u>7,000,220</u>	<u>19</u>
906002	Total liabilities and equity		<u>\$ 56,851,852</u>	<u>100</u>	<u>\$ 37,726,891</u>	<u>100</u>	<u>\$ 37,167,512</u>	<u>100</u>

Please refer to the notes enclosed in the consolidated financial reports that are an integral part of the consolidated financial statements.

Chairman: Mr. Lin, Tien-Fu

General Manager: Ms. Chou, Hsiao-Ling

Accounting Supervisor: Mr. Chou, Yu-Cheng

Yuanta Futures Co., Ltd. and its subsidiaries
Consolidated comprehensive income statements
January 1 to December 31, 2015 and 2014

Unit: NTD thousand
(except EPS in NTD)
(After adjustment)

Item	Additional notes	2015		2014		
		Amount	%	Amount	%	
Revenue						
401000	Brokerage commission	6(17) and 7	\$ 2,715,679	93	\$ 2,052,421	90
410000	Net loss on disposal of operating securities	6 (18)	(27,813)	(1)	(13,051)	-
421300	Dividend income		5,386	-	10,137	1
421500	Net profit of securities trade measured at the fair value through profit or loss		7,741	-	4,076	-
421600	SBL and reverse sell margin-trading-short - net loss		(157)	-	-	-
424200	security commission earned	7	3,398	-	3,588	-
424300	Settlement and clearance fees	6(19) and 7	90,325	3	97,032	4
424400	Net gains in the derivative financial instruments	6 (2) (20)	121,807	4	111,567	5
424800	Management fee income		-	-	52	-
424900	Consultancy fee income		13,770	1	7,077	-
428000	Other operating revenue (loss)	7	(207)	-	1,135	-
400000	Total revenues		<u>2,929,929</u>	<u>100</u>	<u>2,274,034</u>	<u>100</u>
Expense						
501000	Brokerage commission expenses	6 (21)	(491,601)	(17)	(351,358)	(15)
502000	Proprietary trade service charge	6 (21)	(14,094)	(1)	(11,153)	(1)
521200	Financial costs	7	(29,071)	(1)	(15,158)	(1)
524100	Futures commission expenses	6(22) and 7	(560,895)	(19)	(413,141)	(18)
524300	Clearance and settlement service expenses		(412,434)	(14)	(322,736)	(14)
531000	Employee Benefit expenses	3 (1) and 6(24)	(563,211)	(19)	(491,646)	(22)
532000	Depreciation and amortization expenses	6 (23)	(62,662)	(2)	(72,903)	(3)
533000	Other operating expenses	6(23) and 7	(388,007)	(13)	(368,086)	(16)
500000	Total Expense		<u>(2,521,975)</u>	<u>(86)</u>	<u>(2,046,181)</u>	<u>(90)</u>
Operating profit						
601000	Share of profit of associates and joint ventures accounted for under the equity method	6 (6)	(807)	-	(1,238)	-
602000	Other profits and losses	6(25) and 7	<u>527,973</u>	<u>18</u>	<u>773,406</u>	<u>34</u>
902001	Earnings before tax		<u>935,120</u>	<u>32</u>	<u>1,000,021</u>	<u>44</u>
701000	Income tax expense	3 (1) and 6(26)	(158,027)	(6)	(128,976)	(6)
902005	Current period net profit		<u>777,093</u>	<u>26</u>	<u>871,045</u>	<u>38</u>

(Continued next page)

Yuanta Futures Co., Ltd. and its subsidiaries
Consolidated comprehensive income statements
January 1 to December 31, 2015 and 2014

Unit: NTD thousand
(except EPS in NTD)
(After adjustment)

Item	Additional notes	2015		2014	
		Amount	%	Amount	%
Other general gains and losses					
Items that are not reclassified as profit and loss:					
805510	Defined benefit plan revaluation amount and volume	6 (11)			
		(\$ 19,662)	-	\$ 5,538	-
805599	Income tax related to accounts not being reclassified				
		3,343	-	(941)	-
Accounts to be reclassified to profit or loss subsequently:					
805610	Exchange differences arising from translating the financial statements of foreign operations	6 (16)			
				7,812	-
805620	Unrealized valuation gains on financial asset available for sale	6 (4) (16)			
				11,029	1
				<u>173,702</u>	<u>6</u>
				<u>41,949</u>	<u>2</u>
				<u>165,195</u>	<u>6</u>
				<u>\$ 942,288</u>	<u>32</u>
				<u>\$ 928,620</u>	<u>41</u>
				<u>\$ 777,093</u>	<u>27</u>
				<u>\$ 871,045</u>	<u>38</u>
				<u>\$ 942,288</u>	<u>32</u>
				<u>\$ 928,620</u>	<u>41</u>
				<u>\$</u>	<u>3.35</u>
				<u>\$</u>	<u>3.75</u>

Please refer to the notes enclosed in the consolidated financial reports that are an integral part of the consolidated financial statements.

Chairman: Mr. Lin, Tien-Fu

General Manager: Ms. Chou,
Hsiao-Ling

Accounting Supervisor: Mr. Chou,
Yu-Cheng

Yuanta Futures Co., Ltd. and its subsidiaries
Consolidated statement of changes in equity
January 1 to December 31, 2015 and 2014

Unit: NTD thousand

	Additional notes	Attributable to owners of the parent company								Total equity
		Capital reserve			Retained earnings			Other equity		
		Ordinary shares capital	Capital reserves - share premium	Capital reserves - gains on consolidation	Legal earnings reserve	Special earnings reserve	Undistributed earnings	Exchange differences arising from translating the financial statements of foreign operations	Unrealized gains or losses on financial asset available for sale	
<u>2014 (After adjustment)</u>										
Balance at January 1, 2014	6 (12)	\$ 2,322,763	\$ 1,894,643	\$ 46,333	\$ 409,088	\$ 1,090,016	\$ 657,865	(\$ 12,314)	\$ 596,671	\$ 7,005,065
Influence of the application and reclassification in retrospect		-	-	-	-	-	(4,845)	-	-	(4,845)
Balance on January 1, 2014 after adjustment		2,322,763	1,894,643	46,333	409,088	1,090,016	653,020	(12,314)	596,671	7,000,220
<u>Dividend allocation and distribution for 2013</u>										
Legal earnings reserve	6 (15)	-	-	-	65,387	-	(65,387)	-	-	-
Special earnings reserve		-	-	-	-	130,774	(130,774)	-	-	-
Reversal of Special earnings reserve		-	-	-	-	(19,825)	19,825	-	-	-
Cash dividends to shareholders		-	-	-	-	-	(480,812)	-	-	(480,812)
2014 net profit		-	-	-	-	-	871,045	-	-	871,045
2014 Other comprehensive profit	6 (16)	-	-	-	-	-	4,597	11,029	41,949	57,575
Balance at December 31, 2014		<u>\$ 2,322,763</u>	<u>\$ 1,894,643</u>	<u>\$ 46,333</u>	<u>\$ 474,475</u>	<u>\$ 1,200,965</u>	<u>\$ 871,514</u>	<u>(\$ 1,285)</u>	<u>\$ 638,620</u>	<u>\$ 7,448,028</u>
<u>2015</u>										
Balance at January 1, 2015	6 (12)	\$ 2,322,763	\$ 1,894,643	\$ 46,333	\$ 474,475	\$ 1,200,965	\$ 871,514	(\$ 1,285)	\$ 638,620	\$ 7,448,028
<u>Dividend allocation and distribution for 2014</u>										
Legal earnings reserve	6 (15)	-	-	-	87,060	-	(87,060)	-	-	-
Special earnings reserve		-	-	-	-	174,121	(174,121)	-	-	-
Cash dividends to shareholders		-	-	-	-	-	(613,209)	-	-	(613,209)
The distribution of cash dividends from capital surplus		-	(1,000,000)	-	-	-	-	-	-	(1,000,000)
2015 net profit		-	-	-	-	-	777,093	-	-	777,093
2015 Other comprehensive profit	6 (16)	-	-	-	-	-	(16,319)	7,812	173,702	165,195
Balance at December 31, 2015		<u>\$ 2,322,763</u>	<u>\$ 894,643</u>	<u>\$ 46,333</u>	<u>\$ 561,535</u>	<u>\$ 1,375,086</u>	<u>\$ 757,898</u>	<u>\$ 6,527</u>	<u>\$ 812,322</u>	<u>\$ 6,777,107</u>

Please refer to the notes enclosed in the consolidated financial reports that are an integral part of the consolidated financial statements.

Chairman: Mr. Lin, Tien-Fu

General Manager: Ms. Chou, Hsiao-Ling

Accounting Supervisor: Mr. Chou, Yu-Cheng

Yuanta Futures Co., Ltd. and its subsidiaries
Consolidated cash flow statement
January 1 to December 31, 2015 and 2014

Unit: NTD thousand

	Additional notes	2015	(After adjustment) 2014
Cash flow from operating activities			
Consolidated pre-tax net profit		\$ 935,120	\$ 1,000,021
Adjustments			
Income and expenses having no effect on cash flows			
Depreciation	6 (23)	53,324	59,330
Amortizations	6 (23)	9,338	13,573
Interest income	6 (25)	(468,078)	(416,406)
Interest expenses		29,071	15,158
Gains from disposal of financial assets available for sale	6 (4)	(2,235)	(278,912)
Share of profit of associates and joint ventures accounted for under the equity method	6 (6)	807	1,238
Losses from disposal of property or equipment		431	1,618
Prepaid equipment amount recognized as expense		-	96
Dividend income		(37,086)	(38,548)
Changes in assets/liabilities relating to operating activities			
Net changes in assets relating to operating activities			
Financial assets at fair value through profit or loss-current		(443,257)	(112,993)
Customers' margin accounts		(19,668,685)	(114,280)
Futures trading margin receivable		(687)	(16)
Stock Borrowing Margin (SBL) - paid		(25,901)	-
Notes receivables		-	162
Accounts receivable		(21,413)	(6,812)
Accounts receivable - related parties		(218)	(2,038)
Prepayments		(155)	6,238
Other receivable		(217)	(271)
Other receivables - related parties		(15,440)	59,859
Other current assets		(26)	11
Net changes in liabilities relating to operating activities			
Financial liabilities at fair value through profit or loss-current		4,080	4,811
Futures traders' equity		19,660,207	50,877
Accounts payable		45,861	45,197
Accounts payable - related parties		653	8,535
Agency Receipts		232	1,445
Other payable		42,825	3,682
Other payables - related parties		14	86
Other current liabilities		(1,090)	2,174
Liabilities reserve- non-current		379	(1,689)
Net cash provided by operating activities		97,854	302,146
Interest received		495,117	407,398
Income tax paid		(140,023)	(123,027)
Dividends received		37,086	38,548

Interest paid	(30,068)	(19,079)
Net cash inflow from operating activities	459,966	605,986
Cash flow from investing activities		
Acquisition of available-for-sale financial assets	(196,914)	(50,362)
Proceeds from disposal of financial assets available for sale	107,321	359,529
Decrease in held-to-maturity financial assets	32,283	162
Purchase of property and equipment	6 (9) (18,166)	(12,674)
Proceeds from disposal of property or equipment	-	450
Increase in intangible assets	6 (10) (1,947)	(1,400)
Decrease (Increase) in settlement / clearance fund	(11,669)	10,361
Decrease in Guarantee deposits paid	1,246	2,104
Increase in installment on equipment	(20,658)	(19,744)
Net cash inflow (outflow) from investing activities	(108,504)	288,426
Cash flow from financing activities		
Cash dividends distribution	6 (15) (1,613,209)	(480,812)
Net cash outflow from financing activities	(1,613,209)	(480,812)
Impact of change in exchange rate on cash and cash equivalent	5,259	8,349
Increase (decrease) in cash and cash equivalents for the current period	(1,256,488)	421,949
Opening balance of cash and cash equivalents	5,644,233	5,222,284
Closing balance of cash and cash equivalents	\$ 4,387,745	\$ 5,644,233

Please refer to the notes enclosed in the consolidated financial reports that are an integral part of the consolidated financial statements.

Chairman: Mr. Lin, Tien-Fu

General Manager: Ms. Chou, Hsiao-Ling

Accounting Supervisor: Mr. Chou, Yu-Cheng

Attachment VII

Yuanta Futures Co., Ltd.
The 2015 Statement of Retained Earnings

Unit: NTD

Item	Amount
I. Amount available for distribution:	
Opening undistributed earnings	\$ 1,526,893
Less: Prior service costs transferred to retained earnings account	(4,404,666)
Less: Defined benefit actuarial gains and recognized as retained earnings	(16,319,355)
Unappropriated adjusted earnings (accumulated losses)	(19,197,128)
Add: 2015 after-tax net profit	777,093,409
Distributable earnings for the year	\$ 757,896,281
II. Distribution within the year:	
Legal earnings reserve (10%)	\$ 75,789,628
Special earnings reserve (20%)	151,579,256
Cash dividends to shareholders (\$2.28 per share)	529,589,937
Closing undistributed earnings	\$ 937,460

Chairman:

General Manager:

Accounting Supervisor: