

THE SHANGHAI COMMERCIAL & SAVINGS BANK, LTD. AND SUBSIDIARIES

CONSOLIDATED BALANCE SHEETS DECEMBER 31, 2014 AND 2013 (In Thousands of New Taiwan Dollars)

ASSETS	2014		2013	
	Amount	%	Amount	%
Cash and cash equivalents (note 6)	\$ 64,578,504	4	\$ 58,055,252	4
Due from the central bank and call loans to banks (note 7)	227,645,569	15	221,625,832	16
Financial assets at fair value through profit or loss (note 8)	35,253,380	2	33,043,474	2
Derivative financial assets for hedging (note 9)	27,315	-	104,418	-
Securities purchased under resell agreements (note 10)	11,046,883	1	1,588,177	-
Receivables, net (notes 11 and 33)	19,383,489	1	15,253,958	1
Discounts and loans, net (notes 4, 12, 33 and 34)	851,128,367	55	775,609,470	54
Available-for-sale financial assets, net (notes 13 and 34)	203,621,863	13	185,448,671	13
Held-to-maturity financial assets, net (notes 14 and 34)	99,818,624	7	116,575,221	8
Equity investments under the equity method, net (note 15)	1,156,200	-	979,906	-
Other financial assets, net (note 16)	224,843	-	221,642	-
Properties, net (note 17)	23,258,479	2	21,719,502	2
Investment properties, net (note 18)	21,140	-	355,318	-
Deferred income tax assets (note 31)	953,167	-	924,324	-
Other assets, net (note 19)	<u>4,105,803</u>	<u>-</u>	<u>4,442,779</u>	<u>-</u>
Total	<u>\$ 1,542,223,626</u>	<u>100</u>	<u>\$ 1,435,947,944</u>	<u>100</u>
LIABILITIES AND EQUITY				
Due to the central bank and banks (note 20)	\$ 38,880,983	3	\$ 38,999,190	3
Borrowings from the central bank and banks	-	-	3,932,016	-
Financial liabilities at fair value through profit or loss (note 8)	1,361,043	-	1,529,591	-
Derivative financial liabilities for hedging (note 9)	-	-	24,429	-
Securities sold under repurchase agreements (note 21)	6,475,072	-	5,746,867	-
Payables (notes 22 and 33)	25,165,527	2	21,840,540	2
Current income tax liabilities (note 31)	1,081,936	-	939,494	-
Deposits and remittances (notes 23 and 33)	1,266,845,785	82	1,179,265,585	82
Bank debentures (note 24)	38,027,600	3	33,104,321	2
Other financial liabilities (note 25)	5,630,516	-	6,680,824	1
Provisions (note 26)	1,377,249	-	1,218,629	-
Deferred income tax liabilities (note 31)	9,382,436	1	8,019,995	1
Other liabilities (notes 27 and 33)	<u>2,666,156</u>	<u>-</u>	<u>2,470,300</u>	<u>-</u>
Total liabilities	<u>1,396,894,303</u>	<u>91</u>	<u>1,303,771,781</u>	<u>91</u>
Equity attributable to owners of the Bank				
Share capital				
Ordinary shares	<u>38,086,864</u>	<u>2</u>	<u>37,157,916</u>	<u>3</u>
Capital surplus	<u>4,632,533</u>	<u>-</u>	<u>4,625,336</u>	<u>-</u>
Retained earnings				
Legal reserve	33,751,333	2	30,708,270	2
Special reserve	7,480,146	1	7,480,146	1
Unappropriated earnings	<u>16,201,932</u>	<u>1</u>	<u>14,913,809</u>	<u>1</u>
Total retained earnings	<u>57,433,411</u>	<u>4</u>	<u>53,102,225</u>	<u>4</u>
Other equity	7,754,295	1	4,116,983	-
Treasury stock	<u>(83,144)</u>	<u>-</u>	<u>(83,144)</u>	<u>-</u>
Total equity attributable to owners of the Bank	107,823,959	7	98,919,316	7
Non-controlling interests	<u>37,505,364</u>	<u>2</u>	<u>33,256,847</u>	<u>2</u>
Total equity (note 29)	<u>145,329,323</u>	<u>9</u>	<u>132,176,163</u>	<u>9</u>
Total	<u>\$ 1,542,223,626</u>	<u>100</u>	<u>\$ 1,435,947,944</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, 2014 AND 2013 (In Thousands of New Taiwan Dollars, Except Earnings Per Share)

	2014		2013	
	Amount	%	Amount	%
Interest revenues	\$ 31,828,177	108	\$ 27,427,035	101
Interest expenses	<u>11,228,454</u>	<u>38</u>	<u>9,775,009</u>	<u>36</u>
Net interest (notes 30 and 33)	<u>20,599,723</u>	<u>70</u>	<u>17,652,026</u>	<u>65</u>
Net revenues other than interest				
Service fee incomes, net (note 30)	5,062,280	17	4,774,386	18
Gains on financial assets and liabilities at fair value through profit or loss (note 30)	1,154,368	4	1,022,144	4
Realized gains on available-for-sale financial assets	685,150	2	1,196,460	5
Foreign exchange gains, net	210,536	1	543,227	2
Share of profit of associates and joint ventures, net	176,973	1	114,364	-
Other net revenues (note 33)	<u>1,425,000</u>	<u>5</u>	<u>1,735,034</u>	<u>6</u>
Total net revenues other than interest	<u>8,714,307</u>	<u>30</u>	<u>9,385,615</u>	<u>35</u>
Consolidated net revenues	<u>29,314,030</u>	<u>100</u>	<u>27,037,641</u>	<u>100</u>
Bad debt expenses (note 12)	<u>873,990</u>	<u>3</u>	<u>736,933</u>	<u>3</u>
Operating expenses				
Personnel (notes 4, 28, 30 and 33)	6,421,805	22	6,106,984	22
Depreciation and amortization (note 30)	738,714	3	727,303	3
Other general and administrative	<u>3,629,602</u>	<u>12</u>	<u>3,294,802</u>	<u>12</u>
Total operating expenses	<u>10,790,121</u>	<u>37</u>	<u>10,129,089</u>	<u>37</u>
Profit before income tax	17,649,919	60	16,171,619	60
Income tax expense (note 31)	<u>(3,598,025)</u>	<u>(12)</u>	<u>(3,129,561)</u>	<u>(12)</u>
Consolidated net income	<u>14,051,894</u>	<u>48</u>	<u>13,042,058</u>	<u>48</u>
Other comprehensive income				
Translation adjustments for foreign operations	4,953,273	17	2,000,224	8
Unrealized gain on available-for-sale financial assets	1,945,644	7	509,945	2
Cash flow hedges	24,429	-	32,109	-
Defined benefit plan loss (note 28)	(88,548)	-	(15,900)	-

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CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME FOR THE YEARS ENDED DECEMBER 31, 2014 AND 2013 (In Thousands of New Taiwan Dollars, Except Earnings Per Share)

	2014		2013	
	Amount	%	Amount	%
Share of the other comprehensive income of associates and joint ventures	\$ 7,137	-	\$ (388)	-
Income tax relating to the components of other comprehensive income (note 31)	<u>(749,726)</u>	<u>(3)</u>	<u>(234,951)</u>	<u>(1)</u>
Other comprehensive income for the period, net of income tax	<u>6,092,209</u>	<u>21</u>	<u>2,291,039</u>	<u>9</u>
Total comprehensive income for the period	<u>\$ 20,144,103</u>	<u>69</u>	<u>\$ 15,333,097</u>	<u>57</u>
Net profit attributable to:				
Owner of the Bank	\$ 10,907,317	37	\$ 10,143,546	37
Non-controlling interests	<u>3,144,577</u>	<u>11</u>	<u>2,898,512</u>	<u>11</u>
	<u>\$ 14,051,894</u>	<u>48</u>	<u>\$ 13,042,058</u>	<u>48</u>
Total comprehensive income attributable to:				
Owner of the Bank	\$ 14,471,133	50	\$ 11,322,873	42
Non-controlling interests	<u>5,672,970</u>	<u>19</u>	<u>4,010,224</u>	<u>15</u>
	<u>\$ 20,144,103</u>	<u>69</u>	<u>\$ 15,333,097</u>	<u>57</u>
Earnings Per Share (note 32)				
Basic	<u>\$2.87</u>		<u>\$2.67</u>	
Diluted	<u>\$2.87</u>		<u>\$2.67</u>	

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

(Concluded)