

**Far Eastern New Century Corporation and
Subsidiaries**

**Consolidated Financial Statements for the
Three Months Ended March 31, 2015 and 2014 and
Independent Auditors' Review Report**

INDEPENDENT AUDITORS' REVIEW REPORT

The Board of Directors and the Stockholders
Far Eastern New Century Corporation

We have reviewed the accompanying consolidated balance sheets of Far Eastern New Century Corporation and its subsidiaries as of March 31, 2015 and 2014 and the related consolidated statements of income and cash flows for the three months then ended. These consolidated financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our reviews.

Except as discussed in the following paragraph, we conducted our reviews in accordance with the Statement of Auditing Standards No. 36, "Review of Financial Statements," issued by the Audit committee of the Accounting Research and Development Foundation of the Republic of China. A review consists principally of applying analytical procedures to financial data and making inquiries of persons responsible for financial and accounting matters. It is substantially less in scope than an audit conducted in accordance with auditing standards generally accepted in the Republic of China, the objective of which is the expression of an opinion regarding the consolidated financial statements taken as a whole. Accordingly, we do not express such an opinion.

As stated in Note 15 to the consolidated financial statements, the financial statements as of March 31, 2015 and 2014 of some immaterial subsidiaries, with combined total assets that were 59.64% (NT\$304,238,363 thousand) and 60.67% (NT\$292,712,937 thousand), respectively of the consolidated total assets and with combined total liabilities that were 39.93% (NT\$96,349,939 thousand) and 39.25% (NT\$86,915,581 thousand), respectively of the consolidated total liabilities, had not been reviewed. In the three months ended in 2015 and 2014, these subsidiaries' combined total net comprehensive (loss) income were 41.03% (NT\$2,193,239 thousand) and (16.54%) (NT\$(524,979) thousand), respectively, of the consolidated net comprehensive income. In addition, as stated in Note 17 to the consolidated financial statements, the financial statements supporting the Company's and subsidiaries' investments in certain equity-method investees, with carrying values of NT\$29,314,927 thousand and NT\$29,559,567 thousand, respectively, as of March 31, 2015 and 2014 had not been reviewed. The Company's equity of NT\$1,230,509 thousand and of NT\$793,325 thousand in the comprehensive income of these investees were included in the consolidated net comprehensive incomes for the three months ended March 31, 2015 and 2014, respectively, and other relevant information as disclosed in Note 39 were also based on these equity-method investees' unreviewed financial statements.

Based on our reviews, we are not aware of any material modifications that should be made to the condensed consolidated financial statements referred to above for them to be in conformity with the Regulations Governing the Preparation of Financial Reports by Securities Issuers, and International Financial Reporting 34 "Interim Financial Reporting" endorsed by the Financial Supervisory Commission of the Republic of China.

As disclosed in Note 3 to the consolidated financial statements, Far Eastern New Century Corporation and its subsidiaries have been prepared the consolidated financial statement in accordance Regulations Governing the Preparation of Financial Reports by Securities Issuers and the 2013 version of the International Financial Reporting Standards (IFRS), International Accounting Standards (IAS), Interpretations of IFRS (IFRIC), and Interpretations of IAS (SIC) endorsed by the Financial Supervisory Commission. As a result, the consolidated financial statements for the three months ended March 31, 2015, the consolidated balance sheet as December 31, 2014, and the consolidated balance sheet as of January 1, 2014 have been restated.

May 13, 2015

Notice to Readers

The accompanying condensed consolidated financial statements are intended only to present the condensed consolidated financial position, financial performance, results of operations and cash flows in accordance with accounting principles and practices generally accepted in the Republic of China and not those of any other jurisdictions. The standards, procedures and practices to review such condensed consolidated financial statements are those generally applied in the Republic of China.

For the convenience of readers, the independent auditors' review report and the accompanying condensed consolidated financial statements have been translated into English from the original Chinese version prepared and used in the Republic of China. If there is any conflict between the English version and the original Chinese version or any difference in the interpretation of the two versions, the Chinese-language independent auditors' review report and condensed consolidated financial statements shall prevail.

FAR EASTERN NEW CENTURY CORPORATION AND SUBSIDIARIES

CONSOLIDATED BALANCE SHEETS (In Thousands of New Taiwan Dollars)

ASSETS	March 31, 2015 (Reviewed)		December 31, 2014 (Audited after Restated)		March 31, 2014 (Reviewed after Restated)		January 1, 2014 (Audited after Restated)	
	Amount	%	Amount	%	Amount	%	Amount	%
CURRENT ASSETS								
Cash and cash equivalents (Note 6)	\$ 36,595,762	7	\$ 25,985,419	5	\$ 30,283,320	6	\$ 26,645,574	6
Financial assets at fair value through profit or loss - current (Notes 4 and 7)	301,868	-	1,124,116	-	1,695,679	-	1,191,688	-
Available-for-sale financial assets - current (Notes 4, 8 and 34)	876,100	-	929,101	-	1,024,931	-	989,348	-
Held-to-maturity financial assets - current (Notes 4 and 9)	-	-	-	-	99,975	-	99,962	-
Hedging derivative financial assets - current (Notes 4 and 10)	5,625	-	-	-	-	-	4,442	-
Financial assets carried at cost - current (Notes 4 and 11)	1,184	-	-	-	23,128	-	42,587	-
Bond investments with no active market (Notes 4, 6 and 12)	3,842,017	1	4,114,651	1	2,250,512	-	2,606,689	1
Notes and accounts receivable, net (Notes 4, 13 and 35)	25,872,454	5	27,720,022	6	28,312,862	6	27,741,701	6
Amounts due from customers for construction contracts (Notes 4 and 16)	970,826	-	2,286,911	1	1,859,954	-	1,473,786	-
Other receivables (Note 35)	2,027,759	-	3,503,430	1	3,266,441	1	2,900,592	1
Current tax assets (Notes 4 and 30)	78,557	-	68,920	-	50,771	-	48,216	-
Inventories, net (Notes 4, 14 and 36)	24,140,537	5	22,005,555	4	22,021,964	5	24,184,972	5
Prepayments	4,514,465	1	4,414,732	1	4,534,167	1	3,799,470	1
Other financial assets - current (Note 36)	3,742,857	1	3,661,203	1	3,873,730	1	3,946,576	1
Refundable deposits - current	35,767	-	33,954	-	47,773	-	52,292	-
Other current assets	2,343,729	1	2,227,072	-	2,813,227	1	1,934,219	-
Total current assets	<u>105,349,507</u>	<u>21</u>	<u>98,075,086</u>	<u>20</u>	<u>102,158,434</u>	<u>21</u>	<u>97,662,114</u>	<u>21</u>
NONCURRENT ASSETS								
Available-for-sale financial assets - noncurrent (Notes 4, 8 and 34)	4,872,780	1	4,718,618	1	4,619,259	1	5,257,220	1
Financial assets carried at cost - noncurrent (Notes 4 and 11)	1,067,490	-	1,071,152	-	934,376	-	926,908	-
Bond investment with no active market - noncurrent (Notes 4 and 12)	245,498	-	182,583	-	272,268	-	-	-
Investments accounted for using the equity method (Notes 4, 17 and 36)	63,627,283	12	61,839,479	12	59,549,989	12	55,870,243	12
Property, plant and equipment (Notes 4, 18 and 36)	140,828,088	28	139,055,972	28	125,194,906	26	124,767,713	26
Investment properties, net (Notes 4, 19 and 36)	121,658,256	24	119,663,209	24	113,396,345	24	113,458,525	24
Concession (Notes 21 and 36)	36,909,967	7	37,314,277	8	38,770,694	8	37,734,135	8
Goodwill (Notes 4 and 20)	11,882,789	2	11,930,443	2	11,928,674	2	11,928,782	2
Other intangible assets (Notes 4 and 21)	3,643,248	1	3,772,439	1	4,088,395	1	4,184,122	1
Deferred tax assets, net (Note 4)	2,648,574	1	2,737,657	1	2,806,478	1	2,812,572	1
Prepayment for equipment (Note 18)	4,681,266	1	4,914,856	1	7,135,398	2	6,103,204	1
Refundable deposits	779,563	-	708,974	-	663,056	-	576,314	-
Other receivables from related parties - noncurrent (Note 35)	1,620,000	-	-	-	-	-	-	-
Other financial assets - noncurrent (Note 36)	3,028,045	1	3,044,303	1	3,689,662	1	4,071,707	1
Long-term prepayments for lease	7,044,636	1	7,164,761	1	7,053,170	1	7,406,266	2
Other noncurrent assets	267,066	-	410,481	-	218,631	-	239,647	-
Total noncurrent assets	<u>404,804,549</u>	<u>79</u>	<u>398,529,204</u>	<u>80</u>	<u>380,321,301</u>	<u>79</u>	<u>375,337,358</u>	<u>79</u>
TOTAL	<u>\$ 510,154,056</u>	<u>100</u>	<u>\$ 496,604,290</u>	<u>100</u>	<u>\$ 482,479,735</u>	<u>100</u>	<u>\$ 472,999,472</u>	<u>100</u>
LIABILITIES AND EQUITY								
CURRENT LIABILITIES								
Short-term borrowings (Notes 22 and 35)	\$ 26,393,586	5	\$ 27,638,660	6	\$ 28,901,446	6	\$ 28,053,848	6
Short-term bills payable (Note 22)	6,506,779	1	4,662,532	1	5,697,160	1	5,117,694	1
Financial liabilities at fair value through profit or loss - current (Notes 4 and 7)	8,413	-	807	-	2,664	-	590	-
Derivative financial liabilities for hedging - current (Notes 4 and 10)	-	-	14,950	-	1,495	-	-	-
Notes and accounts payable (Note 4)	15,336,296	3	13,502,368	3	14,900,820	3	17,452,151	4
Notes and accounts payable to related parties (Notes 4 and 35)	328,795	-	513,625	-	312,770	-	261,571	-
Amounts due to customers for construction contracts (Notes 4 and 16)	133,249	-	110,594	-	877,888	-	412,498	-
Payables to suppliers of machinery and equipment	3,262,960	1	3,202,004	1	2,328,764	1	3,133,810	1
Other payable	13,724,342	3	14,254,278	3	13,206,872	3	12,671,314	3
Current tax liabilities (Notes 4 and 30)	2,881,915	1	3,368,813	1	3,830,532	1	3,115,500	1
Provisions - current (Notes 4 and 23)	257,140	-	240,197	-	198,244	-	193,328	-
Guarantee deposits received - current	363,817	-	314,097	-	375,609	-	334,939	-
Receipts in advance	1,308,950	-	1,214,639	-	1,090,849	-	1,199,481	-
Unearned revenue	2,666,320	1	2,617,900	-	2,780,277	1	2,667,808	-
Current portion of long-term liabilities (Note 24)	17,447,836	3	14,127,895	3	9,412,479	2	8,845,696	2
Other current liabilities	1,883,188	-	2,293,289	-	1,988,770	-	2,317,709	-
Total current liabilities	<u>92,503,586</u>	<u>18</u>	<u>88,076,648</u>	<u>18</u>	<u>85,906,639</u>	<u>18</u>	<u>85,777,937</u>	<u>18</u>
NONCURRENT LIABILITIES								
Derivative financial liabilities for hedging - noncurrent (Notes 4 and 10)	479,978	-	535,837	-	450,921	-	421,280	-
Bonds payable (Note 24)	60,265,948	12	60,712,019	12	65,699,639	14	65,638,787	14
Long-term borrowings (Note 24)	67,089,738	13	63,999,210	13	51,510,542	11	43,622,704	9
Provisions - noncurrent (Notes 4 and 23)	769,105	-	763,223	-	705,850	-	705,863	-
Deferred tax liabilities (Note 4)	16,450,076	3	15,110,447	3	13,391,839	3	13,329,928	3
Net defined benefit liabilities - noncurrent (Note 26)	2,560,591	1	2,648,882	1	2,538,430	-	2,593,770	1
Guarantee deposits received - noncurrent	643,238	-	715,764	-	668,622	-	645,013	-
Deferred credit-gains on related-party accounts (Note 35)	149,629	-	149,629	-	150,185	-	150,185	-
Other noncurrent liabilities	402,607	-	408,320	-	420,233	-	476,788	-
Total noncurrent liabilities	<u>148,810,910</u>	<u>29</u>	<u>145,043,331</u>	<u>29</u>	<u>135,536,261</u>	<u>28</u>	<u>127,584,318</u>	<u>27</u>
Total liabilities	<u>241,314,496</u>	<u>47</u>	<u>233,119,979</u>	<u>47</u>	<u>221,442,900</u>	<u>46</u>	<u>213,362,255</u>	<u>45</u>
EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY (Note 27)								
Capital stock								
Common stock	52,479,168	10	52,479,168	11	51,450,165	10	51,450,165	11
Capital surplus	3,666,948	1	3,666,948	1	4,681,042	1	4,681,042	1
Retained earnings								
Legal reserve	13,408,217	3	13,408,217	3	12,687,509	3	12,687,509	3
Special reserve	104,396,753	20	105,911,942	21	105,911,942	22	105,911,942	22
Unappropriated earnings	21,530,945	4	17,383,706	3	15,955,150	3	14,143,946	3
Total retained earnings	<u>139,335,915</u>	<u>27</u>	<u>136,703,865</u>	<u>27</u>	<u>134,554,601</u>	<u>28</u>	<u>132,743,397</u>	<u>28</u>
Other stockholders' equity	7,589,657	2	6,841,068	1	3,952,470	1	4,653,726	1
Treasury stocks	(25,063)	-	(25,063)	-	(25,063)	-	(25,063)	-
Total equity attributable to owners of the Company	<u>203,046,625</u>	<u>40</u>	<u>199,665,986</u>	<u>40</u>	<u>194,613,215</u>	<u>40</u>	<u>193,503,267</u>	<u>41</u>
NONCONTROLLING INTERESTS (Note 27)	<u>65,792,935</u>	<u>13</u>	<u>63,818,325</u>	<u>13</u>				

FAR EASTERN NEW CENTURY CORPORATION AND SUBSIDIARIES

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

	For the Three Months Ended March 31			
	2015		2014	
	(Reviewed)		(Reviewed after Restated)	
	Amount	%	Amount	%
OPERATING REVENUES (Notes 4, 10 and 35)				
Net sales	\$ 33,263,906	62	\$ 36,771,445	63
Telecommunications service income	17,272,427	32	17,073,180	29
Gain on disposal of investments, net	2,608	-	36,060	-
Construction income, net	793,213	2	2,190,193	4
Other operating revenue	<u>2,197,398</u>	<u>4</u>	<u>2,172,661</u>	<u>4</u>
Total operating revenues	<u>53,529,552</u>	<u>100</u>	<u>58,243,539</u>	<u>100</u>
OPERATING COSTS (Notes 4, 14, 29 and 35)				
Cost of sales	32,775,918	61	36,536,028	63
Cost of telecommunications services	6,158,641	12	6,560,872	11
Construction cost	717,641	1	2,096,378	4
Other operating cost	<u>1,030,859</u>	<u>2</u>	<u>1,113,336</u>	<u>2</u>
Total operating costs	<u>40,683,059</u>	<u>76</u>	<u>46,306,614</u>	<u>80</u>
GROSS PROFIT	<u>12,846,493</u>	<u>24</u>	<u>11,936,925</u>	<u>20</u>
OPERATING EXPENSES (Notes 4, 29 and 35)				
Selling	5,801,357	11	5,433,681	9
General and administrative	2,984,464	6	2,796,194	5
Research and development	<u>188,554</u>	<u>-</u>	<u>162,715</u>	<u>-</u>
Total operating expenses	<u>8,974,375</u>	<u>17</u>	<u>8,392,590</u>	<u>14</u>
OPERATING INCOME	<u>3,872,118</u>	<u>7</u>	<u>3,544,335</u>	<u>6</u>
NONOPERATING INCOME				
Share of the profit or loss of associates (Note 17)	382,636	1	1,245,030	2
Interest income	153,014	-	109,025	-
Other income - other (Note 35)	178,804	-	173,210	-
Gain on financial assets (liabilities) at fair value through profit or loss, net (Note 7)	134,643	-	66,735	-
Interest expense (Notes 10 and 29)	(646,867)	(1)	(448,025)	(1)
Other expense (Note 35)	(160,793)	-	(92,220)	-
Loss on disposal of property, plant and equipment, net (Note 18)	(109,406)	-	(241,810)	-
Loss on disposal of intangible properties, net (Note 21)	(511)	-	(1,326)	-
Exchange loss, net (Note 4)	(168,501)	-	(84,288)	-

(Continued)

FAR EASTERN NEW CENTURY CORPORATION AND SUBSIDIARIES

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

	For the Three Months Ended March 31			
	2015		2014	
	(Reviewed)		(Reviewed after Restated)	
	Amount	%	Amount	%
Gain on disposal of investment properties (Note 35)	\$ 983,629	2	\$ -	-
Gain on change in fair value of investment properties	2,478,500	4	-	-
Impairment loss on assets (Notes 18 and 20)	<u>(119,160)</u>	<u>-</u>	<u>(9,740)</u>	<u>-</u>
Total nonoperating incomes and expenses	<u>3,105,988</u>	<u>6</u>	<u>716,591</u>	<u>1</u>
CONSOLIDATED INCOME BEFORE INCOME TAX	6,978,106	13	4,260,926	7
INCOME TAX EXPENSE (Notes 4 and 30)	<u>(2,351,602)</u>	<u>(4)</u>	<u>(713,637)</u>	<u>(1)</u>
NET PROFIT	<u>4,626,504</u>	<u>9</u>	<u>3,547,289</u>	<u>6</u>
OTHER COMPREHENSIVE INCOME (LOSS)				
Items that will not be reclassified subsequently to profit or loss:				
Remeasurement of defined benefit plans	-	-	39	-
Share of the other comprehensive income of associates accounted for using the equity method	<u>-</u>	<u>-</u>	<u>30,085</u>	<u>-</u>
	<u>-</u>	<u>-</u>	<u>30,124</u>	<u>-</u>
Items that may be reclassified subsequently to profit or loss:				
Exchange differences on translating foreign operations	(516,242)	(1)	446,850	1
Unrealized gain (loss) on available-for-sale financial assets	139,186	-	(583,463)	(1)
Cash flow hedges	43,753	-	(47,435)	-
Share of the other comprehensive loss of associates	<u>1,052,229</u>	<u>2</u>	<u>(219,393)</u>	<u>(1)</u>
	<u>718,926</u>	<u>1</u>	<u>(403,441)</u>	<u>(1)</u>
Total other comprehensive income (loss)	<u>718,926</u>	<u>1</u>	<u>(373,317)</u>	<u>(1)</u>
TOTAL COMPREHENSIVE INCOME	<u>\$ 5,345,430</u>	<u>10</u>	<u>\$ 3,173,972</u>	<u>5</u>
NET PROFIT ATTRIBUTABLE TO:				
Owners of the Company	\$ 2,635,289	5	\$ 1,815,906	3
Noncontrolling interests	<u>1,991,215</u>	<u>4</u>	<u>1,731,383</u>	<u>3</u>
	<u>\$ 4,626,504</u>	<u>9</u>	<u>\$ 3,547,289</u>	<u>6</u>

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FAR EASTERN NEW CENTURY CORPORATION AND SUBSIDIARIES

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

	For the Three Months Ended March 31			
	2015 (Reviewed)		2014 (Reviewed after Restated)	
	Amount	%	Amount	%
TOTAL COMPREHENSIVE INCOME				
ATTRIBUTABLE TO:				
Owners of the Company	\$ 3,378,591	6	\$ 1,114,689	2
Noncontrolling interests	<u>1,966,839</u>	<u>4</u>	<u>2,059,283</u>	<u>3</u>
	<u>\$ 5,345,430</u>	<u>10</u>	<u>\$ 3,173,972</u>	<u>5</u>
 CONSOLIDATED EARNINGS PER SHARE (NEW TAIWAN DOLLARS; Note 28)				
Basic	<u>\$ 0.54</u>		<u>\$ 0.37</u>	
Diluted	<u>\$ 0.54</u>		<u>\$ 0.37</u>	

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

(With Deloitte & Touche review report dated May 13, 2015)

(Concluded)

FAR EASTERN NEW CENTURY CORPORATION AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
(In Thousands of New Taiwan Dollars)

	Equity Attributable to Owners of the Company												Total Equity	
	Common Stock (Note 27)	Capital Surplus (Notes 4 and 27)	Retained Earnings			Exchange Differences on Translating Foreign Operations (Notes 4 and 27)	Other Equity				Treasury Stocks (Note 27)	Total Equity Attributable to Owners of the Company		Noncontrolling Interests (Note 27)
			Legal Reserve (Note 27)	Special Reserve (Note 27)	Unappropriated Earnings (Note 27)		Unrealized Gain (Loss) on Available- for-sale Financial Assets (Notes 4 and 27)	Unrealized Loss on Cash Flow Hedge (Notes 4 and 27)	Unrealized Revaluation Increments (Notes 4 and 27)					
BALANCE AT JANUARY 1, 2014	\$ 51,450,165	\$ 4,681,042	\$ 12,687,509	\$ 105,911,942	\$ 13,955,940	\$ 291,196	\$ 4,472,732	\$ (118,363)	\$ 8,161	\$ (25,063)	\$ 193,315,261	\$ 66,133,950	\$ 259,449,211	
Effect of the retrospective application of an accounting policy and financial statement restatement	-	-	-	-	188,006	-	-	-	-	-	188,006	-	188,006	
BALANCE AT JANUARY 1, 2014 AS RESTATED	51,450,165	4,681,042	12,687,509	105,911,942	14,143,946	291,196	4,472,732	(118,363)	8,161	(25,063)	193,503,267	66,133,950	259,637,217	
Net profit for the three months ended March 31, 2014	-	-	-	-	1,815,906	-	-	-	-	-	1,815,906	1,731,383	3,547,289	
Other comprehensive income for the three months ended March 31, 2014	-	-	-	-	39	336,935	(1,057,763)	(10,513)	30,085	-	(701,217)	327,900	(373,317)	
Total comprehensive income for the three months ended March 31, 2014	-	-	-	-	1,815,945	336,935	(1,057,763)	(10,513)	30,085	-	1,114,689	2,059,283	3,173,972	
Disposal of investments accounted for using the equity method	-	-	-	-	(4,706)	-	-	-	-	-	(4,706)	-	(4,706)	
Decrease in noncontrolling interests	-	-	-	-	-	-	-	-	-	-	-	(1,769,648)	(1,769,648)	
Partial acquisition of interests in subsidiaries	-	-	-	-	(35)	-	-	-	-	-	(35)	35	-	
BALANCE, MARCH 31, 2014	\$ 51,450,165	\$ 4,681,042	\$ 12,687,509	\$ 105,911,942	\$ 15,955,150	\$ 628,131	\$ 3,414,969	\$ (128,876)	\$ 38,246	\$ (25,063)	\$ 194,613,215	\$ 66,423,620	\$ 261,036,835	
BALANCE AT JANUARY 1, 2015	\$ 52,479,168	\$ 3,666,948	\$ 13,408,217	\$ 105,911,942	\$ 17,218,149	\$ 2,871,860	\$ 3,629,652	\$ (173,051)	\$ 512,607	\$ (25,063)	\$ 199,500,429	\$ 63,818,325	\$ 263,318,754	
Effect of the retrospective application of an accounting policy and financial statement restatement	-	-	-	-	165,557	-	-	-	-	-	165,557	-	165,557	
BALANCE AT JANUARY 1, 2015 AS RESTATED	52,479,168	3,666,948	13,408,217	105,911,942	17,383,706	2,871,860	3,629,652	(173,051)	512,607	(25,063)	199,665,986	63,818,325	263,484,311	
Net profit for the three months ended March 31, 2015	-	-	-	-	2,635,289	-	-	-	-	-	2,635,289	1,991,215	4,626,504	
Other comprehensive loss for the three months ended March 31, 2015	-	-	-	-	(5,287)	(705,355)	1,434,031	19,913	-	-	743,302	(24,376)	718,926	
Total comprehensive income for the three months ended March 31, 2015	-	-	-	-	2,630,002	(705,355)	1,434,031	19,913	-	-	3,378,591	1,966,839	5,345,430	
Change in associates accounted for using the equity method	-	-	-	-	9,810	-	-	-	-	-	9,810	9	9,819	
Partial acquisition of interests in subsidiaries	-	-	-	-	(7,762)	-	-	-	-	-	(7,762)	7,762	-	
Reversal of special reserve	-	-	-	(1,515,189)	1,515,189	-	-	-	-	-	-	-	-	
BALANCE, MARCH 31, 2015	\$ 52,479,168	\$ 3,666,948	\$ 13,408,217	\$ 104,396,753	\$ 21,530,945	\$ 2,166,505	\$ 5,063,683	\$ (153,138)	\$ 512,607	\$ (25,063)	\$ 203,046,625	\$ 65,792,935	\$ 268,839,560	

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

(With Deloitte & Touche review report dated May 13, 2015)

FAR EASTERN NEW CENTURY CORPORATION AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS

(In Thousands of New Taiwan Dollars)

	For the Three Months Ended March 31	
	2015 (Reviewed)	2014 (Reviewed after Restated)
CASH FLOWS FROM OPERATING ACTIVITIES		
Consolidated income before income tax	\$ 6,978,106	\$ 4,260,926
Adjustments for:		
Depreciation	3,343,717	3,461,664
Amortization	868,222	711,328
Allowance for doubtful accounts	79,104	94,017
Interest expenses	646,867	448,025
Interest income	(153,014)	(109,025)
Dividend revenue	-	(1,758)
Loss on disposal of property, plant and equipment, net	109,406	241,810
Gain on disposal of investment properties	(983,629)	-
Loss on disposal of intangible assets, net	511	1,326
Share of the profit of associates	(382,636)	(1,245,030)
Gain on disposal of investments, net	(6,700)	(37,343)
Impairment loss recognized on assets	119,160	9,740
Net gain (loss) on unrealized foreign currency exchange	(27,585)	(5,261)
Revaluation gain on investment properties	(2,478,500)	-
Deferred gain on derivative assets for hedging	(32,681)	(11,857)
Net changes in operating assets and liabilities		
Financial assets held for trading	822,248	(503,991)
Notes and accounts receivable	1,769,072	(665,452)
Amounts due from customers for construction contracts	1,316,085	(386,168)
Other receivables	1,645,328	(387,002)
Inventories	(1,691,704)	2,163,008
Prepayments	(99,013)	(1,148,891)
Other current assets	(116,657)	(1,368,890)
Financial liabilities held for trading	7,606	2,074
Notes and accounts payable	1,833,928	(2,258,149)
Notes and accounts payable to affiliates	(184,830)	51,199
Amounts due to customers for construction contracts	22,655	465,390
Other payables	(644,894)	231,398
Provisions	22,825	4,903
Receipts in advance	94,311	(108,632)
Other current liabilities	(410,101)	(328,939)
Accrued pension liabilities - noncurrent, net	(88,291)	(55,340)
Unearned revenue	48,420	112,469
Cash generated from operations	12,427,336	3,637,549
Interest received	163,357	46,848
Dividend received	-	2,504
Interest paid	(525,127)	(199,616)
Income tax paid	(1,419,425)	(10,417)
Net cash generated from operating activities	10,646,141	3,476,868

(Continued)

FAR EASTERN NEW CENTURY CORPORATION AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS

(In Thousands of New Taiwan Dollars)

	For the Three Months Ended March 31	
	2015 (Reviewed)	2014 (Reviewed after Restated)
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of available-for-sale financial assets	\$ (4,228)	\$ (22,588)
Proceeds of the disposal of available-for-sale financial assets	56,700	85,031
Decrease in bond investments with no active market	187,804	89,170
Acquisition of equity-method investments	(342,738)	(891,001)
Proceeds of the disposal of equity-method investments	-	78,361
Net cash outflow on the loss of control over subsidiaries	-	(857,294)
Acquisition of property, plant, equipment and prepayment for equipment	(6,040,926)	(7,455,005)
Proceeds of the disposal of property, plant and equipment	15,201	17,363
Increase in refundable deposits	(72,402)	(82,751)
Decrease in other receivables	-	81,000
Acquisition of intangible assets	(227,059)	(251,877)
Acquisition of investment properties	(239,938)	(5,709)
Proceeds of the disposal of investment properties	66,347	-
Increase in long-term prepayments for lease	(176)	(147,074)
Increase in concession	(60,528)	(1,305,155)
(Increase) decrease in other financial assets	(65,396)	454,891
Decrease in other assets - noncurrent	<u>138,304</u>	<u>23,663</u>
Net cash used in investing activities	<u>(6,589,035)</u>	<u>(10,188,975)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
(Decrease) increase in short-term borrowings	(1,245,074)	847,598
(Decrease) increase in short-term bills payables	1,844,000	580,000
Proceeds of the issue of bonds	2,600,000	-
Proceeds of long-term borrowings	64,518,769	49,103,941
Repayment of long-term borrowings	(61,100,051)	(40,656,091)
Increase (decrease) in guarantee deposits	(22,806)	64,279
Decrease in other liabilities - noncurrent	<u>(5,713)</u>	<u>(56,555)</u>
Net cash generated from financing activities	<u>6,589,125</u>	<u>9,883,172</u>
EFFECTS OF EXCHANGE RATE CHANGES	<u>(35,888)</u>	<u>466,681</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS	10,610,343	3,637,746
CASH AND CASH EQUIVALENTS, BEGINNING OF PERIOD	<u>25,985,419</u>	<u>26,645,574</u>
CASH AND CASH EQUIVALENTS, END OF PERIOD	<u>\$ 36,595,762</u>	<u>\$ 30,283,320</u>

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

(With Deloitte & Touche review report dated May 13, 2015)

(Concluded)

FAR EASTERN NEW CENTURY CORPORATION AND SUBSIDIARIES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE THREE MONTHS ENDED MARCH 31, 2015 AND 2014 (In Thousands of New Taiwan Dollars, Unless Stated Otherwise) (Reviewed, Not Audited)

1. GENERAL INFORMATION

Far Eastern New Century Corporation (FENC or the “Company”), which was incorporated in 1954, manufactures and sells polyester materials, semifinished products and finished goods such as cotton, synthetic or blended fabrics, towels and bedsheets, and woven and knitted garments; PET (polyethylene terephthalate) bottles and PET sheets; and natural, synthetic or blended yarns and polyester textured yarns. It also does yarn, silk and cloth printing and dyeing as well as manufactures wide-view film, antiglare film, antireflection film and other optical films. The Company’s stock is listed on the Taiwan Stock Exchange. On October 19, 1999, the Company issued global depositary receipts (GDRs), which became listed on the Luxembourg Stock Exchange.

On October 13, 2009, the stockholders resolved to change their company name of Far Eastern Textile Ltd. to Far Eastern New Century Corporation; thus, the original stock symbol of FETL was changed to FENC.F

The consolidated financial statements are presented in the Company’s functional currency, the New Taiwan dollar. For greater comparability and consistency of financial reporting, the consolidated financial statements are presented in New Taiwan dollars.

2. APPROVAL OF FINANCIAL STATEMENTS

The consolidated financial statements were approved by the board of directors and authorized for issue on May 13, 2015.

3. APPLICATION OF NEW AND REVISED STANDARDS, AMENDMENTS AND INTERPRETATIONS

- a. The 2013 version of the International Financial Reporting Standards (IFRS), International Accounting Standards (IAS), Interpretations of IFRS (IFRIC), and Interpretations of IAS (SIC) in issue but not yet effective

Rule No. 1030029342 and Rule No. 1030010325 issued by the FSC on April 3, 2014, stipulated that the Group should apply the 2013 version of IFRS, IAS, IFRIC and SIC (collectively, the “IFRSs”) endorsed by the FSC and the related amendments to the Regulations Governing the Preparation of Financial Reports by Securities Issuers starting January 1, 2015.

Except for the following, the initial application of the above 2013 IFRSs version has not had any material impact on the Group’s accounting policies:

- 1) IFRS 10 “Consolidated Financial Statements”

IFRS 10 replaces IAS 27 “Consolidated and Separate Financial Statements” and SIC 12 “Consolidation - Special Purpose Entities”. The Group considers whether it has control over other entities for consolidation. The Group has control over an investee if and only if it has i) power over the investee; ii) exposure, or rights, to variable returns from its involvement with the investee and iii) the ability to use its power over the investee to affect the amount of its returns. Additional guidance has been included in IFRS 10 to explain when an investor has control over an investee.

2) IFRS 12 “Disclosure of Interests in Other Entities”

IFRS 12 is a new disclosure standard and is applicable to entities that have interests in subsidiaries, joint arrangements, associates and/or unconsolidated structured entities. In general, the disclosure requirements in IFRS 12 are more extensive than in the current standards.

3) IFRS 13 “Fair Value Measurement”

IFRS 13 establishes a single source of guidance for fair value measurements. It defines fair value, establishes a framework for measuring fair value, and requires disclosures about fair value measurements. The disclosure requirements in IFRS 13 are more extensive than those required in the current standards. For example, quantitative and qualitative disclosures based on the three-level fair value hierarchy currently required for financial instruments only will be extended by IFRS 13 to cover all assets and liabilities within its scope.

The fair value measurements under IFRS 13 will be applied prospectively from January 1, 2015.

4) Amendment to IAS 1 “Presentation of Items of Other Comprehensive Income”

The amendment to IAS 1 requires items of other comprehensive income to be grouped into those items that (1) will not be reclassified subsequently to profit or loss; and (2) may be reclassified subsequently to profit or loss. Income taxes on related items of other comprehensive income are grouped on the same basis. Under current IAS 1, there were no such requirements.

The Group will apply the above amendments in presenting the consolidated statement of comprehensive income, starting from the year 2015. Items not expected to be reclassified to profit or loss are the actuarial gain (loss) arising from defined benefit plans and share of the actuarial gains (loss) arising from defined benefit plans of associates accounted for using the equity method. Items expected to be reclassified to profit or loss are the exchange differences on translating foreign operations, unrealized gains (loss) on available-for-sale financial assets, cash flow hedges, and share of the other comprehensive income (except the share of the actuarial gains (loss) arising from defined benefit plans) of associates accounted for using the equity method.

5) Revision to IAS 19 “Employee Benefits”

Revised IAS 19 requires the recognition of changes in defined benefit obligations and in the fair value of plan assets when they occur, and hence eliminates the “corridor approach” permitted under current IAS 19 and accelerate the recognition of past service costs. The revision requires all remeasurements of the defined benefit plans to be recognized immediately through other comprehensive income in order for the net pension asset or liability to reflect the full value of the plan deficit or surplus. Remeasurement of the defined benefit plans is presented separately as other equity.

Furthermore, the interest cost and expected return on plan assets used in current IAS 19 are replaced with a “net interest” amount, which is calculated by applying the discount rate to the net defined benefit liability or asset. In addition, the revised IAS 19 introduces certain changes in the presentation of the defined benefit cost, and also includes more extensive disclosures.

In addition, revised IAS 19 changes the definition of short-term employee benefits. The revised definition is “employee benefits (other than termination benefits) that are expected to be settled wholly before twelve months after the end of the annual reporting period in which the employees render the related service”. The Group’s unused annual leave, which can be carried forward within 24 months after the end of the annual period in which the employee renders service and which is currently classified as short-term employee benefits, is classified as other long-term employee benefits under revised IAS 19. Related defined benefit obligation of such other

long-term benefit is calculated using the Projected Unit Credit Method. However, this change does not affect unused annual leave to be presented as a current liability in the consolidated balance sheet.

On initial application of the revised IAS 19, the changes in cumulative employee benefit costs as of December 31, 2013 resulting from the retrospective application are adjusted to net defined benefit liabilities and retained earnings. In addition, in preparing the consolidated financial statements for the three months ended March 31, 2015, the Group elects not to present 2014 comparative information about the sensitivity of the defined benefit obligation.

The impact on the current period is set out below:

Impact on Assets, Liabilities and Equity	As Originally Stated	IAS 19 Adjustment	Restated
<u>December 31, 2014</u>			
Net defined benefit liabilities - noncurrent	<u>\$ 2,814,439</u>	<u>\$ (165,557)</u>	<u>\$ 2,648,882</u>
Unappropriated earnings	<u>\$ 17,218,149</u>	<u>\$ 165,557</u>	<u>\$ 17,383,706</u>
<u>March 31, 2014</u>			
Net defined benefit liabilities - noncurrent	<u>\$ 2,681,353</u>	<u>\$ (142,923)</u>	<u>\$ 2,538,430</u>
Unappropriated earnings	<u>\$ 15,812,227</u>	<u>\$ 142,923</u>	<u>\$ 15,955,150</u>
<u>January 1, 2014</u>			
Net defined benefit liabilities - noncurrent	<u>\$ 2,781,776</u>	<u>\$ (188,006)</u>	<u>\$ 2,593,770</u>
Unappropriated earnings	<u>\$ 13,955,940</u>	<u>\$ 188,006</u>	<u>\$ 14,143,946</u>
Impact on Total Comprehensive Income	As Originally Stated	IAS 19 Adjustment	Restated
<u>For the three months ended March 31, 2014</u>			
Operating expense	<u>\$ (8,347,507)</u>	<u>\$ (45,083)</u>	<u>\$ (8,392,590)</u>
Total effect on net profit for the period	<u>\$ 3,592,372</u>	<u>\$ (45,083)</u>	<u>\$ 3,547,289</u>
Total effect on other comprehensive income for the period	<u>\$ 3,219,055</u>	<u>\$ (45,083)</u>	<u>\$ 3,173,972</u>
Impact on net profit attributable to:			
Owners of the Company	<u>\$ 1,860,989</u>	<u>\$ (45,083)</u>	<u>\$ 1,815,906</u>
Impact on total comprehensive income attributable to:			
Owners of the Company	<u>\$ 1,159,772</u>	<u>\$ (45,083)</u>	<u>\$ 1,114,689</u>

6) Annual Improvements to IFRSs: 2009-2011 Cycle

Several standards including IAS 1 “Presentation of Financial Statements” and IAS 34 “Interim Financial Reporting” were amended in this annual improvement.

The amendments to IAS 1 clarify that an entity is required to present a balance sheet as at the beginning of the preceding period when a) it applies an accounting policy retrospectively, or makes a retrospective restatement or reclassifies items in its financial statements, and b) the retrospective

application, restatement or reclassification has a material effect on the information in the balance sheet at the beginning of the preceding period. The amendments also clarify that related notes are not required to accompany the balance sheet at the beginning of the preceding period.

c. New IFRSs in issue but not yet endorsed by the FSC

The Group has not applied the following New IFRSs issued by the IASB but not yet endorsed by the FSC. As of the date the consolidated financial statements were authorized for issue, the FSC has not announced their effective dates.

New IFRSs	Effective Date Announced by IASB (Note 1)
Annual Improvements to IFRSs 2010-2012 Cycle	July 1, 2014 (Note 2)
Annual Improvements to IFRSs 2011-2013 Cycle	July 1, 2014
Annual Improvements to IFRSs 2012-2014 Cycle	January 1, 2016 (Note 4)
IFRS 9 “Financial Instruments”	January 1, 2018
Amendments to IFRS 9 and IFRS 7 “Mandatory Effective Date of IFRS 9 and Transition Disclosures”	January 1, 2018
Amendments to IFRS 10 and IAS 28 “Sale or Contribution of Assets between an Investor and its Associate or Joint Venture”	January 1, 2016 (Note 3)
Amendments to IFRS 10, IFRS 12 and IAS 28 “Investment Entities: Applying the Consolidation Exception”	January 1, 2016
Amendment to IFRS 11 “Accounting for Acquisitions of Interests in Joint Operations”	January 1, 2016
IFRS 14 “Regulatory Deferral Accounts”	January 1, 2016
IFRS 15 “Revenue from Contracts with Customers”	January 1, 2017
Amendment to IAS 1 “Disclosure Initiative”	January 1, 2016
Amendments to IAS 16 and IAS 38 “Clarification of Acceptable Methods of Depreciation and Amortization”	January 1, 2016
Amendments to IAS 16 and IAS 41 “Agriculture: Bearer Plants”	January 1, 2016
Amendment to IAS 19 “Defined Benefit Plans: Employee Contributions”	July 1, 2014
Amendment to IAS 27 “Equity Method in Separate Financial Statements”	January 1, 2016
Amendment to IAS 36 “Impairment of Assets: Recoverable Amount Disclosures for Non-financial Assets”	January 1, 2014
Amendment to IAS 39 “Novation of Derivatives and Continuation of Hedge Accounting”	January 1, 2014
IFRIC 21 “Levies”	January 1, 2014

Note 1: Unless stated otherwise, the above New IFRSs are effective for annual periods beginning on or after their respective effective dates.

Note 2: The amendment to IFRS 2 applies to share-based payment transactions with grant date on or after July 1, 2014; the amendment to IFRS 3 applies to business combinations with acquisition date on or after July 1, 2014; the amendment to IFRS 13 is effective immediately; the remaining amendments are effective for annual periods beginning on or after July 1, 2014.

Note 3: Prospectively applicable to transactions occurring in annual periods beginning on or after January 1, 2016.

Note 4: The amendment to IFRS 5 is applied prospectively to changes in a method of disposal that occur in annual periods beginning on or after January 1, 2016; the remaining amendments are effective for annual periods beginning on or after January 1, 2016.

The initial application of the above New IFRSs, whenever applied, would not have any material impact on the Group's accounting policies, except for the following:

1) IFRS 9 "Financial Instruments"

Recognition and measurement of financial assets

With regards to financial assets, all recognized financial assets that are within the scope of IAS 39 "Financial Instruments: Recognition and Measurement" are subsequently measured at amortized cost or fair value. Under IFRS 9, the requirement for the classification of financial assets is stated below.

For the Group's debt instruments that have contractual cash flows that are solely payments of principal and interest on the principal amount outstanding, their classification and measurement are as follows:

- a) For debt instruments, if they are held within a business model whose objective is to collect the contractual cash flows, the financial assets are measured at amortized cost and are assessed for impairment continuously with impairment loss recognized in profit or loss, if any. Interest revenue is recognized in profit or loss by using the effective interest method;
- b) For debt instruments, if they are held within a business model whose objective is achieved by both the collecting of contractual cash flows and the selling of financial assets, the financial assets are measured at fair value through other comprehensive income (FVTOCI) and are assessed for impairment. Interest revenue is recognized in profit or loss by using the effective interest method, and other gain or loss shall be recognized in other comprehensive income, except for impairment gains or losses and foreign exchange gains and losses. When the debt instruments are derecognized or reclassified, the cumulative gain or loss previously recognized in other comprehensive income is reclassified from equity to profit or loss.

Except for above, all other financial assets are measured at fair value through profit or loss. However, the Group may make an irrevocable election to present subsequent changes in the fair value of an equity investment (that is not held for trading) in other comprehensive income, with only dividend income generally recognized in profit or loss. No subsequent impairment assessment is required, and the cumulative gain or loss previously recognized in other comprehensive income cannot be reclassified from equity to profit or loss.

The impairment of financial assets

IFRS 9 requires that impairment loss on financial assets is recognized by using the "Expected Credit Losses Model". The credit loss allowance is required for financial assets measured at amortized cost, financial assets mandatorily measured at FVTOCI, lease receivables, contract assets arising from IFRS 15 "Revenue from Contracts with Customers", certain written loan commitments and financial guarantee contracts. A loss allowance for the 12-month expected credit losses is required for a financial asset if its credit risk has not increased significantly since initial recognition. A loss allowance for full lifetime expected credit losses is required for a financial asset if its credit risk has increased significantly since initial recognition and is not low. However, a loss allowance for full lifetime expected credit losses is required for trade receivables that do not constitute a financing transaction.

For purchased or originated credit-impaired financial assets, the Group takes into account the expected credit losses on initial recognition in calculating the credit-adjusted effective interest rate. Subsequently, any changes in expected losses are recognized as a loss allowance with a corresponding gain or loss recognized in profit or loss.

Hedge accounting

The main changes in hedge accounting amended the application requirements for hedge accounting to better reflect the entity's risk management activities. Compared with IAS 39, the main changes include: (1) enhancing types of transactions eligible for hedge accounting, specifically broadening the risk eligible for hedge accounting of non-financial items; (2) changing the way hedging derivative instruments are accounted for to reduce profit or loss volatility; and (3) replacing retrospective effectiveness assessment with the principle of economic relationship between the hedging instrument and the hedged item.

2) Amendment to IAS 19: Amendment in 2013

The amended IAS 19 states that if contributions from employees or third parties are not linked to service, these contributions affect the remeasurement of the net defined benefit liability (asset). If the contributions are linked solely to service, the employees' service rendered in that period in which they are paid, these contributions may be recognized as a reduction of service cost in the same period. If the contributions depend on the number of years of service, an entity is required to attribute these contributions to service periods as a reduction of service cost.

3) Amendment to IAS 36 "Recoverable Amount Disclosures for Non-financial Assets"

In issuing IFRS 13 "Fair Value Measurement", the IASB made consequential amendment to the disclosure requirements in IAS 36 "Impairment of Assets", introducing a requirement to disclose in every reporting period the recoverable amount of an asset or each cash-generating unit. The amendment clarifies that such disclosure of recoverable amounts is required only when an impairment loss has been recognized or reversed during the period. Furthermore, the Group is required to disclose the discount rate used in measurements of the recoverable amount based on fair value less costs of disposal measured using a present value technique.

4) IFRIC 21 "Levies"

IFRIC 21 provides guidance on when to recognize a liability for a levy imposed by a government. It addresses the accounting for a liability whose timing and amount is certain and the accounting for a provision whose timing or amount is not certain. The Group accrues related liability when the transaction or activity that triggers the payment of the levy occurs. Therefore, if the obligating event occurs over a period of time (such as generation of revenue over a period of time), the liability is recognized progressively. If an obligation to pay a levy is triggered upon reaching a minimum threshold (such as a minimum amount of revenue or sales generated), the liability is recognized when that minimum threshold is reached.

5) Annual Improvements to IFRSs: 2010-2012 Cycle

Several standards including IFRS 2 "Share-based Payment", IFRS 3 "Business Combinations" and IFRS 8 "Operating Segments" were amended in this annual improvement.

The amended IFRS 2 changes the definitions of "vesting condition" and "market condition" and adds definitions for "performance condition" and "service condition". The amendment clarifies that a performance target can be based on the operations (i.e. a non-market condition) of the Group or another entity in the same group or the market price of the equity instruments of the Group or another entity in the same group (i.e. a market condition); that a performance target can relate either to the performance of the Group as a whole or to some part of it (e.g. a division); and that the period for achieving a performance condition must not extend beyond the end of the related service period. In addition, a share market index target is not a performance condition because it not only reflects the performance of the Group, but also of other entities outside the Group.

IFRS 3 was amended to clarify that contingent consideration should be measured at fair value, irrespective of whether the contingent consideration is a financial instrument within the scope of IFRS 9 or IAS 39. Changes in fair value should be recognized in profit or loss.

The amended IFRS 8 requires an entity to disclose the judgments made by management in applying the aggregation criteria to operating segments, including a description of the operating segments aggregated and the economic indicators assessed in determining whether the operating segments have “similar economic characteristics”. The amendment also clarifies that a reconciliation of the total of the reportable segments’ assets to the entity’s assets should only be provided if the segments’ assets are regularly provided to the chief operating decision-maker.

IFRS 13 was amended to clarify that the issuance of IFRS 13 did not remove the ability to measure short-term receivables and payables with no stated interest rate at their invoice amounts without discounting, if the effect of not discounting is immaterial.

IAS 24 was amended to clarify that a management entity providing key management personnel services to the Group is a related party of the Group. Consequently, the Group is required to disclose as related party transactions the amounts incurred for the service paid or payable to the management entity for the provision of key management personnel services. However, disclosure of the components of such compensation is not required.

6) Annual Improvements to IFRSs: 2011-2013 Cycle

Several standards, including IFRS 3, IFRS 13 and IAS 40 “Investment Property”, were amended in this annual improvement.

IFRS 3 was amended to clarify that IFRS 3 does not apply to the accounting for the formation of all types of joint arrangements in the financial statements of the joint arrangement itself.

The scope in IFRS 13 of the portfolio exception for measuring the fair value of a group of financial assets and financial liabilities on a net basis was amended to clarify that it includes all contracts that are within the scope of, and accounted for in accordance with, IAS 39 or IFRS 9, even if those contracts do not meet the definitions of financial assets or financial liabilities within IAS 32.

IAS 40 was amended to clarify that IAS 40 and IFRS 3 are not mutually exclusive and application of both standards may be required to determine whether the investment property acquired is acquisition of an asset or a business combination.

7) Amendments to IFRS 11 “Accounting for Acquisitions of Interests in Joint Operations”

The amendments require that the acquirer of an interest in a joint operation in which the activity constitutes a business, as defined in IFRS 3, is required to apply all of the principles on business combinations accounting in IFRS 3 and other IFRSs with the exception of those principles that conflict with the guidance in IFRS 11. Accordingly, a joint operator that is an acquirer of such an interest has to:

- Measure most identifiable assets and liabilities at fair value;
- Expense acquisition-related costs (other than debt or equity issuance costs);
- Recognize deferred taxes;
- Recognizing any goodwill or bargain purchase gain;
- Perform impairment tests for the cash generating units to which goodwill has been allocated;
- Disclose information required relevant for business combinations.

The amendments also apply to the formation of a joint operation if, and only if, an existing business is contributed to the joint operation on its formation by one of the parties that participate in the joint operation.

The amendments do not apply on the acquisition of an interest in a joint operation when the parties sharing control are under common control before and after the acquisition.

An entity should apply the aforementioned amendments prospectively for annual periods before or after the effective date.

8) Annual Improvements to IFRSs: 2012-2014 Cycle

Several standards including IFRS 5 “Noncurrent assets held for sale and discontinued operations”, IFRS 7, IAS 19 and IAS 34 were amended in this annual improvement.

IFRS 5 was amended to clarify that reclassification between noncurrent assets (or disposal group) “held for sale” and noncurrent assets “held for distribution to owners” does not constitute a change to a plan of sale or distribution. Therefore, previous accounting treatment is not reversed. The amendment also explains that assets that no longer meet the criteria for “held for distribution to owners” and do not meet the criteria for “held for sale” should be treated in the same way as assets that cease to be classified as held for sale.

The amendments to IFRS 7 provide additional guidance to clarify whether a servicing contract is continuing involvement in a transferred asset. In addition, the amendments clarify that the offsetting disclosures are not explicitly required for all interim periods.

IAS 19 was amended to clarify that the depth of the market for high quality corporate bonds used to estimate discount rate for post-employment benefits should be assessed by the market of the corporate bonds denominated in the same currency as the benefits to be paid, i.e. assessed at currency level (instead of country or regional level).

IAS 34 was amended to clarify that other disclosure information required by IAS 34 should be included in interim financial statements. If the Group includes the information in other statements (such as management commentary or risk report) issued at the same time, it is not required to repeat the disclosure in the interim financial statements. However, it is required to include a cross-reference from the interim financial statements to that issued statements that is available to users on the same terms and at the same time as the interim financial statements.

Except for the above impact, as of the date the consolidated financial statements were authorized for issue, the Group is continuously assessing the possible impact that the application of other standards and interpretations will have on the Group’s financial position and financial performance, and will disclose the relevant impact when the assessment is completed.

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

a. Statement of compliance

The consolidated financial statements have been prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers, IAS 34 “Interim Financial Reporting” as endorsed by the FSC. Disclosures in interim financial reports are less than those required for a full set of annual financial reports.

b. Basis of consolidation

Refer to Note 15 for the details of the investment relationship and percentage ownership between the Company and its subsidiaries as of March 31, 2015.

c. Other significant accounting policies

Except for the following, the same accounting policies of consolidated financial statements have been followed in these consolidated financial statements as were applied in the preparation of the consolidated financial statements for the year ended December 31, 2014.

1) Retirement benefit costs

Payments to defined contribution retirement benefit plans are recognized as an expense when employees have rendered service entitling them to the contributions.

Defined benefit costs (including service cost, net interest and rereasurement) under the defined benefit retirement benefit plans are determined using the projected unit credit method. Service cost (including current service cost, (past service cost/, as well as gains and losses on settlements) and net interest on the net defined benefit liability (asset) are recognized as employee benefits expense in the period they occur, (or when the plan amendment or curtailment occurs/when the settlement occurs). Rereasurement, comprising actuarial gains and losses, (the effect of the changes to the asset ceiling) and the return on plan assets (excluding interest), is recognized in other comprehensive income in the period in which they occur. Rereasurement recognized in other comprehensive income is reflected immediately in (retained earnings/other equity) and will not be reclassified to profit or loss.

Net defined benefit liability (asset) represents the actual deficit (surplus) in the Group's defined benefit plan. Any surplus resulting from this calculation is limited to the present value of any refunds from the plans or reductions in future contributions to the plans.

Pension cost for an interim period is calculated on a year-to-date basis by using the actuarially determined pension cost rate at the end of the prior financial year, adjusted for significant market fluctuations since that time and for significant plan amendments, settlements, or other significant one-off events.

2) Taxation

Income tax expense represents the sum of the tax currently payable and deferred tax. Interim period income taxes are assessed on an annual basis. Interim period income tax expense is calculated by applying to an interim period's pre-tax income and the tax rate that would be applicable to expected total annual earnings.

Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realized, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period. The measurement of deferred tax liabilities and assets reflects the tax consequences that would follow from the manner in which the Group expects, at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities.

5. CRITICAL ACCOUNTING JUDGMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

The same critical accounting judgments and key sources of estimation uncertainty of consolidated financial statements have been followed in these consolidated financial statements as were applied in the preparation of the consolidated financial statements for the year ended December 31, 2014.

6. CASH AND CASH EQUIVALENTS

	March 31, 2015	December 31, 2014	March 31, 2014
Cash			
Cash on hand and petty cash	\$ 35,762	\$ 36,872	\$ 38,898
Demand and checking accounts	<u>24,664,143</u>	<u>16,414,588</u>	<u>15,608,227</u>
	<u>24,699,905</u>	<u>16,451,460</u>	<u>15,647,125</u>
Cash equivalents			
Time deposits with original maturities of less than three months	4,780,546	6,308,925	6,569,929
Commercial paper purchased under resell agreements	3,123,092	2,627,403	7,796,366
Corporate bonds purchased under resell agreements	<u>3,700,085</u>	<u>429,774</u>	<u>191,945</u>
	<u>11,603,723</u>	<u>9,366,102</u>	<u>14,558,240</u>
Management discretionary accounts			
Demand accounts	<u>292,134</u>	<u>167,857</u>	<u>77,955</u>
	<u>\$ 36,595,762</u>	<u>\$ 25,985,419</u>	<u>\$ 30,283,320</u>

The Group's members individually contracted and fully authorized Oriental Securities Investment Advisory Co., Ltd. (OSIAC, trustee) to manage discretionary funds. Deposits that were entrusted to OSIAC's full management amounted to NT\$292,134 thousand, NT\$167,857 thousand and NT\$77,955 thousand as of March 31, 2015, December 31, 2014 and March 31, 2014, respectively.

The market rates for bank deposits as of the balance sheet date were as follows:

	March 31, 2015	December 31, 2014	March 31, 2014
Time deposits	0.01%-4.20%	0.10%-4.48%	0.15%-3.86%
Commercial paper purchased under resell agreements	0.59%-0.80%	0.46%-0.70%	0.59%-0.81%
Corporate bonds purchased under resell agreement	0.05%-12.50%	0.60%-10.71%	0.55%-6.20%

Time deposits with original maturities of over three months amounted to NT\$3,926,847 thousand, NT\$4,077,160 thousand and NT\$2,250,512 thousand as of March 31, 2015, December 31, 2014 and March 31, 2014, respectively, and were classified under bond investments with no active market (Note 12).

7. FINANCIAL INSTRUMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS

	March 31, 2015	December 31, 2014	March 31, 2014
<u>Financial assets held for trading</u>			
Beneficial certificates	\$ 70,840	\$ 630,567	\$ 999,995
Marketable equity securities	134,754	374,567	614,933
Guarantee deposits - cotton futures contracts	40,980	41,450	65,456
Guarantee deposits - PTA futures contracts	16,371	12,451	-

(Continued)

	March 31, 2015	December 31, 2014	March 31, 2014
Combined foreign exchange options	\$ 38,623	\$ 40,085	\$ 14,429
Forward exchange contracts	<u>300</u>	<u>24,996</u>	<u>866</u>
	<u>\$ 301,868</u>	<u>\$ 1,124,116</u>	<u>\$ 1,695,679</u>
Current	<u>\$ 301,868</u>	<u>\$ 1,124,116</u>	<u>\$ 1,695,679</u>
<u>Financial liabilities held for trading</u>			
Forward exchange contracts	\$ 8,413	\$ -	\$ 1,404
Option contracts	-	-	1,260
Combined foreign exchange options	<u>-</u>	<u>807</u>	<u>-</u>
	<u>\$ 8,413</u>	<u>\$ 807</u>	<u>\$ 2,664</u>
Current	<u>\$ 8,413</u>	<u>\$ 807</u>	<u>\$ 2,664</u> (Concluded)

a. Cotton futures contracts

The Group entered into cotton futures contracts mainly to hedge against the adverse fluctuation of cotton prices for the three months ended March 31, 2015 and 2014. Since these transactions did not meet the criteria for hedge accounting, they were classified as held for trading.

The Group had no outstanding cotton futures contracts as of March 31, 2015 and December 31, 2014.

The outstanding cotton futures contracts as of March 31, 2014 were as follows:

Currency	Maturity Date	Units	Contract Amount (Thousands)
<u>March 31, 2014</u>			
Cotton futures contracts	July 2014	300	USD13,305/NTD403,808

b. PTA futures contracts

The Group entered into PTA futures contracts mainly to hedge against the adverse fluctuation to PTA prices for the three months ended March 31, 2015. Since these transactions did not meet the criteria for hedge accounting, they were classified as held for trading.

The Group had no outstanding PTA futures contracts as of December 31, 2014 and March 31, 2014.

The outstanding PTA futures contracts as of March 31, 2015 were as follows:

Currency	Maturity Date	Units	Contract Amount (Thousands)
<u>March 31, 2015</u>			
PTA futures contracts	April 2015	396	RMB9,509/NTD48,069

c. Forward exchange contracts

The Group entered into forward exchange contracts for the three months ended March 31, 2015 and 2014 to hedge against the exchange risks on foreign currency assets and liabilities. Since these transactions did not meet the criteria for hedge accounting, they were classified as held for trading.

As of March 31, 2015, December 31, 2014 and March 31, 2014, the Group had outstanding forward exchange contracts, as follows:

	Currency	Maturity	Contract Amount (Thousands)
<u>March 31, 2015</u>			
Buy	EUR/USD	2015.7.14-2015.8.14	EUR4,000/USD4,390
Sell	EUR/USD	2015.5.28-2015.7.29	EUR4,000/USD4,245
Buy	USD/MYR	2015.4.10-2015.4.13	USD1,500/MYR5,518
Buy	USD/JPY	2015.7.29	USD3,000/JPY361,579
Buy	USD/NTD	2015.4.1-2015.7.8	USD28,300/NTD890,334
<u>December 31, 2014</u>			
Sell	EUR/USD	2015.3.27-2015.5.28	EUR9,000/USD11,121
Buy	USD/JPY	2015.3.5-2015.4.28	USD5,000/JPY592,722
Buy	USD/NTD	2015.1.5-2015.3.27	USD39,200/NTD1,226,708
<u>March 31, 2014</u>			
Sell	EUR/USD	2014.4.28-2014.6.27	EUR4,000/USD5,481
Buy	USD/RMB	2014.4.22	USD1,000/RMB6,218
Buy	USD/JPY	2014.4.28-2014.6.27	USD16,200/JPY1,637,109
Buy	USD/NTD	2014.4.10-2014.5.9	USD16,000/NTD487,027

d. Option contracts

The Group sold option contracts to profit on royalties and the difference between exchange rate fluctuations for the three months ended March 31, 2015 and 2014.

The Group had no outstanding option contracts as of March 31, 2015 and December 31, 2014.

The outstanding option contracts as of March 31, 2014 were as follows:

	Currency	Maturity	Contract Amount (Thousands)
<u>March 31, 2014</u>			
Sell call option	EUR/USD	2014.4.28	EUR1,000/USD1,380
Sell call option	USD/NTD	2014.4.7-2014.4.11	USD17,000/NTD519,256

e. Combined foreign exchange options

The Group entered into combined foreign exchange options for the three months ended March 31, 2015 and 2014 to hedge against the exchange risks on foreign currency assets and liabilities. As of March 31, 2015, December 31, 2014 and March 31, 2014, the Group had outstanding combined foreign exchange options, as follows:

	Currency	Maturity	Contract Amount (Thousands)
<u>March 31, 2015</u>			
Sell EUR call options	EUR/USD	2015.4.24-2015.8.12	EUR110,130/USD126,468
Buy EUR put options	EUR/USD	2015.4.24-2015.8.12	EUR36,710/USD42,156
Sell USD put options	USD/JPY	2015.4.1-2015.8.6	USD62,550/JPY7,280,042
Buy USD call options	USD/JPY	2015.4.1-2015.8.6	USD20,850/JPY2,426,681
<u>December 31, 2014</u>			
Sell EUR call options	EUR/USD	2015.1.27-2015.3.27	EUR76,650/USD98,139
Buy EUR put options	EUR/USD	2015.1.27-2015.3.27	EUR25,550/USD32,713
Sell EUR put options	EUR/USD	2015.1.2-2015.1.23	EUR800/USD999
Buy EUR call options	EUR/USD	2015.1.2-2015.1.23	EUR200/USD250
Sell USD put options	USD/JPY	2015.1.28-2015.4.1	USD91,500/JPY10,146,776
Buy USD call options	USD/JPY	2015.1.28-2015.4.1	USD30,500/JPY3,382,259
<u>March 31, 2014</u>			
Buy USD call options	USD/JPY	2014.4.2-2015.10.21	USD13,900/JPY1,403,699
Sell USD put options	USD/JPY	2014.4.2-2015.10.21	USD41,700/JPY4,211,097

8. AVAILABLE-FOR-SALE FINANCIAL ASSETS

	March 31, 2015	December 31, 2014	March 31, 2014
<u>Equity investments</u>			
Marketable equity securities	\$ 4,754,034	\$ 4,620,397	\$ 4,627,107
Open-end mutual funds - beneficial certificates	59,750	111,100	186,970
Overseas mutual funds - beneficial certificates	708,180	701,421	658,529
Overseas securities	<u>226,916</u>	<u>214,801</u>	<u>171,584</u>
Available-for-sale financial assets	<u>\$ 5,748,880</u>	<u>\$ 5,647,719</u>	<u>\$ 5,644,190</u>
Current	\$ 876,100	\$ 929,101	\$ 1,024,931
Noncurrent	<u>4,872,780</u>	<u>4,718,618</u>	<u>4,619,259</u>
	<u>\$ 5,748,880</u>	<u>\$ 5,647,719</u>	<u>\$ 5,644,190</u>

9. HELD-TO-MATURITY FINANCIAL ASSETS

	March 31, 2015	December 31, 2014	March 31, 2014
<u>Bond investments</u>			
Asia Cement Corp. (ACC)	\$ -	\$ -	\$ 99,975
Current	\$ -	\$ -	\$ 99,975
Noncurrent	-	-	-
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 99,975</u>

In September 2009, an FENC subsidiary, Far EasTone, bought five-year corporate bonds of ACC for NT\$199,540 thousand (par value of NT\$200,000 thousand), with the effective interest rate of 2.004% and coupon interest rate of 1.95%. The interest is payable on September 22 annually. The Group had no outstanding held-to-maturity financial assets of December 31, 2014.

10. DERIVATIVE FINANCIAL INSTRUMENTS FOR HEDGING

	March 31, 2015	December 31, 2014	March 31, 2014
<u>Derivative financial assets under hedge accounting</u>			
Cash flow hedges - cross-currency interest rate swaps	\$ 525	\$ -	\$ -
Cash flow hedges - forward exchange contracts	<u>5,100</u>	<u>-</u>	<u>-</u>
	<u>\$ 5,625</u>	<u>\$ -</u>	<u>\$ -</u>
Current	<u>\$ 5,625</u>	<u>\$ -</u>	<u>\$ -</u>
<u>Derivative financial liabilities under hedge accounting</u>			
Cash flow hedges - cross-currency interest rate swaps	\$ -	\$ 3,150	\$ 455
Cash flow hedges - forward exchange contracts	-	11,800	1,040
Cash flow hedges - interest rate swaps	<u>479,978</u>	<u>535,837</u>	<u>450,921</u>
	<u>\$ 479,978</u>	<u>\$ 550,787</u>	<u>\$ 452,416</u>
Current	\$ -	\$ 14,950	\$ 1,495
Noncurrent	<u>479,978</u>	<u>535,837</u>	<u>450,921</u>
	<u>\$ 479,978</u>	<u>\$ 550,787</u>	<u>\$ 452,416</u>

Cash Flow Hedges

The Group's hedge strategy is to use cross-currency interest rate swaps and forward exchange contracts to hedge against adverse exchange risks on foreign currency assets.

The terms of the cross-currency interest rate swaps and forward exchange contracts were negotiated to match the terms of the respective designated hedged items. The outstanding cross-currency interest rate swaps and forward exchange contracts at the end of the reporting period were as follows:

March 31, 2015

	Currency	Maturity Date	Contract Amount (Thousands)
Cross-currency interest rate swaps	USD/NTD	2015.05.29	USD5,000
Forward exchange contracts	USD/NTD	2015.04.17-2015.05.12	USD15,000

December 31, 2014

	Currency	Maturity Date	Contract Amount (Thousands)
Cross-currency interest rate swaps	USD/NTD	2015.01.30	USD5,000
Forward exchange contracts	USD/NTD	2015.02.17-2015.03.12	USD15,000

March 31, 2014

	Currency	Maturity Date	Contract Amount (Thousands)
Cross-currency interest rate swaps	USD/NTD	2014.05.27	USD5,000
Forward exchange contracts	USD/NTD	2014.04.30-2014.05.12	USD15,000

The Group invested in overseas mutual funds and used cross-currency interest rate swaps and foreign exchange swaps (with terms of up to 6 months) to hedge against adverse cash flow fluctuations, and the foreign exchange agreements were designated as cash flow hedge. The cash flows will be generated when the hedged target is sold, and the unrealized gain (loss) on this cash flow hedge will be reclassified from equity to profit or loss. For the three months ended March 31, 2015 and 2014, expected future trading exposures on foreign exchange swap contracts, amounting to gain NT\$6,703 thousand and loss NT\$(17,798) thousand. The cash flows will be generated when the hedged target is sold, and the unrealized gain (loss) on this cash flow hedge will be reclassified from equity to profit or loss.

The gain on the hedged items that was reclassified from equity to profit in the consolidated comprehensive statements of income for the three months ended March 31, 2015 and 2014 were as follows:

	For the Three Months Ended March 31	
	2015	2014
Net gain on sales of securities	\$ _____ -	\$ <u>3,825</u>

The Group entered into interest rate swaps contracts to mitigate the risk of adverse in interest rates on the cash flow exposure related to outstanding variable rate debt. The outstanding interest rate swaps contracts at the end of the reporting period were as follows:

Notional Amount (In Thousands)	Maturity Date	Range of Interest Rates Paid	Range of Interest Rates Received
NTD2,729,618	2021.02.10	0%-4.8%	90d CP+1.10% (Note)
NTD3,294,000	2025.11.10	0%-4.8%	0.60%-4.90%

Note: The reference interest rate is based on Taiwan's second market 90 days, commercial paper fixing rate on page 6165 of Telerate interest rate index at 11:00 am.

All interest rate swaps contracts, which involved the exchange of floating interest amounts for fixed interest amounts, were designated as cash flow hedges to reduce the Group's cash flow exposure to adverse changes in interest rates on borrowings. The interest rate swaps and the interest payments on the loan were transacted simultaneously, and the amount accumulated in equity was reclassified to profit or loss over the period that the floating interest payments on debts affected profit or loss.

Profit or loss reclassified from equity were included in the following line item in the consolidated statements of comprehensive income:

	For the Three Months Ended March 31	
	2015	2014
Interest expense debits (credits)	<u>\$ 46,753</u>	<u>\$ (16,040)</u>

11. FINANCIAL ASSETS CARRIED AT COST

	March 31, 2015	December 31, 2014	March 31, 2014
Domestic unlisted common shares	\$ 886,020	\$ 886,533	\$ 751,388
Overseas unlisted common shares	176,890	177,671	198,221
Convertible bonds-conversion rights (Note 12)	<u>5,764</u>	<u>6,948</u>	<u>7,895</u>
	<u>\$ 1,068,674</u>	<u>\$ 1,071,152</u>	<u>\$ 957,504</u>
Current	\$ 1,184	\$ -	\$ 23,128
Noncurrent	<u>1,067,490</u>	<u>1,071,152</u>	<u>934,376</u>
	<u>\$ 1,068,674</u>	<u>\$ 1,071,152</u>	<u>\$ 957,504</u>

The Group's management believed that the above unlisted equity investments and convertible bonds-conversion rights held by the Group, whose fair value cannot be reliably measured due to the range of reasonable fair value estimates was so significant; therefore, they were measured at cost less impairment at the end of reporting period.

12. BOND INVESTMENTS WITH NO ACTIVE MARKET

	March 31, 2015	December 31, 2014	March 31, 2014
Bond investments - Bockhold N.V.	\$ 160,668	\$ 220,074	\$ 272,268
Time deposits with original maturities of more than 3 months	<u>3,926,847</u>	<u>4,077,160</u>	<u>2,250,512</u>
	<u>\$ 4,087,515</u>	<u>\$ 4,297,234</u>	<u>\$ 2,522,780</u>
Current	\$ 3,842,017	\$ 4,114,651	\$ 2,250,512
Noncurrent	<u>245,498</u>	<u>182,583</u>	<u>272,268</u>
	<u>\$ 4,087,515</u>	<u>\$ 4,297,234</u>	<u>\$ 2,522,780</u>

On February 26, 2009, an FENC subsidiary, Yuan Tong Investment Co., Ltd., bought convertible bonds amounting to EUR6,670 thousand and issued by Bockhold N.V. The maturity date of the bond is February 26, 2014. The 7.5% interest on these three-year convertible bonds is payable semiannually, and the bonds can be converted proportionally to a total of 933 common shares of Bockhold N.V. The amount of the host debt contract was recognized as a bond investment with no active market and the amount of conversion rights of convertible bonds was recognized as financial assets carried at cost (Note 11). On January 13, 2014, Yuan Tong Investment Co., Ltd. renegotiated with Bockhold N.V. and obtained an extension of the bond maturity to March 14, 2019. As of March 31, 2015, Yuan Tong Investment Co., Ltd. had received EUR1,800 thousand.

13. NOTES AND ACCOUNTS RECEIVABLE

	March 31, 2015	December 31, 2014	March 31, 2014
<u>Notes and accounts receivable</u>			
Notes and accounts receivable	\$ 27,124,407	\$ 28,966,370	\$ 29,482,981
Less: Allowance for doubtful accounts	<u>(1,251,953)</u>	<u>(1,246,348)</u>	<u>(1,170,119)</u>
	<u>\$ 25,872,454</u>	<u>\$ 27,720,022</u>	<u>\$ 28,312,862</u>

When deciding the recoverability of accounts receivable, the Group considers any change in the credit quality from the date credit was initially granted up to the end of the reporting period. Allowance for doubtful accounts is recognized against accounts receivable on the basis of estimated irrecoverable amounts determined by reference to past defaults by counter-parties and the analysis of its current financial position.

The concentration of credit risk is limited because the Group's customer base is wide and is not focused on certain customers and companies involved are unrelated. The Group does not have accounts receivable with the aging being past due but not impaired.

The aging of receivables was as follows:

	March 31, 2015	December 31, 2014	March 31, 2014
1-90 days	\$ 22,807,316	\$ 26,735,704	\$ 25,247,748
91-180 days	2,177,630	804,162	2,375,456
181-365 days	712,782	43,878	307,767
More than 365 days	<u>174,726</u>	<u>136,278</u>	<u>381,891</u>
	<u>\$ 25,872,454</u>	<u>\$ 27,720,022</u>	<u>\$ 28,312,862</u>

The above aging schedule was based on the invoice date.

Movements of allowance for doubtful accounts were as follows:

	For the Three Months Ended March 31	
	2015	2014
Beginning balance	\$ 1,246,348	\$ 1,125,669
Add: Accounts recovered during the period	69,849	64,609

(Continued)

	For the Three Months Ended March 31	
	2015	2014
Add: Bad debt expenses	\$ 79,104	\$ 94,017
Deduct: Amounts written off during the period as uncollectible	(142,740)	(114,450)
Effect of exchange rate differences	<u>(608)</u>	<u>274</u>
Ending balance	<u>\$ 1,251,953</u>	<u>\$ 1,170,119</u> (Concluded)

14. INVENTORIES

	March 31, 2015	December 31, 2014	March 31, 2014
Merchandise inventories	\$ 4,117,205	\$ 4,165,565	\$ 4,143,739
Finished goods	5,518,254	4,974,502	5,553,605
Work in progress	3,042,158	2,662,558	2,969,891
Raw materials	5,682,691	6,238,013	6,015,364
Supplies	518,162	809,452	740,285
Available-for-sale - buildings and land	4,561,180	995,149	976,818
Available-for-sale - land	700,887	700,887	700,887
Available-for-construction - buildings and land	<u>-</u>	<u>1,459,429</u>	<u>921,375</u>
	<u>\$ 24,140,537</u>	<u>\$ 22,005,555</u>	<u>\$ 22,021,964</u>

In the three months ended March 31, 2015 and 2014, the costs of sales were NT\$32,775,918 thousand and NT\$36,536,028 thousand, respectively. The costs of inventories recognized as cost of goods sold, which included inventory reversal of write-downs in the three months ended March 31, 2015 and 2014, were NT\$378,698 thousand and NT\$29,261 thousand, respectively. The reversal gain on inventory replacement value was due from the rising selling price in specific market.

15. SUBSIDIARIES

a. Subsidiaries included in the consolidated financial statements

Investor	Investee	Nature of Activities	Proportion of Ownership		
			March 31, 2015	December 31, 2014	March 31, 2014
Far Eastern New Century Corporation	Far EasTone Telecommunications Co., Ltd. (Note 1)	Telecommunications	38.29	38.29	38.29
	Yuan Ding Investment Co., Ltd.	Investment	99.70	99.70	99.70
	Far Eastern Resources Development Co.	Real estate leasing and development service	100.00	100.00	100.00
	Yuan Tong Investment Co., Ltd.	Investment	100.00	100.00	100.00
	Far Eastern Polychem Industries Ltd. (FEPI)	Investment	100.00	100.00	100.00
	Oriental Petrochemical (Taiwan) Co., Ltd.	Petrochemical materials production	80.76	80.76	80.76
	Far Eastern Investment (Holding) Ltd.	Investment	100.00	100.00	100.00
	PET Far Eastern (Holding) Ltd. (PETH)	Investment	100.00	100.00	100.00
	Kai Yuan International Investment Co., Ltd.	Investment	100.00	100.00	100.00
	Far Eastern Polytex (Holding) Ltd.	Investment	100.00	100.00	100.00
	Yuan Ding Company Ltd.	Real estate construction and selling	49.99	49.99	49.99
	Far Eastern Construction Co., Ltd.	Real estate construction and selling	65.11	65.11	65.11

(Continued)

Investor	Investee	Nature of Activities	Proportion of Ownership		
			March 31, 2015	December 31, 2014	March 31, 2014
	Ding Yuan International Investment Co., Ltd.	Investment	100.00	100.00	100.00
	An Ho Garment Co., Ltd.	Investment	100.00	100.00	100.00
	FEDP (Holding) Ltd. (FEDP)	Investment	100.00	100.00	100.00
	Fu Kwok Garment Manufacturing Co., Ltd.	Garment production	99.99	99.99	99.99
	Far Eastern Textile Ltd.	Chemical fiber production	100.00	100.00	100.00
	Far Eastern Electronic Toll Collection Co., Ltd.	Electronic toll collection service	66.33	66.33	66.33
	Yuan Hsin Digital Payment Co., Ltd.	Other financing and supporting services	65.01	65.01	68.43
Yuan Ding Investment Co., Ltd.	Oriental Textile (Holding) Ltd. (OTTI)	Investment	100.00	100.00	100.00
	Far Eastern Apparel (Holding) Ltd. (FEAH)	Sale of textile, garments, and clothing	100.00	100.00	100.00
	Far Eastern Fibertech Co., Ltd.	Nylon production	100.00	100.00	100.00
	Far Eastern Apparel Co., Ltd.	Sale of textile, garments, and clothing	100.00	100.00	100.00
	Oriental Resources Development Ltd.	Waste recycling and processing	70.00	70.00	70.00
	Yuan Faun Ltd.	PET bottle production and selling	100.00	100.00	100.00
Far Eastern Investment (Holding) Ltd. (FEIH)	FETG Investment Antilles N.V.	Investment	100.00	100.00	100.00
	PET Far Eastern (M) Sdn. Bhd.	Bottle production	50.00	50.00	50.00
	Far Eastern Apparel (Vietnam) Ltd.	Clothing production	100.00	100.00	100.00
	Worldwide Polychem (HK) Ltd. (WWPI)	Petrochemical, PET and apparel productions foreign trade	100.00	100.00	100.00
Far Eastern Polychem Industries Ltd. (FEPI)	Far Eastern Industries (Shanghai) Ltd.	Chemical fiber production	100.00	100.00	100.00
	Far Eastern Industries (Yangzhou) Ltd.	PA and its by-product production	100.00	100.00	100.00
	Far Eastern Ishizuka Green Pet Corporation (FIGP)	PET production and sale	85.15	80.00	80.00
Far Eastern Construction Co., Ltd.	Far Eastern General Contractor Co., Ltd.	Construction	99.95	99.95	99.95
Far Eastern Apparel (Holding) Ltd. (FEAH)	Far Eastern Dyeing & Finishing (Suzhou) Ltd.	Dyeing and finishing	100.00	100.00	100.00
FETG Investment Antilles N.V.	Waldorf Services B.V.	Investment	100.00	100.00	100.00
Yuan Faun Ltd.	Yuan Cheng Human Resources Consultant Corp.	Personnel recruitment	55.19	55.19	55.19
Yuan Tong Investment Co., Ltd.	Sino Belgium (Holding) Ltd.	Investment	93.72	93.55	92.56
Far Eastern Apparel (Suzhou) Ltd.	An Ho Garment (Suzhou) Ltd.	Garment production	100.00	100.00	100.00
	Suqian Far Eastern Apparel Co., Ltd. (Note 2)	Garment production and accessories	-	-	100.00
PET Far Eastern (Holding) Ltd. (PETH)	Oriental Petrochemical (Shanghai) Corp.	PTA production and sale	61.35	61.35	61.35
	Far Eastern Union Petrochemical (Yangzhou) Corporation (Note 3)	MEG and its by-product sale	-	-	-
Oriental Textile (Holding) Ltd. (OTTI)	Far Eastern Industries (Wuxi) Ltd.	Fiber and textile production	100.00	100.00	100.00
	Oriental Industries (Suzhou) Ltd.	Textile production	100.00	100.00	100.00
FEDP (Holding) Ltd. (FEDP)	Far Eastern Industries (Suzhou) Ltd.	Garment production	100.00	100.00	100.00
Far Eastern Polytex (Holding) Ltd.	Wuhan Far Eastern New Material Ltd.	Garment production and sale	100.00	100.00	100.00
	Far Eastern Apparel (Suzhou) Ltd.	Garment production	100.00	100.00	100.00
	Far Eastern Yihua Petrochemical (Yangzhou) Corporation	PTA and by-product production and sale	60.00	60.00	60.00
	Far Eastern New Century (China) Investment Ltd.	Investment	100.00	100.00	100.00
Far Eastern New Century (China) Investment Ltd.	Shanghai Yuan Zi Information Technology Co., Ltd.	Software development, equipment maintenance and consulting	100.00	100.00	100.00
	Yuan Ding Enterprise (Shanghai) Ltd.		100.00	100.00	100.00
Sino Belgium (Holding) Ltd.	Sino Belgium (Suzhou) Ltd.	Brewer	100.00	100.00	100.00
	Martens Beers Trading (Shanghai) Ltd.	Beer sale	100.00	100.00	100.00
Oriental Petrochemical (Shanghai) Corp.	Shanghai Far Eastern Petrochemical Logistic Ltd.	Transportation	100.00	100.00	100.00
Yuan Ding Company Ltd.	Ding Ding Hotel Co., Ltd.	Hotel	80.99	80.99	80.99
	YDT Technology International Co., Ltd.	Electronic materials and by-product sale	100.00	100.00	100.00
	Far Eastern Technical Consultants Co., Ltd.	Real estate development business consulting and management	100.00	100.00	100.00
	FET Consulting Engineers Co., Ltd.	Investment	100.00	100.00	100.00
	Ding Ding Integrated Marketing Services Co., Ltd.	Market research and general advertisement	80.00	80.00	80.00
	Far Eastern Electronic Commerce Co., Ltd.	Electronic information providing services	73.42	73.42	73.42

(Continued)

Investor	Investee	Nature of Activities	Proportion of Ownership		
			March 31, 2015	December 31, 2014	March 31, 2014
FET Consulting Engineers Co., Ltd.	DDIM (Virgin Islands) Ltd.	Investment	100.00	100.00	100.00
YDT Technology International Co., Ltd.	YDC (Virgin Islands) Ltd.	Investment	100.00	100.00	100.00
YDC (Virgin Islands) Ltd.	Speedy (Shanghai) Digital Tech. Co., Ltd.	Intelligent control equipment and security monitoring products	100.00	100.00	100.00
DDIM (Virgin Islands) Ltd.	Yuan Ding Integrated Information Service (Shanghai) Inc.	Internet software development services	100.00	100.00	100.00
Far EasTone Telecommunications Co., Ltd.	New Century InfoComm Tech Co., Ltd.	Types I and II telecommunications services	100.00	100.00	100.00
	ARCOA Communication Co., Ltd.	Type II telecommunications services, sale of communications products and office equipment	61.63	61.63	61.07
	KGEx.com Co., Ltd.	Type II telecommunications services	99.99	99.99	99.99
	Yuan Cing Co., Ltd.	Call center services	99.99	99.99	99.99
	E. World (Holdings) Ltd.	Investment	85.92	85.92	85.92
	Far EasTron Holding Ltd.	Investment	100.00	100.00	100.00
	Far Eastern Info Service Holding Ltd.	Investment	100.00	100.00	100.00
	O-music Co., Ltd.	Electronic information providing services	50.00	50.00	50.00
	Q-Ware Communication Co., Ltd.	Type II telecommunications services	81.46	81.46	81.46
	Hiiir Co., Ltd.	Electronic information providing services	89.54	89.54	80.00
ARCOA Communication Co., Ltd.	DataExpress Infotech Co., Ltd.	Sale of communications products	70.00	70.00	70.00
New Century InfoComm Tech Co., Ltd.	New Diligent Co., Ltd.	Investment	100.00	100.00	100.00
	Information Security Service Digital United Co., Ltd.	Security and monitoring service via Internet	100.00	100.00	100.00
	Digital United (Cayman) Ltd.	Investment	100.00	100.00	100.00
	Simple InfoComm Co., Ltd.	Type II telecommunications	100.00	100.00	100.00
Digital United (Cayman) Ltd.	Digital United Information Technology (Shanghai) Co., Ltd.	Design and research of computer system	100.00	100.00	100.00
New Diligent Co., Ltd.	Sino Lead Enterprise Limited	Telecommunications services	100.00	100.00	100.00
	Far Eastern New Diligent Co., Ltd.	Electronic toll collection service	100.00	100.00	100.00
	New Diligent (Hong Kong) Co., Ltd. (Note 4)	Investment	-	-	-
Far Eastern Info Service (Holding) Ltd.	Far Eastern Tech-info Ltd. (Shanghai)	Computer software, data processing and network information providing services	-	-	100.00
DataExpress Infotech Co., Ltd.	Linkwell Tech. Co., Ltd.	Sale of communications products	100.00	100.00	100.00
	Home Master Technology Co., Ltd.	Sale of communications products	100.00	99.99	99.99
	Jing Yuan Technology Co., Ltd. (Note 5)	Data Processing services	-	-	-
Far Eastern New Diligent Co., Ltd.	Far Eastern New Century Information Technology (Beijing) Limited	Software development, equipment maintenance and consulting	79.04	79.04	79.04
	Far Eastern Tech-info Ltd. (Shanghai)	Computer software, data processing and network information providing services	100.00	100.00	-

(Concluded)

Note 1: Even though the consolidated ownership of the Company and its subsidiaries to Far EasTone was not over 50%, over half of board of directors of Far EasTone were served by the Group. Thus, Far EasTone were included in a subsidiaries in the consolidated financial statement.

Note 2: A subsidiary was liquidated as of May 2014.

Note 3: The Group lost control over the subsidiaries by re-electing the board of directors.

Note 4: A subsidiary was established completed on December 4, 2014, but the investment amount had not been remitted to the investee as of March 31, 2015.

Note 5: A subsidiary was liquidated as of January 28, 2014.

Except for (a) the financial statements as of and for the three months ended March 31, 2015 and 2014 of the Company, Far EasTone Telecommunications Co., Ltd. (Far EasTone), New Century InfoComm Tech Co., Ltd. (NCIC) and ARCOA Communication Co., Ltd. (ARCOA), all the financial statements of significant subsidiaries were unreviewed.

b. Details of subsidiaries that have material noncontrolling interests

Name of Subsidiary	Profit Allocated to Noncontrolling Interests		Accumulated Noncontrolling Interests		
	For the Three Months Ended March 31		December 31,		
	2015	2014	March 31, 2015	2014	March 31, 2014
Far EasTone	\$ 1,864,063	\$ 1,957,320	\$ 46,752,210	\$ 44,879,826	\$ 47,256,353

Summarized financial information in respect of each of the Group's subsidiaries that has material noncontrolling interests is set out below. The summarized financial information below represents amounts before intragroup eliminations.

Far EasTone and Far EasTone's subsidiaries:

	March 31, 2015	December 31, 2014	March 31, 2014
Current assets	\$ 22,984,378	\$ 20,806,012	\$ 21,793,281
Noncurrent assets	103,365,437	102,902,175	100,677,189
Current liabilities	(20,961,463)	(22,675,815)	(20,705,082)
Noncurrent liabilities	<u>(28,799,692)</u>	<u>(27,479,371)</u>	<u>(24,364,036)</u>
Equity	<u>\$ 76,588,660</u>	<u>\$ 73,553,001</u>	<u>\$ 77,401,352</u>
Equity attributable to:			
Owners of the Group	\$ 29,836,450	\$ 28,673,175	\$ 30,144,999
Noncontrolling interests of Far EasTone	45,924,776	44,074,475	46,433,113
Noncontrolling interests of Far EasTone's subsidiaries	<u>827,434</u>	<u>805,351</u>	<u>823,240</u>
	<u>\$ 76,588,660</u>	<u>\$ 73,553,001</u>	<u>\$ 77,401,352</u>

	For the Three Months Ended March 31	
	2015	2014
Revenue	\$ 24,784,498	\$ 22,864,485
Profit for the period	\$ 3,006,937	\$ 3,148,004
Other comprehensive income for the period	<u>28,722</u>	<u>(3,391)</u>
Total comprehensive income for the period	<u>\$ 3,035,659</u>	<u>\$ 3,144,613</u>
Profit attributable to:		
Owners of the Group	\$ 1,142,874	\$ 1,190,684
Noncontrolling interests of Far EasTone	1,841,911	1,918,964
Noncontrolling interests of Far EasTone's subsidiaries	<u>22,152</u>	<u>38,356</u>
	<u>\$ 3,006,937</u>	<u>\$ 3,148,004</u>

(Continued)

	For the Three Months Ended March 31	
	2015	2014
Total comprehensive income attributable to:		
Owners of the Group	\$ 1,162,354	\$ 1,204,072
Noncontrolling interests of Far EasTone	1,851,222	1,902,076
Noncontrolling interests of Far EasTone's subsidiaries	<u>22,083</u>	<u>38,465</u>
	<u>\$ 3,035,659</u>	<u>\$ 3,144,613</u>
Net cash inflow from:		
Operating activities	\$ 4,251,015	\$ 7,397,048
Investing activities	(3,634,824)	(3,474,002)
Financing activities	1,323,536	(185,476)
	<u>(879)</u>	<u>(408)</u>
Net cash inflow	<u>\$ 1,938,848</u>	<u>\$ 3,737,162</u> (Concluded)

16. AMOUNTS DUE FROM (TO) CUSTOMERS FOR CONSTRUCTION CONTRACTS

	March 31, 2015	December 31, 2014	March 31, 2014
<u>Amount due from customers for construction contracts</u>			
Construction costs incurred plus recognized profits less recognized losses to date	\$ 9,051,991	\$ 11,212,107	\$ 15,415,999
Less: Progress billings	<u>8,081,165</u>	<u>8,925,196</u>	<u>13,556,045</u>
	<u>\$ 970,826</u>	<u>\$ 2,286,911</u>	<u>\$ 1,859,954</u>
<u>Amounts due to customers for construction contracts</u>			
Progress billings	\$ 2,616,651	\$ 2,541,337	\$ 3,383,947
Less: Construction costs incurred plus recognized profits less recognized losses to date	<u>2,483,402</u>	<u>2,430,743</u>	<u>2,506,059</u>
	<u>\$ 133,249</u>	<u>\$ 110,594</u>	<u>\$ 877,888</u>
Retentions receivable	<u>\$ 116,109</u>	<u>\$ 100,978</u>	<u>\$ 264,459</u>
Retentions payable	<u>\$ 254,513</u>	<u>\$ 356,256</u>	<u>\$ 360,870</u>

Certain amounts due from (to) customers for construction contracts are accounted for as retentions receivable on construction contracts. Retentions receivable on construction contracts bear no interest and are expected to remain as receivables until the satisfaction of conditions specified in each contract for the payment of such amounts during the retention periods, which are within the Group's normal operating cycle of usually more than 12 months after the reporting period.

17. INVESTMENTS ACCOUNTED FOR USING THE EQUITY METHOD

Investments in Associates

	March 31, 2015		December 31, 2014		March 31, 2014	
	Carrying Value	% of Ownership	Carrying Value	% of Ownership	Carrying Value	% of Ownership
Associate that are individually material						
Asia Cement Corp.	<u>\$ 25,500,425</u>	25	<u>\$ 24,231,445</u>	25	<u>\$ 23,067,983</u>	25
Associate that are not individually material						
Listed companies						
Far Eastern Department Stores Co., Ltd.	7,437,543	22	7,370,454	22	6,929,140	22
Oriental Union Chemical Corp.	6,901,915	32	6,597,024	31	5,828,465	27
Everest Textile Co., Ltd.	<u>1,198,497</u>	26	<u>1,172,804</u>	26	<u>1,117,551</u>	26
	<u>15,537,955</u>		<u>15,140,282</u>		<u>13,875,156</u>	
Unlisted companies						
Oriental Securities Corp.	4,956,817	46	4,995,787	46	5,013,038	46
Pacific Liu Tong Investment Co., Ltd.	4,224,487	40	4,201,060	40	4,276,174	40
Yu Yuan Investment Co.	2,995,553	44	2,984,472	44	4,010,899	44
Far Eastern International Leasing Corp.	2,367,285	34	2,362,406	34	2,304,130	34
Far Easter Union Petrochemical (Yangzhou) Corporation	1,947,034	50	1,974,612	50	1,757,439	50
Liquid Air Far East Co., Ltd.	1,701,874	35	1,600,555	35	1,498,822	35
Da Ju Fiber Corp.	1,199,973	42	1,193,637	42	1,112,978	42
Tong Da Air Industry (Yangzhou) Co., Ltd.	1,036,811	50	1,048,327	50	570,105	50
Yu Ding Industry Co., Ltd.	620,754	31	617,990	31	587,897	31
Yuan Ding Leasing Corp.	429,265	46	428,360	46	421,037	46
Kowloon Cement Corp.	455,508	49	448,282	49	392,687	49
Freudenberg Far Eastern Spunweb Co., Ltd.	324,257	30	291,867	30	330,063	30
FEDS Asia Pacific Development Co., Ltd.	129,790	5	128,195	5	128,653	5
Malaysia Garment Manufactures PET Ltd.	74,373	38	65,794	38	69,937	38
Yue Ming Corp.	71,717	47	71,869	47	71,644	47
Alliance Digital Technology Co., Ltd.	20,755	13	21,917	13	27,229	19
iScreen Corporation	16,767	40	16,526	40	16,409	40
Com 2B Corporation	14,256	20	14,450	20	16,124	20
Opas Fund Segregated Portofolio Company	<u>1,627</u>	34	<u>1,646</u>	34	<u>1,585</u>	34
	<u>22,588,903</u>		<u>22,467,752</u>		<u>22,606,850</u>	
	<u>\$ 63,627,283</u>		<u>\$ 61,839,479</u>		<u>\$ 59,549,989</u>	

Material associates were as follow:

Name of Associate	Nature of Activities	Principal Place of Business	Proportion of Ownership and Voting Rights		
			March 31, 2015	December 31, 2014	March 31, 2014
Asia Cement Corp.	Cement production	Taiwan	25.37%	25.37%	25.34%

On March 31, 2014, the Group lost control over Far Eastern Union Petrochemical (Yangzhou) Corp. (FEUPY) when half of the board members, who represented the Group, lost their seats after a board of directors' election. The Group revalued its retained holding of FEUPY shares at fair value and recognized RMB3,912 thousand as gain on disposal of investment.

In the three months ended March 31, 2014, Oriental Union Chemical Corp. entered into a joint venture to establish Tong Da Air Industry (Yangzhou) Co., Ltd. and acquired a 50% ownership of the latter company.

As of March 31, 2015 and 2014, investments in FEDS Asia Pacific Development Co., Ltd., Com2B Corporation and Alliance Digital Technology Co., Ltd. were accounted for the equity-method since the Group exercised significant influence on them even though the Group owned less than 20% of each investee's voting stock.

The financial statements used as basis for the calculation of the gains (losses) and other comprehensive income from the equity-method investments for the three months ended March 31, 2015 and 2014 had been unreviewed, except those of Asia Cement Corp. (ACC), Far Eastern Department Stores Co., Ltd., Oriental Union Chemical Corp., Everest Textile Co., Ltd. and Pacific Liu Tong Investment Co., Ltd. The

independent auditors expressed a qualified opinion on the financial statements of these five associates because the financial statements of some of the investees of these associates had not been reviewed. In addition, the Group's combined carrying value of unreviewed equity-method investees of aforementioned five associates and certain equity-method investees had not been reviewed were NT\$29,314,927 thousand and NT\$29,559,567 thousand as of March 31, 2015 and 2014, respectively. In the three months ended of 2015 and 2014, the Group's combined comprehensive incomes of unreviewed equity-method investees of aforementioned five associates and certain equity-method investees had not been reviewed were NT\$1,230,509 thousand and NT\$793,325 thousand, respectively.

The fair values of publicly traded investments accounted for using the equity method are summarized as follows, based on the closing prices of those investments as of the balance sheet date:

Name of Associate	March 31, 2015	December 31, 2014	March 31, 2014
Listed companies	<u>\$ 51,940,699</u>	<u>\$ 51,674,947</u>	<u>\$ 48,829,600</u>

18. PROPERTY, PLANT AND EQUIPMENT

	March 31, 2015	December 31, 2014	March 31, 2014
Total property, plant and equipment	\$ 140,828,088	\$ 139,055,972	\$ 125,194,906
Prepayment for equipment	<u>4,681,266</u>	<u>4,914,856</u>	<u>7,135,398</u>
	<u>\$ 145,509,354</u>	<u>\$ 143,970,828</u>	<u>\$ 132,330,304</u>

	Land	Buildings	Machinery and Equipment	Telecommuni- cations Equipment	Computer Equipment	Leasehold Improvements	Operating and Miscellaneous Equipment	Construction-in- progress and Prepayment for Equipment	Total
Cost									
Balance at January 1, 2015	\$ 17,327,539	\$ 29,327,112	\$ 116,998,189	\$ 141,788,190	\$ 14,008,541	\$ 4,957,919	\$ 18,898,657	\$ 30,945,222	\$ 374,251,369
Additions	172	2,378	50,776	29,912	3,145	12,447	71,979	5,931,073	6,101,882
Disposals	-	(7,667)	(694,220)	(11,216,767)	(266,454)	(41,394)	(126,454)	(6,107)	(12,359,063)
Adjustments and reclassification	-	121,713	978,004	2,703,780	238,102	88,549	356,474	(5,326,332)	(839,710)
Effect of exchange rate differences	-	(93,837)	(526,484)	-	(127)	(8)	(33,471)	(73,183)	(727,110)
Balance at March 31, 2015	<u>\$ 17,327,711</u>	<u>\$ 29,349,699</u>	<u>\$ 116,806,265</u>	<u>\$ 133,305,115</u>	<u>\$ 13,983,207</u>	<u>\$ 5,017,513</u>	<u>\$ 19,167,185</u>	<u>\$ 31,470,673</u>	<u>\$ 366,427,368</u>
Accumulated depreciation and impairment									
Balance at January 1, 2015	\$ (96,557)	\$ (13,088,831)	\$ (79,700,476)	\$ (109,278,453)	\$ (11,286,648)	\$ (3,446,256)	\$ (13,383,320)	\$ -	\$ (230,280,541)
Disposals	-	7,546	692,686	11,113,727	266,107	29,132	125,258	-	12,234,456
Impairment loss	-	-	(70,000)	-	-	-	-	-	(70,000)
Depreciation expense	-	(180,626)	(955,562)	(1,529,460)	(274,663)	(103,715)	(299,691)	-	(3,343,717)
Adjustments and reclassification	-	36,212	146,761	-	-	-	47,915	-	230,888
Effect of exchange rate differences	-	31,168	259,827	-	62	3	19,840	-	310,900
Balance at March 31, 2015	<u>\$ (96,557)</u>	<u>\$ (13,194,531)</u>	<u>\$ (79,626,764)</u>	<u>\$ (99,694,186)</u>	<u>\$ (11,295,142)</u>	<u>\$ (3,520,836)</u>	<u>\$ (13,489,998)</u>	<u>\$ -</u>	<u>\$ (220,918,014)</u>
Cost									
Balance at January 1, 2014	\$ 17,332,301	\$ 28,166,768	\$ 112,175,350	\$ 144,771,595	\$ 12,716,058	\$ 4,631,998	\$ 17,617,938	\$ 23,268,152	\$ 360,680,160
Additions	-	8,925	67,287	2,832	4,446	11,179	29,798	6,525,492	6,649,959
Disposals	-	(20,753)	(766,914)	(1,999,809)	(34,524)	(23,107)	(163,374)	(779)	(3,009,260)
Derecognition of subsidiaries due to control loss	-	-	-	-	-	-	(20,565)	(1,505,414)	(1,525,979)
Adjustments and reclassification	255	150,356	455,275	1,085,702	233,074	94,560	150,288	(1,980,615)	188,895
Effect of exchange rate differences	-	(6,019)	(52,489)	-	6	-	(2,632)	32,471	(28,663)
Balance at March 31, 2014	<u>\$ 17,332,556</u>	<u>\$ 28,299,277</u>	<u>\$ 111,878,509</u>	<u>\$ 143,860,320</u>	<u>\$ 12,919,060</u>	<u>\$ 4,714,630</u>	<u>\$ 17,611,453</u>	<u>\$ 26,339,307</u>	<u>\$ 362,955,112</u>
Accumulated depreciation and impairment									
Balance at January 1, 2014	\$ (96,557)	\$ (12,193,478)	\$ (76,675,611)	\$ (114,352,153)	\$ (10,530,559)	\$ (3,138,722)	\$ (12,822,163)	\$ -	\$ (229,809,243)
Disposals	-	20,225	762,374	1,759,837	34,498	18,302	154,851	-	2,750,087
Derecognition of subsidiaries due to control loss	-	-	-	-	-	-	-	2,335	-
Depreciation expense	-	(167,060)	(895,378)	(1,804,838)	(220,179)	(91,932)	(282,277)	-	(3,461,664)
Adjustments and reclassification	-	(14,721)	(58,890)	1,943	(3,852)	(431)	(56,149)	-	(132,100)
Effect of exchange rate differences	-	2,777	20,796	-	9	-	2,195	-	25,777
Balance at March 31, 2014	<u>\$ (96,557)</u>	<u>\$ (12,352,257)</u>	<u>\$ (76,846,709)</u>	<u>\$ (114,395,211)</u>	<u>\$ (10,720,083)</u>	<u>\$ (3,212,783)</u>	<u>\$ (13,001,208)</u>	<u>\$ -</u>	<u>\$ (230,624,808)</u>

The above items of property, plant and equipment were depreciated on a straight-line basis over the following estimated useful lives:

Buildings	3-60 years
Telecommunications equipment	2-25 years
Computer equipment	3-10 years
Machinery and equipment	3-20 years
Leasehold improvements and operating and miscellaneous equipment	3-15 years

As of March 31, 2015, December 31, 2014 and March 31, 2014, farmland was reclassified to property, plant and equipment amounting to NT\$238,430 thousand and to investment properties amounting to NT\$34,783 thousand. The titles to the land are temporarily registered in the name of trustees who have either signed an agreement showing the farmlands belong to the Group or have pledged the land to the Group.

19. INVESTMENT PROPERTIES

	Completed Investment Properties
Balance at January 1, 2015	\$ 119,663,209
Additions	436,925
Disposals	(1,998,238)
Transferred from property, plant and equipment	1,608,891
Gain on change in fair value of investment properties	1,953,467
Effect of exchange rate differences	<u>(5,998)</u>
Balance at March 31, 2015	<u>\$ 121,658,256</u>
Balance at January 1, 2014	\$ 113,458,525
Additions	5,709
Transferred from property, plant and equipment	(62,420)
Effect of exchange rate differences	<u>(5,469)</u>
Balance at March 31, 2014	<u>\$ 113,396,345</u>

The Group and Asia Cement Corporation (ACC) co-own land located on Dunhua South Road in Taipei. Under an agreement with the Group and ACC, Yuan Ding paid for the construction of a multifunctional building on this land and owned the 30-year right of superficies. However, the ownership of the building was registered in the name of the Group, ACC and Yuan Ding at 12%, 12% and 76%, respectively. Upon expiration of the agreement, the Company and ACC will acquire Yuan Ding's 76% ownership of the building based on the carrying value of the building.

The construction of a building (Banqiao Zhong Ben) located in the Banqiao Xin Ban section was completed in 2011, and the building was leased to Far Eastern Department Stores Co., Ltd. (FEDS) as its department store space. A portion of the rental income generated from the operating lease was recognized over the lease term on a straight-line basis and the rest of the income was recognized as a percentage of FEDS's gross operating income. The lease of FEDS will expire in December 2026. The construction of Banqiao Zhong Ben commercial building was completed in the three months ended March 31, 2015 and recognized as inventories (available for sale-land and building). A portion of floors has been rent out in the three months ended March 31, 2015 was reclassified from inventories to investment properties in an amount of NT\$1,000,287 thousand by its fair value and recognized valuation gain on investment properties NT\$525,033 thousand (recognized as gain on change in fair value of investment properties)

The construction project - Taipei Far Eastern Telecom Park, investment property located in Banqiao was in accordance with the enforcement rules of Act for Promotion of Private Participation in Infrastructure Projects and the market rentals were valued between NT\$0.4 thousand and NT\$1.1 thousand per ping (i.e. 1 ping = 3.3 square meters).

The fair values of investment properties were as follows:

	March 31, 2015	December 31, 2014	March 31, 2014
Independent valuation	<u>\$ 121,658,256</u>	<u>\$ 119,663,209</u>	<u>\$ 113,396,345</u>

The fair values of the investment properties as of December 31, 2014 and January 1, 2014 were based on the valuations carried out at these dates by an independent qualified professional valuator, Mr. Tsai, Chia-ho and Mrs. Hu, Chuen-Chuen from Debenham Tie Leung Real Estate Appraiser Office, a member of certified ROC real estate appraisals. In consultation with the appraisers, except for some investment properties were adjusted in accordance with fair value movement, the Group determined that the fair values reported as of December 31, 2014 and January 1, 2014 were still valid as of March 31, 2015 and 2014.

Except for the undeveloped land, the fair value of investment properties was measured using the income approach. The significant assumptions used were as follows:

	March 31, 2015	December 31, 2014	March 31, 2014
Expected future cash inflows	\$ 60,040,003	\$ 57,791,454	\$ 50,813,788
Expected future cash outflows	<u>(2,032,978)</u>	<u>(1,952,832)</u>	<u>(1,772,289)</u>
Expected future cash inflows, net	<u>\$ 58,007,025</u>	<u>\$ 55,838,622</u>	<u>\$ 49,041,499</u>
Discount rate	2.125%-2.28%	2.125%-2.28%	2.125%-2.3%

The Group identified the investment properties located in Banqiao on the basis of their individual operating purposes and estimated future cash inflows/outflows by type of investment property. The difference between the estimated future cash inflows and outflows was used in estimating the total fair value of the Group's investment properties in Banqiao.

All floors of the investment properties had been leased out under operating leases. The rental incomes generated for the three months ended March 31, 2015 and 2014 were NT\$276,236 thousand and NT\$229,756 thousand, respectively.

The expected future cash inflows generated by investment properties referred to rental income, interest income on rental deposits, loss on vacancy rate of space and disposal value. The rental income was extrapolated using the comparative market rentals covering 10 years, excluding too-high and too-low values, taking into account the annual rental growth rate. However, when the investment properties had specific rental period, the rental income was extrapolated on that rental period with no more than 10 years. Loss on vacancy rate of space was extrapolated using the vacancy rates of the neighboring stores and factories, the interest income on rental deposits was extrapolated using 1.36%, the interest rate announced by the central bank for the one-year average deposit interest rate of five major banks, and the disposal value was determined using the direct capitalization method under the income approach. The expected future cash outflows on investment property included expenditures such as land value taxes, house taxes, insurance premium, maintenance costs, replacement allowance and depreciation. These expenditures were extrapolated on the basis of the current level of expenditures, taking into account the future adjustment to the government-announced land value and the tax rate promulgated under the House Tax Act.

The discount rate was determined by reference to the local same class product, a reasonable rental income level and the selling price of investment properties taking into consideration the liquidity, potential risk, appreciation and the complexity of management; in addition, the discount rate should not be lower than the interest rate for two-year time deposits of Chunghwa Post Co., Ltd. plus 0.75%.

The Group's undeveloped lands were located in Zhongli District and Taipei City. The fair value was measured using the land development analysis, because it was undeveloped and cannot be measured by income approach. The significant assumptions used were as follows:

	March 31, 2015	December 31, 2014	March 31, 2014
Estimated total sale price	<u>\$ 27,051,660</u>	<u>\$ 27,051,660</u>	<u>\$ 25,492,100</u>
Rate of return	15%-18%	15%-18%	15%-18%
Overall capital interest rate	1.36%-1.56%	1.36%-1.56%	1.36%-1.46%

The estimated total sale price located in Chung Li, Taoyuan is disclosed by reference to any existing lease, local rents, or market rents for similar comparable subjects. The fair value in that area is determined by the sale price of each constructing building which is adjusted according to different conditions and calculated the estimated fair value of total areas.

The total selling price is estimated on the basis of the most effective use of land or property available for sale after development is completed, taking into account the related regulations, optimism of domestic macroeconomic prospects, local land use, and market rates.

20. GOODWILL

	For the Three Months Ended March 31	
	2015	2014
<u>Cost</u>		
Balance at January 1	\$ 11,930,443	\$ 11,928,782
Impairment loss	(43,535)	-
Effect of exchange rate differences, net	<u>(4,119)</u>	<u>(108)</u>
Ending balance	<u>\$ 11,882,789</u>	<u>\$ 11,928,674</u>

If an investment acquisition cost exceeds the fair value of identifiable net assets acquired, and the source of this excess cannot be identified, this excess should be recorded as goodwill. Goodwill mainly resulted from the mergers and acquisitions of Far EasTone, which obtained a large percentage of companies with which it had merged.

Refer to Note 19 of the consolidated financial statements for the year ended December 31, 2014 for related information on goodwill.

21. CONCESSION AND INTANGIBLE ASSETS

	March 31, 2015	December 31, 2014	March 31, 2014
<u>Carrying amounts</u>			
Concession	\$ 36,909,967	\$ 37,314,277	\$ 38,770,694
Other intangible assets			
Computer software	2,603,974	2,602,855	2,522,139
Others	<u>1,039,274</u>	<u>1,169,584</u>	<u>1,566,256</u>
	<u>3,643,248</u>	<u>3,772,439</u>	<u>4,088,395</u>
	<u>\$ 40,553,215</u>	<u>\$ 41,086,716</u>	<u>\$ 42,859,089</u>

	Concession	Computer Software	Others	Total
Balance at January 1, 2015	\$ 37,314,277	\$ 2,602,855	\$ 1,169,584	\$ 41,086,716
Additions	60,535	204,765	22,294	287,594
Amortization	(464,327)	(202,925)	(151,956)	(819,208)
Disposals	(518)	-	-	(518)
Adjustments and reclassifications	-	-	216	216
Effect of exchange rate differences	<u>-</u>	<u>(721)</u>	<u>(864)</u>	<u>(1,585)</u>
Balance at March 31, 2015	<u>\$ 36,909,967</u>	<u>\$ 2,603,974</u>	<u>\$ 1,039,274</u>	<u>\$ 40,553,215</u>
Balance at January 1, 2014	\$ 37,734,135	\$ 2,557,237	\$ 1,626,885	\$ 41,918,257
Additions	1,305,155	159,277	92,600	1,557,032
Amortization	(267,270)	(189,302)	(154,139)	(610,711)
Disposals	(1,326)	-	-	(1,326)
Derecognition of subsidiaries due to control loss	-	(4,563)	-	(4,563)
Adjustments and reclassifications	-	(831)	1,251	420
Effect of exchange rate differences	<u>-</u>	<u>321</u>	<u>(341)</u>	<u>(20)</u>
Balance at March 31, 2014	<u>\$ 38,770,694</u>	<u>\$ 2,522,139</u>	<u>\$ 1,566,256</u>	<u>\$ 42,859,089</u>

The above other intangible assets were depreciated on a straight-line basis up to the estimated useful lives of the assets, as follows:

Concession	17 years
Computer software	10 years
Others	16 years

22. SHORT-TERM BORROWINGS AND SHORT-TERM BILLS PAYABLE

a. Short-term borrowings

	March 31, 2015	December 31, 2014	March 31, 2014
Credit loans	\$ 22,705,216	\$ 23,365,794	\$ 25,027,117
Secured and pledged borrowings	200,000	283,036	200,000
Loans from affiliates	<u>3,488,370</u>	<u>3,989,830</u>	<u>3,674,329</u>
	<u>\$ 26,393,586</u>	<u>\$ 27,638,660</u>	<u>\$ 28,901,446</u>

- 1) The interest rates for bank loans were 0.56%-5.35%, 0.80%-4.48% and 0.75%-4.25% as of March 31, 2015, December 31, 2014 and March 31, 2014, respectively.
- 2) Loans from related parties were the Group's repayments to affiliates. Interest rates were all 0% as of March 31, 2015, December 31, 2014 and March 31, 2014.

b. Short-term bills payable

	March 31, 2015	December 31, 2014	March 31, 2014
Commercial paper	\$ 6,510,000	\$ 4,666,000	\$ 5,701,000
Less: Unamortized discount on bills payable	<u>3,221</u>	<u>3,468</u>	<u>3,840</u>
	<u>\$ 6,506,779</u>	<u>\$ 4,662,532</u>	<u>\$ 5,697,160</u>

The short-term bills payable outstanding were issued at interest rates of 0.70%-2.15%, 0.80%-1.40% and 0.61%-1.38% as of March 31, 2015, December 31, 2014 and March 31, 2014, respectively.

23. PROVISIONS

	March 31, 2015	December 31, 2014	March 31, 2014
Decommissioning obligations	\$ 880,062	\$ 870,515	\$ 802,591
Warranties	135,166	124,565	96,357
Onerous contracts	<u>11,017</u>	<u>8,340</u>	<u>5,146</u>
	<u>\$ 1,026,245</u>	<u>\$ 1,003,420</u>	<u>\$ 904,094</u>
Current	\$ 257,140	\$ 240,197	\$ 198,244
Noncurrent	<u>769,105</u>	<u>763,223</u>	<u>705,850</u>
	<u>\$ 1,026,245</u>	<u>\$ 1,003,420</u>	<u>\$ 904,094</u>

	Decommis- sioning Obligations	Warranties	Onerous Contracts	Total
Balance at January 1, 2015	\$ 870,515	\$ 124,565	\$ 8,340	\$ 1,003,420
Additions	13,824	24,027	2,677	40,528
Reductions	<u>(4,277)</u>	<u>(13,426)</u>	<u>-</u>	<u>(17,703)</u>
Balance at March 31, 2015	<u>\$ 880,062</u>	<u>\$ 135,166</u>	<u>\$ 11,017</u>	<u>\$ 1,026,245</u>
Balance at January 1, 2014	\$ 799,760	\$ 87,260	\$ 12,171	\$ 899,191
Additions	5,110	9,097	-	14,207
Reductions	<u>(2,279)</u>	<u>-</u>	<u>(7,025)</u>	<u>(9,304)</u>
Balance at March 31, 2014	<u>\$ 802,591</u>	<u>\$ 96,357</u>	<u>\$ 5,146</u>	<u>\$ 904,094</u>

24. LONG-TERM BORROWINGS

	March 31, 2015	December 31, 2014	March 31, 2014
Bank loans	\$ 68,194,310	\$ 64,785,517	\$ 52,175,677
Less: Current portion	<u>1,104,572</u>	<u>786,307</u>	<u>665,135</u>
	<u>\$ 67,089,738</u>	<u>\$ 63,999,210</u>	<u>\$ 51,510,542</u>
Nonconvertible bonds	\$ 76,694,500	\$ 74,144,000	\$ 74,555,000
Discount of nonconvertible bonds	<u>(85,288)</u>	<u>(90,393)</u>	<u>(108,017)</u>
	76,609,212	74,053,607	74,446,983
Less: Current portion	<u>16,343,264</u>	<u>13,341,588</u>	<u>8,747,344</u>
	<u>\$ 60,265,948</u>	<u>\$ 60,712,019</u>	<u>\$ 65,699,639</u>

Bank Loans

The foregoing loans are repayable through a lump sum payment on maturity in New Taiwan dollars, Japanese yen and U.S. dollars. Except for these non-revolving credit loans, the Group had been allowed to make loans within the credit line limit until maturity. The maturity dates and bank interest rates of the Group's revolving loans were as follows:

	March 31, 2015	December 31, 2014	March 31, 2014
Maturity	May 2016- March 2031	February 2016- March 2031	April 2015- March 2031
Bank interest rates	0.65%-2.09%	0.65%-2.09%	0.85%-3.60%

On March 22, 2011, a company subsidiary, FECC entered into a NT\$4,000,000 thousand credit agreement with Hua Nan Bank and other financial institutions. FECC pledged its land pertaining to the Zhong Ben and Zhong Ben (2) project (Ban Qiao - New Section No. 8) and amounting to NT\$4,800,000 thousand as first mortgage to the creditor banks. Other agreement terms were as follows:

	Credit Line	Maturity Period	Interest Rate	Repayment
A	NT\$ 2,000,000 thousand	20 years after use of the credit	Hua Nan Bank's periodic savings interest rate plus 0.40% then over 0.946	Revolving credit within the period and no repayment in the first five years; quarterly repayments of NT\$30,000 thousand quarterly from the sixth year and redemption of rest on maturity
B	NT\$ 2,000,000 thousand	5 years after use of the credit	Reference interest rate plus 0.433%	Revolving credit within the period; lump sum repayment on maturity
	<u>NT\$ 4,000,000</u> <u>thousand</u>			

Note: The reference interest rate is based on Taiwan's second market 90 days' commercial paper fixing rate on page 6165 of the Telerate interest rate index at 11:00 a.m.

On December 4, 2009, an FENC subsidiary, Oriental Petrochemicals (Taiwan) Co., Ltd. (OPTC), got a five-year syndicated loan of NT\$4,200,000 thousand from Mega International Commercial Bank and Chinatrust Commercial Bank. OPTC committed that, during the contract period, its financial statements should show it was keeping its liability ratio within a certain range. Once OPTC fails to meet its commitment, it should issue new shares for cash by the end of November of next year, fully repay the loan, or put the asset/liability ratio back within the required range. Otherwise, OPTC should pay fees monthly at 0.2% per day of the outstanding amounts during the period between the maturity date and the day before the asset/liability ratio has met the range requirement; the banks will assess OPTC's condition to determine the new deadline for the settlement of the principal and the interests.

In 2013, an FENC subsidiary, Oriental Petrochemicals (Taiwan) Co., Ltd. (OPTC), got a five-year and seven-year syndicated loan in a total amount of NT\$11,000,000 thousand from Mega International Commercial Bank. OPTC committed that, during the contract period, its financial statements should show it was keeping its liability ratio within a certain range. Once OPTC fails to meet its commitment, it should issue new shares for cash by the end of November of next year, fully repay the loan, or put the asset/liability ratio back within the required range. Otherwise, OPTC should pay fees monthly at 0.125% per day of the outstanding amounts during the period between the maturity date and the day before the asset/liability ratio has met the range requirement; the banks will assess OPTC's condition to determine the new deadline for the settlement of the principal and the interests. As of March 31, 2015, OPTC was in compliance with the ratio requirement.

On April 23, 2012, in order to construct a freeway taximeter system infrastructure, an FENC subsidiary, Far Eastern Electronic Toll Collection Co., Ltd. (FETC), entered into a syndicated loan agreement amounting to NT\$6,420,000 thousand with Cathay United bank and three other financial institutions. The agreement terms are as follows:

The syndicated loan, which consisted of three different loans with different terms and lines of credit (A, B and C), was obtained to meet FETC's capital needs for operating and maintain the infrastructure for the electronic toll collection project ("ETC project"). FETC withdrew NT\$2,906,000 thousand from Loan A and NT\$3,294,000 thousand from Loan B. FETC provided a guarantee amounting to NT\$22,000 thousand from Loan C. Credit Line A has been partly drawn for the first time on May 10, 2012. Loan A

is repayable quarterly in 26 equal installments from November 10, 2014 until February 2021. Bank annual interest rates were 2.10% in 2013 and 2.0758% in 2012. Credit Line B has been partly drawn for the first time on May 10, 2012. Credit line B will be paid quarterly in 26 installments from August 10, 2019, with maturity in November 2025.

Another requirement in the syndicated loan agreement was for FETC to open special bank accounts and to place appropriate payments to these bank accounts through deposits and time deposits. The bank accounts pertaining to the loan reserve and time deposits that had been pledged to Cathy United Bank were accounted for under other financial assets - noncurrent (Note 36). The terms of loan A and B further included a requirement for FETC to keep its loan capital and interest coverage ratio at more than 1.10 during the interest accrual period after November 10, 2014. In addition, FETC should get prior written consent from Cathy United Bank based on the schedule and amount of the ETC project shown in FETC's annual budget before FETC disposes of the pledged deposits and should replace these deposits with other operating assets as collateral. The value of the operating assets should be the lower of the value of newly built operating assets for ETC's operations or the value of other assets that had not been provided to Cathay United Bank as collateral. As of March 31, 2015, the value of pledged assets was NT\$2,036,000 thousand.

With FETC's long-term borrowings with floating rates, which may cause material cash flow risks, FETC started to use interest rate swaps on the first day it made a loan drawdown to hedge against adverse cash flow fluctuations on its liabilities under the syndicated loan agreement.

Bonds

FENC

On May 27, 2010, the Company issued five-year unsecured bonds (the first tranche) amounting to NT\$5,500,000 thousand at a unit face value of NT\$1,000 thousand. The five-year bonds are repayable at 50% of the total amount at the end of the fourth year and the other 50% at the end of the fifth year of bond issuance, with a 1.68% interest rate. The interest is calculated by the simple interest method (based on the outstanding balance) starting from the issuance date and is payable annually.

On September 16, 2010, the Company issued five-year unsecured bonds (the second tranche) amounting to NT\$6,000,000 thousand at a unit face value of NT\$1,000 thousand. These five-year bonds are repayable at 50% of the total amount at the end of the fourth year and the other 50% at the end of the fifth year of bond issuance, with a 1.59% interest rate. The interest is calculated by the simple interest method (based on the outstanding balance) starting from the issuance date and is payable annually.

On May 27, 2011, the Company issued five-year unsecured bonds (the first tranche) amounting to NT\$3,800,000 thousand at a unit face value of NT\$1,000 thousand. The five-year bonds are repayable at 50% of the total amount at the end of the fourth year and the other 50% at the end of the fifth year of bond issuance, with a 1.50% interest rate. The interest is calculated by the simple interest method (based on the outstanding balance) starting from the issuance date and is payable annually.

On September 29, 2011, the Company issued five-year unsecured bonds (the second tranche) amounting to NT\$2,200,000 thousand at a unit face value of NT\$1,000 thousand. These five-year bonds are repayable at 50% of the total amount at the end of the fourth year and the other 50% at the end of the fifth year of bond issuance, with a 1.55% interest rate. The interest is calculated by the simple interest method (based on the outstanding balance) starting from the issuance date and is payable annually.

On February 15, 2012, the Company issued five-year unsecured bonds (the third tranche) amounting to NT\$6,000,000 thousand at a unit face value of NT\$1,000 thousand. These five-year bonds are repayable at 50% of the total amount at the end of the fourth year and the other 50% at the end of the fifth year of bond issuance, with a 1.36% interest rate. The interest is calculated by the simple interest method (based on the outstanding balance) starting from the issuance date and is payable annually.

On June 7, 2012, the Company issued five-year unsecured bonds (the first tranche) amounting to NT\$3,200,000 thousand at a unit face value of NT\$1,000 thousand. These five-year bonds are repayable at 50% of the total amount at the end of the fourth year and the other 50% at the end of the fifth year of bond issuance, with a 1.35% interest rate. The interest is calculated by the simple interest method (based on the outstanding balance) starting from the issuance date and is payable annually.

On November 26, 2012, the Company issued five-year unsecured bonds (the second tranche) amounting to NT\$4,200,000 thousand at a unit face value of NT\$1,000 thousand. These five-year bonds are repayable at 50% of the total amount at the end of the fourth year and the other 50% at the end of the fifth year of bond issuance, with a 1.3% interest rate. The interest is calculated by the simple interest method (based on the outstanding balance) starting from the issuance date and is payable annually.

On May 16, 2013, the Company issued three-year unsecured bonds (the first tranche) amounting to (a) RMB500,000 thousand and (b) JPY5,000,000 thousand with unit face values of RMB1,000 thousand and JPY 10,000 thousand, respectively. These three-year bonds will be repaid in lump sum on maturity. The interest rate of (a) is 2.95% and that of (b) is defined as three month JPY LIBOR + 1.10%. The interest is calculated by the simple interest method (based on the outstanding balance) starting from the issuance date and is payable annually.

On August 28, 2013, the Company issued three-year and six-month unsecured bonds (second tranche) amounting to NT\$3,000,000 thousand, with a unit face value of NT\$1,000 thousand. These three-year and six-month bonds will be repaid in lump sum on maturity plus a 1.39% interest rate. The interest is calculated by the simple interest method (based on the outstanding balance) starting from the issuance date and is payable annually.

On December 23, 2013, the Company issued the five-year unsecured bonds (third tranche) amounting to NT\$2,800,000 thousand, with a unit face of NT\$1,000 thousand. These five-year bonds will be repaid in lump sum on maturity plus a 1.45% interest rate. The interest is calculated by the simple interest method (based on the outstanding balance) starting from the issuance date and is payable annually.

On August 21, 2014, the Company issued the five-year unsecured bonds (the first tranche) amounting to NT\$3,200,000 thousand, with a unit face of NT\$1,000 thousand. These five-year bonds are repayable at 50% of the total amount at the end of the fourth year and the other 50% at the end of the fifth year of bond issuance, with a 1.47% interest rate. The interest is calculated by the simple interest method (based on the outstanding balance) starting from the issuance date and is payable annually.

On December 4, 2014, the Company issued the five-year unsecured bonds (second tranche) amounting to NT\$2,200,000 thousand, with a unit face of NT\$1,000 thousand. These five-year bonds are repayable at 50% of the total amount at the end of the fourth year and the other 50% at the end of the fifth year of bond issuance, with a 1.47% interest rate. The interest is calculated by the simple interest method (based on the outstanding balance) starting from the issuance date and is payable annually.

On February 6, 2015, the Company issued the five-year unsecured bonds (third tranche) amounting to NT\$2,600,000 thousand, with a unit face of NT\$1,000 thousand. These five-year bonds are repayable at 50% of the total amount at the end of the fourth year and the other 50% at the end of the fifth year of bond issuance, with a 1.38% interest rate. The interest is calculated by the simple interest method (based on the outstanding balance) starting from the issuance date and is payable annually.

Yuan Ding Investment Co., Ltd. (YDI)

On July 19, 2010, an FENC subsidiary, YDI made its first issuance of unsecured bonds, with an aggregate value of NT\$2,000,000 thousand and par value of NT\$1,000 thousand. These five-year unsecured bonds are repayable at 30%, 30% and 40% of aggregate value at the end of the third, fourth and fifth years, respectively, of bond issuance, and the simple interest of 1.62% is payable annually.

On July 20, 2011, YDI made its first issuance of unsecured bonds, with an aggregate value of NT\$3,000,000 thousand and a par value of NT\$1,000 thousand. These five-year unsecured bonds are repayable at 30%, 30% and 40% of the aggregate value at the end of the third, fourth and fifth years, respectively, of bond issuance, and the simple interest of 1.5% is payable annually.

On December 15, 2011, YDI issued five-year unsecured/nonconvertible bonds (the second tranche). The bonds, which are repayable annually, have aggregate values of NT\$2,000,000 thousand and a par value of NT\$1,000 thousand. These bonds are repayable at 50% of aggregate value for each end of the fourth and fifth years, respectively, and the simple interest of 1.45% is payable annually.

On August 6, 2012, YDI issued three-year and five-year unsecured/nonconvertible bonds, with a total amount of NT\$3,000,000 thousand and a par value of NT\$1,000 thousand. The three-year bonds have an aggregate amount of NT\$1,900,000 thousand and are fully repayable on maturity, with 1.25% annual interest rate. The five-year bonds have an aggregate amount of NT\$1,100,000 thousand and are repayable at 50% of the total amount at the end of the fourth year and the other 50% at the end of the fifth year of bond issuance, with a 1.4% annual interest rate. The interest is calculated by the simple interest method (based on the outstanding balance) starting from the issuance date and is payable annually.

On November 25, 2013, YDI made its first issuance of unsecured nonconvertible bonds, with an aggregate value of NT\$3,000,000 thousand and a par value of NT\$1,000 thousand. These three-year bonds will be repaid in lump sum on maturity plus 1.35% interest rate. The interest is calculated by the simple interest method (based on the outstanding balance) starting from the issuance date and is payable annually.

On May 26, 2014 YDI issued five-year unsecured/nonconvertible bonds. The bonds, which are payable annually, have aggregate value of NT\$3,000,000 thousands and a par value of NT\$1,000 thousand. These bonds are repayable at 50% of aggregate value for each end of the for the forth and fifty years, respectively, of bond issuance, and the simple interest of 1.35% is payable annually.

Far EasTone

On June 27, 2013, Far EasTone issued seven-year unsecured domestic bonds (the fourth tranche), with an aggregate principal of NT\$5,000,000 thousand, each having a face value of NT\$10,000 thousand and a coupon interest rate of 1.33%, with simple interest due annually. Equal principal repayments will be made annually in the fifth and seventh years of bond issuance.

On October 15, 2013, Far EasTone issued the fifth unsecured domestic bonds with an aggregate principal amount of NT\$5,000,000 thousand and a par value of NT\$10,000 thousand. The bonds included four-year bonds and five-year bonds, with the principle amount of NT\$1,000,000 thousand and NT\$4,000,000 thousand, having a coupon interest rate of 1.46% and 1.58%, with simple interest due annually, respectively. Repayment will be made in the fourth and fifth years with full amount.

On December 24, 2013, Far EasTone issued the sixth unsecured domestic bonds, with an aggregate principal amount of NT\$10,000,000 thousand and a par value of NT\$10,000 thousand. The bonds included three-year bonds, four-year bonds and six-year bonds, with the principal amounts of NT\$1,600,000 thousand and NT\$5,200,000 thousand and NT\$3,200,000 thousand, respectively, and coupon interest rates of 1.17%, 1.27% and 1.58%, with simple interest due annually. Full repayment will be made in the third, fourth and sixth years.

25. MATURITY ANALYSIS OF ASSETS AND LIABILITIES

The contract-related assets and liabilities of Far Eastern Construction Co., Ltd. (FECC), Far Eastern General Contractor Inc. (FEGC) are classified as current or noncurrent depending on the operating cycle. Amounts expected to be received or paid within one year or less were as follows:

	March 31, 2015		
	Within One Year	Over One Year	Total
<u>Assets</u>			
Notes and accounts receivable	\$ 516,262	\$ 194,154	\$ 710,416
Inventories - construction and real estate	4,561,180	700,887	5,262,067
Amounts due from customers for construction contracts	22,153	948,673	970,826
Other financial assets - current	263,487	1,396,669	1,660,156
Refundable deposits - current	3	7,282	7,285
<u>Liabilities</u>			
Notes and accounts payable	1,400,015	254,513	1,654,528
Notes and accounts payable to affiliates	85,679	-	85,679
Amounts due to customers for construction contracts	3,629	129,620	133,249
Provisions - current	-	53,210	53,210
December 31, 2014			
	Within One Year	Over One Year	Total
<u>Assets</u>			
Notes and accounts receivable	\$ 126,283	\$ 174,481	\$ 300,764
Inventories - construction and real estate	2,454,578	700,887	3,155,465
Amounts due from customers for construction contracts	1,195,314	1,091,597	2,286,911
Other financial assets - current	315,863	1,276,691	1,592,554
Refundable deposits - current	531	7,068	7,599
<u>Liabilities</u>			
Notes and accounts payable	1,461,336	356,256	1,817,592
Notes and accounts payable to affiliates	193,195	-	193,195
Amounts due to customers for construction contracts	3,737	106,857	110,594
Provisions - current	-	53,445	53,445

	March 31, 2014		
	Within One Year	Over One Year	Total
<u>Assets</u>			
Notes and accounts receivable	\$ 349,384	\$ 56,809	\$ 406,193
Inventories - construction and real estate	1,898,193	700,887	2,599,080
Amounts due from customers for construction contracts	1,347,152	512,802	1,859,954
Other financial assets - current	377,384	1,260,443	1,637,827
Refundable deposits - current	529	7,522	8,051
<u>Liabilities</u>			
Notes and accounts payable	734,408	133,725	868,133
Notes and accounts payable to affiliates	70,490	-	70,490
Amounts due to customers for construction contracts	36,128	841,760	877,888
Provisions - current	-	56,374	56,374

26. RETIREMENT BENEFIT PLANS

For defined benefit plans, employee benefit expense were calculated using the actuarially determined pension cost discount rate as of December 31, 2014 and 2013 and were recognized in their respective periods.

The pension expense were included in the following line item:

	For the Three Months Ended March 31	
	2015	2014
Defined contribution plans	\$ 202,955	\$ 180,320
Defined benefit plans	<u>41,186</u>	<u>59,989</u>
Total retirement benefit plan expenses	<u>\$ 244,141</u>	<u>\$ 240,309</u>

27. EQUITY

a. Share capital

Common shares

	March 31, 2015	December 31, 2014	March 31, 2014	January 1, 2014
Number of shares authorized (in thousands)	<u>6,000,000</u>	<u>6,000,000</u>	<u>6,000,000</u>	<u>6,000,000</u>
Amount of shares authorized	<u>\$ 60,000,000</u>	<u>\$ 60,000,000</u>	<u>\$ 60,000,000</u>	<u>\$ 60,000,000</u>
Number of shares issued and fully paid (in thousands)	<u>5,247,917</u>	<u>5,247,917</u>	<u>5,145,017</u>	<u>5,044,134</u>
Shares issued	<u>\$ 52,479,168</u>	<u>\$ 52,479,168</u>	<u>\$ 51,450,165</u>	<u>\$ 50,441,338</u>

The shares issued had a par value of NT\$10 and have the rights of voting and receiving dividends.

b. Capital surplus

	March 31, 2015	December 31, 2014	March 31, 2014
<u>May be used to offset a deficit, distributed as cash dividends or transferred to share capital (1)</u>			
Share issuance in excess of par value	\$ -	\$ -	\$ 932,814
Difference between consideration and carrying amounts arising from disposal/acquisition subsidiaries	3,636,824	3,636,824	3,733,305
<u>May be used to offset a deficit only (2)</u>			
Arising from changes in percentage of ownership interest in subsidiaries	4,183	4,183	4,680
Treasury stock transaction	10,813	10,813	9,839
<u>May not be used for any purpose</u>			
Changes in equity-method associates capital surplus	<u>15,128</u>	<u>15,128</u>	<u>404</u>
	<u>\$ 3,666,948</u>	<u>\$ 3,666,948</u>	<u>\$ 4,681,042</u>

- 1) Such capital surplus may be used to offset a deficit; in addition, when the Company has no deficit, such capital surplus may be distributed as cash dividends or may be transferred to share capital once a year within a certain percentage of the Company's capital surplus (limited to a certain percentage of the Company's paid-in capital and once a year).
- 2) Such capital surplus arises from the effect of changes in ownership interest in a subsidiary, with these changes treated as equity transactions instead of actual disposal or acquisition of ownership interests, or from changes in capital surplus of subsidiaries.

c. Retained earnings and dividend policy

Under the Company's Articles of Incorporation, net income should be used to pay its business income tax and offset deficits. From any remaining net income will be appropriated 10% as legal reserve and a special reserve as required by government regulations. After adding prior years' unappropriated earnings, the Company would retain a certain amount for expansion plans and then make the following appropriations:

	%
Dividends	60.0
Bonus for stockholders	33.0
Bonus for employees	4.0
Remuneration for directors and supervisors	3.0

All appropriations are approved by the stockholders in the year, and disclosed in the financial statements of the year, following the year of earnings generation. The Company's dividends should be appropriated at a percentage based on the Company's Articles of Incorporation to have a stable dividend distribution while taking into account the future economic condition, cash demands and taxation. The cash dividends should be at least 10% of total dividends declared, unless cash is required for investments, productivity expansion, any significant future capital expenditures or plans to improve financial structure.

The estimates of the bonuses to employees were NT\$115,116 thousand and NT\$84,644 thousand for the three months ended March 31, 2015 and 2014, respectively, and those of the remunerations to directors and supervisors were NT\$86,337 thousand and NT\$63,483 thousand for the three months ended March 31, 2015 and 2014, respectively. The bonus to employees and the remuneration are based on the Company's Article of Incorporation. If the actual amounts subsequently resolved by the stockholders differ from the estimates, the differences are recorded as a change in accounting estimate. The management of the Company approved the distribution of the employees' bonus in cash for the three months ended March 31, 2015 and 2014. If bonus shares are resolved to be distributed to employees, the number of shares is determined by dividing the amount of bonus by the closing price (after considering the effect of cash and stock dividends) of the shares of the day immediately preceding the stockholders' meeting.

Under Rule No. 1010012865 and Rule No. 1010047490 issued by the FSC and the directive titled "Questions and Answers for Special Reserves Appropriated Following Adoption of IFRSs", the Company should appropriate or reverse to a special reserve. Any special reserve appropriated may be reversed to the extent that the net debit balance reverses and thereafter distributed. Furthermore, Rule No. 1030006415 is followed.

Appropriation of earnings to legal reserve should be made until the legal reserve equals the Company's paid-in capital. Legal reserve may be used to offset deficit. If the Company has no deficit and the legal reserve has exceeded 25% of the Company's capital surplus, the excess may be transferred to capital or distributed in cash.

Except for non-ROC resident stockholders, all stockholders receiving the dividends are allowed a tax credit equal to their proportionate shares of the income tax paid by the Company.

The appropriations from the 2014 and 2013 earnings were approved in the stockholders' meetings on March 19, 2015 and June 26, 2014, respectively. The appropriations and dividends per share were as follows:

	<u>Appropriation of Earnings</u>		<u>Dividends Per Share (NT\$)</u>	
	<u>For Year 2014</u>	<u>For Year 2013</u>	<u>For Year 2014</u>	<u>For Year 2013</u>
Legal reserve	\$ 1,103,342	\$ 720,708		
Special reserve	4,348,583	-		
Cash dividends	<u>6,297,500</u>	<u>6,688,522</u>	\$ 1.2	\$ 1.3
	<u>\$ 11,749,425</u>	<u>\$ 7,409,230</u>		

In order to refine company's financial and capital structures, the Company's board of directors resolved to issue share dividends from capital surplus of NT\$1,049,583 thousand of par value at NT\$0.2 in the board of directors' meeting on March 19, 2015 and NT\$1,029,003 thousand of par value at NT\$0.2 in the stockholders' meetings on June 26, 2014.

In considering of earning available for appropriation each year, the Company did not recognize the number of the shares held by associates as treasury shares and did not deduct the number of treasury shares from the weighted average number of outstanding shares in the current period. Therefore, based on the calculation, the Company's EPS was NT\$2.1 per share in 2014.

The bonus to employees and the remuneration to directors and supervisors for 2014 and 2013, which were approved in the board of directors' meeting on March 19, 2015 and in the stockholders' meetings on and June 26, 2014, respectively, were as follows:

	For the Year Ended December 31			
	2014		2013	
	Cash Dividends	Stock Dividends	Cash Dividends	Stock Dividends
Bonus to employees	\$ 270,860	\$ -	\$ 287,678	\$ -
Remuneration of directors and supervisors	203,145	-	215,759	-

The approved amounts of the bonus to employees and the remuneration to directors and supervisors were the same as the accrual amounts reflected in the financial statements for the years ended December 31, 2014 and 2013.

Information on the bonus of employees approved at stockholders' meetings can be accessed online through the Market Observation Post System on the Web site of the Taiwan Stock Exchange Corporation (<http://emops.tse.com.tw>).

d. Special reserves appropriated following the first-time adoption of IFRSs

The Company's special reserves appropriated following the first-time adoption of IFRSs were as follows:

	March 31, 2015	December 31, 2014	March 31, 2014
Special reserve	<u>\$ 21,860,117</u>	<u>\$ 22,275,153</u>	<u>\$ 22,275,153</u>

Information on the above special reserve appropriated or reversed on elimination of the original need to appropriate a special reserve is as follows:

	For the Three Months Ended March 31, 2015
Balance at January 1, 2015	\$ 22,275,153
Reversed on elimination of the original need to appropriate a special reserve	
Disposal of investment properties	<u>(415,036)</u>
Balance at March 31, 2015	<u>\$ 21,860,117</u>

On the initial application of fair value model to investment properties, the Company appropriated a special reserve of NT\$80,462,245 thousand, the same amount as the net increase that arose from fair value measurement and was transferred to retained earnings.

	For the Three Months Ended March 31, 2015
Balance at January 1, 2015	\$ 80,462,245
Reversed on elimination of the original need to appropriate a special reserve	
Disposal of investment properties	<u>(1,100,153)</u>
Balance at March 31, 2015	<u>\$ 79,362,092</u>

e. Other equity items

The changes in other equity items were as follow:

	Exchange Differences on Translating Operations	Unrealized Gain on Financial Instruments	Cash Flow Hedges	Unrealized Revaluation Increments	Total
Balance at January 1, 2015	\$ 2,871,860	\$ 3,629,652	\$ (173,051)	\$ 512,607	\$ 6,841,068
Exchange differences arising on translation of foreign operations	(463,348)	-	-	-	(463,348)
Unrealized gain on available-for-sale financial assets	-	139,485	-	-	139,485
Gain on hedging instruments in cash flow hedges arising from fair value changes	-	-	18,461	-	18,461
Share of the other comprehensive income of associates	<u>(242,007)</u>	<u>1,294,546</u>	<u>1,452</u>	<u>-</u>	<u>1,053,991</u>
Balance at March 31, 2015	<u>\$ 2,166,505</u>	<u>\$ 5,063,683</u>	<u>\$ (153,138)</u>	<u>\$ 512,607</u>	<u>\$ 7,589,657</u>
Balance at January 1, 2014	\$ 291,196	\$ 4,472,732	\$ (118,363)	\$ 8,161	\$ 4,653,726
Exchange differences arising on translation of foreign operations	89,446	-	-	-	89,446
Unrealized loss on available-for-sale financial assets	-	(593,720)	-	-	(593,720)
Losses on hedging instruments in cash flow hedges arising from fair value changes	-	-	(11,215)	-	(11,215)
Disposal of investment in associates	45	3,488	-	-	3,533
Share of the other comprehensive loss of associates	<u>247,444</u>	<u>(467,531)</u>	<u>702</u>	<u>30,085</u>	<u>(189,300)</u>
Balance at March 31, 2014	<u>\$ 628,131</u>	<u>\$ 3,414,969</u>	<u>\$ (128,876)</u>	<u>\$ 38,246</u>	<u>\$ 3,952,470</u>

f. Noncontrolling interests

	For the Three Months Ended March 31	
	2015	2014
Beginning balance	\$ 63,818,325	\$ 66,133,950
Attributable to noncontrolling interests:		
Share of current profit	1,991,215	1,731,383
Exchange differences arising on translation of foreign operations	(52,894)	357,359
Gain (loss) on hedging instruments in cash flow hedges arising from fair value changes	25,292	(36,220)

(Continued)

	For the Three Months Ended March 31	
	2015	2014
Unrealized (loss) gain on available-for-sale financial assets	\$ (299)	\$ 6,769
Noncontrolling interests decreases arising from the disposal of subsidiaries	-	(1,769,648)
Acquisition or disposal of partial interests of subsidiaries	7,762	35
Net change in net assets from investments in associates	<u>3,534</u>	<u>(8)</u>
Ending balance	<u>\$ 65,792,935</u>	<u>\$ 66,423,620</u> (Concluded)

g. Treasury shares

The Company's shares held by its subsidiary, Yuan Ding Company Ltd. (Yuan Ding), at the end of the reporting periods were as follows:

Name of Subsidiary	Number of Shares Held (In Thousands)	Carrying Amount	Market Price
<u>March 31, 2015</u>			
Yuan Ding	764	<u>\$ 25,063</u>	<u>\$ 24,680</u>
<u>December 31, 2014</u>			
Yuan Ding	764	<u>\$ 25,063</u>	<u>\$ 23,992</u>
<u>March 31, 2014</u>			
Yuan Ding	749	<u>\$ 25,063</u>	<u>\$ 24,234</u>

The Company consolidated its subsidiary, Yuan Ding, on December 28, 2011. As of December 31, 2011, the Company's shares held by Yuan Ding had a carrying value of NT\$25,063 thousand.

The Company's shares held by the subsidiary are recognized as treasury stock. The subsidiaries holding treasury shares, however, retain stockholders' rights, except the rights to participate in any share issuance for cash and to vote.

28. EARNINGS PER SHARE

	Unit: NT\$ Per Share	
	For the Three Months Ended March 31	
	2015	2014
Basic earnings per share		
Basic earnings per share	<u>\$ 0.54</u>	<u>\$ 0.37</u>
Diluted earnings per share		
Diluted earnings per share	<u>\$ 0.54</u>	<u>\$ 0.37</u>

The earnings and weighted average number of common shares outstanding that were used in the computation of earnings per share were as follows:

Net Profit for the Period

	For the Three Months Ended March 31	
	2015	2014
Profit for the period attributable to owners of the Company	<u>\$ 2,635,289</u>	<u>\$ 1,815,906</u>

Weighted Average Number of Common Shares Outstanding

	Unit: In Thousand Shares	
	For the Three Months Ended March 31	
	2015	2014
Weighted average number of common shares used in the computation of basic earnings per share	4,904,487	4,906,508
Effect of dilutive potential common shares:		
Bonus issue to employee	<u>12,659</u>	<u>12,476</u>
Weighted average number of common shares used in the computation of diluted earnings per share	<u>4,917,146</u>	<u>4,918,984</u>

In calculating the weighted average number of share outstanding for consolidated EPS, the Group recognized the number of the shares held by associates as treasury shares and deducted the number of treasury shares from the weighted average number of outstanding shares in the current period.

If the Company decides to settle the employee bonus in cash or stock, it should presume that the entire amount of the bonus would be settled in shares, and if the resulting potential shares would have a dilutive effect, these shares should be included in the weighted-average number of shares outstanding to be used in the calculation of the diluted EPS. The number of shares is estimated by dividing the entire amount of the bonus by the closing price of the shares at the balance sheet date. The dilutive effect of the potential shares should be included in the calculation of the diluted EPS until the stockholders resolve the number of shares to be distributed to employees at their meeting in the following year.

The Company calculated basic EPS with the weighted average number of outstanding shares in the current period. Based on the calculation, for the three months ended March 31, 2015 and 2014, the Company's EPS were NT\$0.50 and NT\$0.35, respectively.

29. NET PROFIT FROM CONTINUING OPERATIONS

a. Capital interest expenses were as follow:

	For the Three Months Ended March 31	
	2015	2014
Capitalized interests on properties	\$ 62,534	\$ 44,557
Capitalization rates	1.14%-1.56%	0.90%-1.71%

b. Depreciation and amortization

	For the Three Months Ended March 31	
	2015	2014
Property, plant and equipment	\$ 3,343,717	\$ 3,461,664
Intangible assets	819,208	610,711
Long-term prepayments for lease	<u>49,014</u>	<u>100,617</u>
	<u>\$ 4,211,939</u>	<u>\$ 4,172,992</u>
 An analysis of deprecation by function		
Operating costs	\$ 2,880,510	\$ 3,075,707
Operating expenses	435,088	376,536
Other expenses	<u>28,119</u>	<u>9,421</u>
	<u>\$ 3,343,717</u>	<u>\$ 3,461,664</u>
 An analysis of amortization by function		
Operating costs	\$ 615,596	\$ 431,691
Operating expenses	<u>252,626</u>	<u>279,637</u>
	<u>\$ 868,222</u>	<u>\$ 711,328</u>

c. Employee benefits expense

	For the Three Months Ended March 31	
	2015	2014
Post-employment benefits		
Defined contribution plans	\$ 202,955	\$ 180,320
Defined benefit plans	41,186	59,989
Other employee benefits	<u>4,659,773</u>	<u>4,432,515</u>
Total employee benefit expense	<u>\$ 4,903,914</u>	<u>\$ 4,672,824</u>
 Analysis of employee benefit expense by function		
Operating costs	\$ 2,237,722	\$ 2,139,978
Operating expenses	<u>2,666,192</u>	<u>2,532,846</u>
	<u>\$ 4,903,914</u>	<u>\$ 4,672,824</u>

30. INCOME TAXES

a. Income tax recognized in profit or loss

The major components of tax expense were as follows:

	For the Three Months Ended March 31	
	2015	2014
Current tax	\$ 922,890	\$ 645,632
Deferred tax	<u>1,428,712</u>	<u>68,005</u>
Income tax expense recognized in profit or loss	<u>\$ 2,351,602</u>	<u>\$ 713,637</u>

b. Integrated income tax

	March 31, 2015	December 31, 2014	March 31, 2014
Unappropriated earnings			
Unappropriated earnings generated before January 1, 1998	<u>\$ 98,794</u>	<u>\$ 98,794</u>	<u>\$ 124,636</u>
Imputation credits accounts	<u>\$ 922,151</u>	<u>\$ 922,151</u>	<u>\$ 549,339</u>

	For the Year Ended December 31	
	2014 (Expected)	2013 (Actual)
Creditable ratio for distribution of earning	5.36%	13.90%

Under the Income Tax Law, for the distribution of earnings generated after January 1, 1998, the calculation of the imputation credits allocable to ROC resident stockholders of the Company should be based on the creditable ratio as of the date of dividend distribution. The actual imputation credits allocated to stockholders of the Company was based on the balance of the ICA as of the date of dividend distribution. Therefore, the expected creditable ratio for the 2014 earnings may differ from the actual creditable ratio to be used in allocating imputation credits to the stockholders.

c. Income tax assessments

	Latest Year of Income Tax Return That Tax Authorities Had Examined and Cleared
Far Eastern New Century Corporation	2009
Far Eastern Resources Development Co.	2009
Far Eastern Fibertech Co., Ltd.	2013
Oriental Petrochemical (Taiwan) Co., Ltd.	2013
Yuan Tong Investment Co., Ltd.	2013
Ding Ding Integrated Marketing Service Co., Ltd.	2013
Ding Ding Hotel Co., Ltd.	2013
Fu Kwok Garment Manufacturing Co., Ltd.	2012

(Continued)

**Latest Year of Income
Tax Return That Tax
Authorities Had
Examined and Cleared**

Far Eastern Apparel Co., Ltd.	2012
Yuan Cheng Human Resources Consultant Corp.	2013
Yuan Ding Investment Co., Ltd.	2013
Oriental Resources Development Ltd.	2012
Yuan Faun Co., Ltd.	2013
Kai Yuan International Investment Co., Ltd.	2013
Ding Yuan International Investment Co., Ltd.	2013
An Ho Garment Co., Ltd.	2013
Far Eastern Electronic Toll Collection Co., Ltd.	2012
Far Eastern Textile Co., Ltd.	2013
Far Eastern Construction Co., Ltd.	2012
Far Eastern General Contractor Inc.	2012
Yuan Ding Co., Ltd.	2012
FET Consulting Engineers Co., Ltd.	2013
Far Eastern Technical Consultants Co., Ltd.	2013
Far Eastern Electronic Commerce Co., Ltd.	2013
YDT Technology International Co., Ltd.	2012
Far EasTone Telecommunications Co., Ltd.	2012
New Century InfoComm Tech Co., Ltd.	2012
Arcoa Communication Co., Ltd.	2011
Simple InfoComm Co., Ltd.	2013
Q-Ware Communication Corp.	2013
Information Security Service Digital United Co., Ltd.	2013
Linkwell Tech. Co., Ltd.	2013
Data Express Infotech Co., Ltd.	2012
Yuan Cing Co., Ltd.	2013
O-music Co., Ltd.	2013
New Diligent Co., Ltd.	2013
KGEx.com Co., Ltd.	2012
Homet Master Technology Co., Ltd.	2013

(Concluded)

KG Telcom (merged with Far EasTone on January 1, 2010)

Income tax returns through 2010 (except for 2009) of KG Telecom (dissolved due to the merger with Far EasTone on January 1, 2010) had been assessed by the tax authorities. However, Far EasTone disagreed with the tax authorities' assessment of its 2004 returns and thus filed appeals for the reexamination of these returns. Nevertheless, Far EasTone accrued the related tax.

NCIC

NCIC disagreed with the tax authorities' assessment of its 2009 return and thus applied for reexamination. Nevertheless, NCIC accrued the related tax.

31. EQUITY TRANSACTIONS WITH NONCONTROLLING INTERESTS

For the three months ended March 31, 2014

The Group acquired an additional equity interest in PET Far Eastern (Holding) Ltd.

	PET Far Eastern (Holding) Ltd.
Cash consideration received (paid)	\$ -
The proportionate share of the carrying amount of the net assets of the subsidiary transferred to noncontrolling interests	<u>(35)</u>
Difference arising from equity transaction	<u>\$ (35)</u>
<u>Line items adjusted for equity transactions</u>	
Unappropriated earnings	<u>\$ (35)</u>

For the three months ended March 31, 2015

The Group acquired an additional equity interest in Far Eastern Ishizuka Green Pet Corporation and Sino Belgium (Holding) Ltd.

	Far Eastern Ishizuka Green Pet Corporation	Sino Belgium (Holding) Ltd.
Cash consideration paid	\$ (59,701)	\$ (63,550)
The proportionate share of the carrying amount of the net assets of the subsidiary transferred from noncontrolling interests	<u>55,952</u>	<u>59,537</u>
Differences arising from equity transactions	<u>\$ (3,749)</u>	<u>\$ (4,013)</u>
<u>Line items adjusted for equity transactions</u>		
Unappropriated earnings	<u>\$ (3,749)</u>	<u>\$ (4,013)</u>

32. OPERATING LEASE ARRANGEMENTS

a. The Group as Lessee

The operating lease were main related to lease of land, buildings, cell sites and office space.

The future minimum lease payments for noncancellable operating lease commitments were as follows:

	March 31, 2015	December 31, 2014	March 31, 2014
Up to 1 year	\$ 3,438,103	\$ 3,493,052	\$ 3,426,732
More than 1 year up to 5 years	6,219,953	6,181,599	6,237,669
More than 5 years	<u>1,164,534</u>	<u>1,326,541</u>	<u>1,274,576</u>
	<u>\$ 10,822,590</u>	<u>\$ 11,001,192</u>	<u>\$ 10,938,977</u>

b. The Group as lessor

The operating lease were main related to lease of investment properties owned by the Group. The future minimum lease payments for noncancellable operating lease commitments were as follows:

	March 31, 2015	December 31, 2014	March 31, 2014
Up to 1 year	\$ 821,438	\$ 797,771	\$ 953,787
More than 1 year up to 5 years	2,674,322	2,544,406	2,329,794
More than 5 years	<u>1,462,930</u>	<u>1,912,682</u>	<u>1,770,476</u>
	<u>\$ 4,958,690</u>	<u>\$ 5,254,859</u>	<u>\$ 5,054,057</u>

33. CAPITAL MANAGEMENT

The Group manages its capital to ensure that entities in the Group will be able to continue as going concerns while maximizing the return to stockholders through the optimization of the debt and equity balance.

34. FINANCIAL INSTRUMENTS

a. Fair value of financial instruments that are not measured at fair value on a recurring basis

1) Fair value of financial instruments not carried at fair value

	March 31, 2015		December 31, 2014		March 31, 2014	
	Carrying Amount	Fair Value	Carrying Amount	Fair Value	Carrying Amount	Fair Value
<u>Financial assets</u>						
Held-to-maturity investments	\$ -	\$ -	\$ -	\$ -	\$ 99,975	\$ 100,500
<u>Financial liabilities</u>						
Financial liabilities measured at amortized cost						
Bonds payable	76,609,212	76,825,589	74,053,607	74,247,159	74,446,983	74,668,958

b. Fair value of financial instruments that are measured at fair value on a recurring basis

1) Fair value hierarchy

March 31, 2015

	Level 1	Level 2	Level 3	Total
Financial assets at fair value through profit or loss (FVTPL)				
Open-end mutual funds - beneficial certificates	\$ 70,840	\$ -	\$ -	\$ 70,840
Marketable equity securities	134,754	-	-	134,754
Guarantee deposits - cotton futures contracts	-	-	40,980	40,980
Guarantee deposits - PTA futures contracts	-	-	16,371	16,371
Combined exchange options	-	-	38,623	38,623
Forward exchange contracts	-	-	300	300
	<u>\$ 205,594</u>	<u>\$ -</u>	<u>\$ 96,274</u>	<u>\$ 301,868</u>

(Continued)

	Level 1	Level 2	Level 3	Total
Hedging derivative financial assets				
Cross-currency interest rate swaps	\$ -	\$ -	\$ 525	\$ 525
Forward exchange contracts	-	-	5,100	5,100
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,625</u>	<u>\$ 5,625</u>
Available-for-sale financial assets				
Marketable equity securities	\$ 4,754,034	\$ -	\$ -	\$ 4,754,034
Mutual funds - beneficial certificates	59,750	708,180	-	767,930
Oversea equity securities	226,916	-	-	226,916
	<u>\$ 5,040,700</u>	<u>\$ 708,180</u>	<u>\$ -</u>	<u>\$ 5,748,880</u>
Financial liabilities at FVTPL				
Forward exchange contracts	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8,413</u>	<u>\$ 8,413</u>
Hedging derivative financial liabilities				
Interest rate swaps	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 479,978</u>	<u>\$ 479,978</u> (Concluded)

December 31, 2014

	Level 1	Level 2	Level 3	Total
Financial assets at fair value through profit or loss (FVTPL)				
Open-end mutual funds - beneficial certificates	\$ 630,567	\$ -	\$ -	\$ 630,567
Marketable equity securities	374,567	-	-	374,567
Guarantee deposits - cotton futures contracts	-	-	41,450	41,450
Guarantee deposits - PTA futures contracts	-	-	12,451	12,451
Combined exchange options	-	-	40,085	40,085
Forward exchange contracts	-	-	24,996	24,996
	<u>\$ 1,005,134</u>	<u>\$ -</u>	<u>\$ 118,982</u>	<u>\$ 1,124,116</u>
Available-for-sale financial assets				
Marketable equity securities	\$ 4,620,397	\$ -	\$ -	\$ 4,620,397
Mutual funds - beneficial certificates	111,100	701,421	-	812,521
Oversea equity securities	214,801	-	-	214,801
	<u>\$ 4,946,298</u>	<u>\$ 701,421</u>	<u>\$ -</u>	<u>\$ 5,647,719</u>
Financial liabilities at FVTPL				
Combined exchange options	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 807</u>	<u>\$ 807</u>
Hedging derivative financial liabilities				
Cross-currency interest rate swaps	\$ -	\$ -	\$ 3,150	\$ 3,150
Forward exchange contracts	-	-	11,800	11,800
Interest rate swaps	-	-	535,837	535,837
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 550,787</u>	<u>\$ 550,787</u>

March 31, 2014

	Level 1	Level 2	Level 3	Total
Financial assets at fair value through profit or loss (FVTPL)				
Open-end mutual funds - beneficial certificates	\$ 999,995	\$ -	\$ -	\$ 999,995
Marketable equity securities	614,933	-	-	614,933
Guarantee deposits - cotton futures contracts	-	-	65,456	65,456
Combined exchange options	-	-	14,429	14,429
Forward exchange contracts	<u>-</u>	<u>-</u>	<u>866</u>	<u>866</u>
	<u>\$ 1,614,928</u>	<u>\$ -</u>	<u>\$ 80,751</u>	<u>\$ 1,695,679</u>
Available-for-sale financial assets				
Marketable equity securities	\$ 4,627,107	\$ -	\$ -	\$ 4,627,107
Mutual funds - beneficial certificates	186,970	658,529	-	845,499
Oversea equity securities	<u>171,584</u>	<u>-</u>	<u>-</u>	<u>171,584</u>
	<u>\$ 4,985,661</u>	<u>\$ 658,529</u>	<u>\$ -</u>	<u>\$ 5,644,190</u>
Financial liabilities at FVTPL				
Forward exchange contracts	\$ -	\$ -	\$ 1,404	\$ 1,404
Option contracts	<u>-</u>	<u>-</u>	<u>1,260</u>	<u>1,260</u>
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,664</u>	<u>\$ 2,664</u>
Hedging derivative financial liabilities				
Cross-currency interest rate swaps	\$ -	\$ -	\$ 455	\$ 455
Forward exchange contracts	-	-	1,040	1,040
Interest rate swaps	<u>-</u>	<u>-</u>	<u>450,921</u>	<u>450,921</u>
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 452,416</u>	<u>\$ 452,416</u>

There were no transfers between Levels 1 and 2 for the three months ended March 31, 2015 and 2014.

2) Reconciliation of Level 3 fair value measurements of financial assets

March 31, 2015

	Financial Assets at Fair Value Through Profit or Loss - Held for Trading	Hedging Derivative Financial Instruments	Total
Balance at January 1, 2015	\$ 118,175	\$ (550,787)	\$ (432,612)
Total gains or losses			
In profit or loss	(30,314)	(46,753)	(77,067)
In other comprehensive income	<u>-</u>	<u>123,187</u>	<u>123,187</u>
Balance at March 31, 2015	<u>\$ 87,861</u>	<u>\$ (474,353)</u>	<u>\$ (386,492)</u>

March 31, 2014

	Financial Assets at Fair Value Through Profit or Loss - Held for Trading	Hedging Derivative Financial Instruments	Total
Balance at January 1, 2014	\$ 63,235	\$ (416,838)	\$ (353,603)
Total gains or losses			
In profit or loss	14,852	19,865	34,717
In other comprehensive income	<u>-</u>	<u>(55,443)</u>	<u>(55,443)</u>
Balance at March 31, 2014	<u>\$ 78,087</u>	<u>\$ (452,416)</u>	<u>\$ (374,329)</u>

- 3) Valuation techniques and inputs applied for the purpose of measuring Level 2 fair value measurement

<u>Financial Instruments</u>	<u>Valuation Techniques and Inputs</u>
Oversea mutual funds - beneficial certificates	Valuation based on the fair values of a portfolio of funds, calculated through each subfund by fair value net of the management and operating expenses for the subfund.

- 4) Valuation techniques and inputs applied for the purpose of measuring Level 3 fair value measurement

<u>Financial Instruments</u>	<u>Valuation Techniques and Inputs</u>
Future contract	<p>Future contract pricing model</p> <p>The fair values of future contracts are determined using future contract pricing models where the significant unobservable inputs are historical volatility. An increase in the historical volatility used in isolation would result in an increase in the fair value.</p>
Forward exchange contracts, Option contracts, combined exchange options, cross-currency interest rate swap and interests rate swap	<p>Discounted cash flow.</p> <p>Future cash flows are estimated based on observable spot exchange rates at the end of the reporting period and contract rates, discounted at a 0% rate; the counterparties' high credit ratings and short contract terms indicate a low credit risk on counterparties</p>

c. Categories of financial instruments

	March 31, 2015	December 31, 2014	March 31, 2014
<u>Financial assets</u>			
FVTPL			
Held for trading	\$ 301,868	\$ 1,124,116	\$ 1,695,679
Derivative instruments in designated hedge accounting relationships	5,625	-	-
Held-to-maturity investments	-	-	99,975
Loans and receivables (Note 1)	77,789,722	68,954,539	72,659,624
Available-for-sale financial assets (Note 2)	6,817,554	6,718,871	6,601,694
<u>Financial liabilities</u>			
FVTPL			
Held for trading	8,413	807	2,664
Derivative instruments in designated hedge accounting relationships	479,978	550,787	452,416
Amortized cost (Note 3)	212,389,580	204,645,872	193,918,817

Note 1: The balances included loans and receivables measured at amortized cost, which comprised cash and cash equivalents, bond investments with no active market, notes and accounts receivable (including those from related parties), other receivables (including those from related parties), other financial assets, long-term receivables from related parties and refundable deposits. Those reclassified to held-for-sale disposal groups are also included.

Note 2: The balances included the carrying amounts of available-for-sale financial assets and financial assets carried at cost.

Note 3: The balances included financial liabilities measured at amortized cost, which comprised short-term borrowings, short-term bills payable, notes and accounts payables (including those to related parties) and other payables (including those to related parties), payables to suppliers of machinery and equipment, provisions, bonds payable, long-term borrowings and guarantee deposits.

d. Financial risk management objectives and policies

The Group's Corporate Treasury function provides services to the business, coordinates access to domestic and international financial markets, monitors and manages the financial risks relating to the non-operating activities of the Group through internal risk reports that analyze exposures by degree and magnitude of risks. These risks include market risk (including currency risk, interest rate risk and other price risk), credit risk and liquidity risk.

The Group seeks to minimize the effects of these risks by using derivative financial instruments to hedge risk exposures. The use of financial derivatives is governed by the Group's policies approved by the board of directors, which provide written principles on foreign exchange risk, interest rate risk, credit risk, the use of financial derivatives and non-derivative financial instruments, and the investment of excess liquidity.

1) Market risk

The Group's activities exposed it primarily to the financial risks of changes in exchange rates (see (a) below) and interest rates (see (b) below).

a) Foreign currency risk

Several subsidiaries of the Group had foreign currency sales and purchases, which exposed the Group to exchange rate risk. Exchange rate exposures were managed within approved policy parameters through forward exchange contracts.

The carrying amounts of the Group's significant foreign currency-denominated monetary assets and monetary liabilities (including those eliminated on consolidation) at the end of the reporting period were as Note 38.

Sensitivity analysis

The Group was mainly exposed to the U.S. dollars.

The following table details the Group's sensitivity to a 5% increase and decrease in New Taiwan dollars (the functional currency) against the U.S. dollar. The 5% sensitivity rate is used when foreign currency risk is reported internally to key management personnel and represents management's assessment of the reasonably possible changes in exchange rates. The sensitivity analysis included only outstanding foreign currency-denominated monetary items, and the translation of these items at the end of the reporting period was adjusted for a 5% change in exchange rates. A positive number below indicates an increase in pretax profit and other equity associated with New Taiwan dollars that strengthen 5% against the relevant currency. For a 5% weakening of New Taiwan dollars against the relevant currency, there would be an equal and opposite impact on pretax profit and other equity, and the balances below would be negative.

	March 31	
	2015	2014
5% change in profit or loss		
USD	<u>\$ 52,764</u>	<u>\$ 273,996</u>

b) Interest rate risk

The Group was exposed to interest rate risk because entities in the Group borrowed funds at both fixed and floating interest rates. It managed the risk by maintaining an appropriate mix of fixed and floating rate borrowings.

The carrying amounts of the Group's financial assets and financial liabilities with exposure to interest rates at the end of the reporting period were as follows.

	March 31, 2015	December 31, 2014	March 31, 2014
Fair value interest rate risk			
Financial assets	\$ 21,606,613	\$ 19,741,105	\$ 23,127,541
Financial liabilities	137,281,295	129,025,561	124,913,915
Cash flow interest rate risk			
Financial assets	14,524,673	12,333,670	13,689,283
Financial liabilities	40,902,570	42,650,591	33,828,481

Sensitivity analysis

The sensitivity analysis below was determined on the basis of the Group's exposure to interest rates for financial assets and financial liabilities at the end of the reporting period. An increase or decrease of 25 basis points is used when reporting interest rate risk internally to key management personnel and represents management's assessment of the reasonably possible change in interest rates. For the financial assets and financial liabilities with fixed interest rate, their fair value will change as the market interest rates change. For the financial assets and financial liabilities with floating interest rate, their effective interest rates will change as the market interest rates change.

For the three months ended March 31, 2015 and 2014, had interest rates been 25 basis points higher/lower and all other variables had been held constant, the fair value of the Group's financial assets with fixed interest rate would have decreased/increased by NT\$53,882 thousand and NT\$57,675 thousand, respectively, and the cash flows on the Group's financial assets with floating interest rate would have increased/decreased by NT\$36,312 thousand and NT\$34,223 thousand, respectively.

For the three months ended March 31, 2015 and 2014, had interest rates been 25 basis points higher/lower and all other variables had been held constant, the fair value of the Group's financial liabilities with fixed interest rate would have decreased/increased by NT\$342,347 thousand and NT\$311,506 thousand, respectively, and the cash flows on the Group's financial liabilities with floating interest rate would have increased/decreased by NT\$102,256 thousand and NT\$84,571 thousand, respectively.

c) Other price risks

The group was exposed to equity price risk because of its investments in domestic quoted stocks and mutual funds.

Sensitivity analysis

The following sensitivity analysis was based on the exposure to equity price risks at the end of the reporting period.

If equity prices had been 5% lower, the fair value of held-for-trading and available-for-sale financial assets as of March 31, 2015 and 2014 would have decreased by NT\$297,724 thousand and NT\$362,956 thousand, respectively.

2) Credit risk

Credit risk refers to the risk that counter-parties will default on its contractual obligations, resulting in a financial loss to the Group. As of the end of a reporting period, the Group's maximum exposure to credit risk that will cause the Group a financial loss due to (a) the counter-parties' failure to discharge their obligations and (b) financial guarantees provided by the Group could arise from:

- a) The carrying amounts of the recognized financial assets as stated in the balance sheets; and
- b) The amounts of contingent liabilities in relation to financial guarantees issued by the Group.

The Group has a policy of dealing with only creditworthy counter-parties and obtaining sufficient collateral, where appropriate, to mitigate the risk of financial loss from defaults.

The Group uses other publicly available financial information and its own trading records to rate its major customers. The Group's exposure and the credit ratings of its counterparties are continually monitored.

Trade receivables refer to a large number of customers, spread across diverse industries and geographical areas. Ongoing credit evaluation is made to determine the financial condition of trade receivables.

3) Liquidity risk

The Group manages liquidity risk by maintaining a level of cash and cash equivalents deemed adequate to finance the Group's operations and mitigate the effects of fluctuations in cash flows. In addition, management monitors the use of bank borrowings and ensures compliance with loan covenants.

The maturity dates of financial liabilities (except financial liabilities - current, i.e., with maturities of less than one year) are as follows:

	1-2 Years	2-3 Years	Over 3 Years	Total
<u>March 31, 2015</u>				
Long-term borrowings	\$ 34,668,219	\$ 15,431,611	\$ 16,989,908	\$ 67,089,738
Bonds payable	<u>23,872,750</u>	<u>10,450,000</u>	<u>26,000,000</u>	<u>60,322,750</u>
	<u>\$ 58,540,969</u>	<u>\$ 25,881,611</u>	<u>\$ 42,989,908</u>	<u>\$ 127,412,488</u>
<u>December 31, 2014</u>				
Long-term borrowings	\$ 32,253,523	\$ 16,784,033	\$ 14,961,654	\$ 63,999,210
Bonds payable	<u>20,944,000</u>	<u>16,450,000</u>	<u>23,400,000</u>	<u>60,794,000</u>
	<u>\$ 53,197,523</u>	<u>\$ 33,234,033</u>	<u>\$ 38,361,654</u>	<u>\$ 124,793,210</u>
<u>March 31, 2014</u>				
Long-term borrowings	\$ 28,815,209	\$ 8,247,669	\$ 14,447,664	\$ 51,510,542
Bonds payable	<u>16,350,000</u>	<u>24,005,000</u>	<u>25,450,000</u>	<u>65,805,000</u>
	<u>\$ 45,165,209</u>	<u>\$ 32,252,669</u>	<u>\$ 39,897,664</u>	<u>\$ 117,315,542</u>

35. RELATED-PARTY TRANSACTIONS

The Group had significant transactions with related parties. Besides the transactions mentioned in the other notes, the transactions for the three months ended March 31, 2015 and 2014 and the related balances as of the balance sheet dates are summarized in the accompanying Schedules B and C.

36. ASSETS PLEDGED OR MORTGAGED

In addition to those disclosed in the other notes, the following assets had been pledged or mortgaged as collaterals for short-term borrowings, short-term bills payable, tariff duties, and long-term borrowings; as construction warranties; as guarantees for related parties; and as administrative tax remedies for meeting requirements for certain projects.

	March 31, 2015	December 31, 2014	March 31, 2014
Other financial assets - current	\$ 2,012,532	\$ 1,815,650	\$ 2,049,094
Inventories - available for construction - land and building	693,157	693,157	693,157
Inventories - construction-in-progress	-	2,376,270	222,126
Inventories - available for sale - land and building	1,901,016	-	-
Property, plant and equipment, net	12,834,458	12,689,384	11,128,957
Investment properties	39,236,418	37,648,280	32,976,576
Available-for-sale financial assets - current and noncurrent	163,500	157,500	162,000
Investment accounted for using the equity method	3,536,918	3,509,089	3,807,652
Concession	2,036,000	1,936,000	1,265,000
Other financial assets - noncurrent	<u>2,962,843</u>	<u>2,995,948</u>	<u>3,689,662</u>
	<u>\$ 65,376,842</u>	<u>\$ 63,821,278</u>	<u>\$ 55,994,224</u>

As of March 31, 2015, December 31, 2014 and March 31, 2014, FENC and some of its subsidiaries had provided 123,794 thousand shares, 123,794 thousand shares and 126,862 thousand shares, respectively, of the common shares of Far EastOne Telecommunications Co., Ltd. and 16,500 thousand common shares of Yuan Ding Company Ltd., as collaterals for short-term borrowings, short-term bills payable and long-term borrowings.

37. SIGNIFICANT COMMITMENTS AND CONTINGENCIES

Significant commitments and contingencies of the Group as of March 31, 2015:

- a. Issued but unused letters of credit aggregated approximately NT\$1,199,861 thousand.
- b. Of (a) unpaid building construction and equipment installation contracts amounting to approximately NT\$9,302,589 thousand, and (b) properties and cellular phone equipment acquired for NT\$5,650,015 thousand and NT\$12,734,124 thousand, respectively, NT\$1,919,573 thousand and NT\$6,057,916 thousand, respectively, had been received.
- c. There were undelivered cotton contracts amounting to NT\$468,235 thousand and provisions amounting to NT\$11,017 thousand of provisions on onerous contract (recognized as provisions) as of March 31, 2015.
- d. Project contracts already signed by Far Eastern General Contractor Inc. (FEGC) amounted to NT\$29,399,401 thousand.
- e. Eastern Electronic Toll Collection Co., Ltd. (FETC) was entrusted by the Taiwan Area National Freeway Bureau (TANFB) to collect electronic tolls on freeways and had signed a third-party benefit trust contract with Far Eastern International Bank Co., Ltd. (FEIB) to manage the tolls collected. The trust property for this agreement had amounted to NT\$3,559,507 thousand.
- f. Endorsements and guarantees provided to the related parties are shown in Schedule E (attached).
- g. Ming-Chiung Chang filed an incidental civil suit, in connection with the criminal case of forgery, against Ming-chung Kuo (an FENC employee) and Hua-de Lin, Hung-Long Li and Yung-gi Lai (the fiduciaries of Pacific Liu Tung Investment Co. or PLT, an equity-method investee of the Company). Chang claimed that Kuo and Hua-de Lin, Hung-Long Li and Yung-gi Lai colluded and used their positions to carry out transactions that resulted in his losses and asked the Taiwan High Court to declare

that the ownership of PLT held by FEDS, FEDS's subsidiaries, the Company and its subsidiaries was just a fabrication, i.e., it never existed. In October 2009, Chang lost the suit and then appealed to the Taiwan High Court. Chang later raised an appeal to the Supreme Court, but the decision of the original criminal cases made by Taiwan High Court was revoked by the Supreme Court on March 25, 2010. Under the Article 510 of The Code of Criminal Procedures, the Supreme Court remanded the criminal and the incidental civil suit to the Taiwan High Court. As of May 13, 2015, the lawsuit was pending before the Taipei High Court.

- h. The registered capital of PLT, an investee of the Company, was originally NT\$4,010,000 thousand, representing 401,000 thousand shares at a par value of NT\$10.00. On February 3, 2010, following a letter from the Taiwan High Prosecutors Office (THPO), the Department of Commerce (DOC) decided to nullify PLT's registrations of the amendments of its Articles of Incorporation, the PLT registrations of the elected and appointed members of its Board of Directors and Supervisors as well as registrations of several tranches of capital increases given to PLT on November 13, 2002; May 1, 2003; August 8, 2005; August 3, 2006; June 6, 2007; and July 16, 2008. As a result, the capital amount of PLT reverted to the original NT\$10,000 thousand, representing 1 million common shares.

On February 24, 2010, FEDS filed an administrative appeal with the DOC for the withdrawal of the administrative disposition and requested the stay of execution of registration cancellation. On April 14, 2010, referencing Article 77-3 of the Administrative Appeal Act, PAC decided that the appeal had no merit because FEDS was not a party to whom an administrative disposition was issued nor was it an interested party at stake. Thus, on June 15, 2010, referencing Article 4-1 of the Administrative Procedure Law, FEDS filed a suit against the DOC with the Taipei High Administrative Court (THAC). On November 29, 2012, the THAC (Court Reference Number: Year 2010 Letter Su No. 1258 verdict) ruled in favor of FEDS, and the capital increase registrations referencing letter Shang No. 09901000210 nullified by DOC was invalidated and the subsequent rejection of an administrative review was revoked. However, the DOC did not conform to the THAC's decision and filed a lawsuit with the Supreme Administrative Court on December 25, 2012. On May 9, 2013, the Supreme Administrative Court issued its final and non-appealable decision, which rejected DOC's appeal and ruled that the nullification by DOC of capital increase registrations and other relevant registrations in DOC's referencing letter Shang No. 09901000210 was invalid and ordered DOC to reinstate the registration. Thus, on September 18, 2013, DOC reinstated the nullified capital increase registrations and relevant amendment registrations in conformity with the Court's decision. On June 18, 2014, FEDS's Board of Directors and Supervisors had a reelection, and DOC reinstated the relevant amendment registrations on July 15, 2014.

Heng-lung Lee and Ming-Chiung Chang filed a lawsuit to counter the Supreme Administrative Court's (SAC) decision, declaring that the application of improper regulations invalidated this decision. However, on September 6, 2013, the Taipei High Administrative Court rejected this lawsuit (Court Reference Number: Year 2013 Letter Pan No. 569 verdict). In addition, Ming-Chiung Chang filed a separate lawsuit to counter the same SAC decision, claiming that the verdict was invalidated by the omission of evidences that may affect the final SAC decision. The lawsuit was filed with the THAC. However, THAC rejected this lawsuit (Court Reference Number: Year 2013 Letter Zai No. 94 verdict). Ming-Chiung Chan did not agree with the THAC's decision and filed a lawsuit with the Supreme Administrative Court on February 19, 2014. On June 20, 2014, the SAC (Court Reference Number: Year 2014 Letter Zai No. 845 verdict) rejected this lawsuit.

The percentage ownership of PLT held by the Group reached 39.68%. Based on the local GAAP, this investment was accounted for by the equity method.

- i. A subsidiary of FENC, Far Eastern General Contractor Inc. (FEGC), contracted the Southern Taiwan Science Park (STSP) to do underground cable construction. During the construction period, material costs rose because of adverse economic factors and the rising prices of stainless steel and cable materials. Although the contract amount had been adjusted for price inflation, FEGC still incurred a great loss and got no indemnification. Thus, FEGC filed a lawsuit for indemnification with the Supreme Court. As of May 13, 2015, the result of the lawsuit was still being awaited.

In 2008, FEGC recognized a construction loss of NT\$119,949 thousand on its underground cable construction project.

- j. A company subsidiary, FECC, and Far Eastern Department Store Co., Ltd. (FEDS) had jointly developed Ban Ciao Zhong Ben (Construction License Number: Year 2010 Letter Chang No. 00135) in line with the Directions for the Urban Land Development Application (the “Directions”). Under the Directions, for the joint developers to be entitled to larger floor area and have a building occupancy permit, they should complete the construction within four years after passing an urban design review. If this deadline is unmet the joint developers should either donate the building or remit a certain amount to the New Taipei City Government (NTCG). Later, the NTCG claimed the construction was not completed on time, but the joint developers disagreed with the NTCG’s claim. Thus, a dispute on this issue arose. Steps have been taken to settle this dispute, and while the settlement is being negotiated, FECC had placed in the Far Eastern International Bank a negotiable certificate of deposit amounting to NT\$109,995 thousand as a pledge based on the NTCG’s requirement. As of May 13, 2015, the lawsuit was pending before the Ministry of the Interior.
- k. On August 1, 2014, the Taiwan Area National Freeway Bureau (TANFB) claimed that the Far Eastern Electronic Toll Collection Co., Ltd. (FETC) violated the “Establishment and Operating Contract” by failing to provide all former freeway toll collectors with new jobs within an agreed-upon period and was thus liable for a penalty amounting to NT\$4,500 thousand. However, FETC disagreed with the TANFB’s interpretation of the contract and filed for arbitration with the Negotiation Committee on August 14 2014. In the arbitration, the committee members did not all agree that FETC was liable for a penalty amounting to NT\$4,500 thousand; however, TANFB, regardless of the result of arbitration, deducted NT\$4,500 thousand from the handling service revenue payable to FETC. Thus, FETC filed a civil lawsuit with the Taipei District Court (TDC) to reclaim the NT\$4,500 thousand and plus interests until the repayment date. TANFB then filed a counter-lawsuit, asserting it had the right to claim the penalty amount. As of May 13, 2015, the lawsuit was pending before the TDC and the estimated release date of lawsuit will be set on June 12, 2015; the final outcome of this case could not be reasonably estimated.
- l. A Company subsidiary, Far Eastern Electronic Toll Collection Co., Ltd. (FETC), has cooperated with government authorities to establish an electronic toll collection system based on the “Establishment and Operating Contract” with Taiwan Area National Freeway Bureau (TANFB). However, on the basis of the system usage rate and the manner of system implementation, TANFB claimed it had the right to penalize FETC for the latter’s failing to achieve the requirements for the electronic toll collection (ETC) system stated in the contract. However, FETC disagreed with the bureau’s interpretation of the contract terms and filed for arbitration with the Negotiation Committee. The contract terms were as follow:

- 1) Usage rate

TANFB claimed that FETC had failed to reach the 45% designated ETC usage rate in the third year stated in the contract, thus violating the terms of the contract. To act on TANFB’s complaint, FETC proposed an improvement plan, which TANFB accepted, and set six inspection points to be used in determining if FETC’s improvement plan was effective. FETC successfully met the inspection requirements, as shown by TANFB’s confirmation of the plan results. Thus, FETC believed that its successful implementation of its improvement plan should be considered by TANFB as the FETC’s added investment in the ETC plan as well as the equivalent of FETC’s paying a penalty for not meeting the ETC usage rate requirement. Thus, FETC claimed TANFB should not impose a penalty on FETC anymore.

TANFB commented that FETC failed to reach the 70% designated usage rate of ETC in the sixth year of the contract and thus violated the contract, for which FETC was liable for a penalty amounting to NT\$427,500 thousand. Nevertheless, TANFB and ETC have reached a consensus to consider the implementation of the above improvement plan as making up for FETC’s not meeting

the 70% usage rate requirement; there was no reason for TANFB to penalize FETC. In addition, FETC exceeded the 65% usage rate stated in the “Establishment and Operating Contract” for the taximeter phase, and the operation of the taximeter system infrastructure (TSI) was also on track. Thus, there was actually no physical evidence of FETC’s violating the contract. FETC also claimed that it should not be blamed for TSI-related problems because it believed the government was slow in informing the public of the TSI charges. For these reasons, FETC said TANFB should not accuse FETC of breach of contract. To settle this matter, FETC applied for a conciliation with TANFB through the Negotiation Committee. The Negotiation Committee suggested TANFB decrease its penalty on FETC because (a) FETC could enter into the taximeter phase since the 65% ETC usage rate had been reached even though this rate was lower than the 70% usage rate stated in the contract; (b) the impact of usage rate to the interest of highway users was markedly diminished (c) the amounts FETC invested in the improvement plan were more than the penalty TANFB claimed. FETC, however, could not accept the negotiation result. In September 2013, FETC filed a lawsuit against TANFB, claiming it was not liable for the penalty imposed by TANFB. As of May 13, 2015, since there is controversy legal issue between public law and private law of Build-Operate-Transfer Contract (BOT) case, this case was pending before the Tainan District Court and FETC has recognized the possible loss which was likely to be imposed.

2) Taximeter system infrastructure

TANFB stated FETC breached the contract when FETC was unable to complete the ETC driveway infrastructure by September 21, 2012 as required in the contract. But after FETC negotiated with TANFB through the Negotiation Committee, both the FETC and TANFB agreed to extend the construction period by four months until January 21, 2013. Thus, TANFB should reset the contract expiry date according to the agreement. However, TANFB has not reset the expiry date and set the date FETC had been informed of violation of contract on February 3, 2013 and obligated FETC to complete the ETC driveway infrastructure and taximeter system infrastructure by April 21, 2013. After FETC’s conciliation with TANFB through the Negotiation Committee in July 2013, the Negotiation Committee suggested that TANFB recheck the construction results and determine if after four months after the original contract expiry date of September 21, 2012, FETC violated the contract. Nevertheless, TANFB did not agree with the Negotiation Committee’s decision and filed a lawsuit against FETC and imposed a penalty of NT\$142,500 thousand on FETC. Under the lawsuit, FETC applied for other conciliation on the Art. 20 - punish penalties in the contract; the Negotiation Committee suggested that FETC should forfeit the fine in a combined amount of NT\$250 thousand per day from April 22, 2013 to November 14, 2013. However, FETC did not agree with the decision and filed a counter-lawsuit against TANFB. As of April 8, 2015, this lawsuit was passed to Administrative Court and FETC has recognized the possible loss which was likely to be imposed.

38. SIGNIFICANT ASSETS AND LIABILITIES DENOMINATED IN FOREIGN CURRENCIES

The significant financial assets and liabilities denominated foreign currencies were as follows:

March 31, 2015

	Foreign Currencies	Exchange Rate	Carrying Amount (NT\$)
<u>Financial assets</u>			
Monetary items			
USD	\$ 717,366	31.29	\$ 22,446,382

(Continued)

	Foreign Currencies	Exchange Rate	Carrying Amount (NT\$)
<u>Financial liabilities</u>			
Monetary items			
USD	\$ 751,092	31.29	\$ 23,501,669 (Concluded)

December 31, 2014

	Foreign Currencies	Exchange Rate	Carrying Amount (NT\$)
<u>Financial assets</u>			
Monetary items			
USD	\$ 826,334	31.65	\$ 26,153,471

Financial liabilities

Monetary items			
USD	999,475	31.65	31,633,384

March 31, 2014

	Foreign Currencies	Exchange Rate	Carrying Amount (NT\$)
<u>Financial assets</u>			
Monetary items			
USD	\$ 739,792	30.485	\$ 22,552,559

Financial liabilities

Monetary items			
USD	1,058,521	30.485	32,269,013

For the three months ended March 31, 2015 and 2014, (realized and unrealized) net foreign exchange gains losses were NT\$168,501 thousand and NT\$84,288 thousand, respectively. It is impractical to disclose net foreign exchange gains (losses) by each significant foreign currency due to the variety of the functional currencies of the group entities.

39. ADDITIONAL DISCLOSURES

a. Information about significant transactions and investees:

- 1) Financing provided: Schedule D (attached)
- 2) Endorsement/guarantee provided: Schedule E (attached)
- 3) Marketable securities and investments in share of stock held: Schedule F (attached)

- 4) Securities acquired and disposed of at costs or prices of at least NT\$300 million or 20% of the capital stock: Schedule G (attached)
 - 5) Acquisition of individual real states at costs of at least NT\$300 million or 20% of the capital stock: Schedule H (attached)
 - 6) Disposal of individual real states at prices of at least NT\$300 million or 20% of the capital stock: Schedule I (attached)
 - 7) Total purchases from or sales to related parties amounting to at least NT\$300 million or 20% of the capital stock: Schedule J (attached)
 - 8) Receivables from related parties amounting to at least NT\$100 million or 20% of the capital stock: Schedule K (attached)
 - 9) Derivative financial transactions: Notes 7 and 10
 - 10) Intercompany relationships and significant intercompany transactions: Schedule L (attached)
 - 11) Information on investees: Schedule M (attached)
- c. Investments in Mainland China
- 1) Investee company name, the description of the primary business activity and products, issued capital, nature of the relationship, capital inflow or outflow, ownership interest, gain or loss on investment, amounts received on investment, and the limitation on investment: Schedule N and N-1 (attached)
 - 2) Significant direct or indirect transactions with the investee company, prices, payment terms, and unrealized gain or loss: Schedules N (attached)
 - a) The amount and percentage of purchases and the balance and percentage of the related payables at the end of the period.
 - b) The amount and percentage of sales and the balance and percentage of the related receivables at the end of the period.
 - c) The amount of property transactions and the amount of the resultant gains or losses.
 - d) The balance of negotiable instrument endorsements or guarantees or pledges of collateral at the end of the period and the purposes.
 - e) The highest balance, the end of period balance, the interest rate range, and total current period interest with respect to financing of funds.
 - f) Other transactions that have a material effect on the profit or loss for the period or on the financial position, such as the rendering or receiving of services.

40. SEGMENT INFORMATION

Industry Information

The information provided to the Group's chief operating decision maker in order to allocate resources to the segments and assess their performance focuses on types of goods delivered or services provided. The Group defined its operating segments as follows: Petrochemical business, chemical fiber business, textile business, mobile services business, real estate business, investment and other business.

Segment operating income is the profit generated by each operating segment, which excludes expenses allocated in group headquarter, remuneration for directors, interest revenue, revaluation gain on investment properties, gain or loss on disposal of properties, exchange gain or loss, interest expense and income tax expense. It is the measure reported to the chief operating decision maker to allocate resources to the segments and assess their performance. However, information on segment assets is not regularly provided to the chief operating decision maker.

The analysis of the Group's revenues and operating results by operating segment is as follows:

	Segments Revenue		Segments Profit	
	For the Three Months Ended		For the Three Months Ended	
	March 31		March 31	
	2015	2014	2015	2014
Petrochemical business			\$ (359,395)	\$ (863,615)
Revenues generated from external customers	\$ 3,941,676	\$ 5,633,328		
Intersegment revenues	2,851,023	4,799,774		
	6,792,699	10,433,102		
Chemical fiber business			557,912	334,730
Revenues generated from external customers	14,576,925	17,939,166		
Intersegment revenues	152,632	297,280		
	14,729,557	18,236,446		
Textile business			198,854	170,624
Revenues generated from external customers	7,240,131	8,141,235		
Intersegment revenues	22,358	44,284		
	7,262,489	8,185,519		
Mobile services business			3,942,695	4,103,057
Revenues generated from external customers	24,742,610	22,864,485		
Intersegment revenues	41,888	-		
	24,784,498	22,864,485		
Real estate development			168,741	105,283
Revenues generated from external customers	1,062,740	1,092,978		
Intersegment revenues	55,413	200,200		
	1,118,153	1,293,178		
Investment and other			(273,033)	820,112
Revenues generated from external customers	2,332,094	3,877,693		
Intersegment revenues	71,817	75,732		
	2,403,911	3,953,425		
Adjustment and elimination	(3,179,119)	(5,475,828)	18,980	120,932
Total	\$ 53,912,188	\$ 59,490,327	4,254,754	4,791,123
Interest revenue			153,014	109,025
Net exchange loss			(168,501)	(84,288)
Interest expense			(646,867)	(448,025)
Other revenue and income (other expenses and losses)			3,385,706	(106,909)
Profit before tax			\$ 6,978,106	\$ 4,260,926

Note: For the three months ended March 31, 2015, the main differences between the total reportable segment revenue and consolidated operating revenue and those between the total reportable segment profit and consolidated operating income were due to the share of the associates' profits of NT\$382,636 thousand. For the three months ended March 31, 2014, the main differences between the total reportable segment revenue and consolidated operating revenue and those between the total reportable segment profit and consolidated operating income were due to the share of the associates' profits of NT\$1,245,030 thousand and dividend income from associates NT\$1,758 thousand, respectively.

Segment Total Assets and Liabilities

Segment total assets and liabilities was not disclosed due to this information was not reviewed by or regularly provided to the chief operating decision maker.

FAR EASTERN NEW CENTURY CORPORATION AND SUBSIDIARIES**CONSOLIDATED RELATED-PARTY TRANSACTIONS
FOR THE THREE MONTHS ENDED MARCH 31 2015 AND 2014
(In Thousands of New Taiwan Dollars)**

	For the Three Months Ended March 31	
	2015	2014
Operating revenue		
Associates	\$ 394,622	\$ 441,718
Others	<u>244,840</u>	<u>280,765</u>
	<u>\$ 639,462</u>	<u>\$ 722,483</u>
Operating cost		
Associates	\$ 299,867	\$ 294,310
Others	<u>137,431</u>	<u>301,388</u>
	<u>\$ 437,298</u>	<u>\$ 595,698</u>
Operating expense		
Associates	\$ 12,268	\$ 10,846
Others	<u>82,391</u>	<u>89,231</u>
	<u>\$ 94,659</u>	<u>\$ 100,077</u>
Rental revenue (recognized as operating revenue)		
Associates	\$ 52,947	\$ 44,256
Others	<u>85,322</u>	<u>68,309</u>
	<u>\$ 138,269</u>	<u>\$ 112,565</u>
Rental expense (recognized as operating cost and expense)		
Associates	\$ 32,127	\$ 29,083
Others	<u>61,760</u>	<u>61,760</u>
	<u>\$ 93,887</u>	<u>\$ 90,843</u>

Note:

- a. The terms of sales to and purchases from the related parties were based on agreements.
- b. The Group had donated NT\$14,487 thousand and NT\$13,391 thousand to other related parties for the three months ended March 31, 2015 and 2014.

(Continued)

- c. The Group had purchased the software equipment from other related parties amounting to NT\$7,209 thousand for the three months ended March 31, 2015. The Group had purchased the software equipment and construction contracts from other related parties amounting to NT\$88,185 thousand for the three months ended March 31, 2014.
- d. The Group had sold other assets amounting to NT\$199,224 thousand to the associates and recognized the gain on disposal as of NT\$34,275 thousand (recognized as other income) for the three months ended March 31, 2015.
- e. The Group had sold investment properties - land to other related parties amounting to NT\$1,878,322 thousand and recognized the gain on disposal of NT\$815,643 thousand for the three months ended March 31, 2015. The disposal proceeds amounting to NT\$78,322 thousand have been received in cash and the rest of proceeds amounting to NT\$1,800,000 thousand will be received in the next several years and recognized as other receivables from related parties NT\$180,000 thousand and other receivables from related parties - noncurrent NT\$1,620,000, respectively as of March 31, 2015.
- f. The Group had exchanged its investment properties - land with fair value NT\$1,115,520 thousand and paid an extra NT\$776,850 thousand for lands with fair value NT\$1,892,370 thousand with other related parties. In addition, based on the exchange contract the Group paid NT\$158,255 thousand for related transaction cost for this exchange. The Group recognized the exchanging lands as inventories-available for sale land and building amounting to \$1,665,015 thousand and investment properties - land amounting to \$385,610 thousand as of March 31, 2015.
- g. The rental expense incurred for rental agreements on factories in Hukou and Hsinchu, office and equipment rooms in Tainan, base stations and departments around Taiwan. The term of the rental agreements was from January 2009 to January 2029. The revenue generated from renting out some of the floors of the Taipei Metro Tower building and buildings in Chen-Chung Section in Taipei City, Hsin-ban Section in New Taipei City and Xinhua development zone in Shanghai City; the related lease term was from November 2006 to December 2026. Rent is received or paid quarterly or monthly, and the amount of rent was based on market conditions in nearby locations.
- h. Compensation of key management personnel:

	For the Three Months Ended March 31	
	2015	2014
Short-term employee benefits	\$ 144,554	\$ 89,719
Post-employment benefits	<u>766</u>	<u>(799)</u>
	<u>\$ 145,320</u>	<u>\$ 88,920</u>

(Concluded)

FAR EASTERN NEW CENTURY CORPORATION AND SUBSIDIARIES

CONSOLIDATED RELATED-PARTY TRANSACTIONS

AS OF MARCH 31, 2015 AND 2014

(In Thousands of New Taiwan Dollars)

	March 31, 2015	December 31, 2014	March 31, 2014
Notes and accounts receivable from related parties			
Associates	\$ 383,815	\$ 372,985	\$ 229,900
Others	<u>536,389</u>	<u>585,496</u>	<u>355,776</u>
	<u>\$ 920,204</u>	<u>\$ 958,481</u>	<u>\$ 585,676</u>
Notes and accounts payable to related parties			
Associates	\$ 163,990	\$ 109,211	\$ 130,733
Others	<u>164,805</u>	<u>404,414</u>	<u>182,037</u>
	<u>\$ 328,795</u>	<u>\$ 513,625</u>	<u>\$ 312,770</u>
Progress billings			
Associates	\$ 1,684,897	\$ 3,311,893	\$ 3,099,362
Others	<u>707,564</u>	<u>698,986</u>	<u>522,692</u>
	<u>\$ 2,392,461</u>	<u>\$ 4,010,879</u>	<u>\$ 3,622,054</u>
Guarantee deposits received			
Associates	\$ 10,889	\$ 10,915	\$ 10,915
Others	<u>188,375</u>	<u>173,467</u>	<u>177,257</u>
	<u>\$ 199,264</u>	<u>\$ 184,382</u>	<u>\$ 188,172</u>
Deferred credit - gains on - related party accounts			
Associates	\$ 140,507	\$ 140,507	\$ 141,063
Others	<u>9,122</u>	<u>9,122</u>	<u>9,122</u>
	<u>\$ 149,629</u>	<u>\$ 149,629</u>	<u>\$ 150,185</u>
<u>Financing to related parties</u>			
Loans to related parties (recognized as other receivables):			
	March 31, 2015	December 31, 2014	March 31, 2014
Associates	<u>\$ 940,000</u>	<u>\$ 940,000</u>	<u>\$ 840,000</u>

(Continued)

Loans from related parties (recognized as short-term borrowings):

	March 31, 2015	December 31, 2014	March 31, 2014
Others	<u>\$ 3,488,370</u>	<u>\$ 3,989,830</u>	<u>\$ 3,674,329</u>

Note:

- a. The terms of sales to and purchases from other related parties were based on the agreements.
- b. The rent receivables from renting out the factories to other related parties (recognized as other receivables) were NT\$203,360 thousand, NT\$249,828 thousand and NT\$250,819 thousand as of March 31, 2015, December 31, 2014 and March 31, 2014, respectively.

(Concluded)

FAR EASTERN NEW CENTURY CORPORATION AND SUBSIDIARIES

FINANCING PROVIDED
FOR THE THREE MONTHS ENDED MARCH 31, 2015
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

No.	Lender	Borrower	Financial Statement Account	Related Parties	Maximum Amounts Allowed for the Period	Amounts Allowed for Ending Period	Actual Borrowing Amount	Interest Rate	Nature of Financing	Business Transaction Amounts	Reasons for Short-term Financing	Allowance for Impairment Loss	Collateral		Financing Limit for Each Borrower	Aggregate Financing Limits	Note
													Item	Value			
0	Far Eastern New Century Corporation	Far Eastern Polychem Industries Ltd.	Receivables from affiliates	Yes	\$ 1,885,085	\$ 1,856,955	\$ 1,856,955	1.6021-3.35	2	\$ -	For revolving fund	\$ -	Promissory note	\$ -	\$ 10,152,331	\$ 101,523,313	Amounts allowed for ending period (Note B); maximum amounts allowed for the period (Note E).
		PET Far Eastern (Holding) Ltd.	Receivables from affiliates	Yes	1,965,795	1,965,795	1,965,795	3.35	2	-	For revolving fund	-	Promissory note	-	10,152,331	101,523,313	Amounts allowed for ending period (Note B); maximum amounts allowed for the period (Note E).
1	Far EasTone Telecommunications Co., Ltd.	Q-Ware Communication Co., Ltd.	Receivables from affiliates	Yes	250,000	250,000	-	-	2	-	For revolving fund	-	-	-	7,576,123	37,880,613	Amounts allowed for ending period (Note C); maximum amounts allowed for the period (Note D).
2	Yuan Ding Investment Co., Ltd.	Yue Ding Industry Co., Ltd.	Receivables from affiliates	Yes	200,000	200,000	-	-	2	-	For revolving fund	-	Promissory note	-	4,169,192	20,845,961	Amounts allowed for ending period (Note S); maximum amounts allowed for the period (Note T).
		Ding Yuan International Investment Co., Ltd.	Receivables from affiliates	Yes	300,000	300,000	-	-	2	-	For revolving fund	-	Promissory note	-	4,169,192	20,845,961	Amounts allowed for ending period (Note S); maximum amounts allowed for the period (Note T).
		Oriental Resources Development Ltd.	Receivables from affiliates	Yes	300,000	300,000	-	-	2	-	For revolving fund	-	Promissory note	-	4,169,192	20,845,961	Amounts allowed for ending period (Note S); maximum amounts allowed for the period (Note T).
		Far Eastern Resources Development Co.	Receivables from affiliates	Yes	1,000,000	1,000,000	-	1.73-1.74	2	-	For revolving fund	-	Promissory note	-	4,169,192	20,845,961	Amounts allowed for ending period (Note S); maximum amounts allowed for the period (Note T).
		Oriental Petrochemical (Taiwan) Co.,	Receivables from affiliates	Yes	1,500,000	1,500,000	-	-	2	-	For revolving fund	-	Promissory note	-	4,169,192	20,845,961	Amounts allowed for ending period (Note S); maximum amounts allowed for the period (Note T).
		Yuan Tong Investment Co., Ltd.	Receivables from affiliates	Yes	800,000	800,000	394,000	1.73-1.79	2	-	For revolving fund	-	Promissory note	-	4,169,192	20,845,961	Amounts allowed for ending period (Note S); maximum amounts allowed for the period (Note T).
		An Ho Garment Co., Ltd.	Receivables from affiliates	Yes	400,000	400,000	400,000	1.73-1.79	2	-	For revolving fund	-	Promissory note	-	4,169,192	20,845,961	Amounts allowed for ending period (Note S); maximum amounts allowed for the period (Note T).

(Continued)

No.	Lender	Borrower	Financial Statement Account	Related Parties	Maximum Amounts Allowed for the Period	Amounts Allowed for Ending Period	Actual Borrowing Amount	Interest Rate	Nature of Financing	Business Transaction Amounts	Reasons for Short-term Financing	Allowance for Impairment Loss	Collateral		Financing Limit for Each Borrower	Aggregate Financing Limits	Note
													Item	Value			
		Da Ju Fiber Co., Ltd.	Receivables from affiliates	Yes	\$ 645,000	\$ 645,000	\$ 645,000	1.73-1.79	2	\$ -	For revolving fund	\$ -	Promissory note	\$ -	\$ 4,169,192	\$ 20,845,961	Amounts allowed for ending period (Note S); maximum amounts allowed for the period (Note T).
		Kai Yuan International Investment Co., Ltd.	Receivables from affiliates	Yes	800,000	800,000	700,000	1.73-1.79	2	-	For revolving fund	-	Promissory note	-	4,169,192	20,845,961	Amounts allowed for ending period (Note S); maximum amounts allowed for the period (Note T).
4	Yuan Tong Investment Co., Ltd.	Far Eastern Resources Development Co.	Receivables from affiliates	Yes	500,000	500,000	106,000	1.54-1.78	2	-	For revolving fund	-	Promissory note	-	830,700	4,153,498	Amounts allowed for ending period (Note G); maximum amounts allowed for the period (Note K).
		Da Ju Fiber Co., Ltd.	Receivables from affiliates	Yes	155,000	155,000	155,000	1.54	2	-	For revolving fund	-	Promissory note	-	830,700	4,153,498	Amounts allowed for ending period (Note G); maximum amounts allowed for the period (Note K).
5	Far Eastern Polychem Industries Ltd.	Far Eastern New Century (China) Investment Ltd.	Receivables from affiliates	Yes	504,050	504,050	-	-	2	-	For revolving fund	-	Promissory note	-	5,491,950	16,475,851	Amounts allowed for ending period (Note K); maximum amounts allowed for the period (Note N).
		Far Eastern Industries (Shanghai) Ltd.	Receivables from affiliates	Yes	2,065,140	2,065,140	-	-	1	8,921,155	-	-	Promissory note	-	7,688,731	7,688,731	Amounts allowed for ending period (Note Q); maximum amounts allowed for the period (Note L).
		Far Eastern Industries (Shanghai) Ltd.	Receivables from affiliates	Yes	219,030	-	-	-	2	-	For revolving fund	-	Promissory note	-	4,393,560	4,393,560	Amounts allowed for ending period (Note J); maximum amounts allowed for the period (Note J).
		Sino Belgium Beer (Suzhou) Ltd.	Receivables from affiliates	Yes	312,900	312,900	-	-	2	-	For revolving fund	-	Promissory note	-	5,491,950	16,475,851	Amounts allowed for ending period (Note K); maximum amounts allowed for the period (Note N).
		Far Eastern Investment (Holding) Ltd.	Receivables from affiliates	Yes	312,900	312,900	-	-	2	-	For revolving fund	-	Promissory note	-	5,491,950	16,475,851	Amounts allowed for ending period (Note K); maximum amounts allowed for the period (Note N).
		Far Eastern Ishizuka Green Pet	Receivables from affiliates	Yes	521,000	521,000	299,575	1.14	2	-	For revolving fund	-	Promissory note	-	4,393,560	4,393,560	Amounts allowed for ending period (Note J); maximum amounts allowed for the period (Note J).
		Far Eastern Industries (Shanghai) Ltd.	Receivables from affiliates	Yes	1,220,310	1,220,310	801,024	-	2	-	For revolving fund	-	Promissory note	-	5,491,950	16,475,851	Amounts allowed for ending period (Note K); maximum amounts allowed for the period (Note N).
		Far Eastern Industries (Shanghai) Ltd.	Receivables from affiliates	Yes	3,066,420	3,066,420	1,846,109	-	2	-	For revolving fund	-	Promissory note	-	5,491,950	16,475,851	Amounts allowed for ending period (Note K); maximum amounts allowed for the period (Note N).
7	Far Eastern Investment (Holding) Ltd.	PET Far Eastern (Holding) Ltd.	Receivables from affiliates	Yes	938,700	938,700	-	-	2	-	For revolving fund	-	Promissory note	-	4,211,434	12,634,303	Amounts allowed for ending period (Note K); maximum amounts allowed for the period (Note N).

(Continued)

No.	Lender	Borrower	Financial Statement Account	Related Parties	Maximum Amounts Allowed for the Period	Amounts Allowed for Ending Period	Actual Borrowing Amount	Interest Rate	Nature of Financing	Business Transaction Amounts	Reasons for Short-term Financing	Allowance for Impairment Loss	Collateral		Financing Limit for Each Borrower	Aggregate Financing Limits	Note
													Item	Value			
		Far Eastern Industries (Shanghai) Ltd.	Receivables from affiliates	Yes	\$ 719,670	\$ -	\$ -	-	2	\$ -	For revolving fund	\$ -	Promissory note	\$ -	\$ 3,369,147	\$ 3,369,147	Amounts allowed for ending period (Note J); maximum amounts allowed for the period (Note J).
		FEDP (Holding) Ltd.	Receivables from affiliates	Yes	312,900	312,900	-	1.36	2	-	For revolving fund	-	Promissory note	-	4,211,434	12,634,303	Amounts allowed for ending period (Note K); maximum amounts allowed for the period (Note N).
		Worldwide Polychem (HK) Ltd.	Receivables from affiliates	Yes	312,900	312,900	100,128	-	2	-	For revolving fund	-	Promissory note	-	4,211,434	12,634,303	Amounts allowed for ending period (Note K); maximum amounts allowed for the period (Note N).
		Far Eastern Apparel (Vietnam) Ltd.	Receivables from affiliates	Yes	938,700	938,700	259,707	-	2	-	For revolving fund	-	Promissory note	-	4,211,434	12,634,303	Amounts allowed for ending period (Note K); maximum amounts allowed for the period (Note N).
		Sino Belgium (Holding) Ltd.	Receivables from affiliates	Yes	469,350	469,350	187,740	1.36	2	-	For revolving fund	-	Promissory note	-	3,369,147	3,369,147	Amounts allowed for ending period (Note J); maximum amounts allowed for the period (Note J).
		PET Far Eastern (M) Sdn. Bhd.	Receivables from affiliates	Yes	312,900	312,900	24,994	1.36	2	-	For revolving fund	-	Promissory note	-	3,369,147	3,369,147	Amounts allowed for ending period (Note J); maximum amounts allowed for the period (Note J).
		Far Eastern Polychem Industries Ltd.	Receivables from affiliates	Yes	1,095,150	1,095,150	-	1.36	2	-	For revolving fund	-	Promissory note	-	4,211,434	12,634,303	Amounts allowed for ending period (Note K); maximum amounts allowed for the period (Note N).
		Far Eastern Apparel (Holding) Ltd.	Receivables from affiliates	Yes	938,700	938,700	366,093	1.36	2	-	For revolving fund	-	Promissory note	-	4,211,434	12,634,303	Amounts allowed for ending period (Note K); maximum amounts allowed for the period (Note N).
		Far Eastern Polytex (Holding) Ltd.	Receivables from affiliates	Yes	2,503,200	2,503,200	1,695,918	1.36	2	-	For revolving fund	-	Promissory note	-	4,211,434	12,634,303	Amounts allowed for ending period (Note K); maximum amounts allowed for the period (Note N).
		Oriental Textile (Holding) Ltd.	Receivables from affiliates	Yes	3,129,000	3,129,000	2,346,750	1.36	2	-	For revolving fund	-	Promissory note	-	4,211,434	12,634,303	Amounts allowed for ending period (Note K); maximum amounts allowed for the period (Note N).
8	PET Far Eastern (Holding) Ltd.	Tong Da Air Industry (Yangzhou) Co., Ltd.	Receivables from affiliates	Yes	1,564,500	1,251,600	-	-	2	-	For revolving fund	-	Promissory note	-	2,915,395	2,915,395	Amounts allowed for ending period (Note J); maximum amounts allowed for the period (Note J).
		Far Eastern Investment (Holding) Ltd.	Receivables from affiliates	Yes	1,251,600	1,251,600	-	1.36	2	-	For revolving fund	-	Promissory note	-	3,644,244	10,932,733	Amounts allowed for ending period (Note K); maximum amounts allowed for the period (Note N).
		Far Eastern Industries (Shanghai) Ltd.	Receivables from affiliates	Yes	1,201,536	1,201,536	386,432	-	2	-	For revolving fund	-	Promissory note	-	2,915,395	2,915,395	Amounts allowed for ending period (Note J); maximum amounts allowed for the period (Note J).

(Continued)

No.	Lender	Borrower	Financial Statement Account	Related Parties	Maximum Amounts Allowed for the Period	Amounts Allowed for Ending Period	Actual Borrowing Amount	Interest Rate	Nature of Financing	Business Transaction Amounts	Reasons for Short-term Financing	Allowance for Impairment Loss	Collateral		Financing Limit for Each Borrower	Aggregate Financing Limits	Note
													Item	Value			
		Far Eastern New Century (China) Investment Ltd.	Receivables from affiliates	Yes	\$ 504,050	\$ 504,050	\$ -	-	2	\$ -	For revolving fund	\$ -	Promissory note	\$ -	\$ 3,644,244	\$ 10,932,733	Amounts allowed for ending period (Note K); maximum amounts allowed for the period (Note N).
9	Kai Yuan International Investment Co., Ltd.	Da Ju Fiber Co., Ltd.	Receivables from affiliates	Yes	100,000	100,000	-	-	2	-	For revolving fund	-	Promissory note	-	518,245	2,591,227	Amounts allowed for ending period (Note G); maximum amounts allowed for the period (Note K).
		Yue Ding Industry Co., Ltd.	Receivables from affiliates	Yes	150,000	150,000	-	-	2	-	For revolving fund	-	Promissory note	-	518,245	2,591,227	Amounts allowed for ending period (Note G); maximum amounts allowed for the period (Note K).
10	Far Eastern Polytex (Holding) Ltd.	Far Eastern Investment (Holding) Ltd.	Receivables from affiliates	Yes	312,900	-	-	-	2	-	For revolving fund	-	Promissory note	-	4,349,819	13,049,458	Amounts allowed for ending period (Note K); maximum amounts allowed for the period (Note N).
		Wuhan Far Eastern New Material Ltd.	Receivables from affiliates	Yes	281,610	281,610	156,450	-	2	-	For revolving fund	-	Promissory note	-	4,349,819	13,049,458	Amounts allowed for ending period (Note K); maximum amounts allowed for the period (Note N).
		Far Eastern New Century (China) Investment Ltd.	Receivables from affiliates	Yes	4,067,700	2,065,140	1,953,499	-	2	-	For revolving fund	-	Promissory note	-	4,349,819	13,049,458	Amounts allowed for ending period (Note K); maximum amounts allowed for the period (Note N).
11	Yuan Ding Company Ltd.	YDT Technology International Co., Ltd.	Receivables from affiliates	Yes	50,000	50,000	-	-	2	-	For revolving fund	-	Promissory note	-	1,644,017	4,110,044	Amounts allowed for ending period (Note I); maximum amounts allowed for the period (Note K).
		Far Eastern Technical Consultants Co., Ltd.	Receivables from affiliates	Yes	50,000	50,000	-	-	2	-	For revolving fund	-	Promissory note	-	1,644,017	4,110,044	Amounts allowed for ending period (Note I); maximum amounts allowed for the period (Note K).
		FET Consulting Engineers Co., Ltd.	Receivables from affiliates	Yes	50,000	50,000	-	-	2	-	For revolving fund	-	Promissory note	-	1,644,017	4,110,044	Amounts allowed for ending period (Note I); maximum amounts allowed for the period (Note K).
		Far Eastern Electronic Commerce Co., Ltd.	Receivables from affiliates	Yes	100,000	100,000	-	-	2	-	For revolving fund	-	Promissory note	-	1,644,017	4,110,044	Amounts allowed for ending period (Note I); maximum amounts allowed for the period (Note K).
		Ding Ding Hotel Co., Ltd.	Receivables from affiliates	Yes	300,000	300,000	-	-	2	-	For revolving fund	-	Promissory note	-	1,644,017	4,110,044	Amounts allowed for ending period (Note I); maximum amounts allowed for the period (Note K).
		Ding Ding Integrated Marketing Services Co., Ltd.	Receivables from affiliates	Yes	100,000	100,000	-	-	2	-	For revolving fund	-	Promissory note	-	1,644,017	4,110,044	Amounts allowed for ending period (Note I); maximum amounts allowed for the period (Note K).
		Yuan Ding Integrated Information Service (Shanghai) Inc.	Receivables from affiliates	Yes	503,360	312,900	234,675	1.5	2	-	For revolving fund	-	Promissory note	-	1,644,017	4,110,044	Amounts allowed for ending period (Note I); maximum amounts allowed for the period (Note K).

(Continued)

No.	Lender	Borrower	Financial Statement Account	Related Parties	Maximum Amounts Allowed for the Period	Amounts Allowed for Ending Period	Actual Borrowing Amount	Interest Rate	Nature of Financing	Business Transaction Amounts	Reasons for Short-term Financing	Allowance for Impairment Loss	Collateral		Financing Limit for Each Borrower	Aggregate Financing Limits	Note
													Item	Value			
13	Ding Yuan International Investment Co., Ltd.	Far Eastern Apparel Co., Ltd.	Receivables from affiliates	Yes	\$ 50,000	\$ -	\$ -	-	2	\$ -	For revolving fund	\$ -	Promissory note	\$ -	\$ 277,726	\$ 1,388,630	Amounts allowed for ending period (Note G); maximum amounts allowed for the period (Note K).
		Da Ju Fiber Co., Ltd.	Receivables from affiliates	Yes	100,000	-	-	1.52-1.54	2	-	For revolving fund	-	Promissory note	-	277,726	1,388,630	Amounts allowed for ending period (Note G); maximum amounts allowed for the period (Note K).
		Yue Ding Industry Co., Ltd.	Receivables from affiliates	Yes	140,000	140,000	140,000	1.51-1.54	2	-	For revolving fund	-	Promissory note	-	277,726	1,388,630	Amounts allowed for ending period (Note G); maximum amounts allowed for the period (Note K).
14	An Ho Garment Co., Ltd.	Far Eastern Apparel Co., Ltd.	Receivables from affiliates	Yes	50,000	50,000	-	-	2	-	For revolving fund	-	Promissory note	-	187,431	937,156	Amounts allowed for ending period (Note G); maximum amounts allowed for the period (Note K).
15	FEDP (Holding) Ltd.	Far Eastern Investment (Holding) Ltd.	Receivables from affiliates	Yes	156,450	156,450	-	-	2	-	For revolving fund	-	Promissory note	-	337,993	1,013,978	Amounts allowed for ending period (Note K); maximum amounts allowed for the period (Note N).
		Far Eastern Industries (Shanghai) Ltd.	Receivables from affiliates	Yes	406,770	281,610	281,610	-	2	-	For revolving fund	-	Promissory note	-	337,993	1,013,978	Amounts allowed for ending period (Note K); maximum amounts allowed for the period (Note N).
20	Oriental Textile (Holding) Ltd.	Sino Belgium Beer (Suzhou) Ltd.	Receivables from affiliates	Yes	187,740	187,740	-	-	2	-	For revolving fund	-	Promissory note	-	3,382,814	10,148,443	Amounts allowed for ending period (Note K); maximum amounts allowed for the period (Note N).
		Sino Belgium (Holding) Ltd.	Receivables from affiliates	Yes	312,900	312,900	-	1.36	2	-	For revolving fund	-	Promissory note	-	2,706,251	2,706,251	Amounts allowed for ending period (Note J); maximum amounts allowed for the period (Note J).
		Far Eastern Industries (Suzhou) Ltd.	Receivables from affiliates	Yes	1,501,920	1,501,920	93,870	-	1	3,586,944	-	Promissory note	-	3,586,944	4,735,940	Amounts allowed for ending period (Note P); maximum amounts allowed for the period (Note L).	
		Far Eastern Industries (WuXi) Ltd.	Receivables from affiliates	Yes	2,030,721	2,030,721	219,030	-	2	-	For revolving fund	-	Promissory note	-	3,382,814	10,148,443	Amounts allowed for ending period (Note K); maximum amounts allowed for the period (Note N).
		Far Eastern Industries (Suzhou) Ltd.	Receivables from affiliates	Yes	2,816,100	2,816,100	2,816,100	-	2	-	For revolving fund	-	Promissory note	-	3,382,814	10,148,443	Amounts allowed for ending period (Note K); maximum amounts allowed for the period (Note N).
		Far Eastern New Century (China) Investment Ltd.	Receivables from affiliates	Yes	504,050	504,050	-	-	2	-	For revolving fund	-	Promissory note	-	3,382,814	10,148,443	Amounts allowed for ending period (Note K); maximum amounts allowed for the period (Note N).

(Continued)

No.	Lender	Borrower	Financial Statement Account	Related Parties	Maximum Amounts Allowed for the Period	Amounts Allowed for Ending Period	Actual Borrowing Amount	Interest Rate	Nature of Financing	Business Transaction Amounts	Reasons for Short-term Financing	Allowance for Impairment Loss	Collateral		Financing Limit for Each Borrower	Aggregate Financing Limits	Note
													Item	Value			
21	Far Eastern Apparel (Holding) Ltd.	Far Eastern Dyeing & Finishing (Suzhou) Ltd.	Receivables from affiliates	Yes	\$ 625,800	\$ 625,800	\$ -	-	1	\$ 1,679,430		\$ -	Promissory note	\$ -	\$ 1,679,430	\$ 1,739,404	Amounts allowed for ending period (Note P); maximum amounts allowed for the period (Note L).
		Far Eastern Dyeing & Finishing (Suzhou) Ltd.	Receivables from affiliates	Yes	938,700	938,700	588,252	-	2	-	For revolving fund	-	Promissory note	-	1,242,432	3,727,295	Amounts allowed for ending period (Note K); maximum amounts allowed for the period (Note N).
		Far Eastern Apparel (Suzhou) Ltd.	Receivables from affiliates	Yes	938,700	938,700	312,900	-	2	-	For revolving fund	-	Promissory note	-	1,242,432	3,727,295	Amounts allowed for ending period (Note K); maximum amounts allowed for the period (Note N).
30	Far Eastern Industries (Shanghai) Ltd.	Far Eastern Industries (Shanghai) Ltd.	Other receivables - loans to affiliates	Yes	100,810	100,810	-	-	2	-	For revolving fund	-	Promissory note	-	887,282	1,330,923	Amounts allowed for ending period (Note G); maximum amounts allowed for the period (Note H).
31	Far Eastern Industries (Yangzhou) Ltd.	Far Eastern Industries (Shanghai) Ltd.	Other receivables - loans to affiliates	Yes	504,050	-	-	3	2	-	For revolving fund	-	Promissory note	-	621,896	621,896	Amounts allowed for ending period (Note J); maximum amounts allowed for the period (Note J).
34	Far Eastern Dyeing & Finishing (Suzhou) Ltd.	Far Eastern Industries (Suzhou) Ltd.	Other receivables - loans to affiliates	Yes	504,050	504,050	34,618	3.10251-3.37245	2	-	For revolving fund	-	Promissory note	-	2,034,661	4,521,468	Amounts allowed for ending period (Note M); maximum amounts allowed for the period (Note O).
35	Waldorf Services B.V.	Oriental Textile (Holding) Ltd.	Receivables from affiliates	Yes	469,350	469,350	312,900	1.36	2	-	For revolving fund	-	Promissory note	-	593,635	1,780,906	Amounts allowed for ending period (Note K); maximum amounts allowed for the period (Note N).
		Far Eastern Polychem Industries Ltd.	Receivables from affiliates	Yes	469,350	469,350	312,900	1.36	2	-	For revolving fund	-	Promissory note	-	593,635	1,780,906	Amounts allowed for ending period (Note K); maximum amounts allowed for the period (Note N).
		Far Eastern Investment (Holding) Ltd.	Receivables from affiliates	Yes	469,350	469,350	-	1.36	2	-	For revolving fund	-	Promissory note	-	593,635	1,780,906	Amounts allowed for ending period (Note K); maximum amounts allowed for the period (Note N).
40	Far Eastern Industries (Shanghai) Ltd.	Wuhan Far Eastern New Material Ltd.	Other receivables - loans to affiliates	Yes	50,405	50,405	-	-	2	-	For revolving fund	-	Promissory note	-	399,080	1,197,241	Amounts allowed for ending period (Note F); maximum amounts allowed for the period (Note H).
		Far Eastern Industries (Shanghai) Ltd.	Other receivables - loans to affiliates	Yes	100,810	100,810	-	-	2	-	For revolving fund	-	Promissory note	-	399,080	1,197,241	Amounts allowed for ending period (Note F); maximum amounts allowed for the period (Note H).
		Shanghai Far Eastern Petrochemical Logistic Ltd.	Other receivables - loans to affiliates	Yes	75,608	75,608	14,113	5.9	2	-	For revolving fund	-	Promissory note	-	399,080	1,197,241	Amounts allowed for ending period (Note F); maximum amounts allowed for the period (Note H).

(Continued)

No.	Lender	Borrower	Financial Statement Account	Related Parties	Maximum Amounts Allowed for the Period	Amounts Allowed for Ending Period	Actual Borrowing Amount	Interest Rate	Nature of Financing	Business Transaction Amounts	Reasons for Short-term Financing	Allowance for Impairment Loss	Collateral		Financing Limit for Each Borrower	Aggregate Financing Limits	Note
													Item	Value			
42	Far Eastern Industries (WuXi) Ltd.	Far Eastern Industries (Suzhou) Ltd.	Other receivables - loans to affiliates	Yes	\$ 1,512,150	\$ 1,512,150	\$ 43,101	2.79852-3.37245	2	\$ -	For revolving fund	\$ -	Promissory note	\$ -	\$ 2,971,703	\$ 6,603,784	Amounts allowed for ending period (Note M); maximum amounts allowed for the period (Note O).
43	Far Eastern Industries (Suzhou) Ltd.	Far Eastern Apparel (Suzhou) Ltd.	Other receivables - loans to affiliates	Yes	504,050	504,050	-	-	2	-	For revolving fund	-	Promissory note	-	3,744,226	8,320,502	Amounts allowed for ending period (Note M); maximum amounts allowed for the period (Note O).
		Far Eastern Industries (WuXi) Ltd.	Other receivables - loans to affiliates	Yes	1,512,150	1,512,150	-	3.44097-3.57332	2	-	For revolving fund	-	Promissory note	-	3,744,226	8,320,502	Amounts allowed for ending period (Note M); maximum amounts allowed for the period (Note O).
		Far Eastern Dyeing & Finishing (Suzhou) Ltd.	Other receivables - loans to affiliates	Yes	504,050	504,050	-	3.44097-3.57332	2	-	For revolving fund	-	Promissory note	-	3,744,226	8,320,502	Amounts allowed for ending period (Note M); maximum amounts allowed for the period (Note O).
		Far Eastern Industries (Shanghai) Ltd.	Other receivables - loans to affiliates	Yes	1,008,100	1,008,100	584,048	3.44097-3.57332	2	-	For revolving fund	-	Promissory note	-	3,744,226	8,320,502	Amounts allowed for ending period (Note M); maximum amounts allowed for the period (Note O).
		Sino Belgium Beer (Suzhou) Ltd.	Other receivables - loans to affiliates	Yes	1,008,100	1,008,100	593,010	3.44097-3.57332	2	-	For revolving fund	-	Promissory note	-	3,744,226	8,320,502	Amounts allowed for ending period (Note M); maximum amounts allowed for the period (Note O).
44	Far Eastern Industries (Shanghai) Ltd.	Far Eastern Industries (Suzhou) Ltd.	Other receivables - loans to affiliates	Yes	504,050	352,835	-	-	2	-	For revolving fund	-	Promissory note	-	388,185	862,633	Amounts allowed for ending period (Note M); maximum amounts allowed for the period (Note O).
45	Wuhan Far Eastern New Material Ltd.	Far Eastern Industries (Shanghai) Ltd.	Other receivables - loans to affiliates	Yes	50,405	50,405	-	-	2	-	For revolving fund	-	Promissory note	-	405,585	405,585	Amounts allowed for ending period (Note J); maximum amounts allowed for the period (Note J).
46	Far Eastern Apparel (Suzhou) Ltd.	Far Eastern Industries (Suzhou) Ltd.	Other receivables - loans to affiliates	Yes	1,008,100	1,008,100	870,888	2.79852-3.37245	2	-	For revolving fund	-	Promissory note	-	1,155,075	2,566,834	Amounts allowed for ending period (Note M); maximum amounts allowed for the period (Note O).
48	Far Eastern New Century (China) Investment Ltd.	Far Eastern Industries (Shanghai) Ltd.	Other receivables - loans to affiliates	Yes	352,835	352,835	352,835	3	2	-	For revolving fund	-	Promissory note	-	951,746	951,746	Amounts allowed for ending period (Note J); maximum amounts allowed for the period (Note J).
51	Sino Belgium Beer (Suzhou) Ltd.	Far Eastern Industries (Suzhou) Ltd.	Other receivables - loans to affiliates	Yes	50,405	50,405	-	-	2	-	For revolving fund	-	Promissory note	-	131,116	291,368	Amounts allowed for ending period (Note M); maximum amounts allowed for the period (Note O).
55	YDT Technology International Co., Ltd.	Yuan Ding Company Ltd.	Receivables from affiliates	Yes	150,000	150,000	150,000	1.2335-1.3788	2	-	For revolving fund	-	Promissory note	-	204,195	255,243	Amounts allowed for ending period (Note J); maximum amounts allowed for the period (Note K).

(Continued)

No.	Lender	Borrower	Financial Statement Account	Related Parties	Maximum Amounts Allowed for the Period	Amounts Allowed for Ending Period	Actual Borrowing Amount	Interest Rate	Nature of Financing	Business Transaction Amounts	Reasons for Short-term Financing	Allowance for Impairment Loss	Collateral		Financing Limit for Each Borrower	Aggregate Financing Limits	Note
													Item	Value			
57	FET Consulting Engineers Co., Ltd.	Yuan Ding Company Ltd.	Receivables from affiliates	Yes	\$ 220,000	\$ 220,000	\$ 220,000	1.2335-1.3788	2	\$ -	For revolving fund	\$ -	Promissory note	\$ -	\$ 148,535	\$ 185,669	Amounts allowed for ending period (Note J); maximum amounts allowed for the period (Note K).
64	New Century InfoComm Tech Co., Ltd.	Q-Ware Communication Co., Ltd.	Receivables from affiliates	Yes	250,000	250,000	241,000	1.64	2	-	For revolving fund	-	Promissory note	-	2,461,239	12,306,193	Amounts allowed for ending period (Note E); maximum amounts allowed for the period (Note R).
		Far EasTone Telecommunications Co., Ltd.	Receivables from affiliates	Yes	2,200,000	2,200,000	1,800,000	1.14	2	-	For revolving fund	-	Promissory note	-	2,461,239	12,306,193	Amounts allowed for ending period (Note E); maximum amounts allowed for the period (Note R).
		Far EasTone Telecommunications Co., Ltd.	Receivables from affiliates	Yes	3,300,000	3,300,000	3,300,000	1.14	1	4,430,584	-	Promissory note	-	4,430,584	12,306,193	Amounts allowed for ending period (Note P); maximum amounts allowed for the period (Note R).	

Notes: A. Reasons for financing are as follows:

1. Business relationship.
2. For short-term financing.

- B. The limit is equal to 5% of the net value of FENC (based on reviewed financial statements) as of March 31, 2015.
- C. The limit is equal to 10% of the net value of FENC (based on reviewed financial statements) as of March 31, 2015.
- D. The limit is equal to 50% of the net value of FENC (based on reviewed financial statements) as of March 31, 2015.
- E. The limit is equal to 10% of the net value of the financier (based on reviewed financial statements) as of December 31, 2014.
- F. The limit is equal to 50% of the net value of the financier (based on audited financial statements) as of December 31, 2014.
- G. The limit is equal to 10% of the net value of the financier (based on audited financial statements) as of December 31, 2014.
- H. The limit is equal to 15% of the net value of the financier (based on audited financial statements) as of December 31, 2014.
- I. The limit is equal to 20% of the net value of the financier (based on audited financial statements) as of December 31, 2014.
- J. The limit is equal to 40% of the net value of the financier (based on audited financial statements) as of December 31, 2014.
- K. The limit is equal to 50% of the net value of the financier (based on audited financial statements) as of December 31, 2014.
- L. The limit is equal to 70% of the net value of the financier (based on audited financial statements) as of December 31, 2014.
- M. The limit is equal to 90% of the net value of the financier (based on audited financial statements) as of December 31, 2014.
- N. The limit is equal to 150% of the net value of the financier (based on audited financial statements) as of December 31, 2014.
- O. The limit is equal to 200% of the net value of the financier (based on audited financial statements) as of December 31, 2014.
- P. The limit is equal to business transaction amount.
- Q. The limit is at the lower of business transaction amount and 70% of the net value of the financier (based on audited financial statements) as of December 31, 2014.
- R. The limit is at the lower of business transaction amount and 50% of the net value of the financier (based on audited financial statements) as of March 31, 2015.
- S. The limit is equal to 10% of the net value of FENC (based on reviewed financial statements) as of December 31, 2014.
- T. The limit is equal to 50% of the net value of FENC (based on reviewed financial statements) as of December 31, 2014.

(Concluded)

FAR EASTERN NEW CENTURY CORPORATION AND SUBSIDIARIES

ENDORSEMENT/GUARANTEE PROVIDED
FOR THE THREE MONTHS ENDED MARCH 31, 2015
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

No.	Endorser/ Guarantor	Endorsee/Guarantee		Limits on Each Counter-party's Endorsement/ Guarantee Amounts	Maximum Amounts Allowed for the Period	Outstanding Endorsement/ Guarantee at the End of the Period	Actual Borrowing Amount	Amount Endorsed/ Guaranteed by Collaterals	Ratio of Accumulated Endorsement/ Guarantee to Net Equity in Latest Financial Statements (%)	Aggregate Endorsement/ Guarantee Limit	Endorsement/ Guarantee Given by Parent on Behalf of Subsidiaries (Note O)	Endorsement/ Guarantee Given by Subsidiaries on Behalf of Parent (Note O)	Endorsement/ Guarantee Given on Behalf of Companies in Mainland China (Note O)	Note
		Name	Relationship											
0	Far Eastern New Century Corporation	Yuan Ding Investment Co., Ltd.	(Note A)	\$ 101,523,313	\$ 2,274,750	\$ 2,269,350	\$ 766,000	\$ -	1.12	\$ 203,046,625	Yes	-	-	Limits on each counter-party's endorsement/guarantee amounts (Note F); maximum amounts allowed for the period (Note G).
1	Far EasTone Telecommunications Co., Ltd.	KGEx.com Co., Ltd.	(Note A)	37,880,613	45,000	45,000	5,994	-	0.06	75,761,226	-	-	-	Limits on each counter-party's endorsement/guarantee amounts (Note F); maximum amounts allowed for the period (Note G).
2	Yuan Ding Investment Co., Ltd.	Far Eastern Apparel Co., Ltd.	(Note A)	20,845,961	130,000	130,000	729	-	0.31	41,691,921	-	-	-	Limits on each counter-party's endorsement/guarantee amounts (Note F); maximum amounts allowed for the period (Note G).
		Oriental Resources Development Ltd.	(Note A)	20,845,961	250,000	250,000	100,000	-	0.60	41,691,921	-	-	-	Limits on each counter-party's endorsement/guarantee amounts (Note F); maximum amounts allowed for the period (Note G).
		Da Ju Fiber Co., Ltd.	(Note B)	20,845,961	394,000	394,000	100,000	-	0.95	41,691,921	-	-	-	Limits on each counter-party's endorsement/guarantee amounts (Note F); maximum amounts allowed for the period (Note G).
		PET Far Eastern (Holding) Ltd.	(Note C)	20,304,663	1,091,925	1,079,505	-	-	2.59	20,304,663	-	-	-	Limits on each counter-party's endorsement/guarantee amounts (Note J); maximum amounts allowed for the period (Note L).
		Far Eastern Apparel (Holding) Ltd.	(Note A)	20,845,961	1,582,500	1,564,500	250,262	-	3.75	41,691,921	-	-	-	Limits on each counter-party's endorsement/guarantee amounts (Note F); maximum amounts allowed for the period (Note G).
		Far Eastern Polychem Industries Ltd.	(Note C)	20,304,663	2,215,500	1,564,500	320,002	-	3.75	20,304,663	-	-	-	Limits on each counter-party's endorsement/guarantee amounts (Note J); maximum amounts allowed for the period (Note L).
		Oriental Textile (Holding) Ltd.	(Note A)	20,845,961	2,848,500	2,190,300	393,596	-	5.25	41,691,921	-	-	-	Limits on each counter-party's endorsement/guarantee amounts (Note F); maximum amounts allowed for the period (Note G).
		Far Eastern New Century Corporation	(Note D)	20,845,961	300,000	300,000	300,000	-	0.72	41,691,921	-	Yes	-	Limits on each counter-party's endorsement/guarantee amounts (Note F); maximum amounts allowed for the period (Note G).
3	Far Eastern Resources Development Co.	Far Eastern New Century Corporation	(Note D)	12,799,122	6,271,448	6,271,448	3,576,448	6,271,448	3.09	25,598,243	-	Yes	-	Limits on each counter-party's endorsement/guarantee amounts (Note F); maximum amounts allowed for the period (Note G).
8	PET Far Eastern (Holding) Ltd.	Far Eastern Union Petrochemical (Yangzhou) Corporation	(Note A)	101,523,313	4,067,700	4,067,700	2,581,425	-	2.00	203,046,625	-	-	Yes	Limits on each counter-party's endorsement/guarantee amounts (Note I); maximum amounts allowed for the period (Note H).

(Continued)

No.	Endorser/ Guarantor	Endorsee/Guarantee		Limits on Each Counter-party's Endorsement/ Guarantee Amounts	Maximum Amounts Allowed for the Period	Outstanding Endorsement/ Guarantee at the End of the Period	Actual Borrowing Amount	Amount Endorsed/ Guaranteed by Collaterals	Ratio of Accumulated Endorsement/ Guarantee to Net Equity in Latest Financial Statements (%)	Aggregate Endorsement/ Guarantee Limit	Endorsement/ Guarantee Given by Parent on Behalf of Subsidiaries (Note O)	Endorsement/ Guarantee Given by Subsidiaries on Behalf of Parent (Note O)	Endorsement/ Guarantee Given on Behalf of Companies in Mainland China (Note O)	Note
		Name	Relationship											
11	Yuan Ding Company Ltd.	Ding Ding Hotel Co., Ltd.	(Note A)	\$ 4,110,044	\$ 803,000	\$ 803,000	\$ 500,000	\$ 50,000	0.40	\$ 8,220,087	-	-	-	Limits on each counter-party's endorsement/guarantee amounts (Note F); maximum amounts allowed for the period (Note G).
		Yuan Ding Integrated Information Service (Shanghai) Inc.	(Note A)	4,110,044	62,920	62,580	-	-	0.03	8,220,087	-	-	Yes	Limits on each counter-party's endorsement/guarantee amounts (Note F); maximum amounts allowed for the period (Note G).
12	Far Eastern Construction Co., Ltd.	Far Eastern General Contractor Co., Ltd.	(Note A)	33,076,713	300,000	300,000	90,000	-	2.72	33,076,713	-	-	-	Limits on each counter-party's endorsement/guarantee amounts (Note K); maximum amounts allowed for the period (Note K).
43	Far Eastern Industries (Suzhou) Ltd.	Far Eastern Industries (Shanghai) Ltd.	(Note C)	101,523,313	1,099,413	973,400	-	-	2.33	203,046,625	-	-	Yes	Limits on each counter-party's endorsement/guarantee amounts (Note I); maximum amounts allowed for the period (Note H).

Notes: A. Parent company's direct or indirect subsidiary.

B. Equity-method investee.

C. The guarantee provider and counter-party have the same ultimate parent company.

D. Parent company of the investee.

E. The amount of the collateral/guarantee is equal to 200% of the net value of the guarantor (based on audited financial statements) as of March 31, 2015.

F. The amount of the collateral/guarantee is equal to 50% of the net value of the guarantor (based on audited financial statements) as of March 31, 2015.

G. The amount of the collateral/guarantee is equal to the net value of the guarantor (based on audited financial statements) as of March 31, 2015.

H. The amount of the collateral/guarantee is equal to the net value of the ultimate parent company (based on audited financial statements) as of March 31, 2015.

I. The amount of the collateral/guarantee is equal to 50% of the net value of the ultimate parent company (based on audited financial statements) as of March 31, 2015.

J. The amount of the collateral/guarantee is at the lower of 10% of the net value of the ultimate parent company (based on audited financial statements) and 50% of the net value of Yuan Ding Investment Co., Ltd. (based on audited financial statements) as of March 31, 2015.

K. The amount of the collateral/guarantee is equal to 300% of the net value of the guarantor (based on audited financial statements) as of March 31, 2015.

L. The amount of the collateral/guarantee is at the lower of 10% of the net value of the ultimate parent company (based on audited financial statements) and 10% of the net value of Yuan Ding Investment Co., Ltd. (based on audited financial statements) as of March 31, 2015.

M. The ratio of accumulated endorsement/guarantee to net equity in latest financial statements is calculated in accordance with Regulations Governing Loaning of Funds and Marketing of Endorsements/Guarantees by Public Companies.

N. The tariff guarantee maximum amounts allowed for a subsidiary in Mainland China for the period and the actual appropriation as of period end are as follows: (1) Far Eastern Industries (WuXi) Ltd.: RMB12,239 thousand (NT\$61,691 thousand), the actual remittance was this same amount. (2) Far Eastern Apparel (Suzhou) Ltd.: RMB1,250 thousand (NT\$6,301 thousand), the actual remittance was this same amount.

O. There will be a "Yes" if the situation meets any with endorsement/guarantee given by parent on behalf of subsidiaries, endorsement/guarantee given by subsidiaries on behalf of parent and endorsement/guarantee given on behalf of companies in Mainland China.

(Concluded)

FAR EASTERN NEW CENTURY CORPORATION AND SUBSIDIARIES

MARKETABLE SECURITIES AND INVESTMENTS IN SHARES OF STOCK HELD

MARCH 31, 2015

(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	March 31, 2015				Note
				Shares or Units (All Common Shares Unless Stated Otherwise) (Thousands)	Carrying Amount	Percentage of Ownership (%)	Market Value or Net Asset Value	
Far Eastern New Century Corporation	Asia Cement Corporation	(Note A)	Investments accounted for using the equity method	750,511	\$ 21,324,885	22.33	\$ 29,532,608	19,900 thousand shares pledged or mortgaged as collaterals for loans
	Far Eastern Department Stores Co., Ltd.	(Note A)	Investments accounted for using the equity method	241,770	5,132,572	16.80	6,394,817	
	Oriental Union Chemical Corp.	(Note A)	Investments accounted for using the equity method	81,216	1,496,667	9.17	2,241,562	
	Everest Textile Co., Ltd.	(Note A)	Investments accounted for using the equity method	129	1,537	0.03	2,187	
	Everest Textile Co., Ltd.	(Note A)	Investments accounted for using the equity method	140,278	2,051,020	19.65	-	
	Pacific Liu Tong Investment Co., Ltd. (Note G)	(Note A)	Investments accounted for using the equity method	135,000	1,853,717	16.83	-	
	Yuan Ding Investment Co., Ltd.	(Note A)	Investments accounted for using the equity method	1,822,822	42,148,515	99.40	-	
	Far Eastern Resources Development Co.	(Note A)	Investments accounted for using the equity method	557,354	97,562,413	100.00	-	
	Far Eastern Polytex (Holding) Ltd.	(Note A)	Investments accounted for using the equity method	124	8,642,951	100.00	-	
	Far Eastern Polychem Industries Ltd.	(Note A)	Investments accounted for using the equity method	830,815	8,128,465	73.04	-	
	Yuan Tong Investment Co., Ltd.	(Note A)	Investments accounted for using the equity method	705,147	7,775,162	100.00	-	
	Kai Yuan International Investment Co., Ltd.	(Note A)	Investments accounted for using the equity method	302,843	5,286,405	100.00	-	
	Far Eastern Investment (Holding) Ltd.	(Note A)	Investments accounted for using the equity method	1,700	8,204,072	100.00	-	
	PET Far Eastern (Holding) Ltd.	(Note A)	Investments accounted for using the equity method	333	6,450,316	90.54	-	
	Oriental Petrochemical (Taiwan) Co.,	(Note A)	Investments accounted for using the equity method	1,032,195	6,494,591	75.56	-	
	Far Eastern Construction Co., Ltd.	(Note A)	Investments accounted for using the equity method	198,791	7,701,653	65.11	-	
	Yuan Ding Company Ltd.	(Note A)	Investments accounted for using the equity method	186,929	3,382,146	37.13	-	
	An Ho Garment Co., Ltd.	(Note A)	Investments accounted for using the equity method	66,346	1,855,497	100.00	-	
	Ding Yuan International Investment Co., Ltd.	(Note A)	Investments accounted for using the equity method	205,000	2,788,256	100.00	-	
	FEDP (Holding) Ltd.	(Note A)	Investments accounted for using the equity method	244	310,830	50.43	-	
Fu Kwok Garment Manufacturing Co., Ltd.	(Note A)	Investments accounted for using the equity method	3,998	221,409	99.96	-		
Ding Ding Hotel Co., Ltd.	(Note A)	Investments accounted for using the equity method	19,772	91,850	19.00	-		
Fu Kwok Garment Manufacturing Co., Ltd.	(Note A)	Investments accounted for using the equity method	100	1,297	100.00	-		
Far Eastern International Bank	(Note C)	Available-for-sale financial assets - non-current	75,712	825,264	2.65	825,264		
Yuan Ding Investment Co., Ltd.	Asia Cement Corporation	(Note A)	Investments accounted for using the equity method	11,045	471,083	0.33	434,621	43,145 thousand shares pledged or mortgaged as collaterals for loans
	Oriental Union Chemical Corp.	(Note A)	Investments accounted for using the equity method	82,169	1,719,706	9.28	2,267,864	
	Far Eastern Department Stores Co., Ltd.	(Note A)	Investments accounted for using the equity method	7,732	222,497	0.54	204,511	
	Everest Textile Co., Ltd.	(Note A)	Investments accounted for using the equity method	118,869	1,151,960	25.23	2,014,830	
	Far EasTone Telecommunications Co., Ltd.	(Note A)	Investments accounted for using the equity method	1,066,658	24,735,388	32.73	80,532,679	
	Far Eastern Polychem Industries Ltd.	(Note A)	Investments accounted for using the equity method	306,644	3,000,320	26.96	-	
	Far Eastern Apparel (Holding) Ltd.	(Note A)	Investments accounted for using the equity method	111	2,563,808	100.00	-	
	Da Ju Fiber Co., Ltd.	(Note A)	Investments accounted for using the equity method	23,081	1,287,277	41.86	-	
	Far Eastern Apparel Co., Ltd.	(Note A)	Investments accounted for using the equity method	24,736	370,066	100.00	-	
	Yuan Faun Ltd.	(Note A)	Investments accounted for using the equity method	5,000	121,474	100.00	-	
	Yue Ming Corp.	(Note A)	Investments accounted for using the equity method	3,671	70,963	45.50	-	
	Yuan Ding Leasing Corp.	(Note A)	Investments accounted for using the equity method	36,706	429,265	46.20	-	
	Far Eastern Fibertech Co., Ltd.	(Note A)	Investments accounted for using the equity method	88,317	1,049,183	100.00	-	
	Oriental Resources Development Ltd.	(Note A)	Investments accounted for using the equity method	34,242	330,775	70.00	-	
	Liquid Air Far East Co., Ltd.	(Note A)	Investments accounted for using the equity method	86,615	1,701,850	35.00	-	
	Freudenberg Far Eastern Spunweb Co., Ltd.	(Note A)	Investments accounted for using the equity method	13,052	324,223	29.80	-	
	Everest Textile Co., Ltd.	(Note A)	Investments accounted for using the equity method	185,247	2,815,121	25.96	-	
	Yuan Ding Company Ltd.	(Note A)	Investments accounted for using the equity method	64,759	1,202,358	12.86	-	
Far Eastern International Leasing Corp.	(Note A)	Investments accounted for using the equity method	75,268	1,183,628	16.87	-	16,500 thousand shares pledged or mortgaged as collaterals for loans	

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Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	March 31, 2015				Note	
				Shares or Units (All Common Shares Unless Stated Otherwise) (Thousands)	Carrying Amount	Percentage of Ownership (%)	Market Value or Net Asset Value		
Far Eastern Investment (Holding) Ltd.	Oriental Textile (Holding) Ltd.	(Note A)	Investments accounted for using the equity method	99	\$ 7,604,004	100.00	\$ -		
	Pacific Liu Tong Investment Co., Ltd. (Note G)	(Note A)	Investments accounted for using the equity method	119,653	1,556,680	14.92	-		
	Yu Yuan Investment Co.	(Note A)	Investments accounted for using the equity method	98,198	968,862	18.96	-		
	Far Eastern General Contractor Co., Ltd.	(Note A)	Investments accounted for using the equity method	1,490	23,178	1.00	-		
	Oriental Petrochemical (Taiwan) Co., Chung Nan Textile Co., Ltd.	(Note A)	Investments accounted for using the equity method	70,982	450,832	5.20	-		
	Taiwan Stock Exchange Corp.	-	Financial assets carried at cost - non-current	2,985	81,405	5.27	-		
	Universal Venture Capital Investment Corp.	-	Financial assets carried at cost - non-current	1,004	22,493	0.16	-		
	Overseas Investment and Development Co., Ltd.	-	Financial assets carried at cost - non-current	1,400	14,000	1.16	-		
	China Investment and Development Co., Ltd.	-	Financial assets carried at cost - non-current	1,000	10,000	1.11	-		
	Oriental Securities Investment Consultant Co., Ltd.	-	Financial assets carried at cost - non-current	1,287	8,250	0.80	-		
	Dah Chung Bills Finance Corp.	-	Financial assets carried at cost - non-current	1	10	-	-		
	U-Ming Marine Transport Corporation	-	Financial assets carried at cost - non-current	2,165	30,669	0.50	-		
	Far Eastern International Bank	(Note B)	Available-for-sale financial assets - non-current	5,477	254,133	0.64	254,133		
	Financial assets under asset management contracts (Note F)	(Note C)	Available-for-sale financial assets - non-current	103,003	1,122,735	3.60	1,122,735		
	Grand Pacific Petrochemical Corporation	-	Financial assets at fair value through profit or loss - current	600	10,620	-	-		
	TSRC Corporation	-	Financial assets at fair value through profit or loss - current	200	6,690	-	-		
	Sino-American Silicon Products Inc.	-	Financial assets at fair value through profit or loss - current	300	14,190	-	-		
	Pou Chen Corporation	-	Financial assets at fair value through profit or loss - current	800	35,040	-	-		
	Far Eastern Investment (Holding) Ltd.	FETG Investment Antilles N.V.	(Note A)	Investments accounted for using the equity method	6	1,191,429	100.00	-	
		Filsyn Corporation	(Note A)	Investments accounted for using the equity method	45,066	-	21.85	-	
PET Far Eastern (M) Sdn. Bhd.		(Note A)	Investments accounted for using the equity method	Common stock 5,000	191,088	50.00	-		
				Preferred stock 3,000					
Com2B		(Note A)	Investments accounted for using the equity method	9,000	14,254	20.00	-		
Far Eastern Apparel (Vietnam) Ltd.		(Note A)	Investments accounted for using the equity method	(Note H)	266,810	100.00	-		
Worldwide Polychem (HK) Ltd.		(Note A)	Investments accounted for using the equity method	2,700	94,746	100.00	-		
Opas Fund Segregated Portfolio Company	(Note A)	Investments accounted for using the equity method	-	1,627	34.00	-			
Ding Yuan International Investment Co., Ltd.	Asia Cement Corporation	(Note A)	Investments accounted for using the equity method	13,222	531,801	0.39	520,286		
	Far Eastern Department Stores Co., Ltd.	(Note A)	Investments accounted for using the equity method	2,663	73,484	0.19	70,436		
	Everest Textile Co., Ltd.	(Note A)	Investments accounted for using the equity method	4,226	37,873	0.90	71,631		
	Oriental Union Chemical Corp.	(Note A)	Investments accounted for using the equity method	27,710	749,918	3.13	764,796		
	Far EasTone Telecommunications Co., Ltd.	(Note A)	Investments accounted for using the equity method	920	42,524	0.03	69,460		
	Pacific Liu Tong Investment Co., Ltd. (Note G)	(Note A)	Investments accounted for using the equity method	18,000	228,857	2.24	-		
	Yue Ding Industry Co., Ltd.	(Note A)	Investments accounted for using the equity method	10,180	308,590	13.20	-		
	Fu Kwok Garment Manufacturing Co., Ltd.	(Note A)	Investments accounted for using the equity method	1	50	0.03	-		
Far Eastern International Bank	(Note D)	Available-for-sale financial assets - non-current	76,539	834,279	2.67	834,279	15,000 thousand shares pledged or mortgaged as collaterals for loans		
Kai Yuan International Investment Co., Ltd.	Asia Cement Corporation	(Note A)	Investments accounted for using the equity method	20,207	802,590	0.60	795,145		
	Far EasTone Telecommunications Co., Ltd.	(Note A)	Investments accounted for using the equity method	34,149	1,185,785	1.05	2,578,250	23,800 thousand shares pledged or mortgaged as collaterals for loans	
	Oriental Union Chemical Corp.	(Note A)	Investments accounted for using the equity method	35,524	829,244	4.01	980,462		
	Far Eastern Department Stores Co., Ltd.	(Note A)	Investments accounted for using the equity method	20,672	602,316	1.44	546,774		
	Kowloon Cement Corp.	(Note A)	Investments accounted for using the equity method	1,127	455,508	49.00	-		
	Far Eastern International Leasing Corp.	(Note A)	Investments accounted for using the equity method	74,970	1,183,657	16.80	-		
	Pacific Liu Tong Investment Co., Ltd. (Note G)	(Note A)	Investments accounted for using the equity method	18,000	229,058	2.24	-		
	Far Eastern International Bank	(Note D)	Available-for-sale financial assets - non-current	92,922	1,012,850	3.25	1,012,850		
	U-Ming Marine Transport Corporation	(Note E)	Available-for-sale financial assets - non-current	819	37,920	0.10	37,920		

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Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	March 31, 2015				Note
				Shares or Units (All Common Shares Unless Stated Otherwise) (Thousands)	Carrying Amount	Percentage of Ownership (%)	Market Value or Net Asset Value	
Far Eastern Polychem Industries Ltd.	Far Eastern Industries (Shanghai) Ltd.	(Note A)	Investments accounted for using the equity method	(Note H)	\$ 8,138,204	87.64	\$ -	
	PET Far Eastern (Holding) Ltd.	(Note A)	Investments accounted for using the equity method	35	680,184	9.46	-	
	FEDP (Holding) Ltd.	(Note A)	Investments accounted for using the equity method	240	305,530	49.57	-	
	Far Eastern Industries (Yangzhou) Ltd.	(Note A)	Investments accounted for using the equity method	(Note H)	1,558,858	100.00	-	
	Far Eastern Ishizuka Green Pet Corporation	(Note A)	Investments accounted for using the equity method	172	152,249	85.15	-	
	Bank of Chungqing	-	Available-for-sale financial assets - non-current	8,787	226,916	0.32	226,916	
	Nippon Parison Co., Ltd	-	Financial assets carried at cost - non-current	4	68,357	10.00	-	
Far Eastern Construction Co., Ltd.	Far Eastern General Contractor Co., Ltd.	(Note A)	Investments accounted for using the equity method	147,413	2,111,397	98.95	-	
	Asia Cement Corporation	(Note A)	Investments accounted for using the equity method	17,727	632,118	0.53	697,557	
	U-Ming Marine Transport Corporation	(Note E)	Available-for-sale financial assets - current	1,590	73,607	0.19	73,607	
Far Eastern Apparel (Holding) Ltd.	Far Eastern Apparel (Suzhou) Ltd.	(Note A)	Investments accounted for using the equity method	(Note H)	512,687	38.46	-	
	Far Eastern Dyeing & Finishing (Suzhou) Ltd.	(Note A)	Investments accounted for using the equity method	(Note H)	2,276,504	100.00	-	
Far Eastern Apparel Co., Ltd.	Yue Ding Industry Co., Ltd.	(Note A)	Investments accounted for using the equity method	5	96	0.01	-	
Far Eastern General Contractor Co., Ltd.	U-Ming Marine Transport Corporation	(Note E)	Available-for-sale financial assets - current	746	34,563	0.09	34,563	
	Kaohsiung Rapid Transit Co., Ltd.	-	Financial assets carried at cost - non-current	7,572	46,404	2.72	-	
	Ya-Li Precast Prestressed Concrete Industries Corp.	-	Financial assets carried at cost - non-current	3,106	25,142	16.03	-	
	Far Eastern Technical Consultants Co, Ltd.	(Note A)	Investments accounted for using the equity method	450	5,098	9.00	-	
	Deutsche Far Eastern DWS Taiwan Money Market Fund	-	Financial assets at fair value through profit or loss - current	871	10,019	-	10,019	
	Hua Nan Kirin Money Market Fund	-	Financial assets at fair value through profit or loss - current	1,707	20,132	-	20,132	
FETG Investment Antilles N.V.	Waldorf Services B.V.	(Note A)	Investments accounted for using the equity method	2	1,189,331	100.00	-	
Waldorf Services B.V.	Cemtex Apparel Inc.	(Note A)	Other liabilities - other	90	(11,145)	50.00	-	
	Malaysia Garment Manufactures Pte. Ltd.	(Note A)	Investments accounted for using the equity method	30	74,373	38.00	-	
	Far Eastern International Garments	(Note A)	Other liabilities - other	59	(11,807)	41.00	-	
	Albert & Orient Glycol Ltd.	-	Financial assets carried at cost - current	-	-	25.00	-	
	Filsyn Corporation	-	Financial assets carried at cost - non-current	20,513	-	9.95	-	
An Ho Garment Co., Ltd.	Far EasTone Telecommunications Co., Ltd.	(Note A)	Investments accounted for using the equity method	40,818	1,125,760	1.25	3,081,759	22,750 thousand shares pledged or mortgaged as collaterals for loans
	Asia Cement Corporation	(Note A)	Investments accounted for using the equity method	6,094	271,651	0.18	239,799	
	Oriental Union Chemical Corp.	(Note A)	Investments accounted for using the equity method	11,160	290,131	1.26	308,016	
	Far Eastern Department Stores Co., Ltd.	(Note A)	Investments accounted for using the equity method	370	11,808	0.03	9,787	
	Everest Textile Co., Ltd.	(Note A)	Investments accounted for using the equity method	5,890	90,676	0.83	-	
	Yue Ding Industry Co., Ltd.	(Note A)	Investments accounted for using the equity method	12,084	267,990	15.66	-	
	Pacific Liu Tong Investment Co., Ltd. (Note G)	(Note A)	Investments accounted for using the equity method	9,681	128,315	1.21	-	
	Yuan Ding Investment Co., Ltd.	(Note A)	Investments accounted for using the equity method	5,502	171,004	0.30	-	
	Far Eastern International Bank	(Note D)	Available-for-sale financial assets - non-current	19,060	207,749	0.67	207,749	
	Yuan Faun Ltd.	Yuan Cheng Human Resources Consultant Corp.	(Note A)	Investments accounted for using the equity method	745	13,360	55.19	
Far Eastern International Bank		(Note D)	Available-for-sale financial assets - non-current	3,865	44,022	0.14	44,022	
Yi Tong Fiber Co., Ltd.		-	Financial assets carried at cost - non-current	3,504	28,519	3.56	-	
Fu Kwok Garment Manufacturing Co., Ltd.	Far EasTone Telecommunications Co., Ltd.	(Note A)	Investments accounted for using the equity method	520	19,853	0.02	39,260	
Yuan Tong Investment Co., Ltd.	Far EasTone Telecommunications Co., Ltd.	(Note A)	Investments accounted for using the equity method	100,237	2,931,150	3.08	7,567,894	34,100 thousand shares pledged or mortgaged as collaterals for loans
	Far Eastern Department Stores Co., Ltd.	(Note A)	Investments accounted for using the equity method	39,619	1,295,589	2.75	1,047,923	
	Oriental Union Chemical Corp.	(Note A)	Investments accounted for using the equity method	49,705	1,816,249	5.61	1,371,858	
	Asia Cement Corporation	(Note A)	Investments accounted for using the equity method	28,579	1,237,238	0.85	1,124,584	
	Pacific Liu Tong Investment Co., Ltd. (Note G)	(Note A)	Investments accounted for using the equity method	18,000	227,860	2.24	-	

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Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	March 31, 2015				Note
				Shares or Units (All Common Shares Unless Stated Otherwise) (Thousands)	Carrying Amount	Percentage of Ownership (%)	Market Value or Net Asset Value	
	Far Eastern Electronic Toll Collection Co., Ltd.	(Note A)	Investments accounted for using the equity method	77,257	\$ 324,183	11.98	\$ -	
	Liquid Air Far East Co., Ltd.	(Note A)	Investments accounted for using the equity method	1	24	-	-	
	Sino Belgium (Holding) Ltd.	(Note A)	Investments accounted for using the equity method	36	49,745	93.72	-	
	Freudenberg Far Eastern Spunweb Co., Ltd.	(Note A)	Investments accounted for using the equity method	1	34	-	-	
	Deutsche Far Eastern Global Bio Innovation Fund	-	Available-for-sale financial assets - current	5,000	59,750	-	59,750	
	Far Eastern International Bank	(Note D)	Available-for-sale financial assets - non-current	18,418	200,760	0.64	200,760	
	Ding Shen Investment Co., Ltd.	-	Financial assets carried at cost - non-current	39,600	396,000	18.00	-	
	Bockhold N.V - stock	-	Financial assets carried at cost - non-current	1	108,533	12.51	-	
	Bockhold N.V - conversion option embedded into convertible bonds	-	Financial assets carried at cost - non-current	-	5,772	-	-	
	Bockhold N.V - convertible bonds	-	Bond investments with no active market - non-current	-	160,668	-	-	
	Financial assets under asset management contracts (Note F)	-			-		-	
	Grand Pacific Petrochemical Corporation	-	Financial assets at fair value through profit or loss - current	576	10,195	-	10,195	
	Tsrc Corporation	-	Financial assets at fair value through profit or loss - current	256	8,563	-	8,563	
	Pou Chen Corporation	-	Financial assets at fair value through profit or loss - current	803	35,171	-	35,171	
	Sino-American Silicon Products Inc.	-	Financial assets at fair value through profit or loss - current	302	14,285	-	14,285	
Far Eastern Apparel (Suzhou) Ltd.	An Ho Garment (Suzhou) Ltd.	(Note A)	Investments accounted for using the equity method	(Note H)	34,779	100.00	-	
PET Far Eastern (Holding) Ltd.	Far Eastern Industries (Shanghai) Ltd.	(Note A)	Investments accounted for using the equity method	(Note H)	4,128,835	53.24	-	
	Far Eastern Union Petrochemical (Yangzhou) Corporation	(Note A)	Investments accounted for using the equity method	(Note H)	1,947,034	50.00	-	
	Tong Da Air Industry (Yangzhou) Co., Ltd.	(Note A)	Investments accounted for using the equity method	(Note H)	1,036,811	50.00	-	
	Far Eastern Industries (WuXi) Ltd.	(Note A)	Investments accounted for using the equity method	(Note H)	3,302,002	100.00	-	
	Far Eastern Industries (Suzhou) Ltd.	(Note A)	Investments accounted for using the equity method	(Note H)	4,852,641	100.00	-	
FEDP (Holding) Ltd.	Far Eastern Industries (Shanghai) Ltd.	(Note A)	Investments accounted for using the equity method	(Note H)	380,646	100.00	-	
Far Eastern Polytex (Holding) Ltd.	Wuhan Far Eastern New Material Ltd.	(Note A)	Investments accounted for using the equity method	(Note H)	1,028,201	100.00	-	
	Far Eastern Apparel (Suzhou) Ltd.	(Note A)	Investments accounted for using the equity method	(Note H)	820,359	61.54	-	
	Far Eastern New Century (China) Investment Ltd.	(Note A)	Investments accounted for using the equity method	(Note H)	2,264,605	100.00	-	
	Far Eastern Yihua Petrochemical (Yangzhou) Corporation	(Note A)	Investments accounted for using the equity method	(Note H)	4,427,377	60.00	-	
Far Eastern New Century (China) Investment Ltd.	Far Eastern Industries (Shanghai) Ltd.	(Note A)	Investments accounted for using the equity method	(Note H)	1,104,565	12.36	-	
	Shanghai Yuan Zi Information Co., Ltd.	(Note A)	Investments accounted for using the equity method	(Note H)	67,084	100.00	-	
	Far Eastern Industries (Shanghai) Ltd.	(Note A)	Investments accounted for using the equity method	(Note H)	580,827	8.11	-	
	Yuan Ding Enterprise (Shanghai) Ltd.	(Note A)	Investments accounted for using the equity method	(Note H)	534,293	100.00	-	
Sino Belgium (Holding) Ltd.	Sino Belgium Beer (Suzhou) Ltd.	(Note A)	Investments accounted for using the equity method	(Note H)	107,107	100.00	-	
	Martens Beers Trading (Shanghai) Ltd.	(Note A)	Investments accounted for using the equity method	(Note H)	5,148	100.00	-	
Far Eastern Industries (Shanghai) Ltd.	Shanghai Far Eastern Petrochemical Logistic Ltd.	(Note A)	Investments accounted for using the equity method	(Note H)	110,458	100.00	-	
Yuan Ding Company Ltd.	YDT Technology International Co., Ltd.	(Note A)	Investments accounted for using the equity method	13,992	490,966	100.00	-	
	Ding Ding Integrated Marketing Services Co., Ltd.	(Note A)	Investments accounted for using the equity method	9,833	123,796	60.00	-	
	Far Eastern Technical Consultants Co, Ltd.	(Note A)	Investments accounted for using the equity method	4,550	53,562	91.00	-	
	YDC (Virgin Islands) Ltd.	(Note A)	Investments accounted for using the equity method	-	8,290	17.70	-	
	Ding Ding Hotel Co., Ltd.	(Note A)	Investments accounted for using the equity method	64,502	299,508	61.99	-	
	FET Consulting Engineers Co., Ltd.	(Note A)	Investments accounted for using the equity method	85,000	340,124	100.00	-	
	Asia Cement Corporation	(Note A)	Investments accounted for using the equity method	5,329	226,495	0.16	209,696	
	Far EasTone Telecommunications Co., Ltd.	(Note A)	Investments accounted for using the equity method	4,164	117,056	0.13	314,382	
	Yu Yuan Investment Co.	(Note A)	Investments accounted for using the equity method	129,637	2,066,353	25.02	-	104,000 thousand shares pledged or mortgaged as collaterals for loans
	Yue Ming Corp.	(Note A)	Investments accounted for using the equity method	81	754	1.00	-	

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Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	March 31, 2015				Note
				Shares or Units (All Common Shares Unless Stated Otherwise) (Thousands)	Carrying Amount	Percentage of Ownership (%)	Market Value or Net Asset Value	
	Yue Ding Industry Co., Ltd.	(Note A)	Investments accounted for using the equity method	2,000	\$ 44,078	2.59	\$ -	10,236 thousand shares pledged or mortgaged as collaterals for loans
	FEDS Asia Pacific Development Co., Ltd.	(Note A)	Investments accounted for using the equity method	10,500	129,790	5.00	-	
	Far Eastern Electronic Toll Collection Co., Ltd.	(Note A)	Investments accounted for using the equity method	96,312	398,716	14.93	-	
	Yuan Hsin Digital Payment Co., Ltd.	(Note A)	Investments accounted for using the equity method	30,000	260,689	20.00	-	
	Far Eastern New Century Corporation	-	Financial assets at fair value through profit or loss - current	764	24,680	0.01	-	
	Far Eastern International Bank	(Note D)	Available-for-sale financial assets - non-current	7,205	78,536	0.25	78,536	
Ding Ding Integrated Marketing Services Co., Ltd.	Far Eastern Electronic Commerce Co., Ltd.	(Note A)	Other liabilities - other	79	(50)	0.18	-	
	Yuan Hsin Digital Payment Co., Ltd.	(Note A)	Investments accounted for using the equity method	22,515	193,619	15.01	-	
	Pacific SOGO Department Stores	-	Financial assets carried at cost - non-current	1	10	-	-	
Far Eastern Electronic Commerce Co., Ltd.	Deutsche Far Eastern DWS Security Fund	-	Financial assets at fair value through profit or loss - current	3,537	40,689	-	-	
	Yuantai Foreign Trade	-	Financial assets carried at cost - non-current	480	4,800	4.00	-	
FET Consulting Engineers Co., Ltd.	DDIM (Virgin Islands) Ltd.	(Note A)	Other liabilities - other	(Note H)	(153,792)	100.00	-	
YDC (Virgin Islands) Ltd.	Yuan Ding Integrated Information Service (Shanghai) Inc.	(Note A)	Other liabilities - other	(Note H)	(1,314)	0.85	-	
	Speedy (Shanghai) Digital Tech. Co., Ltd.	(Note A)	Investments accounted for using the equity method	(Note H)	46,497	100.00	-	
	Yuan Ding Integrated Information Service (Shanghai) Inc.	(Note A)	Other liabilities - other	(Note H)	(152,977)	99.15	-	
YDT Technology International Co., Ltd.	Everest Textile Co., Ltd.	(Note A)	Investments accounted for using the equity method	793	7,127	0.17	13,441	
	Far Eastern Department Stores Co., Ltd.	(Note A)	Investments accounted for using the equity method	2,764	99,277	0.19	73,108	
	Asia Cement Corporation	(Note A)	Investments accounted for using the equity method	61	2,564	0.00	2,400	
	YDC (Virgin Islands) Ltd.	(Note A)	Investments accounted for using the equity method	1	38,546	82.30	-	
	Far Eastern International Bank	(Note D)	Available-for-sale financial assets - non-current	2,534	27,618	0.09	27,618	
	Oriental Securities Investment Consultant Co., Ltd.	-	Financial assets carried at cost - non-current	1	10	0.00	-	
Far EasTone Telecommunications Co., Ltd.	New Century InfoComm Tech Co., Ltd.	(Note A)	Investments accounted for using the equity method	2,100,000	27,052,625	100.00	-	
	Arcoa Communication Co., Ltd.	(Note A)	Investments accounted for using the equity method	82,762	1,352,873	61.63	-	
	KGEx.com Co., Ltd.	(Note A)	Investments accounted for using the equity method	112,391	909,189	99.99	-	
	Hiiir Digital Marketing Co., Ltd.	(Note A)	Investments accounted for using the equity method	53,726	351,798	89.54	-	
	Yuan Cing Co., Ltd.	(Note A)	Investments accounted for using the equity method	19,350	129,680	99.99	-	
	E. World (Holdings) Ltd.	(Note A)	Investments accounted for using the equity method	6,015	98,398	85.92	-	
	Far EasTron Holding Ltd.	(Note A)	Investments accounted for using the equity method	4,487	26,604	100.00	-	
	Far Eastern Info Service (Holding) Ltd.	(Note A)	Investments accounted for using the equity method	1	752	100.00	-	
	O-music Co., Ltd.	(Note A)	Investments accounted for using the equity method	2,500	201	50.00	-	
	Q-Ware Communication Co., Ltd.	(Note A)	Other liabilities - other	33,983	(70,612)	81.46	-	
	Far Eastern Electronic Toll Collection Co., Ltd.	(Note A)	Investments accounted for using the equity method	254,240	644,702	39.42	-	
	Far Eastern Electronic Commerce Co., Ltd.	(Note A)	Other liabilities - other	6,691	(3,535)	14.85	-	
	Ding Ding Integrated Marketing Services Co., Ltd.	(Note A)	Investments accounted for using the equity method	2,458	30,123	15.00	-	
	iScreen Corporation	(Note A)	Investments accounted for using the equity method	4,000	16,767	40.00	-	
	Yuan Hsin Digital Payment Co., Ltd.	(Note A)	Investments accounted for using the equity method	45,000	391,026	30.00	-	
	Alliance Digital Technology Co., Ltd.	(Note A)	Investments accounted for using the equity method	3,000	20,755	13.33	-	
	AppWorks Venture Co., Ltd.	-	Financial assets carried at cost - non-current	15,000	150,000	19.43	-	
	Opas Fund Segregated Portfolio Tranche D	-	Available-for-sale financial assets - current	5	183,339	-	183,339	
New Century InfoComm Tech Co., Ltd.	New Diligent Co., Ltd.	(Note A)	Investments accounted for using the equity method	80,000	623,007	100.00	-	
	Information Security Service Digital United Co., Ltd.	(Note A)	Investments accounted for using the equity method	14,878	97,734	100.00	-	
	Digital United (Cayman) Ltd.	(Note A)	Investments accounted for using the equity method	4,320	36,318	100.00	-	
	Simple InfoComm Co., Ltd.	(Note A)	Investments accounted for using the equity method	3,400	20,951	100.00	-	
	Ding Ding Integrated Marketing Services Co., Ltd.	(Note A)	Investments accounted for using the equity method	819	10,041	5.00	-	

(Continued)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	March 31, 2015				Note
				Shares or Units (All Common Shares Unless Stated Otherwise) (Thousands)	Carrying Amount	Percentage of Ownership (%)	Market Value or Net Asset Value	
	Far Eastern Electronic Commerce Co., Ltd.	(Note A)	Other liabilities - other	2,392	\$ (1,263)	5.31	\$ -	
	Opas Fund Segregated Portfolio Tranche B	-	Available-for-sale financial assets - current	11,499	524,841	-	524,841	
	Kaohsiung Rapid Transit Co., Ltd.	-	Financial assets carried at cost - non-current	8,858	50,000	3.18	-	
	BankPro E-service Technology Co., Ltd.	-	Financial assets carried at cost - non-current	450	4,500	3.33	-	
Arcoa Communication Co., Ltd.	Data Express Infotech Co., Ltd.	(Note A)	Investments accounted for using the equity method	12,866	215,498	70.00	-	
	THI Consultants, Inc.	-	Financial assets carried at cost - non-current	1,214	12,190	18.32	-	
	Web Point Co., Ltd.	-	Financial assets carried at cost - non-current	161	1,618	0.63	-	
New Diligent Co., Ltd.	Sino Lead Enterprise Limited	(Note A)	Investments accounted for using the equity method	-	189	100.00	-	
	Far Eastern New Diligent Co., Ltd.	(Note A)	Investments accounted for using the equity method	-	114,301	100.00	-	
	New Diligent (HK) Ltd.	(Note A)	Investments accounted for using the equity method	-	-	-	-	
Data Express Infotech Co., Ltd.	Linkwell Tech. Ltd.	(Note A)	Investments accounted for using the equity method	-	56,151	100.00	-	
	Home Master Technology Ltd.	(Note A)	Other liabilities - other	-	(3,276)	100.00	-	
Digital United (Cayman) Ltd.	Digital United Information Technologies (Shanghai) Co., Ltd.	(Note A)	Investments accounted for using the equity method	-	14,670	100.00	-	
Far Eastern Tech-Info Ltd. (Shanghai)	Far Eastern New Century Information Technology (Beijing) Limited	(Note A)	Investments accounted for using the equity method	-	133,038	2.12	-	
Far Eastern New Diligent Co., Ltd.	Far Eastern New Century Information Technology (Beijing) Limited	(Note A)	Investments accounted for using the equity method	-	16,847	76.92	-	
	Far Eastern Tech-Info Ltd. (Shanghai)	(Note A)	Investments accounted for using the equity method	-	82,041	58.33	-	
Far Eastern Info Service (Holding) Ltd.	Far Eastern Tech-Info Ltd. (Shanghai)	(Note A)	Investments accounted for using the equity method	-	58,601	41.67	-	

Notes: A. Equity-method investee.

B. Investor company and investee have the same chairman.

C. The vice chairman of investee is the chairman of FENC.

D. The chairman of FENC is the vice chairman of the investee company.

E. The chairman of the investee is FENC's chairman.

F. Financial assets under asset management contracts and the financial assets can be sold in the open market by the investee, Oriental Securities Corp.

G. The investor opened a trust account in Shanghai Bank in Taipei on September 26, 2002 to acquire the ownership of Pacific Liu Tung Investment Co., Ltd.

H. A private company.

I. The Fair value of financial assets measured at cost and unlisted equity investments held by the Group was not disclosed due to it can't be reliably measured.

J. Parent company.

K. Relevant information about investment of subsidiaries, affiliates and joint venture. Please refer Schedule L and M.

(Concluded)

FAR EASTERN NEW CENTURY CORPORATION AND SUBSIDIARIES

**SECURITIES ACQUIRED AND DISPOSED OF AT COSTS OR PRICES OF AT LEAST NT\$100 MILLION OR 20% OF THE CAPITAL STOCK
FOR THE THREE MONTHS ENDED MARCH 31, 2015
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)**

Company Name	Type and Name of Marketable Securities	Financial Statement Account	Counterparty	Relationship	Beginning Balance		Acquisition		Disposal			Investment Income under the Equity Method Shares (Thousands)/ Thousand Units	Ending Balance		
					Shares (Thousands)/ Thousand Units	Amount	Shares (Thousands)/ Thousand Units	Amount	Shares (Thousands)/ Thousand Units	Price	Book Value		Disposal Gain	Shares (Thousands)/ Thousand Units	Amount
Yuan Ding Investment Co., Ltd.	Oriental Textile (Holding) Ltd.	Equity-method investments	Cash capital increase	(Note A)	89	\$ 7,009,140	10	\$ 627,725	-	\$ -	\$ -	\$ -	\$ (32,861)	99	\$ 7,604,004
Oriental Textile (Holding) Ltd.	Far Eastern Industries (Suzhou) Ltd.	Equity-method investments	Cash capital increase	(Note A)	(Note B)	US\$ 132,802	-	US\$ 19,930	-	-	-	-	US\$ 2,354	(Note B)	US\$ 155,086
Far Eastern General Contractor Co., Ltd.	CTBC Hwa-win Money Market Fund	Financial assets at fair value through profit or loss - current	-	-	30,488	330,021	-	-	30,488	330,322	330,021	301	-	-	-

Notes: A. Subsidiary.

B. A private company.

FAR EASTERN NEW CENTURY CORPORATION AND SUBSIDIARIES

ACQUISITION OF INDIVIDUAL REAL ESTATE AT COSTS OF AT LEAST \$300 MILLION OR 20% OF THE PAID-IN CAPITAL
 FOR THE THREE MONTHS ENDED MARCH 31, 2015
 (In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Buyer	Property	Event Date	Transaction Amount	Payment Status	Counterparty	Relationship	Information on Previous Title Transfer if Counterparty Is a Related Party				Pricing Reference	Purpose of Acquisition	Other Terms	
							Property Owner	Relationship	Transaction Date	Amount				
Far Eastern Resources Development Co.	Lands located in Bangiao Xin-Ya and Bangiao Ya-Tong section, New Taipei City	February 2, 2015	\$ 1,892,370	(Note A)	Oriental Institute of Technology (OIT)	The buyer and the counterparty have the same chairman	Far Eastern New Century Corporation	Parent company	From 1973 to 1978	\$ 2,244	Elite Appraisers Firm Debenham Tie Leung Real Estate Appraiser Office Sinyi Real Estate Appraisers Firm CCIS Real Estate Joint Appraisers Firm	Future operation planning	Referencing Institute of Technology - Taiwan Ministry of Education (2) letter No. 103016686, the land increment tax and other taxes amounting to NT\$158,255 thousand incurred from the seller were paid by Far Eastern Resources Development Co.	
							National Property Administration	-	September 16, 1989	4,124				REPro Real Estate Joint Appraisers Firm
							Taoyuan Irrigation Association	-	June 29, 1979	235				

Note: A. Far Eastern Resources Development Co. (FERD) exchanged its investment properties-land amounting to NT\$1,115,520 thousand and paid an extra NT\$776,580 thousand to Oriental Institute of Technology (OIT) for this exchange.

FAR EASTERN NEW CENTURY CORPORATION AND SUBSIDIARIES

**DISPOSAL OF INDIVIDUAL REAL ESTATE AT PRICES OF AT LEAST \$300 MILLION OR 20% OF THE PAID-IN CAPITAL
FOR THE THREE MONTHS ENDED MARCH 31, 2015**

(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Seller	Property	Event Date	Original Acquisition Date	Carrying Amount	Transaction Amount	Collection	Gain (Loss) on Disposal	Counterparty	Relationship	Purpose of Disposal	Price Reference	Other Terms
Far Eastern Resources Development Co.	Land No. 1006 Located in Bangiao Ya-Tong section, New Taipei City	March 3, 2015	June 10, 2004	\$ 1,048,780	\$ 1,878,322	(Note B)	\$ 815,643	Far Eastern Medical Foundation	(Note A)	Operation planning	Elite Appraisers Firm REPro Real Estate Joint Appraisers Firm Debenham Tie Leung Real Estate Appraiser Office Sinyi Real Estate Appraisers Firm	-
Far Eastern Resources Development Co.	Lands located in Bangiao Ya-Tong section, New Taipei City	February 2, 2015	June 10, 2004	949,458	1,115,520	(Note C)	167,986	Oriental Institute of Technology (OIT)	(Note A)	Operation planning	Elite Appraisers Firm REPro Real Estate Joint Appraisers Firm Debenham Tie Leung Real Estate Appraiser Office Sinyi Real Estate Appraisers Firm CCIS Real Estate Joint Appraisers Firm	-

Note: A. The chairman of the company is the chairman of FENC.

B. The payment was made by NT\$78,322 thousand cash and the rest NT\$1,800,000 thousand will be paid by installment annually.

C. Far Eastern Resources Development Co. (FERD) exchanged its land with fair value NT\$1,892,370 thousand and paid an extra NT\$776,580 thousand to Oriental Institute of Technology (OIT) for this exchange.

FAR EASTERN NEW CENTURY CORPORATION AND SUBSIDIARIES

**TOTAL PURCHASES FROM OR SALES TO RELATED PARTIES AMOUNTING TO AT LEAST NT\$100 MILLION OR 20% OF THE CAPITAL STOCK
FOR THE THREE MONTHS ENDED MARCH 31, 2015
(In Thousands of New Taiwan Dollars)**

Company Name	Related Party	Nature of Relationship	Transaction Details				Abnormal Transaction		Notes Payable or Receivable		Accounts Payable or Receivable		Note % to Total
			Purchase/Sale	Amount	% to Total	Payment Terms	Unit Price	Payment Terms	Ending Balance	% to Total	Ending Balance	% to Total	
Far Eastern New Century Corporation	Far Eastern Industries (Shanghai) Ltd.	(Note D)	Sales	\$ (154,762)	(1)	Based on contract	-	-	\$ -	-	\$ 104,079	1	
	Oriental Petrochemical (Taiwan) Co.,	(Note D)	Purchase	1,349,292	13	Based on contract	-	-	-	-	(427,135)	(12)	
	Worldwide Polychem (HK) Ltd.	(Note D)	Sales	(243,808)	(2)	Based on contract	-	-	-	-	292,440	4	
	Oriental Union Chemical Corp.	(Note A)	Purchase	281,759	3	Based on contract	-	-	-	-	(151,467)	(4)	
Far Eastern Apparel (Holding) Ltd.	Far Eastern Dyeing & Finishing (Suzhou) Ltd.	(Note D)	Purchase	534,472	71	Based on contract	-	-	-	-	(307,569)	(62)	
	Far Eastern Apparel (Vietnam) Ltd.	(Note E)	Purchase	135,343	18	Based on contract	-	-	-	-	(134,304)	(27)	
Far Eastern Dyeing & Finishing (Suzhou) Ltd.	Far Eastern Apparel (Holding) Ltd.	(Note C)	Sales	(534,472)	(68)	Based on contract	-	-	-	-	307,569	62	
Far Eastern Industries (Shanghai) Ltd.	Far Eastern New Century Corporation	(Note C)	Purchase	154,762	3	Based on contract	-	-	-	-	(104,079)	(4)	
	Far Eastern Polychem Industries Ltd.	(Note C)	Sales	(1,519,627)	(30)	Based on contract	-	-	-	-	106,420	5	
	Far Eastern Industries (Shanghai) Ltd.	(Note E)	Purchase	1,079,712	23	Based on contract	-	-	(693,419)	(100)	(567,716)	(20)	
	Wuhan Far Eastern New Material Ltd.	(Note E)	Sales	(212,752)	(4)	Based on contract	-	-	-	-	248,501	13	
	Worldwide Polychem (HK) Ltd.	(Note E)	Sales	(182,624)	(4)	Based on contract	-	-	-	-	200,191	10	
Far Eastern Industries (Shanghai) Ltd.	Far Eastern Industries (Shanghai) Ltd.	(Note E)	Purchase	407,942	54	Based on contract	-	-	(311,042)	(100)	(165,446)	(62)	
	Far Eastern Industries (Suzhou) Ltd.	(Note E)	Sales	(677,041)	(92)	Based on contract	-	-	450,159	98	340,645	90	
Far Eastern Polychem Industries Ltd.	Far Eastern Industries (Shanghai) Ltd.	(Note D)	Purchase	1,519,627	92	Based on contract	-	-	-	-	(106,420)	(48)	
	Pet Far Eastern (M) Sdn. Bhd.	(Note E)	Sales	(163,206)	(9)	Based on contract	-	-	-	-	172,133	22	
Far Eastern Industries (Shanghai) Ltd.	Far Eastern Industries (Shanghai) Ltd.	(Note E)	Sales	(1,079,712)	(31)	Based on contract	-	-	693,419	30	567,716	77	
	Far Eastern Industries (Shanghai) Ltd.	(Note E)	Sales	(407,942)	(12)	Based on contract	-	-	311,042	14	165,446	23	
Oriental Petrochemical (Taiwan) Co.,	Far Eastern New Century Corporation	(Note C)	Sales	(1,349,292)	(50)	Based on contract	-	-	-	-	427,135	44	
Far Eastern Industries (Suzhou) Ltd.	Far Eastern Industries (Shanghai) Ltd.	(Note E)	Purchase	677,041	45	Based on contract	-	-	(450,159)	(100)	(340,645)	(56)	
	Oriental Textile (Holding) Ltd.	(Note C)	Sales	(781,524)	(46)	Based on contract	-	-	-	-	519,381	42	
Oriental Textile (Holding) Ltd.	Far Eastern Industries (Suzhou) Ltd.	(Note D)	Purchase	781,524	92	Based on contract	-	-	-	-	(519,381)	(94)	
Far Eastern Apparel (Vietnam) Ltd.	Far Eastern Apparel (Holding) Ltd.	(Note E)	Sales	(135,343)	(37)	Based on contract	-	-	-	-	134,304	89	
Pet Far Eastern (M) Sdn. Bhd.	Far Eastern Polychem Industries Ltd.	(Note E)	Purchase	163,206	48	Based on contract	-	-	-	-	(172,133)	(82)	

(Continued)

Company Name	Related Party	Nature of Relationship	Transaction Details				Abnormal Transaction		Notes Payable or Receivable		Accounts Payable or Receivable		Note % to Total
			Purchase/Sale	Amount	% to Total	Payment Terms	Unit Price	Payment Terms	Ending Balance	% to Total	Ending Balance	% to Total	
Wuhan Far Eastern New Material Ltd.	Far Eastern Industries (Shanghai) Ltd.	(Note E)	Purchase	\$ 212,752	60	Based on contract	-	-	\$ -	-	\$ (248,501)	(70)	
Worldwide Polychem (HK) Ltd.	Far Eastern Industries (Shanghai) Ltd.	(Note E)	Purchase	182,624	34	Based on contract	-	-	-	-	(200,191)	(30)	
	Far Eastern New Century Corporation	(Note C)	Purchase	243,808	46	Based on contract	-	-	-	-	(292,440)	(43)	
Far Eastern General Contractor Co., Ltd.	Far Eastern Department Stores Co., Ltd.	(Note H)	Construction revenue	(116,922)	(14)	Based on contract	-	-	-	-	22,066	3	
Far EasTone Telecommunications Co., Ltd.	Arcoa Communication Co., Ltd.	(Note D)	Cost of telecommunications services, marketing expenses and cost of purchase	3,839,216	24	Based on contract	-	-	-	-	(1,177,622)	(8)	
	New Century InfoComm Tech Co., Ltd.	(Note D)	Operating revenues	(131,007)	-	Based on contract	-	-	-	-	164,767	3	
			Operating revenues	(203,827)	(1)	Based on contract	-	-	-	-	2,761	-	
New Century InfoComm Tech Co., Ltd.	Far EasTone Telecommunications Co., Ltd.	(Note C)	Cost of telecommunications services	903,819	7	Based on contract	-	-	-	-	(657,020)	(4)	
			Operating revenues	(903,819)	(25)	Based on contract	-	-	-	-	657,020	44	
Arcoa Communication Co., Ltd.	Far EasTone Telecommunications Co., Ltd.	(Note C)	Cost of telecommunications services	203,827	9	Based on contract	-	-	-	-	(2,761)	-	
			Operating revenues	(3,839,216)	(72)	Based on contract	-	-	-	-	1,177,622	76	
			Cost of purchase and cost of telecommunication services	131,007	3	Based on contract	-	-	-	-	(164,767)	(9)	

Notes: A. Equity-method investee.

B. All interconnect revenues, costs and collection of international direct dial revenue between Far EasTone and NCIC were settled at net amounts and were included in accounts payable - related parties.

C. Parent company.

D. Subsidiary.

E. Same ultimate parent company.

F. The equity-method investee of FENC's subsidiary.

G. Including the receivables collected by Far EasTone Telecommunications Co., Ltd. for New Century InfoComm Tech Co., Ltd.

H. The equity-method investee of FENC.

(Concluded)

FAR EASTERN NEW CENTURY CORPORATION AND SUBSIDIARIES

**RECEIVABLES FROM RELATED PARTIES AMOUNTING TO AT LEAST NT\$100 MILLION OR 20% OF THE CAPITAL STOCK
FOR THE THREE MONTHS ENDED MARCH 31, 2015
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)**

Company Name	Related Party	Relationship	Ending Balance	Turnover Rate	Overdue		Amounts Received in Subsequent Period	Allowance for Bad Debts
					Amount	Amount		
Far Eastern New Century Corporation	Worldwide Polychem (HK) Ltd.	(Note D)	\$ 292,440	3.09	\$ -	-	\$ 71,540	\$ -
	Far Eastern Industries (Shanghai) Ltd.	(Note D)	104,079	6.29	-	-	57,040	-
Far Eastern Industries (Shanghai) Ltd.	Far Eastern Polychem Industries Ltd.	(Note E)	106,420	56.72	-	-	106,420	-
	Wuhan Far Eastern New Material Ltd.	(Note C)	248,501	3.36	-	-	97,811	-
	Worldwide Polychem (HK) Ltd.	(Note C)	200,191	2.69	-	-	23,880	-
Far Eastern Industries (Shanghai) Ltd.	Far Eastern Industries (Suzhou) Ltd.	(Note C)	790,804	3.16	-	-	790,804	-
Far Eastern Polychem Industries Ltd.	Pet Far Eastern (M) Sdn. Bhd.	(Note C)	172,133	2.56	-	-	22,108	-
Far Eastern Apparel (Vietnam) Ltd.	Far Eastern Apparel (Holding) Ltd.	(Note C)	134,304	7.18	-	-	134,304	-
Far Eastern Industries (Shanghai) Ltd.	Far Eastern Industries (Shanghai) Ltd.	(Note C)	1,261,135	2.95	-	-	340,055	-
	Far Eastern Industries (Shanghai) Ltd.	(Note C)	476,488	3.07	-	-	11,550	-
Oriental Petrochemical (Taiwan) Co.,	Far Eastern New Century Corporation	(Note E)	427,135	10.60	-	-	425,210	-
Far Eastern Industries (Suzhou) Ltd.	Oriental Textile (Holding) Ltd.	(Note E)	519,381	5.82	-	-	241,866	-
Far Eastern Dyeing & Finishing (Suzhou) Ltd.	Far Eastern Apparel Holding Ltd.	(Note E)	307,569	7.74	-	-	242,147	-
Far EasTone Telecommunications Co., Ltd.	Arcoa Communication Co., Ltd.	(Note D)	168,415	13.62	-	-	136,890	-
	New Century InfoComm Tech Co., Ltd.	(Note D)	188,416	(Note B)	-	-	8,772	-
New Century InfoComm Tech Co., Ltd.	Far EasTone Telecommunications Co., Ltd.	(Note E)	5,939,259	(Note F)	-	-	471,655	-
	Q-Ware Communication Co., Ltd.	(Note C)	244,157	(Note G)	-	-	2,015	-
Arcoa Communication Co., Ltd.	Far EasTone Telecommunications Co., Ltd.	(Note E)	1,177,622	11.22	-	-	1,076,633	-

Notes: A. For the receivables from the financier in the Group, please refer to Schedule D.

B. The turnover rate was not calculated because the receivables of Far EasTone were the payment made for NCIC's daily operating expenditures and the management service charges to NCIC.

C. Same ultimate parent company.

(Continued)

D. Subsidiary.

E. Parent company.

F. The turnover rate was not calculated because the expenses of Pet Far Eastern (Holding) Ltd. were the payments made for its subsidiary, Far Eastern Polychem Industries Ltd.

G. The turnover rate was not calculated because revenues and the costs due from the Internet hook-up and international phone call services between Far EasTone and NCIC were paid (received) at net amounts, which were recognized under accounts payable to related parties.

(Concluded)

FAR EASTERN NEW CENTURY CORPORATION AND SUBSIDIARIES

**SIGNIFICANT TRANSACTIONS BETWEEN FAR EASTERN NEW CENTURY CORPORATION AND SUBSIDIARIES
FOR THE THREE MONTHS ENDED MARCH 31, 2015**

(In Thousands of New Taiwan Dollars)

No. (Note A)	Investee Company	Counterparty	Relationship (Note B)	Transaction Details			
				Financial Statement Account	Amount	Payment Terms	% to Total Sales or Assets (Note C)
0	Far Eastern New Century Corporation	Far Eastern Polychem Industries Ltd.	1	Other receivables	\$ 1,984,413	Based on agreement	-
		Far Eastern Polychem Industries Ltd.	1	Interest revenue	9,790	Based on agreement	-
		PET Far Eastern (Holding) Ltd.	1	Other receivables	1,955,311	Based on agreement	-
		PET Far Eastern (Holding) Ltd.	1	Interest revenue	16,314	Based on agreement	-
		Far Eastern Apparel (Vietnam) Ltd.	1	Other receivables	291,869	Based on agreement	-
		Worldwide Polychem (HK) Ltd.	1	Accounts receivable	292,440	Based on agreement	-
		Worldwide Polychem (HK) Ltd.	1	Sales revenue	243,808	Based on agreement	-
		Far Eastern Industries (Shanghai) Ltd.	1	Sales revenue	154,762	Based on agreement	-
		Far Eastern Industries (Shanghai) Ltd.	1	Accounts receivable	104,079	Based on agreement	-
		Yuan Tong Investment Co., Ltd.	1	Dividend receivable	163,594	Based on agreement	-
2	Yuan Ding Investment Co., Ltd.	Yuan Tong Investment Co., Ltd.	3	Other receivables	394,000	Based on agreement	-
		Yuan Tong Investment Co., Ltd.	3	Interest revenue	1,704	Based on agreement	-
		Kai Yuan International Investment Co., Ltd.	3	Other receivables	700,000	Based on agreement	-
		Kai Yuan International Investment Co., Ltd.	3	Interest revenue	3,027	Based on agreement	-
		An Ho Garment Co., Ltd.	3	Other receivables	400,000	Based on agreement	-
		An Ho Garment Co., Ltd.	3	Interest revenue	1,730	Based on agreement	-
		Far Eastern Resources Development Co.	3	Interest revenue	53	Based on agreement	-
5	Far Eastern Polychem Industries Ltd.	Pet Far Eastern (M) Sdn. Bhd.	3	Accounts receivable	172,133	Based on agreement	-
		Pet Far Eastern (M) Sdn. Bhd.	3	Sales revenue	163,206	Based on agreement	-
		Far Eastern Industries (Shanghai) Ltd.	1	Other receivables	1,856,907	Based on agreement	-
		Far Eastern Ishizuka Green Pet	1	Other receivables	305,244	Based on agreement	-
		Far Eastern Ishizuka Green Pet	1	Interest revenue	506	Based on agreement	-
		Far Eastern Industries (Shanghai) Ltd.	3	Other receivables	805,709	Based on agreement	-
6	Oriental Petrochemical (Taiwan) Co.,	Far Eastern New Century Corporation	2	Accounts receivable	427,135	Based on agreement	-
		Far Eastern New Century Corporation	2	Sales revenue	1,349,292	Based on agreement	3
7	Far Eastern Investment (Holding) Ltd.	Far Eastern Polychem Industries Ltd.	3	Other receivables	119,970	Based on agreement	-
		Far Eastern Polychem Industries Ltd.	3	Interest revenue	801	Based on agreement	-
		Far Eastern Polytex (Holding) Ltd.	3	Other receivables	1,695,918	Based on agreement	-
		Far Eastern Polytex (Holding) Ltd.	3	Interest receivable	1,669	Based on agreement	-
		Far Eastern Polytex (Holding) Ltd.	3	Interest revenue	6,407	Based on agreement	-
		FEDP (Holding) Ltd.	3	Interest revenue	152	Based on agreement	-
		Oriental Textile (Holding) Ltd.	3	Other receivables	2,346,750	Based on agreement	-
		Oriental Textile (Holding) Ltd.	3	Interest receivable	1,147	Based on agreement	-
		Oriental Textile (Holding) Ltd.	3	Interest revenue	7,956	Based on agreement	-
		Far Eastern Apparel (Holding) Ltd.	3	Other receivables	366,093	Based on agreement	-

(Continued)

No. (Note A)	Investee Company	Counterparty	Relationship (Note B)	Transaction Details			
				Financial Statement Account	Amount	Payment Terms	% to Total Sales or Assets (Note C)
		Far Eastern Apparel (Holding) Ltd.	3	Interest receivable	\$ 27	Based on agreement	-
		Far Eastern Apparel (Holding) Ltd.	3	Interest revenue	1,573	Based on agreement	-
		Pet Far Eastern (M) Sdn. Bhd.	1	Other receivables	24,994	Based on agreement	-
		Pet Far Eastern (M) Sdn. Bhd.	1	Interest receivable	58,326	Based on agreement	-
		Pet Far Eastern (M) Sdn. Bhd.	1	Interest revenue	488	Based on agreement	-
		Far Eastern Apparel (Vietnam) Ltd.	1	Other receivables	259,707	Based on agreement	-
		Worldwide Polychem (HK) Limited	3	Other receivables	100,128	Based on agreement	-
		Sino Belgium (Holding) Ltd.	3	Other receivables	187,740	Based on agreement	-
		Sino Belgium (Holding) Ltd.	3	Interest receivable	135	Based on agreement	-
		Sino Belgium (Holding) Ltd.	3	Interest revenue	802	Based on agreement	-
8	PET Far Eastern (Holding) Ltd.	Far Eastern Industries (Shanghai) Ltd.	1	Other receivables	382,940	Based on agreement	-
		Far Eastern Investment (Holding) Ltd.	3	Interest revenue	905	Based on agreement	-
		Far Eastern Industries (Shanghai) Ltd.	1	Other receivables	324,263	Based on agreement	-
10	Far Eastern Polytex (Holding) Ltd.	Wuhan Far Eastern New Material Ltd.	1	Other receivables	156,450	Based on agreement	-
		Far Eastern New Century (China) Investment Ltd.	1	Other receivables	1,953,499	Based on agreement	-
11	Yuan Ding Company Ltd.	Yuan Ding Integrated Information Service (Shanghai) Inc.	1	Other receivables	234,675	Based on agreement	-
15	FEDP (Holding) Ltd.	Far Eastern Industries (Shanghai) Ltd.	1	Other receivables	281,610	Based on agreement	-
20	Oriental Textile (Holding) Ltd.	Far Eastern Industries (WuXi) Ltd.	1	Other receivables	219,030	Based on agreement	-
		Far Eastern Industries (Suzhou) Ltd.	1	Other receivables	2,909,970	Based on agreement	1
21	Far Eastern Apparel (Holding) Ltd.	Far Eastern Dyeing & Finishing (Suzhou) Ltd.	1	Other receivables	588,252	Based on agreement	-
		Far Eastern Apparel (Suzhou) Ltd.	3	Other receivables	312,900	Based on agreement	-
28	Far Eastern Apparel (Vietnam) Ltd.	Far Eastern Apparel (Holding) Ltd.	3	Accounts receivable	134,304	Based on agreement	-
		Far Eastern Apparel (Holding) Ltd.	3	Sales revenue	135,343	Based on agreement	-
		Far Eastern New Century Corporation	2	Processing revenue	220,994	Based on agreement	-
30	Far Eastern Industries (Shanghai) Ltd.	Far Eastern Polychem Industries Ltd.	2	Sales revenue	1,519,627	Based on agreement	3
		Far Eastern Polychem Industries Ltd.	2	Accounts receivable	106,420	Based on agreement	-
		Worldwide Polychem (HK) Ltd.	3	Accounts receivable	200,191	Based on agreement	-
		Worldwide Polychem (HK) Ltd.	3	Sales revenue	182,624	Based on agreement	-
		Wuhan Far Eastern New Material Ltd.	3	Accounts receivable	248,501	Based on agreement	-
		Wuhan Far Eastern New Material Ltd.	3	Sales revenue	212,752	Based on agreement	-
34	Far Eastern Dyeing & Finishing (Suzhou) Ltd.	Far Eastern Apparel (Holding) Ltd.	2	Sales revenue	534,472	Based on agreement	1
		Far Eastern Apparel (Holding) Ltd.	2	Accounts receivable	307,569	Based on agreement	-
		Far Eastern Industries (Suzhou) Ltd.	3	Other receivables	34,642	Based on agreement	-
35	Waldorf Services B.V.	Far Eastern Polychem Industries Ltd.	3	Other receivables	312,900	Based on agreement	-
		Far Eastern Polychem Industries Ltd.	3	Interest receivable	154	Based on agreement	-
		Far Eastern Investment (Holding) Ltd.	2	Interest revenue	679	Based on agreement	-
		Oriental Textile (Holding) Ltd.	3	Other receivables	312,900	Based on agreement	-
		Oriental Textile (Holding) Ltd.	3	Interest receivable	367	Based on agreement	-

(Continued)

No. (Note A)	Investee Company	Counterparty	Relationship (Note B)	Transaction Details			
				Financial Statement Account	Amount	Payment Terms	% to Total Sales or Assets (Note C)
40	Far Eastern Industries (Shanghai) Ltd.	Far Eastern Industries (Shanghai) Ltd.	3	Accounts receivable	\$ 567,716	Based on agreement	-
		Far Eastern Industries (Shanghai) Ltd.	3	Notes receivable	693,419	Based on agreement	-
		Far Eastern Industries (Shanghai) Ltd.	3	Sales revenue	1,079,712	Based on agreement	2
		Far Eastern Industries (Shanghai) Ltd.	3	Accounts receivable	165,446	Based on agreement	-
		Far Eastern Industries (Shanghai) Ltd.	3	Notes receivable	311,042	Based on agreement	-
		Far Eastern Industries (Shanghai) Ltd.	3	Sales revenue	407,942	Based on agreement	1
		Shanghai Far Eastern Petrochemical Logistic Ltd.	1	Other receivables	14,113	Based on agreement	-
42	Far Eastern Industries (WuXi) Ltd.	Far Eastern Industries (Suzhou) Ltd.	3	Other receivables	43,099	Based on agreement	-
43	Far Eastern Industries (Suzhou) Ltd.	Oriental Textile (Holding) Ltd.	2	Accounts receivable	519,381	Based on agreement	-
		Oriental Textile (Holding) Ltd.	2	Sales revenue	781,524	Based on agreement	1
		Far Eastern Industries (Shanghai) Ltd.	3	Other receivables	584,049	Based on agreement	-
		Sino Belgium Beer (Suzhou) Ltd.	3	Other receivables	593,008	Based on agreement	-
44	Far Eastern Industries (Shanghai) Ltd.	Far Eastern Industries (Suzhou) Ltd.	3	Accounts receivable	340,645	Based on agreement	-
		Far Eastern Industries (Suzhou) Ltd.	3	Notes receivable	450,159	Based on agreement	-
		Far Eastern Industries (Suzhou) Ltd.	3	Sales revenue	677,041	Based on agreement	1
46	Far Eastern Apparel (Suzhou) Ltd.	Far Eastern Industries (Suzhou) Ltd.	3	Other receivables	873,317	Based on agreement	-
48	Far Eastern New Century (China) Investment Ltd.	Yuan Ding Enterprise (Shanghai) Ltd.	1	Other receivables	4,598,751	Based on agreement	1
		Far Eastern Industries (Shanghai) Ltd.	1	Other receivables	352,835	Based on agreement	-
55	YDT Technology International Co., Ltd.	Yuan Ding Company Ltd.	2	Other receivables	150,000	Based on agreement	-
57	FET Consulting Engineers Co., Ltd.	Yuan Ding Company Ltd.	2	Other receivables	220,000	Based on agreement	-

Note A: How the Company and subsidiaries are identified:

1. The Company: 0.
2. Subsidiaries are started at 1 consecutively.

Note B: Flow of transaction:

1. From FENC to subsidiary.
2. From the subsidiary to FENC.
3. Between subsidiaries.

Note C: The number presenting in this column is the ratio of ending balance to consolidated asset or the ratio of cumulative amount to consolidated revenue.

(Concluded)

FAR EASTERN NEW CENTURY CORPORATION AND SUBSIDIARIES

NAMES, LOCATIONS, AND OTHER INFORMATION OF INVESTEEES ON WHICH THE COMPANY EXERCISES SIGNIFICANT INFLUENCE
FOR THE THREE MONTHS ENDED MARCH 31, 2015
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Investor	Investee	Location	Main Businesses and Products	Investment Amount		Balance as of March 31, 2015			Net Income (Loss) of the Investee	Investment Gain (Loss)	Notes
				March 31, 2015	March 31, 2014	Shares (Note F)	Percentage of Ownership	Carrying Value			
Far Eastern New Century Corporation	Asia Cement Corporation	Taiwan	Cement production	\$ 2,652,282	\$ 2,652,282	750,511	22	\$ 21,324,885	\$ 1,470,471	\$ 188,098	Gain or loss recognized under the treasury stock method (Note A)
	Far Eastern Department Stores Co., Ltd.	Taiwan	Department store operations	1,254,158	1,254,158	241,770	17	5,132,572	144,947	24,351	(Note A)
	Oriental Union Chemical Corp.	Taiwan	Petrochemical materials production	1,176,211	1,176,211	81,216	9	1,496,667	46,471	4,261	(Note A)
	Everest Textile Co., Ltd.	Taiwan	Chemical fiber production	1,689	1,689	129	-	1,537	110,062	33	(Note A)
	Everest Textile Co., Ltd.	Taiwan	Broker	159,823	159,823	140,278	20	2,051,020	(84,271)	(16,559)	(Note A)
	Pacific Liu Tong Investment Co., Ltd. (Note G)	Taiwan	Investment	810,000	810,000	135,000	17	1,853,717	55,110	9,275	(Note A)
	Yuan Ding Investment Co., Ltd.	Taiwan	Investment	100,041	100,041	1,822,822	99	42,148,515	1,175,162	1,168,254	Including reversed by sidestream transactions \$561 (Notes B and H)
	Far Eastern Resources Development Co.	Taiwan	Real estate leasing and development service	14,931,733	14,931,733	557,354	100	97,562,413	997,402	997,402	(Note B)
	Far Eastern Polytex (Holding) Ltd.	Bermuda	Investment	7,678,309	7,678,309	124	100	8,642,951	(33,336)	(33,336)	(Note B)
	Far Eastern Polychem Industries Ltd.	Bermuda	Investment	7,318,312	7,318,312	830,815	73	8,128,465	115,814	84,591	(Note B)
	Yuan Tong Investment Co., Ltd.	Taiwan	Investment	5,850,000	5,850,000	705,147	100	7,775,162	(35,920)	(35,920)	(Note B)
	Kai Yuan International Investment Co., Ltd.	Taiwan	Investment	999,993	999,993	302,843	100	5,286,405	47,309	47,309	(Note B)
	Far Eastern Investment (Holding) Ltd.	Bermuda	Investment	5,833,333	5,833,333	1,700	100	8,204,072	14,994	14,994	(Note B)
	PET Far Eastern (Holding) Ltd.	Bermuda	Investment	5,811,250	5,811,250	333	91	6,450,316	(116,732)	(103,258)	Including amortized cost of discounts \$2,431 (Note B)
	Oriental Petrochemical (Taiwan) Co.,	Taiwan	Petrochemical materials production	9,408,804	9,408,804	1,032,195	76	6,494,591	(175,546)	(171,131)	Including write off and reversed by upstream transactions \$(36,857) (Notes B and H)
	Far Eastern Construction Co., Ltd.	Taiwan	Real estate construction and selling	143,450	143,450	198,791	65	7,701,653	928,179	604,337	(Note B)
	Yuan Ding Company Ltd.	Taiwan	Real estate construction and selling	857,511	857,511	186,929	37	3,382,146	21,230	9,499	Including reversed by sidestream transactions \$1,872 (Notes B and D)
	An Ho Garment Co., Ltd.	Taiwan	Investment	1,023	1,023	66,346	100	1,855,497	41,838	41,840	Including reversed by sidestream transactions \$2 (Note B)
	Ding Yuan International Investment Co., Ltd.	Taiwan	Investment	2,000,062	2,000,062	205,000	100	2,788,256	9,457	9,457	(Note B)
	FEDP (Holding) Ltd.	Bermuda	Investment	676,315	676,315	244	50	310,830	(55,262)	(27,869)	(Note B)
	Fu Kwok Garment Manufacturing Co., Ltd.	Taiwan	Real Garment production	9,076	9,129	3,998	100	221,409	28,143	28,141	(Note B)
	Ding Ding Hotel Co., Ltd.	Taiwan	Hotel	393,651	393,651	19,772	19	91,850	(60,834)	(11,559)	(Note B)
Fu Kwok Garment Manufacturing Co., Ltd.	Taiwan	Chemical fiber production	1,000	1,000	100	100	1,297	(11)	(11)	(Note B)	
Yuan Ding Investment Co., Ltd.	Asia Cement Corporation	Taiwan	Cement production	316,556	316,556	11,045	-	471,083	1,470,471	-	(Note A)
	Oriental Union Chemical Corp.	Taiwan	Petrochemical materials production	1,321,883	1,321,883	82,169	9	1,719,706	46,471	-	(Note A)
	Far Eastern Department Stores Co., Ltd.	Taiwan	Department store operations	181,340	169,831	7,732	1	222,497	144,947	-	(Note A)
	Everest Textile Co., Ltd.	Taiwan	Chemical fiber production	470,103	470,103	118,869	25	1,151,960	110,062	-	(Note A)
	Far EasTone Telecommunications Co., Ltd.	Taiwan	Telecommunications	2,723,598	2,723,598	1,066,658	33	24,735,388	2,984,785	-	(Note B)
	Far Eastern Polychem Industries Ltd.	Bermuda	Investment	1,392,692	1,392,692	306,644	27	3,000,320	115,814	-	(Note B)
	Far Eastern Apparel (Holding) Ltd.	Bermuda	Sale of textile, garments, and clothing	2,179,442	2,179,442	111	100	2,563,808	27,417	-	(Note B)
	Da Ju Fiber Co., Ltd.	Taiwan	Sale of polychemical products	263,790	263,790	23,081	42	1,287,277	13,327	-	(Note A)
	Far Eastern Apparel Co., Ltd.	Taiwan	Ale of textile, garments, and clothing	287,984	287,984	24,736	100	370,066	1,674	-	(Note B)
	Yuan Faun Ltd.	Taiwan	PET BOTTLE PRODUCTION AND SELLING	51,671	51,671	5,000	100	121,474	176	-	(Note B)
	Yue Ming Corp.	Taiwan	Trading	97,852	97,852	3,671	46	70,963	(328)	-	(Note A)
	Yuan Ding Leasing Corp.	Taiwan	Real estate construction and selling	319,380	319,380	36,706	46	429,265	1,957	-	(Note A)
	Far Eastern Fibertech Co., Ltd.	Taiwan	Nylon production	585,000	585,000	88,317	100	1,049,183	17,117	-	(Note B)
	Oriental Resources Development Ltd.	Taiwan	Waste recycling and processing	338,188	338,188	34,242	70	330,775	(10,976)	-	(Note B)
	Liquid Air Far East Co., Ltd.	Taiwan	Industrial gas production and selling	504,806	504,806	86,615	35	1,701,850	289,479	-	(Note A)
	Freudenberg Far Eastern Spunweb Co., Ltd.	Taiwan	Production of nonwoven industrial fabrics	144,786	144,786	13,052	30	324,223	108,682	-	(Note A)
	Everest Textile Co., Ltd.	Taiwan	Broker	255,424	255,424	185,247	26	2,815,121	(84,271)	-	(Note A)
	Yuan Ding Company Ltd.	Taiwan	Real estate construction and selling	188,846	188,846	64,759	13	1,202,358	21,230	-	(Note B)
	Far Eastern International Leasing Corp.	Taiwan	Leasing	1,012,057	1,012,057	75,268	17	1,183,628	14,488	-	(Note A)
	Oriental Textile (Holding) Ltd.	Bermuda	Investment	6,470,056	5,842,331	99	100	7,604,004	40,705	-	(Note B)

(Continued)

Investor	Investee	Location	Main Businesses and Products	Investment Amount		Balance as of March 31, 2015			Net Income (Loss) of the Investee	Investment Gain (Loss)	Notes
				March 31, 2015	March 31, 2014	Shares (Note F)	Percentage of Ownership	Carrying Value			
Far Eastern Investment (Holding) Ltd.	Pacific Liu Tong Investment Co., Ltd. (Note G)	Taiwan	Investment	\$ 796,491	\$ 796,491	119,653	15	\$ 1,556,680	\$ 55,110	\$ -	(Note A)
	Yu Yuan Investment Co.	Taiwan	Investment	673,704	673,704	98,198	19	968,862	25,195	-	(Note A)
	Far Eastern General Contractor Co., Ltd.	Taiwan	Real estate construction	14,682	14,682	1,490	1	23,178	48,837	-	(Note B)
	Oriental Petrochemical (Taiwan) Co.,	Taiwan	Petrochemical materials production	311,759	311,759	70,982	5	450,832	(175,546)	-	(Note B)
	FETG Investment Antilles N.V.	Netherlands Antilles	Investment	US\$ 6	US\$ 6	6	100	1,191,429	1,997	-	(Note B)
	Filsyn Corporation	Philippines	Polychemical products	PHP 225,324	PHP 225,324	45,066	22	-	-	-	(Note A)
	PET Far Eastern (M) Sdn. Bhd. Com2B	Malaysia Cayman Islands	Bottle production E-business	MYR 8,000 US\$ 3,375	MYR 8,000 US\$ 3,375	- 9,000	50 20	191,088 14,254	2,073 -	-	(Notes B and C) (Note A)
	Far Eastern Apparel (Vietnam) Ltd.	Vietnam	Clothing production	US\$ 9,000	US\$ 9,000	-	100	266,810	17,444	-	(Notes B and D)
	Worldwide Polychem (HK) Ltd.	Hong Kong	Polyester production	US\$ 3,500	US\$ 3,500	2,700	100	94,746	247	-	(Note A)
	Opas Fund Segregated Portfolio Company	Cayman Islands	Investment	US\$ 51	US\$ 51	-	34	1,627	5	-	(Note B)
Ding Yuan International Investment Co., Ltd.	Asia Cement Corporation	Taiwan	Cement production	375,512	375,512	13,222	-	531,801	1,470,471	-	(Note A)
	Far Eastern Department Stores Co., Ltd.	Taiwan	Department store operations	54,812	54,812	2,663	-	73,484	144,947	-	(Note A)
	Everest Textile Co., Ltd.	Taiwan	Chemical fiber production	112,774	112,774	4,226	1	37,873	110,062	-	(Note A)
	Oriental Union Chemical Corp.	Taiwan	Petrochemical materials production	684,551	596,353	27,710	3	749,918	46,471	-	(Note A)
	Far EasTone Telecommunications Co., Ltd.	Taiwan	Telecommunications	38,457	38,457	920	-	42,524	2,984,785	-	(Note B)
	Pacific Liu Tong Investment Co., Ltd. (Note G)	Taiwan	Investment	90,000	90,000	18,000	2	228,857	55,110	-	(Note A)
	Yue Ding Industry Co., Ltd.	Taiwan	Department store operations	95,624	95,624	10,180	13	308,590	8,392	-	(Note A)
Kai Yuan International Investment Co., Ltd.	Fu Kwok Garment Manufacturing Co., Ltd.	Taiwan	Real Garment production	50	-	1	-	50	28,143	-	(Note B)
	Asia Cement Corporation	Taiwan	Cement production	483,448	483,448	20,207	1	802,590	1,470,471	-	(Note A)
	Far EasTone Telecommunications Co., Ltd.	Taiwan	Telecommunications	793,702	793,702	34,149	1	1,185,785	2,984,785	-	(Note B)
	Oriental Union Chemical Corp.	Taiwan	Petrochemical materials production	816,803	816,803	35,524	4	829,244	46,471	-	(Note A)
	Far Eastern Department Stores Co., Ltd.	Taiwan	Department store operations	519,473	519,473	20,672	1	602,316	144,947	-	(Note A)
	Kowloon Cement Corp.	Hong Kong	Cement production	226,896	226,896	1,127	49	455,508	14,746	-	(Note A)
	Far Eastern International Leasing Corp.	Taiwan	Leasing	1,026,489	1,026,489	74,970	17	1,183,657	14,488	-	(Note A)
Far Eastern Polychem Industries Ltd.	Pacific Liu Tong Investment Co., Ltd. (Note G)	Taiwan	Investment	90,000	90,000	18,000	2	229,058	55,110	-	(Note A)
	PET Far Eastern (Holding) Ltd.	Bermuda	Investment	US\$ 17,622	US\$ 17,622	35	9	680,184	(116,732)	-	(Note B)
	FEDP (Holding) Ltd.	Bermuda	Investment	US\$ 29,240	US\$ 29,240	240	50	305,530	(55,262)	-	(Note B)
Far Eastern Construction Co., Ltd.	Far Eastern Ishizuka Green Pet Corporation	Japan	PET BOTTLE PRODUCTION AND SELLING	JPY1,422,092	JPY1,200,000	172	85	152,249	(46,707)	-	(Note B)
	Far Eastern General Contractor Co., Ltd.	Taiwan	Real estate construction	271,587	271,587	147,413	99	2,111,397	48,837	-	(Note B)
Far Eastern Apparel Co., Ltd.	Asia Cement Corporation	Taiwan	Cement production	216,959	216,959	17,727	1	632,118	1,470,471	-	(Note A)
	Yue Ding Industry Co., Ltd.	Taiwan	Department store operations	29	29	5	-	96	8,392	-	(Note A)
Far Eastern General Contractor Co., Ltd.	Far Eastern Technical Consultants Co., Ltd.	Taiwan	Real estate development business consulting and management	3,864	3,864	450	9	5,098	7,907	-	(Note B)
FETG Investment Antilles N.V.	Waldorf Services B.V.	Netherlands	Investment	US\$ 19	US\$ 19	2	100	1,189,331	(3,014)	-	(Note B)
Waldorf Services B.V.	Cemtex Apparel Inc.	Philippines	Clothing O.E.M.	PHP 9,000	PHP 9,000	90	50	(11,145)	15	-	(Note A)
	Malaysia Garment Manufactures Pte. Ltd.	Singapore	Garment production	SGD 3,000	SGD 3,000	30	38	74,373	5,729	-	(Note A)
An Ho Garment Co., Ltd.	Far Eastern International Garments	Philippines	Garment production	US\$ 290	US\$ 290	59	41	(11,807)	(11)	-	(Note A)
	Far EasTone Telecommunications Co., Ltd.	Taiwan	Telecommunications	748,158	748,158	40,818	1	1,125,760	2,984,785	-	(Note B)
	Asia Cement Corporation	Taiwan	Cement production	206,551	206,551	6,094	-	271,651	1,470,471	-	(Note A)
	Oriental Union Chemical Corp.	Taiwan	Petrochemical materials production	286,049	286,049	11,160	1	290,131	46,471	-	(Note A)
	Far Eastern Department Stores Co., Ltd.	Taiwan	Department store operations	10,483	10,483	370	-	11,808	144,947	-	(Note A)
	Everest Textile Co., Ltd.	Taiwan	Broker	95,103	95,103	5,890	1	90,676	(84,271)	-	(Note A)
	Yue Ding Industry Co., Ltd.	Taiwan	Department store operations	111,997	111,997	12,084	16	267,990	8,392	-	(Note A)
	Pacific Liu Tong Investment Co., Ltd. (Note G)	Taiwan	Investment	67,285	67,285	9,681	1	128,315	55,110	-	(Note A)
	Yuan Ding Investment Co., Ltd.	Taiwan	Investment	148,994	148,994	5,502	-	171,004	1,175,162	-	(Note B)

(Continued)

Investor	Investee	Location	Main Businesses and Products	Investment Amount		Balance as of March 31, 2015			Net Income (Loss) of the Investee	Investment Gain (Loss)	Notes
				March 31, 2015	March 31, 2014	Shares (Note F)	Percentage of Ownership	Carrying Value			
Yuan Faun Ltd.	Yuan Cheng Human Resources Consultant Corp.	Taiwan	Personnel recruitment	\$ 7,214	\$ 7,214	745	55	\$ 13,360	\$ 1,369	\$ -	(Note B)
Fu Kwok Garment Manufacturing Co., Ltd.	Far EasTone Telecommunications Co., Ltd.	Taiwan	Telecommunications	19,663	19,663	520	-	19,853	2,984,785	-	(Note B)
Yuan Tong Investment Co., Ltd.	Far EasTone Telecommunications Co., Ltd.	Taiwan	Telecommunications	2,246,035	2,246,035	100,237	3	2,931,150	2,984,785	-	(Note B)
	Far Eastern Department Stores Co., Ltd.	Taiwan	Department store operations	1,159,521	1,159,521	39,619	3	1,295,589	144,947	-	(Note A)
	Oriental Union Chemical Corp.	Taiwan	Petrochemical materials production	1,755,017	1,511,986	49,705	6	1,816,249	46,471	-	(Note A)
	Asia Cement Corporation	Taiwan	Cement production	888,648	888,648	28,579	1	1,237,238	1,470,471	-	(Note A)
	Pacific Liu Tong Investment Co., Ltd. (Note G)	Taiwan	Investment	90,000	90,000	18,000	2	227,860	55,110	-	(Note A)
	Far Eastern Electronic Toll Collection Co., Ltd.	Taiwan	Electronic toll collection service	787,104	787,104	77,257	12	324,183	(89,021)	-	(Note B)
	Liquid Air Far East Co., Ltd.	Taiwan	Industrial gas production and selling	20	20	1	-	24	289,479	-	(Note A)
	Sino Belgium (Holding) Ltd.	Bermuda	Investment	2,255,510	2,191,960	36	94	49,745	(119,765)	-	(Note B)
	Freudenberg Far Eastern Spunweb Co., Ltd.	Taiwan	Production of nonwoven industrial fabrics	34	34	1	-	34	108,682	-	(Note A)
Yuan Ding Company Ltd.	YDT Technology International Co., Ltd.	Taiwan	Electronic material and relevant by-product sale	100,000	100,000	13,992	100	490,966	22,020	-	(Note B)
	Ding Ding Integrated Marketing Services Co., Ltd.	Taiwan	Marketing	240,000	240,000	9,833	60	123,796	7,192	-	(Note B)
	Far Eastern Technical Consultants Co., Ltd.	Taiwan	Real estate development business consulting and management	45,182	45,182	4,550	91	53,562	7,907	-	(Note B)
	YDC (Virgin Islands) Ltd.	British Virgin Islands	Investment	US\$ 200	US\$ 200	-	18	8,290	1,730	-	(Note B)
	Ding Ding Hotel Co., Ltd.	Taiwan	Hotel	645,021	645,021	64,502	62	299,508	(60,834)	-	(Note B)
	Far Eastern Electronic Commerce Co., Ltd.	Taiwan	Electronic information providing services	239,130	239,130	23,913	53	(16,416)	(54,777)	-	(Note B)
	FET Consulting Engineers Co., Ltd.	Taiwan	Business consulting	822,701	822,701	85,000	100	340,124	(42,162)	-	(Note B)
	Asia Cement Corporation	Taiwan	Cement production	136,037	136,037	5,329	-	226,495	1,470,471	-	(Note A)
	Far EasTone Telecommunications Co., Ltd.	Taiwan	Telecommunications	100,412	100,412	4,164	-	117,056	2,984,785	-	(Note B)
	Yu Yuan Investment Co.	Taiwan	Investment	411,187	411,187	129,637	25	2,066,353	25,195	-	(Note A)
	Yue Ming Corp.	Taiwan	Trading	787	787	81	1	754	(328)	-	(Note A)
	Yue Ding Industry Co., Ltd.	Taiwan	Department store operations	22,676	22,676	2,000	3	44,078	8,392	-	(Note A)
	FEDS Asia Pacific Development Co., Ltd.	Taiwan	Department store operations	100,000	100,000	10,500	5	129,790	31,912	-	(Note A)
	Far Eastern Electronic Toll Collection Co., Ltd.	Taiwan	Electronic toll collection service	977,650	977,650	96,312	15	398,716	(89,021)	-	(Note B)
	Yuan Hsin Digital Payment Co., Ltd.	Taiwan	Other financing and supporting services	300,000	300,000	30,000	20	260,689	(50,602)	-	(Note B)
Ding Ding Integrated Marketing Services Co., Ltd.	Far Eastern Electronic Commerce Co., Ltd.	Taiwan	Electronic information providing services	745	745	79	-	(50)	(54,777)	-	(Note B)
	Yuan Hsin Digital Payment Co., Ltd.	Taiwan	Other financing and supporting services	225,150	225,150	22,515	15	193,619	(50,602)	-	(Note B)
FET Consulting Engineers Co., Ltd.	DDIM (Virgin Islands) Ltd.	British Virgin Islands	Investment	384,970	384,970	-	100	(153,792)	(43,586)	-	(Note B)
YDT Technology International Co., Ltd.	Everest Textile Co., Ltd.	Taiwan	Chemical fiber production	16,173	16,173	793	-	7,127	110,062	-	(Note A)
	Far Eastern Department Stores Co., Ltd.	Taiwan	Department store operations	51,673	51,673	2,764	-	99,277	144,947	-	(Note A)
	Asia Cement Corporation	Taiwan	Cement production	862	862	61	-	2,564	1,470,471	-	(Note A)
	YDC (Virgin Islands) Ltd.	British Virgin Islands	Investment	US\$ 930	US\$ 930	1	82	38,546	1,730	-	(Note B)
Far EasTone Telecommunications Co., Ltd.	New Century InfoComm Tech Co., Ltd.	Taiwan	Type I & II telecommunications services	22,249,283	22,249,283	2,100,000	100	27,052,625	753,253	-	(Note B)
	Arcoa Communication Co., Ltd.	Taiwan	Type II telecommunications services, sales of communications products and office equipment	1,305,802	1,305,802	82,762	62	1,352,873	66,367	-	(Note B)
	KGEx.com Co., Ltd.	Taiwan	Type II telecommunications services	2,540,442	2,540,442	112,391	100	909,189	17,561	-	(Note B)
	Hiiiir Digital Marketing Co., Ltd.	Taiwan	Electronic information providing services	537,260	537,260	53,726	90	351,798	(68,278)	-	(Note B)
	Yuan Cing Co., Ltd.	Taiwan	Call center services	101,371	101,371	19,350	100	129,680	3,063	-	(Note B)
	E. World (Holdings) Ltd.	Cayman Islands	Investment	82,883	82,883	6,015	86	98,398	(1,245)	-	(Note B)
	Far EasTron Holding Ltd.	Cayman Islands	Investment	150,000	150,000	4,487	100	26,604	(444)	-	(Note B)
	Far Eastern Info Service (Holding) Ltd.	Bermuda	Investment	92,616	92,616	1	100	752	(4,974)	-	(Note B)

(Continued)

Investor	Investee	Location	Main Businesses and Products	Investment Amount		Balance as of March 31, 2015			Net Income (Loss) of the Investee	Investment Gain (Loss)	Notes
				March 31, 2015	March 31, 2014	Shares (Note F)	Percentage of Ownership	Carrying Value			
	O-music Co., Ltd.	Taiwan	Electronic information providing services	\$ 25,000	\$ 25,000	2,500	50	\$ 201	\$ 463	\$ -	(Note B)
	Q-Ware Communication Co., Ltd.	Taiwan	Type II telecommunications services	832,038	832,038	33,983	81	(70,612)	(9,193)	-	(Note B)
	Far Eastern Electronic Toll Collection Co., Ltd.	Taiwan	Electronic toll collection service	2,542,396	2,542,396	254,240	39	644,702	(89,021)	-	(Note B)
	Far Eastern Electronic Commerce Co., Ltd.	Taiwan	Electronic information providing services	80,893	80,893	6,691	15	(3,535)	(54,777)	-	(Note B)
	Ding Ding Integrated Marketing Services Co., Ltd.	Taiwan	Marketing	60,000	60,000	2,458	15	30,123	7,192	-	(Note B)
	iScreen Corporation	Taiwan	Information services	100,000	100,000	4,000	40	16,767	654	-	(Note A)
	Yuan Hsin Digital Payment Co., Ltd.	Taiwan	Other financing and supporting services	450,000	450,000	45,000	30	391,026	(50,602)	-	(Note B)
	Alliance Digital Technology Co., Ltd.	Taiwan	Electronic information providing services	30,000	30,000	3,000	13	20,755	(17,881)	-	(Note A)
ARCOA Communication Co., Ltd.	Data Express Infotech Co., Ltd.	Taiwan	Sale of communications products	141,750	141,750	12,866	70	215,498	29,569	-	(Note B)
New Century InfoComm Tech Co., Ltd.	New Diligent Co., Ltd.	Taiwan	Investment	800,000	800,000	80,000	100	623,007	(9,282)	-	(Note B)
	Information Security Service Digital United Co., Ltd.	Taiwan	Security and monitoring service via Internet	148,777	148,777	14,878	100	97,734	(4,756)	-	(Note B)
	Digital United (Cayman) Ltd.	Cayman Islands	Investment	132,406	132,406	4,320	100	36,318	(3,389)	-	(Note B)
	Simple InfoComm Co., Ltd.	Taiwan	Type II telecommunications services	34,000	34,000	3,400	100	20,951	47	-	(Note B)
	Ding Ding Integrated Marketing Services Co., Ltd.	Taiwan	Marketing	20,000	20,000	819	5	10,041	7,192	-	(Note B)
	Far Eastern Electronic Commerce Co., Ltd.	Taiwan	Electronic information providing services	28,922	28,922	2,392	5	(1,263)	(54,777)	-	(Note B)
New Diligent Co., Ltd.	Sino Lead Enterprise Limited	Hong Kong	Telecommunication services	125	125	-	100	189	(36)	-	(Note B)
	Far Eastern New Diligent Co., Ltd.	British Virgin Islands	Investment	133,048	133,048	-	100	114,301	(10,856)	-	(Note B)
	New Diligent (HK) Ltd.	Hong Kong	Investment	-	-	-	-	-	-	-	(Note J)
Data Express Infotech Co., Ltd.	Linkwell Tech. Ltd.	Taiwan	Sale of communications products	10,000	10,000	-	100	56,151	6,369	-	(Note B)
	Home Master Technology Ltd.	Taiwan	Sale of communications products	10,000	9,999	-	100	(3,276)	(339)	-	(Note B)

Notes: A. Equity-method investee.

B. Subsidiary.

C. Included 5,000 thousand common shares and 3,000 thousand preferred shares.

D. A private company.

E. The investor opened a trust account in Shanghai Bank in Taipei on September 26, 2002 to acquire the ownership of Pacific Liu Tung Investment Co., Ltd.

F. Shares in thousands.

G. Investment in mainland china, please refer to Schedule J.

H. Under the "IFRSs Questions and Answers" issued by Taiwan Stock Exchange Corp. (TWSE), the Company recognized these items as investment properties in its stand-alone financial statements and reclassified them to property, plant and equipment in the consolidated financial statements. The Company used the equity method and share of the profit or loss of associates to adjust the differences between the investment property amounts presented in the stand-alone and consolidated financial statements.

I. The share value of FENC shares held by Yuan Ding Company Ltd. and the shares of Yuan Ding Company Ltd. were adjusted resulting from investment properties are subsequently measured by the fair value.

J. New Diligent Hong Kong Co., Ltd. was established on December 4, 2014. The investment amount had not been remitted to the investee as of March 31, 2015.

(Concluded)

FAR EASTERN NEW CENTURY CORPORATION AND SUBSIDIARIES

INVESTMENTS IN MAINLAND CHINA
FOR THE THREE MONTHS ENDED MARCH 31, 2015
(In Thousands of New Taiwan Dollars, Renminbi and U.S. Dollars)

Investee Company	Main Businesses and Products	Paid-in Capital	Method of Investment (Note A)	Accumulated Outward Remittance for Investment from Taiwan as of January 1, 2015	Investment Flows		Accumulated Outward Remittance for Investment from Taiwan as of March 31, 2015	Net Income (Loss) of the Investee	% Ownership of Direct or Indirect Investment	Investment Gain (Loss) (Note B)	Carrying Amount as of March 31, 2015 (Note C)	Accumulated Repatriation of Investment Income as of March 31, 2015	Note
					Outflow	Inflow							
Far Eastern Industries (Shanghai) Ltd.	Manufacture and distribution of PET staple, PET filament, polyester top, PET performs, draw textured yarn, spinning yarn, knit fabrics, woven fabrics, knit garments and woven garments.	\$ 9,478,153	2	\$ 3,700,967	\$ -	\$ -	\$ 3,700,967	\$ 220,950	100.00	\$ 220,950	\$ 9,242,769	\$ 853,493	Notes D and E
Far Eastern Apparel (Suzhou) Ltd.	Manufacture and distribution of knit garments, woven garments, non-knit garments, and nonwoven garments and accessories.	1,031,171	2	1,010,901	-	-	1,010,901	4,946	100.00	4,946	1,333,046	233,172	Notes F and G
Far Eastern Industries (WuXi) Ltd.	Manufacture and distribution of combed cotton yarn, 60/40 poly/cotton blended yarn, 65/35 poly/cotton blended yarn, spun yarn, woven fabrics, grieve woven fabrics, print woven fabrics, piece dyed woven fabrics and bleached woven fabrics.	2,426,852	2	2,018,430	-	-	2,018,430	98	100.00	98	3,302,002	246,378	Notes H and I
Oriental Petrochemical (Shanghai) Corp.	Manufacture and distribution of PTA and its by-products.	7,570,173	2	2,976,148	-	-	2,976,148	(242,789)	61.35	(148,951)	4,709,662	1,064,005	Note J
Far Eastern Dyeing & Finishing (Suzhou) Ltd.	Manufacture and distribution of weaving, dyeing and finishing of novelty fabrics, high-value engineered textiles industrial woven fabrics and scraps.	1,861,321	2	1,342,854	-	-	1,342,854	15,798	100.00	15,798	2,276,504	92,719	Notes H and S
Far Eastern Industries (Shanghai) Ltd.	Manufacture and distribution of PET staple, PET filament, polyester top, PET performs, draw textured yarn, spinning yarn, knit fabrics, woven fabrics, knit garments and woven garments.	1,987,820	2	1,765,319	-	-	1,765,319	(50,755)	100.00	(50,755)	380,646	-	Note K
Wuhan Far Eastern New Material Ltd.	Manufacture and distribution of PET chips, PET performs and garments and its by-products	862,165	2	724,110	-	-	724,110	14,263	100.00	14,263	1,028,201	-	
Far Eastern Industries (Suzhou) Ltd.	Manufacture and distribution of polyester chips, partially oriented yarn, fully oriented yarn, and polyester yarn.	4,843,147	2	3,656,977	627,725	-	4,284,702	67,482	100.00	67,482	4,852,641	-	Note H

(Continued)

Investee Company	Main Businesses and Products	Paid-in Capital	Method of Investment (Note A)	Accumulated Outward Remittance for Investment from Taiwan as of January 1, 2015	Investment Flows		Accumulated Outward Remittance for Investment from Taiwan as of March 31, 2015	Net Income (Loss) of the Investee	% Ownership of Direct or Indirect Investment	Investment Gain (Loss) (Note B)	Carrying Amount as of March 31, 2015 (Note C)	Accumulated Repatriation of Investment Income as of March 31, 2015	Note
					Outflow	Inflow							
Far Eastern New Century (China) Investment Ltd.	Investment	\$ 2,372,471	2	\$ 2,089,425	\$ -	\$ -	\$ 2,089,425	\$ (17,672)	100.00	\$ (17,672)	\$ 2,264,605	\$ -	
Sino Belgium Beer (Suzhou) Ltd.	Brewery	1,921,227	2	1,763,952	-	-	1,763,952	(38,642)	100.00	(38,642)	107,107	-	Note K
Martens Beers Trading (Shanghai) Ltd.	Brewery	364,459	2	200,473	-	-	200,473	(2,813)	100.00	(2,813)	5,148	-	Note K
Far Eastern Yihua Petrochemical (Yangzhou) Corporation	PA and its by-product production and sale	7,325,617	2	4,181,323	-	-	4,181,323	7,016	60.00	4,210	4,427,377	-	
Far Eastern Industries (Yangzhou) Ltd.	PA and its by-product production	1,557,022	2	1,436,190	-	-	1,436,190	4,124	100.00	4,124	1,558,858	-	
Far Eastern Union Petrochemical (Yangzhou) Corporation	PA and its by-product production	4,113,605	2	1,962,908	-	-	1,962,908	(14,853)	50.00	(7,427)	1,947,034	-	
Shanghai Yuan Zi Information Co., Ltd.	Software development, equipment maintenance and consulting	64,065	3	-	-	-	-	1,900	100.00	1,900	67,084	-	
Shanghai Far Eastern Petrochemical Logistic Ltd.	Transportation	95,770	3	-	-	-	-	2,840	100.00	2,840	110,458	-	
An Ho Garment (Suzhou) Co., Ltd.	Garment production	5,041	3	-	-	-	-	(14,979)	100.00	(14,979)	34,779	-	
Yuan Ding Enterprise (Shanghai) Ltd.	Software development	534,293	3	-	-	-	-	(26,384)	100.00	(26,384)	534,293	-	
Tong Da Air Industry (Yangzhou) Co., Ltd.	Liquid oxygen, oxygen, nitrogen and hydrogen warehousing	2,074,035	2	1,020,489	-	-	1,020,489	(2,833)	50.00	(1,417)	1,036,811	-	
Yuan Ding Integrated Information Service (Shanghai) Inc.	Computer software and internet software design and development	406,532	2	240,330	-	-	240,330	(43,978)	100.00	(43,978)	(154,291)	-	Note M
Speedy (Shanghai) Digital Tech. Co., Ltd.	Intelligent control equipment and security monitoring products and services	32,961	2	24,220	-	-	24,220	5,005	100.00	5,005	46,497	-	Note N
Digital United Information Technologies (Shanghai) Co., Ltd.	Research and design of computer system	97,030	2	97,030	-	-	97,030	(3,799)	100.00	(3,799)	14,668	-	Note O
Far Eastern New Century Information Technology (Beijing) Limited	Electronic information providing services	162,760	2	125,200	-	-	125,200	(13,821)	79.04	(10,924)	167,738	-	Note P
Far Eastern Tech-Info Ltd. (Shanghai)	Computer software, data processing and provision of network information	187,800	2	202,166	-	-	202,166	(353)	100.00	(353)	158,498	-	Note Q
New Diligence Corporation (Shanghai)	Consulting services, supporting services, and wholesale of machinery and equipment	-	1	35,275	-	-	35,275	-	-	-	-	-	Notes Q and R

(Continued)

Investee Company	Accumulated Outward Remittance for Investment in Mainland China as of March 31, 2015	Investment Amounts Authorized by Investment Commission, MOEA	Upper Limit on the Amount of Investment Stipulated by Investment Commission, MOEA
Far Eastern New Century Corporation (Notes T and U)	\$19,134,418	\$24,400,990	\$-

Notes: A. Investment type as follows:

1. The Group made the investment directly.
 2. The Group made the investment through a company registered in a third region. The companies registered in a third region are Far Eastern Polychem Industries Ltd., PET Far Eastern (Holding) Ltd., Oriental Textile (Holding) Ltd., FEDP (Holding) Ltd., Far Eastern Polytex (Holding) Ltd., Sino Belgium (Holding) Ltd., YDC (Virgin Islands) Ltd., DDIM (Virgin Islands) Ltd., Far Eastern Info Service (Holding) Ltd., Digital United (Cayman) Ltd. and Far Eastern New Diligent Company Ltd.
 3. Other.
- B. The share of profit or loss of the mainland china investees were recognized based on investees' unreviewed financial statements by its percentage ownership.
- C. The ending balance of investment recognized by parent company.
- D. As of March 31, 2015, the accumulated outflow of investment from Taiwan was NT\$3,700,967 thousand which NT\$3,134,807 thousand where from the Company and the other was from Yuan Ding Investment Co., Ltd.
- E. As of March 31, 2015, the remitted amount of profit of investment was the total cash dividend of Far Eastern Polychem Industries Ltd. received by FENC and Yuan Ding Investment Co., Ltd.
- F. As of March 31, 2015, the accumulated outflow of investment from Taiwan was NT\$1,010,901 thousand which NT\$509,725 thousand was remitted by FENC the other was by Yuan Ding Investment Co., Ltd.
- G. As of March 31, 2015, the profit of investment was cash dividend paid by Far Eastern Apparel (Suzhou) Ltd. remitted through an FENC subsidiaries, Far Eastern Polytex (Holding) Ltd. and Far Eastern Apparel (Holding) Ltd.
- H. As of March 31, 2015, the accumulated outflow of investment from Taiwan was remitted by Yuan Ding Investment Co., Ltd.
- I. As of March 31, 2015, the profit of investment was cash dividend paid by Far Eastern Industries (WuXi) Ltd. remitted through an FENC subsidiaries, Oriental Textile (Holding) Ltd.
- J. As of March 31, 2015, the profit of investment was cash dividend paid by Oriental Petrochemical (Shanghai) Corp. remitted through an FENC subsidiaries, PET Far Eastern (Holding) Ltd. and Far Eastern Polytex (Holding) Ltd.
- K. As of March 31, 2015, the accumulated outflow of investment from Taiwan was NT\$1,765,319 thousand which NT\$1,099,293 thousand was remitted by FENC, and the other was by subsidiaries, Yuan Ding Investment Co., Ltd. and Yuan Tong Investment Corporation.
- L. As of March 31, 2015, the accumulated outflow of investment from Taiwan was remitted by an FENC subsidiary, Yuan Tong Investment Corporation.
- M. As of March 31, 2015, the accumulated outflow of investment from Taiwan was remitted by an FENC subsidiary, YDT Technology International Co., Ltd. and FET Consulting Engineers Co., Ltd.
- N. As of March 31, 2015, the accumulated outflow of investment from Taiwan was remitted by an FENC subsidiary, YDT Technology International Co., Ltd.
- O. As of March 31, 2015, the accumulated outflow of investment from Taiwan was remitted by an FENC subsidiary, Far EasTone Telecommunications Co., Ltd.
- P. As of March 31, 2015, the accumulated outflow of investment from Taiwan was remitted by an FENC subsidiary, New Century InfoComm Tech Co., Ltd.
- Q. On June 27, 2012, New Diligence Corporation (Shanghai) remitted back to Taiwan US\$73,000, the investment registered with the Investment Commission of the MOEA, and wrote off this same amount.
- R. As of March 31, 2015, the accumulated outflow of investment from Taiwan was remitted by an FENC subsidiary, New Diligent Co., Ltd.
- S. As of March 31, 2015, the profit of investment was cash dividend paid by Far Eastern Dyeing & Finishing (Suzhou) Ltd. remitted through an FENC subsidiaries, Far Eastern Apparel (Holding) Ltd.
- T. Investment amounts authorized by Investment Commission, MOEA were included by US\$778,755 thousand, RMB77,000 thousand and RMB6,695 thousand which was the original investment from Far Eastern Polytex (Holding) Ltd. and approved by Investment Commission under the Ministry of Economic Affairs.
- U. Based on MOEA Approval Letter No. 10320431180, there is no cap on the amount of the Company's investment.

(Concluded)

FAR EASTERN NEW CENTURY CORPORATION AND SUBSIDIARIES

INVESTMENT IN MAINLAND CHINA - INVESTMENT TYPE
 FOR THE THREE MONTHS ENDED MARCH 31, 2015
 (In Thousands of U.S. Dollars)

Investee Company	Authorized by Investment Commission, MOEA					Investment Type			
	Investor Company	Date	MOEA Approval Letter No.	Through Investor Company in Third Area	Investment Amount (US\$)	Investor Company's Own Capital	Investor Company in Third Area Using Dividends Received from Investee (US\$)	Financed from Financial Institutions in Third Area (US\$)	Investor Company in Third Area Using Its Own Capital to Invest (US\$)
Far Eastern Industries (Shanghai) Ltd.	Far Eastern New Century Corporation	1996.07.09	No. 84015136	Far Eastern Polychem Industries Ltd.	\$ 6,000	\$ 6,000			
	Yuan Ding Investment Co., Ltd.			Far Eastern Polychem Industries Ltd.	24,000	24,000			
	Far Eastern New Century Corporation	2004.12.29	No. 093032400	Far Eastern Polychem Industries Ltd.	1,712		\$ 1,712		
	Far Eastern New Century Corporation	2004.12.30	No. 093032090	Far Eastern Polychem Industries Ltd.	1,540			\$ 1,540	
	Far Eastern New Century Corporation	2004.11.03	No. 093032240	Far Eastern Polychem Industries Ltd.	3,879		3,879		
	Yuan Ding Investment Co., Ltd.	2004.12.29	No. 093032402	Far Eastern Polychem Industries Ltd.	7,014		7,014		
	Yuan Ding Investment Co., Ltd.	2004.11.02	No. 093032239	Far Eastern Polychem Industries Ltd.	15,898		15,898		
	Yuan Ding Investment Co., Ltd.	2004.12.29	No. 093032089	Far Eastern Polychem Industries Ltd.	6,313			6,313	
	Far Eastern New Century Corporation	2006.11.01	No. 09500287850	Far Eastern Polychem Industries Ltd.	31,779	31,779			
	Far Eastern New Century Corporation	2008.06.27	No. 09700163440	Far Eastern Polychem Industries Ltd.	56,000	56,000			
	Far Eastern New Century Corporation	2008.04.18	No. 09700045490	Far Eastern Polychem Industries Ltd.	4,800	4,800			
					8,198 (Note E)				
		Far Eastern New Century Corporation	2010.04.19	No. 09900142680 (Note D)	Far Eastern Polychem Industries Ltd.	11,500	11,500		
Far Eastern Apparel (Suzhou) Ltd.	Yuan Ding Investment Co., Ltd.	1996.10.16	No. 85016219	Far Eastern Apparel (Holding) Ltd.	10,000	10,000			
	Yuan Ding Investment Co., Ltd.	2003.10.30	No. 092033299	Far Eastern Apparel (Holding) Ltd.	5,000	5,000			
	Far Eastern New Century Corporation	2006.05.23	No. 09500112650	Far Eastern Polytex (Holding) Ltd.	11,000	11,000			
	Far Eastern New Century Corporation	2008.03.31	No. 09700038490	Far Eastern Polytex (Holding) Ltd.	5,000	5,000			
Far Eastern Industries (WuXi) Ltd.	Yuan Ding Investment Co., Ltd.	2002.06.21	No. 091011903	Oriental Textile (Holding) Ltd.	19,960	19,960			
	Yuan Ding Investment Co., Ltd.	2005.11.03	No. 094024169	Oriental Textile (Holding) Ltd.	40,000	40,000			
Far Eastern Industries (Shanghai) Ltd.	Far Eastern New Century Corporation	2009.11.17	No. 09800408170 (Note B)	Far Eastern Polychem Industries Ltd.	1,228				\$ 1,228
	Yuan Ding Investment Co., Ltd.	2009.11.17	No. 09800408160 (Note C)	PET Far Eastern (Holding) Ltd.	6,592				6,592
	Far Eastern New Century Corporation	2008.06.27	No. 09700163430	PET Far Eastern (Holding) Ltd.	49,500	49,500			
	Far Eastern New Century Corporation	2008.04.18	No. 09700045500	Far Eastern Polychem Industries Ltd.	4,800	4,800			
				PET Far Eastern (Holding) Ltd.	2,936 (Note F)				
	Far Eastern New Century Corporation	2009.12.25	No. 09800456740	PET Far Eastern (Holding) Ltd.	41,171	41,171			
Far Eastern Dyeing & Finishing (Suzhou) Ltd.	Yuan Ding Investment Co., Ltd.	2003.10.31	No. 092033525	Far Eastern Apparel (Holding) Ltd.	20,000	20,000			
	Yuan Ding Investment Co., Ltd.	2008.10.13	No. 09700348610	Far Eastern Apparel (Holding) Ltd.	30,000	30,000			
Far Eastern Industries (Shanghai) Ltd.	Yuan Ding Investment Co., Ltd.	2002.11.26	No. 091035216	Far Eastern Polychem Industries Ltd.	9,352				9,352
	Far Eastern New Century Corporation	2004.10.11	No. 093025506	FEDP (Holding) Ltd.	1,569			1,569	
	Far Eastern New Century Corporation	2004.10.14	No. 093030298	Far Eastern Polychem Industries Ltd.	713				713
	Far Eastern New Century Corporation	2010.10.12	No. 09900403430 (Note H)	FEDP (Holding) Ltd.	5,288	5,288			
	Far Eastern New Century Corporation	2006.11.01	No. 09500287850	Far Eastern Polychem Industries Ltd.	4,524	4,524			
	Far Eastern New Century Corporation	2008.04.18	No. 09700045510	FEDP (Holding) Ltd.	4,800	4,800			
				754 (Note G)					

(Continued)

Investee Company	Authorized by Investment Commission, MOEA					Investment Type				
	Investor Company	Date	MOEA Approval Letter No.	Through Investor Company in Third Area	Investment Amount (US\$)	Investor Company's Own Capital	Investor Company in Third Area Using Dividends Received from Investee (US\$)	Financed from Financial Institutions in Third Area (US\$)	Investor Company in Third Area Using Its Own Capital to Invest (US\$)	
Far Eastern Industries (Suzhou) Ltd.	Far Eastern New Century Corporation	2010.12.29	No. 09900470520 (Note I)	FEDP (Holding) Ltd.	\$ 18,224	\$ 18,224				
	Yuan Ding Investment Co., Ltd.	2005.08.01	No. 094015006	Oriental Textile (Holding) Ltd.	19,800	19,800				
	Yuan Ding Investment Co., Ltd.	2006.02.09	No. 094037416	Oriental Textile (Holding) Ltd.	30,200	30,200				
	Yuan Ding Investment Co., Ltd.	2007.10.02	No. 09600280400	Oriental Textile (Holding) Ltd.	23,000	23,000				
	Yuan Ding Investment Co., Ltd.	2008.09.01	No. 09700172130	Oriental Textile (Holding) Ltd.	32,500	32,500				
	Yuan Ding Investment Co., Ltd.	2013.04.29	No. 10200127470	Oriental Textile (Holding) Ltd.	8,000	8,000				
	Yuan Ding Investment Co., Ltd.	2014.09.11	No. 10300223190 (Note T)	Oriental Textile (Holding) Ltd.	43,000	43,000				
Wuhan Far Eastern New Material Ltd.	Far Eastern New Century Corporation	2006.05.19	No. 09500090070	Far Eastern Polytex (Holding) Ltd.	12,000	12,000				
	Far Eastern New Century Corporation	2009.06.29	No. 09800135640	Far Eastern Polytex (Holding) Ltd.	10,000	10,000				
	Far Eastern New Century Corporation	2010.12.21	No. 09900470530	Far Eastern Polytex (Holding) Ltd.	RMB 6,695				RMB 6,695	
Far Eastern New Century (China) Investment Ltd. (Note A)	Far Eastern New Century Corporation	2006.08.01	No. 09500124430	Far Eastern Polytex (Holding) Ltd.	48,000	48,000				
Sino Belgium Beer (Suzhou) Ltd.	Yuan Tong Investment Co., Ltd.	2007.08.02	No. 09600248620	Sino Belgium (Holding) Ltd.	18,000	18,000				
	Yuan Tong Investment Co., Ltd.	2008.02.21	No. 09600451060	Sino Belgium (Holding) Ltd.	12,000	12,000				
	Yuan Tong Investment Co., Ltd.	2011.10.27	No. 10000446910 (Note L)	Sino Belgium (Holding) Ltd. Bockhold N.V Martens HK Ltd.	16,000 38	16,000 38				
Martens Beers Trading (Shanghai) Ltd.	Yuan Tong Investment Co., Ltd.	2014.12.19	No. 10300249370 (Note O)	Sino Belgium (Holding) Ltd.	10,000	10,000				
	Yuan Tong Investment Co., Ltd.	2008.12.10	No. 09700456110	Sino Belgium (Holding) Ltd.	3,800	3,800				
	Yuan Tong Investment Co., Ltd.	2010.07.29	No. 09900284200	Bockhold N.V Martens HK Ltd.	4,304				\$ 4,304	
		2011.10.27	No. 10000446910 (Note L)	Sino Belgium (Holding) Ltd. Bockhold N.V Martens HK Ltd.	1,500 282	1,500 282				
		Yuan Tong Investment Co., Ltd.	2013.11.28	No. 10200451570 (Note N)	Sino Belgium (Holding) Ltd.	1,100	1,100			
		Yuan Tong Investment Co., Ltd.	2014.12.19	No. 10300249370 (Note O)	Sino Belgium (Holding) Ltd.	1,000	1,000			
Far Eastern Tech-Info Ltd. (Shanghai)	Far Eastone Telecommunications Co., Ltd.	2004.08.26	No. 093018811	Far Eastern Info Service (Holding) Limited	2,500	2,500				
Far Eastern Yihua Petrochemical (Yangzhou) Corporation	Far Eastern New Century Corporation	2011.06.23	No. 10000021360 (Note J)	Far Eastern Polytex (Holding) Ltd.	166,000	166,000				
Far Eastern Industries (Yangzhou) Ltd.	Far Eastern New Century Corporation	2012.03.30	No. 10100043080	Far Eastern Polychem Industries Ltd.	49,000	49,000				
Far Eastern Union Petrochemical (Yangzhou) Corporation	Far Eastern New Century Corporation	2012.08.31	No. 10100115020 (Note M)	PET Far Eastern (Holding) Ltd.	100,000	100,000				
Yuan Ding Enterprise (Shanghai) Ltd.	Far Eastern New Century Corporation	2013.11.08	No. 10200399280	Far Eastern Polytex (Holding) Ltd. Far Eastern New Century (China) Investment Ltd.	1,000	1,000				
	Far Eastern New Century Corporation	2014.01.28	No. 10200399290 (Note R)	Far Eastern Polytex (Holding) Ltd. Far Eastern New Century (China) Investment Ltd.	82,340	82,340				
Tong Da Air Industry (Yangzhou) Co., Ltd.	Far Eastern New Century Corporation	2014.01.28	No. 10300203670 (Note Q)	PET Far Eastern (Holding) Ltd.	33,500	33,500				
Yuan Ding Integrated Information Service (Shanghai) Inc.	YDT Technology International Co., Ltd.	2011.10.19	No. 10000429550	YDC (Virgin Islands) Ltd.	110	110				
	FET Consulting Engineers Co., Ltd.	2011.11.03	No. 10000439470	DDIM (Virgin Islands) Ltd.	8,100	8,100				
Speedy (Shanghai) Digital Tech. Co., Ltd.	YDT Technology International Co., Ltd.	2004.02.11	No. 093003471	YDC (Virgin Islands) Ltd.	300	300				
		2005.02.05	No. 094003122	YDC (Virgin Islands) Ltd.	500	500				

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Investee Company	Authorized by Investment Commission, MOEA					Investment Type			
	Investor Company	Date	MOEA Approval Letter No.	Through Investor Company in Third Area	Investment Amount (US\$)	Investor Company's Own Capital	Investor Company in Third Area Using Dividends Received from Investee (US\$)	Financed from Financial Institutions in Third Area (US\$)	Investor Company in Third Area Using Its Own Capital to Invest (US\$)
Far Eastern Tech-Info Ltd. (Shanghai)	Far Eastone Telecommunications Co., Ltd.	2004.08.26	No. 093018811	Far Eastern Info Service (Holding) Ltd.	\$ 2,500	\$ 2,500			
	New Diligent Co., Ltd.	2014.01.29	No. 10300022990	Far Eastern New Diligent Company Ltd.	3,500	3,500			
Digital United Information Technologies (Shanghai) Co., Ltd.	New Century InfoComm Tech Co., Ltd.	2002.10.07	No. 091041498	Digital United (Cayman) Ltd.	3,100				\$ 3,100
	New Century InfoComm Tech Co., Ltd.	2013.08.09	No. 10200302730	Digital United (Cayman) Ltd.	1,000	1,000			
New Diligence Corporation (Shanghai)	New Diligent Co., Ltd.	2007.08.08	No. 09600261870	New Diligent Co., Ltd. (Note P)	1,127	1,127			
	New Diligent Co., Ltd.	2012.11.19	No. 10100496420	Far Eastern New Diligent Company Ltd.	4,000	4,000			

- Notes: A. Far Eastern New Century (China) Investment Ltd. invested US\$30,000 thousand in Far Eastern Industries (Shanghai) Ltd. and US\$16,000 thousand in Oriental Petrochemical (Shanghai) Ltd.
- B. Document No. 092035971 has been canceled and replaced with document No. 09800408170.
- C. Document No. 092035970 has been canceled and replaced with document No. 09800408160.
- D. The approved amount of US\$12,000 thousand as stated in document No. 09800283970 dated September 18, 2009 had been changed to US\$11,500 thousand while awaiting the completion of the-review process on April 19, 2010.
- E. The shares offered for the privatization of FEPI had antidilutive effects; thus, FEPI's ownership of and amount invested in Far Eastern Industry (Shanghai) Ltd. increased.
- F. The shares offered for the privatization of FEPI had antidilutive effects; thus, FEPI's ownership of and amount invested in Oriental Petrochemical (Shanghai) Ltd. increased.
- G. The shares offered for the privatization of FEPI had antidilutive effects; thus, FEPI's ownership of and amount invested in Far Eastern Industries (Suzhou) Ltd. increased.
- H. Under the original investment scheme, the investment in Far Eastern Industry (Suzhou) Ltd. was made indirectly through Far Eastern Polytex (Holding) Ltd. and FEDP (Holding) Ltd. under the approval stated in Letter No. 09600059830 of the Ministry of Economic Affairs (MOEA). After a scheme modification, this investment was made indirectly only through FEDP (Holding) Ltd. under the MOEA's approval (Letter No. 09900403430).
- I. After obtaining MOEA approval (No. 09900470520), FENC received from FEDP (Holding) Ltd. the equity of Yuan Tong Investment Co., Ltd. amounting US\$18,224 thousand (MOEA approval No. 09600243260).
- J. After obtaining MOEA approval (No. 1000021360), FENC made its subsidiary, Far Eastern Polytex (Holding) Ltd., indirectly invest US\$166,000 thousand in Far Eastern Yihua Petrochemical (Yangzhou) Corporation. As of March 31, 2015, FENC paid US\$139,400 thousand in this indirect investment.
- K. After modifying MOEA approval from No. 10300140570 to No. 10300223190, FENC's subsidiary, Yuan Ding Investment Co., Ltd. amended to make its Oriental Textile (Holding) Ltd. indirectly invest US\$43,000 thousand or equivalent RMB in Far Eastern Industries (Suzhou) Ltd. As of March 31, 2015, Yuan Ding Investment Co., Ltd. remitted US\$124,000 thousand to this indirect investment.
- L. After obtaining MOEA approval (No. 10000446910), FENC made its subsidiary, Sino Belgium (Holding) Ltd., indirectly invest US\$17,820 thousand in Sino Belgium (Suzhou) Limited and Martens Beers Trading (Shanghai) Ltd. As of March 31, 2015, FENC remitted US\$17,500 thousand as its indirect investment.
- M. After obtaining MOEA approval (No. 10100115020), FENC made its subsidiary, PET Far Eastern (Holding) Ltd., indirectly invest US\$100,000 thousand in Far Eastern Union Petrochemical (Yangzhou) Ltd. As of March 31, 2015, FENC remitted US\$66,000 thousand to this indirect investment.
- N. After obtaining MOEA approval (No. 10200451570), FENC's subsidiary, Yuan Tong Investment Co., Ltd. made its subsidiary, Sino Belgium (Holding) Ltd., indirectly invest US\$1,100 thousand in Martens Beers Trading (Shanghai) Ltd. As of March 31, 2015, Yuan Tong Investment Co., Ltd. remitted US\$1,065 thousand to this indirect investment.
- O. After obtaining MOEA approval (No. 1030024937), FENC's subsidiary, Yuan Ding Investment Co., Ltd. made its subsidiary, Sino Belgium (Holding) Ltd., indirectly invest US\$1,100 thousand in Martens Beers Trading (Shanghai) Ltd. As of March 31, 2015, Yuan Ding Investment Co., Ltd. remitted US\$10,000 thousand to this indirect investment.
- P. On June 27, 2012, New Diligence Corporation (Shanghai) remitted back to Taiwan US\$73 thousand, the investment registered with the MOEA's Investment Commission, which then canceled this amount.
- Q. FENC reduced invest amount to US\$33,500 after replacing document No. 10300203670 with document No. 10200478110. FENC made its subsidiary, PET Far Eastern (Holding) Ltd., indirectly invest Tong Da Air Industry (Yangzhou) Co., Ltd.
- R. After modifying MOEA approval from No. 10300203670 to No. 10200478110, FENC amended its indirectly investment to US\$33,500 thousand and made its subsidiary, PET Far Eastern (Holding) Ltd. indirectly invest Tong Da Air Industry (Yangzhou) Co., Ltd.

(Continued)

- S. After obtaining MOEA approval (No. 10200399290), FENC made it subsidiary, Far Eastern Polytex (Holding) Ltd. and Far Eastern New Century (China) Investment Ltd., indirectly invest US\$82,340 thousand in Yuan Ding Enterprise (Shanghai) Ltd. As of March 31, 2015, FENC remitted US\$16,625 thousand as its indirect investment.
- T. After obtaining MOEA approval (No. 10300249370), FENC's subsidiary Yuan Tong Investment Co., Ltd. made its subsidiary, Sino Belgium (Holding) Ltd. indirectly invest US\$11,000 thousand in Sino Belgium (Suzhou) Limited and Martens Beers Trading (Shanghai) Ltd. As of March 31, 2015, FENC remitted US\$10,000 thousand to this indirect investment.

(Concluded)