

THE SHANGHAI COMMERCIAL & SAVINGS BANK, LTD. AND SUBSIDIARIES

CONSOLIDATED BALANCE SHEETS DECEMBER 31, 2015 AND 2014 (In Thousands of New Taiwan Dollars)

ASSETS	2015		2014	
	Amount	%	Amount	%
Cash and cash equivalents (note 6)	\$ 96,923,788	6	\$ 64,578,504	4
Due from the central bank and call loans to banks (note 7)	195,329,717	12	227,645,569	15
Financial assets at fair value through profit or loss (note 8)	27,991,683	2	35,253,380	2
Derivative financial assets for hedging (note 9)	-	-	27,315	-
Securities purchased under resell agreements (note 10)	10,245,428	1	11,046,883	1
Receivables, net (notes 11 and 35)	15,118,711	1	19,383,489	1
Current income tax assets (note 32)	154,683	-	92,329	-
Discounts and loans, net (notes 4, 12 and 35)	847,606,449	52	851,128,367	55
Available-for-sale financial assets, net (notes 13 and 36)	304,480,067	19	203,621,863	13
Held-to-maturity financial assets, net (notes 14 and 36)	92,771,401	6	99,818,624	7
Equity investments under the equity method, net (note 16)	1,361,088	-	1,156,200	-
Other financial assets, net (note 17)	36,448	-	224,843	-
Properties, net (note 18)	23,913,150	1	23,258,479	2
Investment properties, net (note 19)	4,226,143	-	21,140	-
Deferred income tax assets (note 32)	962,789	-	953,167	-
Other assets, net (notes 20 and 34)	<u>3,747,335</u>	<u>-</u>	<u>4,013,474</u>	<u>-</u>
Total	<u>\$ 1,624,868,880</u>	<u>100</u>	<u>\$ 1,542,223,626</u>	<u>100</u>
LIABILITIES AND EQUITY				
Due to the central bank and banks (note 21)	\$ 37,919,750	2	\$ 38,880,983	3
Financial liabilities at fair value through profit or loss (note 8)	1,437,270	-	1,361,043	-
Securities sold under repurchase agreements (note 22)	6,320,676	1	6,475,072	-
Payables (notes 23, 34 and 35)	22,364,638	1	25,165,527	2
Current income tax liabilities (note 32)	1,152,377	-	1,081,936	-
Deposits and remittances (notes 24 and 35)	1,343,639,313	83	1,266,845,785	82
Bank debentures (note 25)	38,150,000	2	38,027,600	3
Other financial liabilities (note 26)	3,979,973	-	5,630,516	-
Provisions (note 27)	1,534,882	-	1,377,249	-
Deferred income tax liabilities (note 32)	9,958,414	1	9,382,436	1
Other liabilities (notes 28 and 35)	<u>2,515,208</u>	<u>-</u>	<u>2,666,156</u>	<u>-</u>
Total liabilities	<u>1,468,972,501</u>	<u>90</u>	<u>1,396,894,303</u>	<u>91</u>
Equity attributable to owners of the Bank				
Share capital				
Ordinary shares	<u>39,991,207</u>	<u>2</u>	<u>38,086,864</u>	<u>2</u>
Capital surplus	<u>4,639,910</u>	<u>-</u>	<u>4,632,533</u>	<u>-</u>
Retained earnings				
Legal reserve	37,023,528	2	33,751,333	2
Special reserve	7,480,146	1	7,480,146	1
Unappropriated earnings	<u>17,171,825</u>	<u>1</u>	<u>16,201,932</u>	<u>1</u>
Total retained earnings	<u>61,675,499</u>	<u>4</u>	<u>57,433,411</u>	<u>4</u>
Other equity	9,015,524	1	7,754,295	1
Treasury stock	<u>(83,144)</u>	<u>-</u>	<u>(83,144)</u>	<u>-</u>
Total equity attributable to owners of the Bank	115,238,996	7	107,823,959	7
Non-controlling interests	<u>40,657,383</u>	<u>3</u>	<u>37,505,364</u>	<u>2</u>
Total equity (note 30)	<u>155,896,379</u>	<u>10</u>	<u>145,329,323</u>	<u>9</u>
Total	<u>\$ 1,624,868,880</u>	<u>100</u>	<u>\$ 1,542,223,626</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 FOR THE YEARS ENDED DECEMBER 31, 2015 AND 2014 (In Thousands of New Taiwan Dollars, Except Earnings Per Share)

	2015		2014	
	Amount	%	Amount	%
Interest revenues	\$ 32,605,159	104	\$ 31,599,534	108
Interest expenses	<u>11,501,203</u>	<u>37</u>	<u>11,228,454</u>	<u>39</u>
Net interest (notes 31 and 35)	<u>21,103,956</u>	<u>67</u>	<u>20,371,080</u>	<u>69</u>
Net revenues other than interest				
Service fee incomes, net (note 31)	5,385,696	17	5,062,280	17
Gains on financial assets and liabilities at fair value through profit or loss (note 31)	707,029	2	1,383,011	5
Realized gains on available-for-sale financial assets	1,369,657	4	685,150	2
Foreign exchange gains, net	1,425,088	5	210,536	1
Share of profit of associates and joint ventures, net (note 16)	194,937	1	176,973	1
Other net revenues (note 35)	<u>1,252,661</u>	<u>4</u>	<u>1,425,000</u>	<u>5</u>
Total net revenues other than interest	<u>10,335,068</u>	<u>33</u>	<u>8,942,950</u>	<u>31</u>
Consolidated net revenues	<u>31,439,024</u>	<u>100</u>	<u>29,314,030</u>	<u>100</u>
Bad debt expenses (note 12)	<u>625,310</u>	<u>2</u>	<u>873,990</u>	<u>3</u>
Operating expenses				
Personnel (notes 4, 29, 31 and 35)	6,977,112	22	6,424,153	22
Depreciation and amortization (note 31)	818,633	3	738,714	3
Other general and administrative	<u>4,144,893</u>	<u>13</u>	<u>3,629,602</u>	<u>12</u>
Total operating expenses	<u>11,940,638</u>	<u>38</u>	<u>10,792,469</u>	<u>37</u>
Profit before income tax	18,873,076	60	17,647,571	60
Income tax expense (note 32)	<u>(3,676,658)</u>	<u>(12)</u>	<u>(3,597,626)</u>	<u>(12)</u>
Consolidated net income	<u>15,196,418</u>	<u>48</u>	<u>14,049,945</u>	<u>48</u>

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CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME FOR THE YEARS ENDED DECEMBER 31, 2015 AND 2014 (In Thousands of New Taiwan Dollars, Except Earnings Per Share)

	2015		2014	
	Amount	%	Amount	%
Other comprehensive income				
Items that will not be reclassified subsequently to profit or loss:				
Remeasurement of defined benefit plans	\$ (46,423)	-	\$ (86,200)	-
Income tax relating to items that will not be reclassified subsequently to profit or loss (note 32)	<u>7,892</u>	<u>-</u>	<u>14,653</u>	<u>-</u>
	<u>(38,531)</u>	<u>-</u>	<u>(71,547)</u>	<u>-</u>
Items that may be reclassified subsequently to profit or loss:				
Exchange differences on translating foreign operations	2,844,186	9	4,953,273	17
Unrealized gain (loss) on available-for-sale financial assets	(47,535)	-	1,945,644	7
Cash flow hedges	-	-	24,429	-
Share of the other comprehensive income of associates and joint ventures accounted for using the equity method	127,942	1	7,137	-
Income tax relating to items that may be reclassified subsequently to profit or loss (note 4 and 32)	<u>(220,963)</u>	<u>(1)</u>	<u>(764,778)</u>	<u>(3)</u>
	<u>2,703,630</u>	<u>9</u>	<u>6,165,705</u>	<u>21</u>
Other comprehensive income for the period, net of income tax	<u>2,665,099</u>	<u>9</u>	<u>6,094,158</u>	<u>21</u>
Total comprehensive income for the period	<u>\$ 17,861,517</u>	<u>57</u>	<u>\$ 20,144,103</u>	<u>69</u>
Net profit attributable to:				
Owners of the Bank	\$ 11,897,992	38	\$ 10,905,368	37
Non-controlling interests	<u>3,298,426</u>	<u>10</u>	<u>3,144,577</u>	<u>11</u>
	<u>\$ 15,196,418</u>	<u>48</u>	<u>\$ 14,049,945</u>	<u>48</u>
Total comprehensive income attributable to:				
Owners of the Bank	\$ 13,120,690	42	\$ 14,471,133	50
Non-controlling interests	<u>4,740,827</u>	<u>15</u>	<u>5,672,970</u>	<u>19</u>
	<u>\$ 17,861,517</u>	<u>57</u>	<u>\$ 20,144,103</u>	<u>69</u>
Earnings per share (note 33)				
Basic	<u>\$2.98</u>		<u>\$2.73</u>	
Diluted	<u>\$2.98</u>		<u>\$2.73</u>	

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

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