

# THE SHANGHAI COMMERCIAL & SAVINGS BANK, LTD. AND SUBSIDIARIES

## CONSOLIDATED BALANCE SHEETS (In Thousands of New Taiwan Dollars)

ASSETS	June 30, 2015		December 31, 2014		June 30, 2014	
	Amount	%	Amount	%	Amount	%
Cash and cash equivalents (note 6)	\$ 44,464,878	3	\$ 64,578,504	4	\$ 33,966,146	2
Due from the central bank and call loans to banks (note 7)	246,326,763	16	227,645,569	15	215,135,495	15
Financial assets at fair value through profit or loss (note 8)	37,464,837	2	35,253,380	2	32,745,989	2
Derivative financial assets for hedging (note 9)	-	-	27,315	-	65,865	-
Securities purchased under resell agreements (note 10)	4,882,013	-	11,046,883	1	3,800,406	-
Receivables, net (notes 11 and 34)	22,484,960	2	19,383,489	1	16,122,240	1
Discounts and loans, net (notes 4, 12, 34 and 35)	832,006,589	53	851,128,367	55	809,699,062	56
Available-for-sale financial assets, net (notes 13 and 35)	249,868,789	16	203,621,863	13	199,207,559	14
Held-to-maturity financial assets, net (notes 14 and 35)	97,891,695	6	99,818,624	7	116,604,868	8
Equity investments under the equity method, net (note 16)	1,297,105	-	1,156,200	-	1,048,389	-
Other financial assets, net (note 17)	316,646	-	224,843	-	231,763	-
Properties, net (note 18)	26,529,873	2	23,258,479	2	22,302,820	2
Investment properties, net (note 19)	20,425	-	21,140	-	174,398	-
Deferred income tax assets	763,572	-	953,167	-	764,242	-
Other assets, net (note 20)	<u>3,663,707</u>	<u>-</u>	<u>4,105,803</u>	<u>-</u>	<u>2,689,451</u>	<u>-</u>
Total	<u>\$ 1,567,981,852</u>	<u>100</u>	<u>\$ 1,542,223,626</u>	<u>100</u>	<u>\$ 1,454,558,693</u>	<u>100</u>
<b>LIABILITIES AND EQUITY</b>						
Due to the central bank and banks (note 21)	\$ 36,873,446	2	\$ 38,880,983	3	\$ 44,668,431	3
Borrowings from the central bank and banks	1,545,650	-	-	-	-	-
Financial liabilities at fair value through profit or loss (note 8)	1,252,453	-	1,361,043	-	604,781	-
Derivative financial liabilities for hedging (note 9)	-	-	-	-	8,048	-
Securities sold under repurchase agreements (note 22)	10,196,680	1	6,475,072	-	7,927,202	1
Payables (notes 23 and 34)	35,678,883	2	25,165,527	2	27,621,143	2
Current income tax liabilities	1,686,341	-	1,081,936	-	1,630,224	-
Deposits and remittances (notes 23 and 34)	1,277,980,498	82	1,266,845,785	82	1,181,855,705	81
Bank debentures (note 25)	37,150,000	2	38,027,600	3	39,765,907	3
Other financial liabilities (note 26)	6,961,212	1	5,630,516	-	6,392,553	-
Provisions (note 27)	1,320,633	-	1,377,249	-	1,204,070	-
Deferred income tax liabilities	9,235,281	1	9,382,436	1	8,034,886	1
Other liabilities (notes 28 and 34)	<u>2,589,195</u>	<u>-</u>	<u>2,666,156</u>	<u>-</u>	<u>2,157,555</u>	<u>-</u>
Total liabilities	<u>1,422,470,272</u>	<u>91</u>	<u>1,396,894,303</u>	<u>91</u>	<u>1,321,870,505</u>	<u>91</u>
Equity attributable to owners of the Bank						
Share capital						
Ordinary shares	38,086,864	3	38,086,864	2	37,157,916	3
Reserve for capitalization	<u>1,904,343</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>928,948</u>	<u>-</u>
Total share capital	<u>39,991,207</u>	<u>3</u>	<u>38,086,864</u>	<u>2</u>	<u>38,086,864</u>	<u>3</u>
Capital surplus	<u>4,632,533</u>	<u>-</u>	<u>4,632,533</u>	<u>-</u>	<u>4,625,336</u>	<u>-</u>
Retained earnings						
Legal reserve	37,023,528	2	33,751,333	2	33,751,333	2
Special reserve	7,480,146	1	7,480,146	1	7,480,146	1
Unappropriated earnings	<u>11,382,372</u>	<u>1</u>	<u>16,201,932</u>	<u>1</u>	<u>10,626,499</u>	<u>1</u>
Total retained earnings	<u>55,886,046</u>	<u>4</u>	<u>57,433,411</u>	<u>4</u>	<u>51,857,978</u>	<u>4</u>
Other equity	<u>7,571,151</u>	<u>-</u>	<u>7,754,295</u>	<u>1</u>	<u>4,720,114</u>	<u>-</u>
Treasury stock	<u>(83,144)</u>	<u>-</u>	<u>(83,144)</u>	<u>-</u>	<u>(83,144)</u>	<u>-</u>
Total equity attributable to owners of the Bank	107,997,793	7	107,823,959	7	99,207,148	7
Non-controlling interests	<u>37,513,787</u>	<u>2</u>	<u>37,505,364</u>	<u>2</u>	<u>33,481,040</u>	<u>2</u>
Total equity (note 30)	<u>145,511,580</u>	<u>9</u>	<u>145,329,323</u>	<u>9</u>	<u>132,688,188</u>	<u>9</u>
Total	<u>\$ 1,567,981,852</u>	<u>100</u>	<u>\$ 1,542,223,626</u>	<u>100</u>	<u>\$ 1,454,558,693</u>	<u>100</u>

The accompanying notes are an integral part of the consolidated financial statements.

# THE SHANGHAI COMMERCIAL & SAVINGS BANK, LTD. AND SUBSIDIARIES

## CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME (In Thousands of New Taiwan Dollars, Except Earnings Per Share)

	For the Six Months Ended June 30			
	2015		2014	
	Amount	%	Amount	%
Interest revenues	\$ 16,307,391	103	\$ 15,405,377	108
Interest expenses	<u>5,843,862</u>	<u>37</u>	<u>5,460,783</u>	<u>38</u>
Net interest (notes 31 and 34)	<u>10,463,529</u>	<u>66</u>	<u>9,944,594</u>	<u>70</u>
Net revenues other than interest				
Service fee incomes, net (note 31)	3,026,980	19	2,546,191	18
Gains on financial assets and liabilities at fair value through profit or loss (note 31)	377,614	2	451,271	3
Realized gains on available-for-sale financial assets	797,276	5	392,224	3
Foreign exchange gains, net	390,652	3	250,363	2
Share of profit of associates and joint ventures, net	173,849	1	76,071	-
Other net revenues (note 34)	<u>594,720</u>	<u>4</u>	<u>539,193</u>	<u>4</u>
Total net revenues other than interest	<u>5,361,091</u>	<u>34</u>	<u>4,255,313</u>	<u>30</u>
Consolidated net revenues	<u>15,824,620</u>	<u>100</u>	<u>14,199,907</u>	<u>100</u>
Bad debt expenses (note 12)	<u>339,443</u>	<u>2</u>	<u>351,600</u>	<u>3</u>
Operating expenses				
Personnel (notes 4, 29, 31 and 34)	3,391,514	21	3,119,546	22
Depreciation and amortization (note 31)	396,350	3	384,212	3
Other general and administrative	<u>2,051,085</u>	<u>13</u>	<u>1,647,303</u>	<u>11</u>
Total operating expenses	<u>5,838,949</u>	<u>37</u>	<u>5,151,061</u>	<u>36</u>
Profit before income tax	9,646,228	61	8,697,246	61
Income tax expense (note 32)	<u>(1,817,984)</u>	<u>(12)</u>	<u>(1,880,318)</u>	<u>(13)</u>
Other comprehensive income				
Items that may be reclassified subsequently to profit or loss:				
Translation adjustments for foreign operations	(2,303,433)	(15)	87,494	1
Unrealized gain on available-for-sale financial assets	2,032,901	13	666,083	5
Cash flow hedges	-	-	16,381	-

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## CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME (In Thousands of New Taiwan Dollars, Except Earnings Per Share)

	For the Six Months Ended June 30			
	2015		2014	
	Amount	%	Amount	%
Share of other comprehensive income of subsidiaries, associates and joint ventures accounted for using the equity method	\$ 8,861	-	\$ 228	-
Income tax relating to items that may be reclassified subsequently to profit or loss	(82,478)	-	(76,949)	(1)
Subtotal of items that may be reclassified subsequently to profit or loss	(344,149)	(2)	693,237	5
Other comprehensive income for the period, net of income tax	(344,149)	(2)	693,237	5
Consolidated net income	7,484,095	47	7,510,165	53
Total comprehensive income for the period	<u>\$ 7,484,095</u>	<u>47</u>	<u>\$ 7,510,165</u>	<u>53</u>
Net profit attributable to:				
Owners of the Bank	\$ 6,070,008	38	\$ 5,258,388	37
Non-controlling interests	1,758,236	11	1,558,540	11
	<u>\$ 7,828,244</u>	<u>49</u>	<u>\$ 6,816,928</u>	<u>48</u>
Total comprehensive income attributable to:				
Owners of the Bank	\$ 5,886,864	37	\$ 5,861,519	41
Non-controlling interests	1,597,231	10	1,648,646	12
	<u>\$ 7,484,095</u>	<u>47</u>	<u>\$ 7,510,165</u>	<u>53</u>
Earnings Per Share (note 33)				
Basic	<u>\$1.52</u>		<u>\$1.32</u>	
Diluted	<u>\$1.52</u>		<u>\$1.32</u>	

The accompanying notes are an integral part of the consolidated financial statements.

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