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2007 Annual Report

Uni-President Enterprises Corp.



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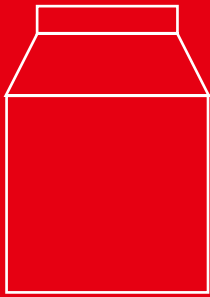
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I. LETTER TO OUR SHAREHOLDERS

Fellow Shareholders,

We are pleased to report new highs in company's net sales and earning gains during fiscal 2007 despite the continued challenges throughout the market. Company net sales reached NTD 46 billion, up 7.4 percent over 2006; after-tax net earnings rose 205.4 percent to NTD 11.017 billion; group sales, on a consolidated basis, arrived at NTD 288.6 billion. This financial yield - coupled with the initial public offering of Uni-President China on Hong Kong Stock Exchange last year - marked the wonderful milestone at Uni-President's 40th anniversary.

We believe a consistent strategy is essential to grow a lifetime business, and therefore we will keep on following the "one core and four pillars" strategy (a core refers to brand management; four pillars are manufacturing and R&D, channel management, trade and distribution, strategic alliance and M&A respectively) to carry out the plans below.

1. Unfold Leadership-Become a Price Setter and Capitalize on Management Lead

To cushion the stress of inflated material and logistic costs caused by the drastic climbing and new ceiling international oil prices, we decide to discontinue the low-return channels, items and businesses, and deploy resources to support the growth of value-added operations. As result of these approaches, we generate strong power to unfold our leadership and become a price setter.

We also noted that in a gloomy economy, sound companies always outperform the unsound companies. That's why even in the face of depressed native consumption, we can still bring in profitable growth based on the established reliability, good brand reputation and superior product quality over the past forty years. Overall in 2007, through the implementation of following tactics: enhance brand building, optimize product portfolio, be a price setter, improve supply chain management, and explore new channels, company's added-on value has significantly increased. Challenges are becoming our opportunities provided that we can get the most out of the management lead.

2. Maximize Brand Value and Profitability in Taiwan

Although the growth outlook of Taiwan market is relatively moderate than other countries, it is still one of the wealthiest and the freest markets in Asia. In addition, the market, majority composed of consumers with well-developed tastes and strong demands for premium qualities, becomes an exciting and worthwhile challenge for any large international firms to serve in.

Taiwan is our best starting point to achieve the internationalization of brand and we will actively seek to maximize brand value in this mature and free benchmark market. The expected steady sales growth, healthy gross profit structure, rational brand investment, and improved profitability are our strengths to construct a brand operating structure that can be continued and duplicated in business elsewhere. We will apply this brand model in overseas business with slight modification according to local needs whilst retaining the consistency of management style and profitability requirements.

3. Pursue Rational and High Speedy Profit Growths in Asian Market

For our business expansion in the next ten years, we will base our operation in Taiwan and aim to be the leader in every food industry of each "10+6" market in Asia. We will pursue high-speedy profit growth from all consumers at all regions in all seasons: other than in China and Southeast Asia where we have already established foundations, we will explore business potentials in India and Northwest.

It is expected that the higher material prices in 2008 will increase the purchasing power of emerging markets due to their currency appreciation, high trade surplus and increased property values; in particular the economy of Southeast Asia, which consists of diverse and rich minerals and crops, will prosper.

Southeast Asian market is vital to our landscape. Southeast Asian market, being the granary of Asia and abundant in foodstuff, is appealing to all firms in food industry. It will be the major food supporter of Mainland China and India and underpin the high speed industrialization of these two countries. Our layout in Southeast Asia will help establish an inclusive “trade superhighway” network and bring in enormous opportunities in China and India ahead; our profitable foodstuff business in Southeast Asia bears witness to the success of this goal.

The coming Beijing 2008 Summer Olympics will highlight China’s emergence on the world stage. And being the exclusive instant noodle sponsor in 2008 Beijing Olympics, we will take full advantage of this opportunity to build up a solid operating model in every province and city of China. The future growth is seen with infinite potentials.

Maximizing the profit and shareholders’ equity will be the top priority of our management effort in the future. We are confident of achieving our 2008 sales target: foodstuff 1,242 kilotons, instant noodle 462 million packs, beverage & dairy 116,409 thousand cartons, soy sauce 3,288 thousand dozens packs, and others (such as frozen food, bread, meat) 64 kilotons, and play a victorious Olympic game!

Sincerely,



Chin-Yen Kao
Chairman



Chang-Sheng Lin
CEO of Uni-President Group



Lung-Yi Lin
Vice CEO of Uni-President Group



Chih-Hsien Lo
President

II. CORPORATE OVERVIEW

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2.1 Date of Incorporation : August 25, 1967.

2.2 Corporate Profile

The development of Uni-President Enterprises Corporation (UPEC) can be briefed into the following five stages:

First Stage - Pioneer Period (1967~1973)

Taiwan became industrialized and UPEC commenced its business. UPEC mass-produced the products by flawless and highly efficient facilities to expand business scale and meet consumers' demands.

Second Stage - Growth Period (1974~1982)

In this period, Taiwan's economy grew swiftly and increased consumers' purchasing power. UPEC seized this growing potential and developed a wide range of products to satisfy consumers. Meanwhile, UPEC introduced the advanced technologies from overseas to operate a higher quality and higher value business.

Third Stage - Conglomerate Period (1983~1989)

Taiwan's economy continued to grow steadily and became commercialized and diversified. During this phase, UPEC entered into the channel business. The scope of business became diversified and more consumers were satisfied. The company formed its conglomerate and grew bigger.

Fourth Stage - Internationalization Period (1990~1998)

Gross National Product (GNP) broke US\$10,000, competitors' ability strengthened, and domestic market saturated. Globalization was our key to overcome these growing obstacles at that time. After being allowed by the government, UPEC invested aggressively in China as well as in other emerging countries throughout Asian Pacific, such as Indonesia, Thailand, Vietnam, and the Philippines.

Fifth Stage - Networked Period (1999~Present)

Taiwan enters networked economy. Through the network, UPEC is able to integrate the resources to form a value chain for the Uni-President Group that promotes the operation of sub-conglomerate and virtual group companies. Meanwhile, by focusing on brand, UPEC builds a market-driven and value-added operating model to satisfy consumer's need.

UPEC currently has over 200 affiliates covering wide-ranging consumer products and services, and becomes a multifaceted conglomerate. Under the strategy of internationalization and diversification, UPEC will continue to joint with world leading companies and absorb their management skills. Also, we will leverage our forces in China and Asian market to expand our presence into the globe. Our aim is to offer consumers a healthy and happy life value and become one of world's largest marketing companies.

2.3 Business Highlights

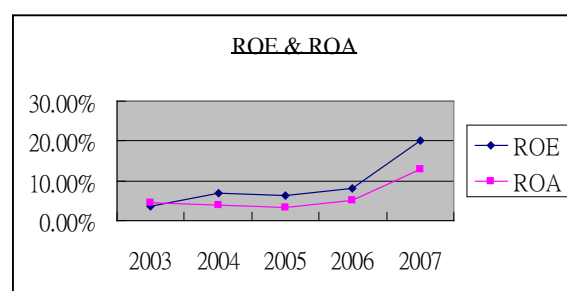
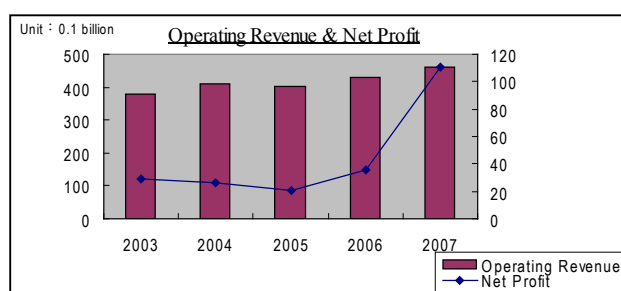
2.3.1 Overall Performance

unit: NT\$ Millions

	2007	2006	YOY%
1. Operating revenues (consolidated)	288,592	257,667	12.00%
2. Net income (consolidated)	15,038	6,235	141.19%
3. Operating revenues	46,025	42,845	7.42%
4. Gross profit	10,165	9,971	1.95%
5. Income before income tax	11,022	3,739	194.78%
6. Net income	11,017	3,607	205.43%
7. EPS (NT\$)	3.10	1.01	-
8. Weighted-average number of shares outstanding during the year (In thousands)	3,555,373	3,555,373	-

2.3.2 Related Ratio

	2007	2006	Variance (%) /amount
1. Gross margin	22.09%	23.27%	(1.18%)
2. Operating expense ratio	18.48%	19.57%	(1.09%)
3. Operating margin	3.60%	3.71%	(0.11%)
4. Net margin	23.94%	8.42%	15.52%
5. ROA	13.03%	5.14%	7.89%
6. ROE	20.06%	8.00%	12.06%
7. Operating revenues(NT\$)/Number of employees	\$9,383	\$8,595	\$788
8. Net income(NT\$)/Number of employees	\$2,246	\$724	\$1,522



III. CORPORATE GOVERNANCE REPORT

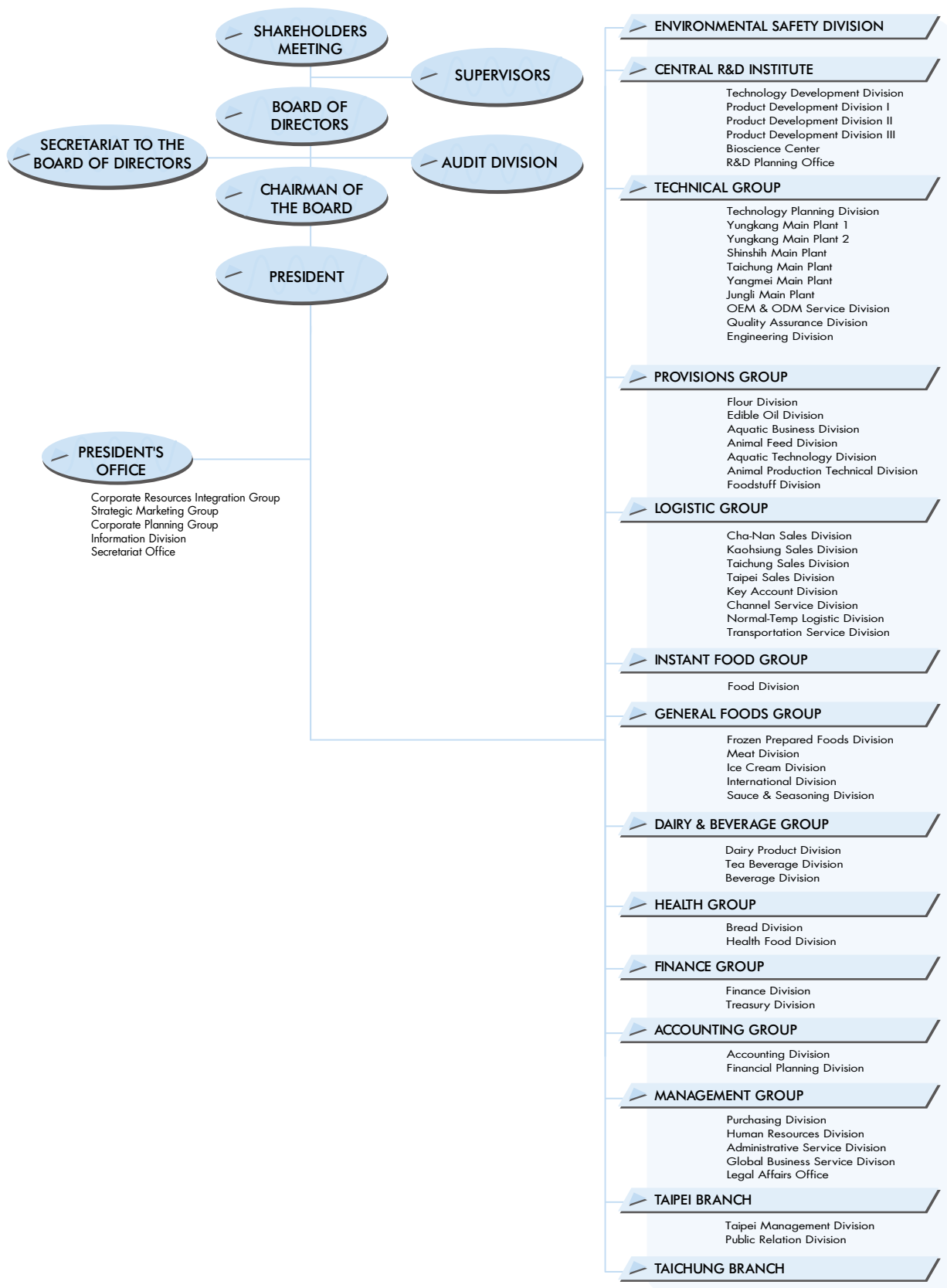
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3.1 Corporate Organization

3.1.1 Organization Chart

As of 4/30/2008



3.1.2 Function of Each Division

Division	Function
Board of Directors <ul style="list-style-type: none"> • Secretariat to the Board of Directors • Audit Division 	Plan and coordinate board meetings (draft contents and provide information); perform secretarial services to chairman Ensure the effectiveness of internal control system, strengthen corporate governance, and set up corporate risk assessment and risk management mechanism
President's Office <ul style="list-style-type: none"> • Corporate Resources Integration Group • Strategic Marketing Group • Corporate Planning Group • Information Division • Secretariat Office 	Undertake national and international investments, merger & acquisition, joint ventures (including international law affairs) projects, and follow up the necessary asset management, business integration and capital market operation Management of market and product information, operational analysis, market survey, consumer behavior analysis, promotion and advertising planning project In charge of strategy development, business process reengineering, employee training, and internet business development Planning, promotion, and management of information technology Secretarial services to the president; liaison to affiliates
Environmental Safety Division	Preserve the safety and health of the entire company
Central R&D Institute <ul style="list-style-type: none"> • Technology Development Division • Product Development Division I, II, III • Bioscience Center • R&D Planning Office 	Conduct basic researches on microorganism, material application, nutritional analysis and processing technology R&D of processing techniques and new products New Products development and clinical promotion and application Gather information; evaluate new business potentials and technology investments
Technical Group <ul style="list-style-type: none"> • Technology Planning Division • Yung kang, Shinshih, Taichung, Yangmei, and Jungli Main Plants • OEM And ODM Service Division • Quality Assurance Division • Engineering Division 	In charge of the production technology at each production site including the tasks of planning, counseling, auditing, functional management and e-applications Arrange production schedule, control production engineering, improve production process, and maintain safety and health during production Management of OEM manufacturers Quality control of raw materials and finished goods Design the production lines and equipment; maintain the electrical, plumbing, and machinery operation

Division	Function
Provisions Group <ul style="list-style-type: none"> • Flour Division • Edible Oil Division • Aquatic Feeds Division • Animal Feeds Division • Aquatic Feeds R&D Division • Animal Feeds R&D Division • Foodstuff Division 	Flour product development, production, marketing and sales Oil product development, production, marketing and sales Aquatic feed development, production, marketing and sales Animal feed Development, production, marketing and sales Develop aquatic feed formula and technology Develop livestock formula and technology; provide counseling to manage farm Foodstuff import, processing, marketing and sales
Logistic Group <ul style="list-style-type: none"> • Cha-Nan, Kaohsiung, Taichung, and Taipei Sales Division • Key Account Division • Channel Service Division • Normal-Temp Logistic Division • Transportation Service Division 	Management of ordinary channels, product promotion, communication coordination and service Manage key account, product promotion, and communication/coordination Manage and expand retail channels; provide full coverage service to retailers Distribution of all normal-temperature products Storage and shipment of raw materials and finished goods
Instant Food Group <ul style="list-style-type: none"> • Instant Noodle Division 	Instant noodle development, production, marketing and sales
General Foods Group <ul style="list-style-type: none"> • Frozen Prepared Foods Division • Meat Division • Ice Cream Division • International Division • Sauce & Seasoning Division 	Frozen food development, production, marketing and sales Meat product development, production, marketing and sales Ice cream development, production, marketing and sales International markets development and operation Soy sauce and seasoning development, production, marketing and sales
Dairy & Beverage Group <ul style="list-style-type: none"> • Dairy Product Division • Tea Beverage Division • Beverage Division 	Dairy product development, production, marketing and sales Tea beverage development, production, marketing and sales Beverage development, production, marketing and sales
Health Group <ul style="list-style-type: none"> • Bread Division • Health Food Division 	Baking product development, production, marketing and sales Health food development, production, marketing and sales
Finance Group <ul style="list-style-type: none"> • Finance Division • Treasury Division 	Fund planning and dispatch Undertake financing planning for the companies, subsidiaries and affiliates; derivatives development; hedging for interest and foreign exchanges
Accounting Group <ul style="list-style-type: none"> • Accounting Division • Financial Planning Division 	Accounting, taxes, property management, cost calculation and financial information Investment and budget planning; investment management and counseling, and establishment of investor relations

Division	Function
Management Group <ul style="list-style-type: none"> • Purchasing Division • Human Resources Division • Administrative Service Division • Global Business Service Division • Legal Affairs Office 	Purchasing, planning, cost forecasting, inventory management and control. Recruiting, hiring, training, and development of our human forces Management of daily affairs and entrance guard Overseas' new markets and new businesses development; backup supports for overseas representative offices Dealing with the issues of litigation incidents and legal affairs
Taipei Branch <ul style="list-style-type: none"> • Taipei Management Division • Public Relation Division 	Management of human resources, administrative affairs and entry guard in Taipei office In charge of public relations and internet service matters
Taichung Branch	In charge of internal communication, resource integration, and tasks supervision in Taichung office, and external consumer satisfaction and public relationship in Taichung city

3.2 Directors', Supervisors' and Managers' Information

3.2.1 Directors and Supervisors

A. Information Regarding Directors and Supervisors (I)

As of 12/31/2007

Title	Name	Date Elected	Term (Yr.)	Date (First Elected)	Shareholding when Elected		Current Shareholding		Spouse & Minor Shareholding		Education	Current Position with UPEC and Other Company	Managers, Directors and Supervisors are Spouse or within 2 Degrees of Consanguinity Each Other		
					Shares	%	Shares	%	Shares	%			Title	Name	Relation
Director (Juridical Person Shareholders)	Kao Chyuan Inv. Co., Ltd.	2007.06.28	3	1987.04.25	143,944,359	4.29	152,581,020	4.29	0	0	-	-	NA	NA	NA
Chairman (Representative)	Chin-Yen Kao (Note 3)	2007.06.28	3	1967.7.1	100,460	0.00	106,487	0.00	217,050	0.00	President of Uni-President Enterprises Corp. Honorary PhD (Law) of Lincoln Univ., U.S.A.; Honorary PhD (Mgmt.) of Nat'l Cheng Kung Univ. and Nat'l Sun Yat-Sen Univ.	(Note 9)	Director and President	Chih-Hsien Lo	Son-in-Law
Managing Director (Natural Person)	Kao-Huei Cheng	2007.06.28	3	1967.7.1	20,201,054	0.60	21,413,117	0.60	6,842,127	0.19	Vice Chairman and President of Tainan Spinning Co., Ltd. Tainan Senior Commercial High School	(Note 9)	NA	NA	NA
Managing Director (Natural Person)	Chang-Sheng Lin	2007.06.28	3	1980.6.1	29,703,931	0.89	31,486,166	0.89	2,192,418	0.06	President of Uni-President Enterprises Corp. Electrical Engineering, Nat'l Cheng Kung Univ.	(Note 9)	NA	NA	NA
Director (Juridical Person Shareholders)	Taiipo Inv. Corp.	2007.06.28	3	1986.8.15	24,866,043	0.74	25,948,005	0.73	0	0	-	-	NA	NA	NA
Director (Representative)	Ping-Chih Wu (Note 4)	2007.06.28	3	1992.6.1	28,991,756	0.86	29,892,461	0.84	2,324,136	0.07	Director of General Bank in USA MS of Chemical Engineering and MS of Industrial Management, U.S.C., USA	(Note 9)	NA	NA	NA
Director (Natural Person)	Hsiu-Jen Liu	2007.06.28	3	1983.6.1	52,075,709	1.55	55,200,251	1.55	0	0	Honorary Ph. D. of Lincoln Univ., U.S.A.	Chairman of So An Co., Ltd. and San Shi Inv. Corp.	NA	NA	NA
Director (Natural Person)	Po-Ming Hou	2007.06.28	3	1992.6.1	87,218,498	2.60	92,451,607	2.60	0	0	Executive Vice President of Tainan Spinning Co., Ltd. Tourism management, Chinese Culture University	(Note 9)	NA	NA	NA

Title	Name	Date Elected	Term (Yr.)	Date (First Elected)	Shareholding when Elected		Current Shareholding		Spouse & Minor Shareholding		Education	Current Position with UPEC and Other Company	Managers, Directors and Supervisors are Spouse or within 2 Degrees of Consanguinity Each Other		
					Shares	%	Shares	%	Shares	%			Title	Name	Relation
Director (Natural Person)	Ying-Jen Wu	2007.06.28	3	1992.6.1	4,010,677	0.12	4,231,317	0.12	1,309,240	0.04	Vice President of Uni-President Enterprises Corp. Economics, Tunghai University	Supervisor of Shin Ocean Enterprises Co., Ltd. and Shin Ho Shing Inv. Co., Ltd.	NA	NA	NA
Director (Juridical Person Shareholders)	Young Yun Inv. Co., Ltd.	2007.06.28	3	2004.6.25	4,353,287	0.13	4,614,484	0.13	0	0	-	-	NA	NA	NA
Director (Representative)	Chung-Ho Wu (Note 5)	2007.06.28	3	1999.6.1	12,049,600	0.36	12,772,576	0.36	204,704	0.01	Chemistry, Fu Jen Catholic University	Director and President of San Shi Inv. Corp.; Director of Tainan Spinning Co., Ltd.	NA	NA	NA
Director (Representative)	Chih-Hsien Lo (Note 6)	2007.06.28	3	2007.6.28	2,523,598	0.08	2,675,013	0.08	58,293,342	1.64	Executive Vice President of Uni-President Enterprises Corp. MBA, U.C.L.A, U.S.A.	(Note 9)	Chairman	Chin-Yen Kao	Father-in-Law
Supervisor (Natural Person)	Kao-Keng Chen	2007.06.28	3	1967.7.1	28,464,576	0.85	30,172,450	0.85	0	0.00	Manager of Tainan Spinning Co., Ltd. National Taipei University of Technology	Supervisor of Tainan Spinning Co., Ltd.	Manager	Jing-Xing Chen	Son
Supervisor (Juridical Person Shareholders)	Chau Chih Inv. Co., Ltd.	2007.06.28	3	1998.6.1	8,819,997	0.26	9,349,196	0.26	0	0.00	-	-	NA	NA	NA
Supervisor (Representative)	Peng-Chih Kuo (Note 7)	2007.06.28	3	1999.5.1	1,805	0.00	1,913	0.00	106,136	0.00	Civil Engineering, National Taiwan University	Chairman of Wisdom Flower Corp.	NA	NA	NA
Supervisor (Natural Person)	Joe J.T. Teng	2007.06.28	3	2001.6.1	3,277,058	0.10	3,473,681	0.10	0	0.00	MBA, U.C. Berkley, U.S.A.	Representative of Mainland China Area of President Capital Management Co.	NA	NA	NA

Note 1 : Shareholding by nominee arrangement : None.

Note 2 : Directors, supervisors who have ever hold positions in the auditor's agency or its affiliated companies : None.

Note 3 : Representative of Kao Chyuan Inv. Co., Ltd.

Note 4 : Representative of Taipo Inv. Corp.

Note 5 : Representative of Young Yun Inv. Co., Ltd.

Note 6 : Representative of Chyuan Inv. Co., Ltd.

Note 7 : Representative of Chau Chih Inv. Co., Ltd.

Note 8 : On Oct. 26, 2007, director Ching-Chien Hou Su transferred more than 1/2 of the shares she held at the time she was being elected. According to the Company law, she was therefore dismissed the duty of director.

Note 9 : Current position with other company:

Name	Current Position with Other Company
Chin-Yen Kao	<p>Chairman of : President Chain Store Corp., Ton Yi Industrial Corp., TTET Union Corp., President Fair Development Corp., President International Development Corp., Scino Pharm Taiwan Ltd., Scino Pharm Biochemical Technology Co., Ltd., Guang Dan Commodity Corp., Guang Dan Commodity Corp., Uni-President Development Corp., Kao Chyuan Inv. Co., Ltd.</p> <p>Managing Director : Tainan Spinning Co., Ltd., Prince Housing Development Corp.</p> <p>Director of : Ta Chen Construction & Engineering Corp., Han Tech Venture Capital Corp., Uni-President China Holdings Ltd. (Cayman), PCS (BVI) Holdings Ltd., PCSC (China) Ltd., PCS (Labuan) Holdings Ltd., PCSC (China) Drugstore Ltd., PCSC (China) Supermarket Ltd., PCSC (China) Restaurant Limited, Kai Yu (BVI) Investment Co., Ltd., Global Strategic Investment Inc. \ President Energy Development (Cayman Islands) Ltd., Uni-Home Tech. Corp., Cayman President Holdings Ltd.</p>
Kao-Huei Cheng	<p>Chairman of : Tainan Spinning Co., Ltd., Nan Fan Housing Development Co., Ltd.</p> <p>Director of : Scino Pharm Taiwan Ltd., President International Development Corp., Southern Taiwan University of Tech., Keng Ting Enterprises Co., Ltd., Universal Venture Capital Investment Corp., Scino Pharm Biochemical Technology Co., Ltd., Ming Da Enterprises Co., Ltd., Joyful Investment Co., Ltd., Uni-President Assets Management Co., Ltd., President Fair Development Corp.</p>
Chang-Sheng Lin	<p>Chairman of : President Baseball Team Corp., President Natural Industrial Corp., Mospec Semiconductor Corp., President Pharmaceutical Corp., Ton Yi Pharmaceutical Corp., President Coffee Corp., President Transnet Corp., Uni-President Department Store Corp., Uni-President Cold Chain Corp., President Life Sciences Co., Ltd., Tung Li Development Corp., President Collect Service Co., Ltd., Kainan Plywood & Wood Mfg. Co., Ltd., Uni-President Biotechnologies Co., Ltd., Kai Yu Investment Co., Ltd., Kai Nan Investment Co., Ltd., Tong Yu Investment Corp., Tong Shou Investment Corp., Tong Cheng Investment Corp., Tong Ren Corp. Limited, President Enterprises (China) Investment Co., Ltd., Xinjiang President Enterprises Food Co., Ltd., Tianjiang President Enterprises Food Co., Ltd., Meishan President Feed & Oil Co., Ltd., Zhongshan President Enterprises Co., Ltd., Guangzhou President Enterprises Co., Ltd., Zhengzhou President Enterprises Co., Ltd., Changjiagang President Nisshin Food Co., Ltd., Beijing President Enterprises Drinks & Food Co., Ltd., Nanchang President Enterprises Co., Ltd., Beijing President Food Co., Ltd. Chengdu President Enterprises Food Co., Ltd., Kunshan President Enterprises Food Co., Ltd., Kunming President Enterprises CorpWuhan President Enterprises Food Co., Ltd., Harbin President Enterprises Co., Ltd., Hefei President Enterprises Co., Ltd., Shenyang President Enterprises Co., Ltd., Shanghai President International Food Co., Ltd., Fuzhou President Enterprises Co., Ltd., Shanghai Songjiang President Enterprises Co., Ltd., Guangzhou President Heathly Food Tech. Co., Ltd., President (Shanghai) Trading Co., Ltd., Shanghai President Coffee Co., Ltd., President Global Corp., President Coffee (Cayman) Holdings Ltd., Presiclrc Ltd., Uni-President (Vietnam) Co., Ltd.</p> <p>C.E.O. of : Uni-President Group</p>

Name	Current Position with Other Company
Chang-Sheng Lin	<p>Vice Chairman of : President Nisshin Corp., President Kikkoman Inc., Toppoly Optoelectronics Corp.</p> <p>Director of : President Chain Store Corp., Nanlien International Corp., President Entertainment Corp., Tone Sang Construction Corp., Ztong Yee Industrial Co., Ltd., Presicarre Corp., Ton Yi Industrial Corp., TTET Union Corp., Mech-President Corp., Ta Chen Construction & Engineering Corp., Prince Housing Development Corp., Uni-President Development Corp., Tung-Ho Development Corp., Uni-Resort Corp., President Fair Development Corp., President International development Corp., Scino Pharm Taiwan Ltd., President Tokyo Corp., President Tokyo Auto Leasing Corp., PK Venture Capital Corp., Presitex Co., Ltd., Scino Pham Biochemical Technology Co., Ltd., SYNergy ScienTech Corp., Tong Ting Gas Corp., Taiwan Genome Science Inc., Kuan Tang Industrial Harbor Corp., Kanh Na Hsiung Enterprise Co., Ltd., Uni-Splendor Corp., Century Quick Service Restaurant Corp., Union Chinese Corp., President Direct Marketing Corp., Dayeh Takashimaya Department Store Inc., Uni-President Assets Management Co., Ltd., Chongging Carrefour Commercial Co., Ltd., Jiafu (Tianjing) International Trading Co., Ltd., Kunshan President Kikkoman Biotechnology Co., Ltd., Wondersun Dairy Corp., Xiang Lu Industrial Ltd., Guangzhou Jiaguang Supermarket Co., Ltd., Ztong Yee (Tianjin) Industrial Co., Uni-President China Holdings Ltd.(Cayman), T&T Supermarket Inc. , Kai Nan (BVI) Investment Co., Ltd., Uni-President Southeast Asia Holdings Ltd., President International Trade & Investment (BVI) Corp., PCS (BVI) Holdings Ltd., PCSC (China) Ltd., PCS (Labuan) Holdings Ltd., PCSC (China) Drugstore Ltd., PCSC (China) Supermarket Ltd., PCSC (China) Restaurant Limited, Uni-President Asia Holding Ltd., Uni-President Oven Bakery (BVI) Co., Ltd., President (BVI) International Investment Holdings Ltd., President Energy Development (Cayman Islands) Ltd.</p> <p>President of : Kai Yu Investment Co., Ltd., Kai Nan Investment Co., Ltd.</p>
Ping-Chih Wu	<p>Director of : President Pharmaceutical Corp., Ton Yi Pharmaceutical Corp., President Global Corp., Ameripecc Inc.</p> <p>President of : President Global Corp., Ameripecc Inc.</p>
Po-Ming Hou	<p>Vice Chairman of : Tainan Spinning Co., Ltd.</p> <p>Managing Director : Nantex Industry Co., Ltd.</p> <p>Director of : Prince Housing Development Corp., Ta Chen Construction & Engineering Corp., Nan Fan Housing Development Co., Ltd., President Entertainment Corp., Qware System & Services Corp.</p> <p>President of : Tainan Spinning Co., Ltd.</p>

Name	Current Position with Other Company
Chih-Hsien Lo	<p>Chairman of : Presco Netmarketing Inc., President Packaging Corp., President Musashino Corp., Uni-President Dream Parks Corp., Uni-OAO Travel Service Corp., Xin-Ya Enterprises Corp., Tung-Hsiang Enterprises Corp., Tung-Shun Enterprises Corp., Sanshui Jianlibao Commerce Co., Ltd., Uni-President China Holdings Ltd. (Cayman), Uni-President (Thailand) Ltd., Uni-President Foods Corp., Uni-President (Philippines) Corp.</p> <p>Vice Chairman of : President Enterprises (China) Investment Co., Ltd.</p> <p>Director of : President Chain Store Corp., Ton Yi Industrial Corp., President Baseball Team Corp., Nanlien International Corp., Uni-President Cold Chain Corp., President Entertainment Corp., Tung Ho Development Corp., Uni-President Organics Corp., President Fair Development Corp., The Tait Group of Companies, President International Development Corp., Uni-President Glass Industrial Co., Ltd., Retail Support International Corp., President Nisshin Corp., President Kikkoman Inc., Kai Yu Investment Co., Ltd., Kai Nan Investment Co., Ltd., Tong Yu Investment Corp., Tong Shou Investment Corp., Tong Cheng Investment Corp., Muji (Taiwan) Co., Ltd., President Coffee Corp., Uni-President Vendor Corp., Kuang Chuan Dairy Co., Ltd., Kuang Chuan Foods Co., Ltd., President Investment Trust Corp., Century Quick Service Restaurant Corp., Guangzhou President Healthy Food Technology Co., Ltd., Xinjiang President Enterprises Food Co., Ltd., Beijing President Food Co., Ltd., Wuhan President Enterprises Food Co., Ltd., Kunshan President Enterprises Food Co., Ltd., Kunming President Enterprises Corp., Chengdu President Enterprises Food Co., Ltd., Meishan President Feed & Oil Co., Ltd., Guangzhou President Enterprises Co., Ltd., Shenyang President Enterprises Co., Ltd., Changjiagang President Nisshin Food Co., Ltd., Qingdao President Feed & Livestock Co., Ltd., Harbin President Enterprises Co., Ltd., Hefei President Enterprises Co., Ltd., Shanghai President International Food Co., Ltd., Kunshan President Kikkoman Biotechnology Co., Ltd., Beijing President Enterprises Drinks & Food Co., Ltd., Fuzhou President Enterprises Co., Ltd., Nanchang President Enterprises Co., Ltd., Cargill-President (Dongguan) Feed Protein Technology Co., Ltd., Beijing President Kirin Beverage Co., Ltd., President (Shanghai) Trading Co., Ltd., Zhengzhou President Enterprises Co., Ltd., Jinmailang Beverage(Beijing) Co.,Ltd., Chanchu President Packaging Co., Ltd., Yantai North Andre Juice Co., Ltd., Uni-President International (HK) Co., Ltd., Uni-President (Vietnam) Co., Ltd., PT. ABC President Enterprises Indonesia, Linkhope Intl. LCC., Cargill President Holdings Pte. Ltd.</p> <p>President of : Uni-President Enterprises Corp.</p> <p>Supervisor of : Kao Chyuan Inv. Corp.</p>

B. List of Major Shareholders of UPEC's Institutional Shareholders

As of 12/31/2007

UPEC's Institutional Shareholders	Major Shareholders of UPEC's Institutional Shareholders (Holding Percentage)
Taiipo Inv. Corp.	Shiu-Chi Wu (2.47%), Chao-Mei Wu Tseng (8.24%), Ping-Chih Wu (20.60%), Ping-Yuan Wu (20.60%), Chien-Te Wu (18.71%), Wei-Te Wu (18.71%), Su-Mei Huang (8.88%), Chang Ta Inv. Co., Ltd. (1.41%), Hsin-Hsiung Chang (0.06%), Ching-Mei Wu (0.06%)
Kao Chyuan Inv. Co., Ltd.	Chin-Yen Kao (1.48%), Huan Kuo Lai (15.86%), Hsiu-Ling Kao (59.87%), Chih-Hsien Lo (20.09%), Han-Di Lin (0.98%), Tze-Yi Kao (0.58%), Cheng-Hsien Kao (0.37%), Cheng-Jung Kao (0.19%), Chi-Cheng Kao (0.19%), Chun-Chen Kao (0.01%)
Young Yun Inv. Co., Ltd.	Thun-Chih Wu (0.70%), Chin Wu Wang (0.70%), Chung-Cheng Wu (23.80%), Chung-Chien Wu (23.80%), Man-Hui Wu (8.50%), Pao-Hui Wu (8.5%), Chung-Ho Wu (26.35%), Mei-Hsiang Chen (3.40%), Ai-Kuei Huang (3.40%), Wu Chun Chieh Charity Foundation (0.85%)
Chau Chih Inv. Co. Ltd.	Hsien-Nu Kuo Hsu (1.67%), Peng-Chih Kuo (1.31%), Chi-Fen Chang (2.51%), Ying-Chung Lin (2.51%), Jing-Chung Kuo (57.18%), Hung-Ji Kuo (29.85%), Cheng-Yi Kuo (2.27%), Cheng-Chun Kuo (2.27%), Yu-Ying Kuo (0.21%), Wei-Yu Kuo (0.21%)

C. List of Institutional Shareholders of The Major Shareholders

Institutional Shareholders	Major Shareholders of the Institutional Shareholders (Holding Percentage)
Chang Ta Inv. Co., Ltd.	Shiu-Chi Wu (1.01%), Chao-Mei Wu Tseng (1.01%), Ping-Chih Wu (22.73%), Ping-Yuan Wu (22.73%), Wei-Te Wu (22.73%), Chien-Te Wu (22.73%), Su-Mei Huang (1.01%), Shu-Nu Wu (1.01%), Chonz-Hwei Honz (1.01%), Ching-Mei Wu (0.5%)
Wu Chun Chieh Charity Foundation	Chin-Yen Kao (0%), Tsung-Lun Wu (0%), Man-Hui Wu (0%), Chung-Chien Wu (0%), Pao-Hui Wu (0%), Chung-Ho Wu (0%), Lung-Hun Sun (0%), Tien-Mao Lin (0%), Feng-Shan Wu (0%), Ping-Huang Yan (0%)

D. Information Regarding Directors and Supervisors (II)

Name	Terms	Five or More Years Experience or Professional Qualification			Criteria (Note)										Number of Companies Also Serves as Independent Director for	
		Lecturer or above in Business, Law, Finance, Accounting or Corporate Business Related Fields	Qualification of Justice, Procurator, Attorney, CPA, Specialist or technician of National Examination in Corporate Business Related Fields	Experience in Business, Law, Finance, Accounting, or Corporate Business Related Fields	1	2	3	4	5	6	7	8	9	10		
Kao Chyuan Inv. Co., Ltd. (Representative: Chin-Yen Kao)				✓	✓		✓							✓		0
Kao-Huei Cheng				✓	✓		✓	✓	✓			✓	✓	✓		0
Chang-Sheng Lin				✓			✓	✓	✓			✓	✓	✓		0
Taiipo Inv. Corp. (Representative: Ping-Chih Wu)				✓			✓	✓	✓		✓	✓	✓			0
Hsiu-Jen Liu				✓	✓		✓	✓			✓	✓	✓			0
Po-Ming Hou				✓	✓			✓			✓	✓	✓			0
Ying-Jen Wu				✓	✓		✓	✓	✓	✓	✓	✓	✓	✓		0
Young Yun Inv. Co., Ltd. (Representative: Chung-Ho Wu)				✓	✓		✓	✓	✓			✓	✓			0
Kao Chyuan Inv. Co., Ltd. (Representative: Chih-Hsien Lo)				✓									✓			0
Kao-Keng Chen				✓	✓		✓	✓	✓	✓	✓	✓	✓	✓		0
Chau Chih Inv. Co., Ltd. (Representative: Peng-Chih Kuo)				✓	✓		✓	✓	✓	✓	✓	✓	✓			0
Joe J.T. Teng				✓	✓		✓	✓	✓	✓	✓	✓	✓	✓		0

Note : Directors or supervisors, during the two years before being elected or during the term of office, have been or be any of the following, please tick the appropriate corresponding boxes :

1. Not an employee of the company or any of its affiliates ;
2. Not a director or supervisor of the company or any of its affiliates. The same does not apply, however, in cases where the person is an independent director of the company, its parent company or any subsidiary in which the company holds, directly or indirectly, more than 50% of the voting shares ;
3. Not a natural-person shareholder who holds shares, together with those held by the person's spouse, minor children, or held by the person under others' names, in an aggregate amount of 1% or more of the total number of issued shares of the company or ranking in the top10 in holdings ;
4. Not a spouse, relative within the second degree of kinship, or lineal relative within the fifth degree of kinship, of any of the persons in the preceding three subparagraphs ;
5. Not a director, supervisor, or employee of a corporate shareholder that directly holds 5% or more of the total number of issued shares of the company or that holds shares ranking in the top five in holdings ;
6. Not a director, supervisor, officer, or shareholder holding 5% or more of the shares, of a specified company or institution that has a financial or business relationship with the company
7. Not a professional individual who, or an owner, partner, director, supervisor, or officer of a sole proprietorship, partnership, company, or institution that, provides commercial, legal, financial, accounting services or consultation to the company or to any affiliated of the company, or a spouse thereof ;
8. Not having a marital relationship, or a relative within the second degree of kinship to any other director of the company ;
9. Not been a person of any conditions defined in Article30 of the Company Law ; and
10. Not a governmental, juridical person or its representative as defined in Article27 of the Company Law.

3.2.2 Information of Management Team

As of 12/31/2007

Title	Name	Date Effective	Shareholding		Spouse & Minor Shareholding		Education & Experience (Note2)	Current Position with Other Company	Managers are Spouse or within 2 Degrees of Consanguinity Each Other		
			Shares	%	Shares	%			Title	Name	Relation
CEO	Chang-Sheng Lin	2003.07.01	31,486,166	0.89%	2,192,418	0.06%	Electrical Engineering, Nat'l Cheng Kung Univ.	(Note 4)	NA	NA	NA
Vice CEO	Lung-Yi Lin	2007.06.28	1,096,276	0.03%	929,657	0.03%	Accounting, Nat'l Cheng Kung Univ.	(Note 4)	NA	NA	NA
President	Chih-Hsien Lo	2007.06.28	2,675,013	0.08%	58,293,342	1.64%	MBA, UCLA, U.S.A.	(Note 4)	Chairman	Chin-Yen Kao	Father-in-law
Senior Vice President	Chin-Tson Chung	2002.03.01	8,319	0.00%	25,295	0.00%	Economics, Soochow University	(Note 4)	NA	NA	NA
Senior Vice President	Po-Rong Yen	2002.03.01	408,075	0.01%	0	0.00%	Business Administration, Aletheia University	(Note 4)	NA	NA	NA
Senior Vice President	Hua-Yang Lee	2002.03.01	0	0.00%	64,809	0.00%	Tohoku Univ., Japan	(Note 4)	NA	NA	NA
Senior Vice President	Wen-Lung Yang	2005.01.01	0	0.00%	0	0.00%	Sociology, Nat'l Chung Hsing Univ.	(Note 4)	NA	NA	NA
Senior Vice President	Chih-Peng Hsieh	2005.01.01	0	0.00%	0	0.00%	Economics, Nat'l Chung Hsing Univ.	(Note 4)	NA	NA	NA
Vice President	Chung-Sung Wu	1997.04.08	0	0.00%	0	0.00%	MBA, Oklahoma State University, U.S.A.	(Note 4)	NA	NA	NA
Vice President	Chien-Chang Chen	2000.02.01	0	0.00%	3,380	0.00%	Horticulture, Chinese Culture University	(Note 4)	NA	NA	NA
Vice President	Tsung-Ming Su (Note 3)	2000.08.01	0	0.00%	0	0.00%	MBA, Iowa State University, U.S.A.	(Note 4)	NA	NA	NA
Vice President	Chien-Li Yin (Note 3)	2001.12.01	142,240	0.00%	22,510	0.00%	Accounting, Nat'l Chung Hsing Univ.	(Note 4)	NA	NA	NA
Vice President	Fu-Shang Yang	2002.03.01	171,462	0.00%	46,397	0.00%	Chemistry, Nat'l Chung Hsing Univ.	(Note 4)	NA	NA	NA
Vice President	Hong-Bin Lee	2002.03.01	0	0.00%	0	0.00%	Economics, Fu Jen Catholic University	(Note 4)	NA	NA	NA
Vice President	Long-Hong Lu	2003.05.01	0	0.00%	1,467	0.00%	Food Science, Nat'l Chung Hsing Univ.	(Note 4)	NA	NA	NA
Vice President	Ikeuchi Chihiro	2004.10.18	0	0.00%	0	0.00%	Nippon Veterinary and animal Science Univ., Japan	NA	NA	NA	NA
Vice President	Ying-Thung Yu	2005.01.01	0	0.00%	36,898	0.00%	Business Administration, Tamkang University	(Note 4)	NA	NA	NA
Vice President	Jui-Sheng Wang	2005.01.01	0	0.00%	1,380	0.00%	Business Administration, Soochow University	(Note 4)	NA	NA	NA
Vice President	Jui-Tien Huang	2005.01.01	29,680	0.00%	0	0.00%	Master Degree in Marketing, Nat'l Kaohsiung First Univ. of Science and Tech.	(Note 4)	NA	NA	NA
Vice President	Chi-Chih Tseng	2007.06.28	0	0.00%	0	0.00%	Food Science, Nat'l Chung Hsing Univ.	NA	NA	NA	NA
Vice President	Chun-Huang Huang	2007.06.28	0	0.00%	0	0.00%	Banking, Nat'l Chengchi Hsing Univ.	(Note 4)	NA	NA	NA

Note 1: Shareholding by nominee arrangement : None.

Note 2: Managers who have ever hold positions in the auditor's agency or its affiliated companies : None.

Note 3: On Apr. 16, Mr. Tsung-Ming Su and Mr. Chien-Li Yin were appointed as Senior Vice Presidents by the board of directors.

Note 4: Current position with other company :

Name	Current Position with Other Company
Chang-Sheng Lin	<p>Chairman of : President Baseball Team Corp., President Natural Industrial Corp., Mospec Semiconductor Corp., President Pharmaceutical Corp., Ton Yi Pharmaceutical Corp., President Coffee Corp., President Transnet Corp., Uni-President Department Store Corp., Uni-President Cold Chain Corp., President Life Sciences Co., Ltd., Tung Li Development Corp., President Collect Service Co., Ltd., Kainan Plywood & Wood Mfg. Co., Ltd., Uni-President Biotechnologies Co., Ltd., Kai Yu Investment Co., Ltd., Kai Nan Investment Co., Ltd., Tong Yu Investment Corp., Tong Shou Investment Corp., Tong Cheng Investment Corp., Tong Ren Corp. Limited, President Enterprises (China) Investment Co., Ltd., Xinjiang President Enterprises Food Co., Ltd., Tianjiang President Enterprises Food Co., Ltd., Meishan President Feed & Oil Co., Ltd., Zhongshan President Enterprises Co., Ltd., Guangzhou President Enterprises Co., Ltd., Zhengzhou President Enterprises Co., Ltd., Changjiagang President Nisshin Food Co., Ltd., Beijing President Enterprises Drinks & Food Co., Ltd., Nanchang President Enterprises Co., Ltd., Beijing President Food Co., Ltd. Chengdu President Enterprises Food Co., Ltd., Kunshan President Enterprises Food Co., Ltd., Kunming President Enterprises CorpWuhan President Enterprises Food Co., Ltd., Harbin President Enterprises Co., Ltd., Hefei President Enterprises Co., Ltd., Shenyang President Enterprises Co., Ltd., Shanghai President International Food Co., Ltd., Fuzhou President Enterprises Co., Ltd., Shanghai Songjiang President Enterprises Co., Ltd., Guangzhou President Healthy Food Tech. Co., Ltd., President (Shanghai) Trading Co., Ltd., Shanghai President Coffee Co., Ltd., President Global Corp., President Coffee (Cayman) Holdings Ltd., Presiclerc Ltd., Uni-President (Vietnam) Co., Ltd.</p> <p>C.E.O. of : Uni-President Group</p> <p>Vice Chairman of : President Nisshin Corp., President Kikkoman Inc., Toppoly Optoelectronics Corp.</p> <p>Director of : President Chain Store Corp., Nanlien International Corp., President Entertainment Corp., Tone Sang Construction Corp., Ztong Yee Industrial Co., Ltd., Presicarre Corp., Ton Yi Industrial Corp., TTET Union Corp., Mech-President Corp., Ta Chen Construction & Engineering Corp., Prince Housing Development Corp., Uni-President Development Corp., Tung-Ho Development Corp., Uni-Resort Corp., President Fair Development Corp., President International development Corp., Scino Pharm Taiwan Ltd., President Tokyo Corp., President Tokyo Auto Leasing Corp., PK Venture Capital Corp., Presitex Co., Ltd., Scino Pham Biochemical Technology Co., Ltd., SYNergy ScienTech Corp., Tong Ting Gas Corp., Taiwan Genome Science Inc., Kuan Tang Industrial Harbor Corp., Kanh Na Hsiung Enterprise Co., Ltd., Uni-Splendor Corp., Century Quick Service Restaurant Corp., Union Chinese Corp., President Direct Marketing Corp., Dayeh Takashimaya Department Store Inc., Uni-President Assets Management Co., Ltd., Chongging Carrefour Commercial Co., Ltd., Jiafu (Tianjing) International Trading Co., Ltd., Kunshan President Kikkoman Biotechnology Co., Ltd., Wondersun Dairy Corp., Xiang Lu Industrial Ltd., Guangzhou Jiaguang Supermarket Co., Ltd., Ztong Yee (Tianjin) Industrial Co., Uni-President China Holdings Ltd.</p>

Name	Current Position with Other Company
Chang-Sheng Lin (continued)	<p>(Cayman), T&T Supermarket Inc. , Kai Nan (BVI) Investment Co., Ltd., Uni-President Southeast Asia Holdings Ltd., President International Trade & Investment (BVI) Corp., PCS (BVI) Holdings Ltd., PCSC (China) Ltd., PCS (Labuan) Holdings Ltd., PCSC (China) Drugstore Ltd., PCSC (China) Supermarket Ltd., PCSC (China) Restaurant Limited, Uni-President Asia Holding Ltd., Uni-President Oven Bakery (BVI) Co., Ltd., President (BVI) International Investment Holdings Ltd., President Energy Development (Cayman Islands) Ltd.</p> <p>President of : Kai Yu Investment Co., Ltd., Kai Nan Investment Co., Ltd.</p>
Lung-Yi Lin	<p>Chairman of : Uni-President Glass Industrial Co., Ltd., Uni-President Organics Corp., Qingdao President Feed & Livestock Co., Ltd.</p> <p>Vice Chairman of : Uni-President (Vietnam) Co., Ltd., President Enterprises (China) Investment Co., Ltd.</p> <p>Director of : President Chain Store Corp., Ton Yi Industrial Corp., Nanlien International Corp., President Entertainment Corp., President Baseball Team Corp., Tone Sang Construction Corp, Retail Support International Corp., President Nisshin Corp., Mech-President Corp., Prince Housing Development Corp., Ta Chen Construction & Engineering Corp., Mospec Semiconductor Corp., Tung Ho Development Corp., Uni-Resort Corp., President Tokyo Corp., President Tokyo Auto Leasing Corp., President Kikkoman Inc., Kai Yu Investment Co., Ltd., President Fair Development Corp., President International Development Corp., PK Venture Capital Corp., Kai Nan Investment Co., Ltd., President Transnet Corp., Uni-President Development Corp., Uni-President Oven Bakery Corp., Tong Yu Investment Corp., Tong Shou Investment Corp., Tong Cheng Investment Corp., Presitex Co., Ltd., Uni-Home Tech. Corp., Century Quick Service Restaurant Corp., President Drugstore Business Corp., Kainan Plywood & Wood Mfg. Co., Ltd., Uni-President China Holdings Ltd. (Cayman), Xinjiang President Enterprises Food Co., Ltd., Beijing President Food Co., Ltd., Tianjiang President Enterprises Food Co., Ltd., Meishan President Feed & Oil Co., Ltd., Zhongshan President Enterprises Co., Ltd., Guangzhou President Enterprises Co., Ltd., Zhengzhou President Enterprises Co., Ltd., Changjiagang President Nisshin Food Co., Ltd., Beijing President Enterprises Drinks & Food Co., Ltd., Nanchang President Enterprises Co., Ltd., Chengdu President Enterprises Food Co., Ltd., Kunshan President Enterprises Food Co., Ltd., Kunming President Enterprises Corp., Wuhan President Enterprises Food Co., Ltd., Harbin President Enterprises Co., Ltd., Hefei President Enterprises Co., Ltd., Shenyang President Enterprises Co., Ltd., Fuzhou President Enterprises Co., Ltd., Shanghai Songjiang President Enterprises Co., Ltd., Jiafu (Tianjing) International Trading Co., Ltd., Guangzhou President Healthy Food Technology Co., Ltd., President Cosmed Chain Store (Shen Zhen) Co, Ltd., Outlook Investment Pte Ltd., President Energy Develop.(Cayman) Ltd.</p> <p>Supervisor of : Presicarre Corp., Charng Yang Development Co., Ltd., Carrefour Stores (Taiwan) Co., Ltd., Ton Yi Industrial Corp., Grand Bills Finance Corp., Scino Pharm Taiwan Inc., Scino Pharm Biochemical Technology Co., Ltd., President Collect Service Co. Ltd., Tung Li Development Corp., Ztong Yee Industrial Co., Ltd., Ztong Yee (Tianjin) Industrial Co., Ltd.</p>

Name	Current Position with Other Company
Chih-Hsien Lo	<p>Chairman of : Presco Netmarketing Inc., President Packaging Corp., President Musashino Corp., Uni-President Dream Parks Corp., Uni-OAO Travel Service Corp., Xin-Ya Enterprises Corp., Tung-Hsiang Enterprises Corp., Tung-Shun Enterprises Corp., Sanshui Jianlibao Commerce Co., Ltd., Uni-President China Holdings Ltd. (Cayman), Uni-President (Thailand) Ltd., Uni-President Foods Corp., Uni-President (Philippines) Corp.</p> <p>Vice Chairman of : President Enterprises (China) Investment Co., Ltd.</p> <p>Director of : President Chain Store Corp., Ton Yi Industrial Corp., President Baseball Team Corp., Nanlien International Corp., Uni-President Cold Chain Corp., President Entertainment Corp., Tung Ho Development Corp., Uni-President Organics Corp., President Fair Development Corp., The Tait Group of Companies, President International Development Corp., Uni-President Glass Industrial Co., Ltd., Retail Support International Corp., President Nisshin Corp., President Kikkoman Inc., Kai Yu Investment Co., Ltd., Kai Nan Investment Co., Ltd., Tong Yu Investment Corp., Tong Shou Investment Corp., Tong Cheng Investment Corp., Muji (Taiwan) Co., Ltd., President Coffee Corp., Uni-President Vendor Corp., Kuang Chuan Dairy Co., Ltd., Kuang Chuan Foods Co., Ltd., President Investment Trust Corp., Century Quick Service Restaurant Corp., Guangzhou President Healthy Food Technology Co., Ltd., Xinjiang President Enterprises Food Co., Ltd., Beijing President Food Co., Ltd., Wuhan President Enterprises Food Co., Ltd., Kunshan President Enterprises Food Co., Ltd., Kunming President Enterprises Corp., Chengdu President Enterprises Food Co., Ltd., Meishan President Feed & Oil Co., Ltd., Guangzhou President Enterprises Co., Ltd., Shenyang President Enterprises Co., Ltd., Changjiagang President Nisshin Food Co., Ltd., Qingdao President Feed & Livestock Co., Ltd., Harbin President Enterprises Co., Ltd., Hefei President Enterprises Co., Ltd., Shanghai President International Food Co., Ltd., Kunshan President Kikkoman Biotechnology Co., Ltd., Beijing President Enterprises Drinks & Food Co., Ltd., Fuzhou President Enterprises Co., Ltd., Nanchang President Enterprises Co., Ltd., Cargill-President (Dongguan) Feed Protein Technology Co., Ltd., Beijing President Kirin Beverage Co., Ltd., President (Shanghai) Trading Co., Ltd., Zhengzhou President Enterprises Co., Ltd., Jinmailang Beverage(Beijing) Co.,Ltd., Chancshu President Packaging Co., Ltd., Yantai North Andre Juice Co., Ltd., Uni-President International (HK) Co., Ltd., Uni-President (Vietnam) Co., Ltd., PT. ABC President Enterprises Indonesia, Linkhope Intl. LCC., Cargill President Holdings Pte. Ltd.</p> <p>President of : Uni-President Enterprises Corp.</p> <p>Supervisor of : Kao Chyuan Inv. Corp.</p>
Chin-Tson Chung	<p>Chairman of : President Future Corp.</p> <p>Director of : Grand Bills Finance Corp., President Investment Trust Corp., President International Development Corp., SYNnersy ScienTech Corp.</p> <p>Supervisor of : Hantech Venture Capital Corp.</p>

Name	Current Position with Other Company
Po-Rong Yen	Chairman of : Tung Hsiang Corp., Tung Chu Enterprises Corp. Director of : Wine-Well International Corp., Huei-Tung Enterprise Corp., Kun-Fu Corp., Chao-Tung Enterprises Corp., Huairan International Co., Ltd., Nanlien International Corp., Tung Yuan Corp., Tung Ang Enterprises Corp., Union Chinese Corp.
Hua-Yang Lee	Director of : President Natural Industrial Corp., President Pharmaceutical Corp., Ton Yi Pharmaceutical Corp., President International Development Corp., Uni-President Organics Corp., Uni-President Oven Bakery Corp., Uni-President Biotechnologies Co., Ltd., President ScinoPharm Technology Co., Ltd., Xinjiang President-Scinopharm Technology Co., Ltd., Scino Pharm Biochemical Technology Co., Ltd., Wuhan Uni-President Bread Bakery Co., Ltd.
Wen-Lung Yang	Chairman of : Uni-President Vendor Corp., Tung Ang Enterprises Corp. Director of : President Chain Store Corp., The Tait Group of Companies, President Baseball Team Corp., President International Development Corp., Tung-Li Enterprises Corp., Mao-Tung Corp., Tung-Huang Enterprises Corp., President Enterprises (China) Investment Co., Ltd., Uni-President (Thailand) Ltd., Uni-President Marketing Co., Ltd., Uni-President (Vietnam) Co., Ltd., PT ABC President Enterprises Indonesia, Saigon Beverages Joint Stock Company. Supervisor of : Ton Yi Industrial Corp., Yuan-Tai Enterprises Corp., Tung-Yi Enterprises Corp., Chi-Chiang Corp.
Chih-Peng Hsieh	Chairman of : Tung Guan Enterprises Co., Ltd., Tung Jun International Corp, Presidnet Fuche (Qingdo) Co., Ltd., Cargill President Holdings Pte. Ltd., Cargill-President (Dongguan) Feed Protein Technology Co., Ltd. Director of : President Securities Corp., President Nisshin Corp., President International Development Corp., President Packaging Corp., President Baseball Team Corp., San Tong Wanfu (Qingdao) Food Co., Ltd., Dalian Beiliang Logistics Services Co., Ltd., Tianjiang President Enterprises Food Co., Ltd., Meishan President Feed & Oil Co., Ltd., Zhongshan President Enterprises Co., Ltd., Changjiagang President Nisshin Food Co., Ltd., President Enterprises (China) Investment Co., Ltd., Qingdao President Feed & Livestock Co., Ltd., Shanghai Songjiang President Enterprises Co., Ltd., Suzhou President Packaging Co., Ltd., PCSC (Vietnam) Supermarket Ltd., Uni-President (Vietnam) Co., Ltd., Uni-President (Philippines) Corp., Uni-President Foods Corp., President Energy Development (Cayman Islands) Ltd., PT ABC President Enterprises Indonesia. Supervisor of : TTET Union Corp.
Chung-Sung Wu	Chairman of : Xin-Tung Corp. Director of : Tung Chu Enterprises Corp., Independent Director of : Han Lin Publishing Co., Ltd.
Chien-Chang Chen	Chairman of : Tung Shen Corp., Mao Tung Corp. Director of : Tung Guan Enterprises Co., Ltd., Tung Yuan Corp., Fa Tung Enterprises Corp.

Name	Current Position with Other Company
Tsung-Ming Su	Director of : President International Development Corp., Uni-President China Holdings Ltd. (Cayman). Supervisor of : Grand Bills Finance Corp., Nanlien International Corp., Presco Netmarketing Inc., President Tokyo Corp., President Tokyo Auto Leasing Corp.
Chien-Li Yin	Director of : Grand Bills Finance Corp. Supervisor of : President Chain Store Corp., President Entertainment Corp., Tone Sang Construction Corp., President Natural Industrial Corp., Mospec Semiconductor Corp., President Packaging Corp., President Musashino Corp., President Investment Trust Corp., Kai Yu Investment Co., Ltd., Tung Ho Development Corp., Uni-Resort Corp., President Fair Development Corp., President International Development Corp., Uni-President Organics Corp., Uni-President Dream Parks Corp., President Life Sciences Co., Ltd., The Tait Group of Companies, Kai Nan Investment Co., Ltd., President Nisshin Corp., President Kikkoman Inc., Uni-President Glass Industrial Co., Ltd., Uni-President Biotechnologies Co., Ltd. Uni-President Vendor Corp., Century Quick Service Restaurant Corp., Uni-OAO Travel Service Corp., Kainan Plywood & Wood Mfg. Co., Ltd., Tung-Hong Media Corp., Uni-President Assets Management Co., Ltd., ICE Art Corp.
Fu-Shang Yang	Director of : Uni-President Organics Corp., President Musashino Corp., Century Quick Service Restaurant Corp., Uni-President (Vietnam) Co., Ltd.
Hong-Bin Lee	Director of : Tung-Hong Media Corp., President Baseball Team Corp., Uni-President Dream Parks Corp., Uni-OAO Travel Service Corp., Uni-President International (HK) Co., Ltd. President of: Uni-President Dream Parks Corp.
Long-Hong Lu	Director of : Mospec Semiconductor Corp., Uni-President Glass Industrial Co., Ltd., President Packaging Corp., President Musashino Corp., Uni-President (Thailand) Ltd., Uni-President (Vietnam) Co., Ltd., President Energy Develop. (Cayman) Ltd.
Ying-Thung Yu	Chairman of : Tung Yuan Corp. Director of : Chuang-Sheng Enterprises Corp. President of : Tung Yuan Corp.
Jui-Sheng Wang	Chairman of : Tung-Huang Enterprises Corp., Tung Min Tea Corp, Tung-Lien Enterprises Corp. Vice Chairman of : Kunshan President Kikkoman Biotechnology Co., Ltd. Director of : President Kikkoman Inc., Tung Hsiang Corp. Supervisor of : Hui-Sheng Enterprise Corp., Tung Che Enterprises Corp.
Jui-Tien Huang	Chairman of : Cheng-Wang Corp. Director of : Uni-President Cold Chain Corp., Uni-OAO Travel Service Corp., Tung Ang Enterprises Corp., Tung Hsiang Corp., Uni-President (Thailand) Ltd. Supervisor of : Kun-Fu Corp., Chen-Yang Food Corp., Chang-Yuan Enterprises Corp.
Chun-Huang Huang	Chairman of : President International Development Corp. Director of : President Being Corp.

3.2.3 Remuneration Paid to Directors, Supervisors and Managers

A. Remuneration Paid to Directors

Title	Name	Remuneration Paid to Directors						Directors' Salary, Compensation, and Allowance (A+B+C) as % 2007 Net Income	
		Salary (A)		Compensation (B) (Note 2)		Allowance (C) (Note 3)		UPEC	Consolidated Subsidiaries of UPEC
		UPEC	Consolidated Subsidiaries of UPEC	UPEC	Consolidated Subsidiaries of UPEC	UPEC	Consolidated Subsidiaries of UPEC		
Director (Juridical Person Shareholders)	Kao Chyuan Inv. Co., Ltd.	5.903	26,168	155,300	164,257	9,971	12,011	1.55%	1.35%
Chairman	Chin-Yen Kao (Note 1)								
Managing Director	Kao-Huei Cheng								
Managing Director & CEO	Chang-Sheng Lin								
Director (Juridical Person Shareholders)	Taiipo Inv. Corp.								
Director	Ping-Chih Wu (Note 1)								
Director	Hsiu-Jen Liu								
Director	Po-Ming Hou								
Director	Ying-Jen Wu								
Director (Juridical Person Shareholders)	Young Yun Inv. Co., Ltd.								
Director	Chung-Ho Wu (Note 1)								
Director	Ching-Chien Hou Su (Note 5)								
Director & President	Chih-Hsien Lo (Note 1)								

	Total Compensation Paid to Directors as % 2007 Net Income (A+B+C)		Total Compensation Paid to Directors as % 2007 Net Income (A+B+C+D+E)	
	UPEC	All investees	UPEC	All investees
Under NT\$2,000,000	Ping-Chih Wu · Chung-Ho Wu · Chih-Hsien Lo (Note 1)	Ping-Chih Wu · Chung-Ho Wu (Note 1)	Ping-Chih Wu · Chung-Ho Wu (Note 1)	Chung-Ho Wu (Note 1)
NT\$2,000,000~NT\$5,000,000		Chih-Hsien Lo (Note 1)	Chih-Hsien Lo (Note 1)	
NT\$5,000,000~NT\$10,000,000	Chin-Yen Kao (Note 1)		Chin-Yen Kao (Note 1)	Ping-Chih Wu · Chih-Hsien Lo (Note 1)
NT\$10,000,000~NT\$15,000,000	Taiipo Inv. Corp., Hsiu-Jen Liu, Po-Ming Hou, Ying-Jen Wu, Young Yun Inv. Co., Ltd., Ching-Chien Hou Su	Hsiu-Jen Liu · Ying-Jen Wu · Ching-Chien Hou Su	Taiipo Inv. Corp. · Hsiu-Jen Liu · Po-Ming Hou · Ying-Jen Wu · Young Yun Inv. Co., Ltd. · Ching-Chien Hou Su	Hsiu-Jen Liu · Ying-Jen Wu · Ching-Chien Hou Su
NT\$15,000,000~NT\$30,000,000	Kao-Huei Cheng · Chang-Sheng Lin	Kao-Huei Cheng · Chang-Sheng Lin · Taiipo Inv. Corp. · Po-Ming Hou · Young Yun Inv. Co., Ltd.	Kao-Huei Cheng · Chang-Sheng Lin	Chin-Yen Kao (Note 1) · Kao-Huei Cheng · Po-Ming Hou · Taiipo Inv. Corp. · Young Yun Inv. Co., Ltd.
NT\$30,000,000~NT\$50,000,000	Kao Chyuan Inv. Co., Ltd.	Kao Chyuan Inv. Co., Ltd. · Chin-Yen Kao	Kao Chyuan Inv. Co., Ltd.	Kao Chyuan Inv. Co., Ltd. · Chang-Sheng Lin
NT\$50,000,000~NT\$100,000,000				
Over NT\$100,000,000				

Unit : NT\$ thousands

Compensation Earned as Employee of UPEC or of UPEC Subsidiary Affiliates								Total Compensation Paid to Directors (A+B+C+D+E) as% 2007 Net Income		Other Compensation from Non-Subsidiary Affiliates
Salary, Bonus..etc.(D) (Note 4)		Employee Profit Sharing (E)				ESOP (F)		UPEC	Consolidated Subsidiaries of UPEC	
UPEC	Consolidated Subsidiaries of UPEC	UPEC		Consolidated Subsidiaries of UPEC		UPEC	Consolidated Subsidiaries of UPEC			
		Cash	Stock	Cash	Stock					
9,188	17,420	2,652	0	2,652	0	0	0	1.66%	1.48%	14,284

Note1 : Mr. Chin-Yen Kao and Mr. Chih-Hsien Lo are the representatives of Kao Chyuan Inv. Co., Ltd. ; Mr. Ping-Chih Wu is the representative of Taipo Inv. Corp. ; Mr. Chung-Ho Wu is the representative of Young Yun Inv. Co., Ltd.

Note2 : The Board adopted a proposal for 2007 compensation to UPEC's directors in the amount of NT\$155,300 thousand at its meeting on Apr.26, 2007. The proposal compensation will be effected upon the approval of shareholders at the Annual Shareholder Meeting in June, 2008.

Note3 : Includes allowances for company cars. The Company pays President Tokyo Corp. NTD 2,211 thousand dollars to rent 2 sedans for the use of chairman. Compensation paid to company drivers totaled NT\$707 thousand dollars.

Note4 : The Company pays President Tokyo Corp. NTD 1,971 thousand dollars to rent 2 sedans for the use of C.E.O. Compensation paid to company drivers totaled NT\$740 thousand dollars. The Company pays President Tokyo Corp. NTD 610 thousand dollars to rent 1 sedan for the use of president. Compensation paid to company drivers totaled NT\$809 thousand dollars.

B. Remuneration Paid to Supervisors

Unit: NT\$ thousands

Title	Name	Remuneration Paid to Supervisors						Directors' Salary, Compensation, and Allowance (A+B+C) as % 2006 Net Income		Other Compensation from Non-Subsidiary Affiliates
		Salary (A)		Compensation (B) (Note 1)		Allowance (C)		UPEC	Consolidated Subsidiaries of UPEC	
		UPEC	Consolidated Subsidiaries of UPEC	UPEC	Consolidated Subsidiaries of UPEC	UPEC	Consolidated Subsidiaries of UPEC			
Supervisor	Kao-Keng Chen									
Supervisor (Juridical Person Shareholders)	Chau Chih Inv. Co., Ltd.	0	0	43,006	43,006	720	720	0.40%	0.29%	3,425
Supervisor	Peng-Chih Kuo (Note 1)									
Supervisor	Joe J.T. Teng									

	Total Compensation Paid to Directors as % 2007 Net Income (A+B+C)	
	UPEC	All investees
Under NT\$2,000,000	Peng-Chih Kuo (Note 1)	Peng-Chih Kuo (Note 1)
NT\$2,000,000~NT\$5,000,000		
NT\$5,000,000~NT\$10,000,000	Kao-Keng Chen, Chau Chih Inv. Co., Ltd.,	Kao-Keng Chen, Chau Chih Inv. Co., Ltd.,
NT\$10,000,000~NT\$15,000,000	Joe J.T. Teng	Joe J.T. Teng
NT\$15,000,000~NT\$30,000,000		
NT\$30,000,000~NT\$50,000,000		
NT\$50,000,000~NT\$100,000,000		
Over NT\$100,000,000		

Note1 : Mr. Peng-Chih Kuo is the representative of Chau Chih Inv. Co., Ltd.

Note2 : The Board adopted a proposal for 2007 compensation to UPEC's supervisors in the amount of NT\$19,895 thousand at its meeting on Apr. 16, 2008. The proposal compensation will be effected upon the approval of shareholders at the Annual Shareholder Meeting in June, 2008.

C. Compensation Paid to President and Vice Presidents

Unit: NT\$ thousands

Title	Name	Salary		Bonus (Note1)		Employee Profit Sharing				Total Compensation		Total Compensation as % of 2007 Net Income		Other Compensation from Non-Subsidiary Affiliates
		UPEC	Consolidated Subsidiaries of UPEC	UPEC	Consolidated Subsidiaries of UPEC	UPEC		Consolidated Subsidiaries of UPEC		UPEC	Consolidated Subsidiaries of UPEC	UPEC	Consolidated Subsidiaries of UPEC	
						Cash	Stock	Cash	Stock					
CEO	Chang-Sheng Lin													
Vice CEO	Lung-Yi Lin													
President	Chih-Hsien Lo													
Senior Vice President	Hua-Yang Lee													
Senior Vice President	Po-Rong Yen	19,957	19,957	7,630	7,630	7,635	0	7,635	0	0.32%	0.23%	0	0	2,230
Senior Vice President	Chin-Tson Chung													
Senior Vice President	Wen-Lung Yang													
Senior Vice President	Chih-Peng Hsieh													

Level of Amounts of Compensation	Total Compensation Paid to Directors as % 2007 Net Income (A+B+C)	
	UPEC	All investees
Under NT\$2,000,000		
NT\$2,000,000~NT\$5,000,000	Chih-Hsien Lo , Hua-Yang Lee , Po-Rong Yen , Chin-Tson Chung , Wen-Lung Yang , Chih-Peng Hsieh	Chih-Hsien Lo , Hua-Yang Lee , Po-Rong Yen , Chin-Tson Chung , Wen-Lung Yang , Chih-Peng Hsieh
NT\$5,000,000~NT\$10,000,000	Chang-Sheng Lin , Lung-Yi Lin	Chang-Sheng Lin , Lung-Yi Lin
NT\$10,000,000~NT\$15,000,000		
NT\$15,000,000~NT\$30,000,000		
NT\$30,000,000~NT\$50,000,000		
NT\$50,000,000~NT\$100,000,000		
Over NT\$100,000,000		

Note 1 : The Company pays President Tokyo Corp. NTD 5,659 thousand dollars to rent sedans for the use of CEO, Vice CEO, President and Senior Vice Presidents. Compensation paid to company drivers totaled NT\$3,156 thousand dollars.

D. Employee Profit Sharing Granted to Management Team in 2007

Title	Name	Profit Sharing Stock	Profit Sharing Cash (NT\$ thousands)	Total Profit Sharing Value (NT\$ thousands)	Total Profit Sharing Value to Management Team as % of 2007 Net Income
CEO	Chang-Sheng Lin	0	15,382	15,382	0.14
Vice CEO	Lung-Yi Lin				
President	Chih-Hsien Lo				
Senior Vice President	Hua-Yang Lee				
Senior Vice President	Po-Rong Yen				
Senior Vice President	Chin-Tson Chung				
Senior Vice President	Wen-Lung Yang				
Senior Vice President	Chih-Peng Hsieh				
Vice President	Chien-Chang Chen				
Vice President	Fu-Shang Yang				
Vice President	Hong-Bin Lee				
Vice President	Chung-Sung Wu				
Vice President	Tsung-Ming Su				
Vice President	Chien-Li Yin				
Vice President	Long-Hong Lu				
Vice President	Ikeuchi Chihiro				
Vice President	Ying-Thung Yu				
Vice President	Jui-Sheng Wang				
Vice President	Jui-Tien Huang				
Vice President	Chi-Chih Tseng				
Vice President	Chun-Huang Huang				

3.2.4 Comparison of Compensation for Directors, Supervisors and Managers in the Past Two Years and Compensation Policy for Directors, Supervisors and Managers

A. Comparison of Compensation for Directors, Supervisors and Managers in the Past Two Years

Title	2006			2007		
	Total Compensation (consolidated)	Net Income (consolidated)	Total Compensation as % of Net Income	Total Compensation (consolidated)	Net Income (consolidated)	Total Compensation as % of Net Income
Directors	124,236	6,234,548	1.99%	222,508	15,037,668	1.48%
Supervisors	20,615	6,234,548	0.33%	43,726	15,037,668	0.29%
President & Vice Presidents	28,914	6,234,548	0.46%	35,222	15,037,668	0.23%

B. Compensation Policy for Directors, Supervisors and Managers

- (1) Directors and supervisors must be paid remuneration for the corporate business activities they performed. The remuneration is measured according to the level of importance and value of contribution from directors and supervisors to the company, usually with an average level. Also, if the company has earnings, according to the rules outlined in Article35, remuneration will be distributed.
- (2) President and vice president take the order from the board of directors to manage business operation, and their appointment, dispatch and remuneration are governed by the board of directors according to the rules in Article31. The reward which company offers to the employees for the services rendered is measured based on the employee's personal achievements, contribution made to the business operation, and the market averages.
- (3) The reward which company offers to the employees for the services rendered is measured based on the level of employees' contribution and value to the company, and the market averages. It has a positive correlation with the performance of the company's business. It mainly includes basic salary, bonus and fringe benefits. Basic salary is assessed by taking into account of the market averages and issued to the employees; the bonus is considered with each individual and divisional achievement or entire company's performance; the fringe benefits is planned in accordance with the law to meet the needs of employees.

3.3 Corporate Governance Practices

3.3.1 Information of Board Meeting Operation

Board meeting were hold 8 times in 2007, attendances of directors and supervisors are as follows :

Title	Name	Attendance in Person	Proxy Attendance	Attendance Rate (%)	Remarks
Chairman	Kao Chyuan Inv. Co., Ltd. (Representative: Chin-Yen Kao)	6	0	100	
Managing Director	Kao-Huei Cheng	6	0	100	
Managing Director	Chang-Sheng Lin	6	0	100	
Director	Taiipo Inv. Corp. (Representative: Ping-Chih Wu)	0	6	0	
Director	Hsiu-Jen Liu	2	4	33.33	
Director	Po-Ming Hou	5	1	83.33	
Director	Ying-Jen Wu	4	2	66.67	
Director	Young Yun Inv. Co., Ltd. (Representative: Chung-Ho Wu)	5	1	83.33	
Director	Ching-Chien Hou Su (Note 3)	2	2	50	
Director	Kao Chyuan Inv. Co., Ltd. (Representative: Chih-Hsien Lo)	6	0	100	
Supervisor	Kao-Keng Chen	5	1	83.33	
Supervisor	Chau Chih Inv. Co., Ltd. (Representative: Peng-Chih Kuo)	5	1	83.33	
Supervisor	Joe J.T. Teng	3	3	50	

Note 1: There were no rescues of Directors due to conflicts of interests in 2007.

Note 2: Measures taken to strengthen the functionality of the Board:

(1) On Feb.5, 2008 (16th Board Meeting), we followed the "Regulations Governing Procedure for Board of Directors Meetings for Public Companies " by Financial Supervisory Commission to amend the Guidelines to Board Meeting.

(2) In 2007, we have redesigned the Company website and strengthen the functions of investor's relations to improve the transparency of the information.

Note 3 : On Oct. 26, 2007, director Ching-Chien Hou Su transferred more than 1/2 of the shares she held at the time she was being elected. According to the Company law, she was therefore dismissed the duty of director.

3.3.2 Information Regarding Audit Committee Operation: Not Applicable.

3.3.3 Reasons for the Discrepancy of Corporate Governance between the Company and Best-Practice Principles in TSEC/GTSM Listed Companies

Item	Executions	Reasons for the discrepancy of corporate governance between the company and best-practice principles in TSEC/GTSM Listed Companies
<p>1. Shareholding Structure and Shareholders' Rights</p> <p>(1) Ways of handling shareholders' suggestions or disputes</p> <p>(2) The Company's possession of major shareholder's list and the list of ultimate owners of these major shareholders</p> <p>(3) Risk management mechanism and fire wall between the Company and its affiliates</p>	<p>In addition to the stock affair attorneys, the Company also assigned spokesman, public affair division, investor relation department and stock representative to handle the issues.</p> <p>The Company keeps track of the major shareholders and ultimate owners that listed by the stock affair attorney and periodically reports the changes of shareholdings in directors, supervisors and managers.</p> <p>Rules are made to strictly regulate the activities of trading, endorsement and loans between the Company and its affiliates. Also we follow the "Criteria of Internal Control Mechanism for Public Company" outlined by Financial Supervisory Commission to draft the guidelines for the "Supervision and governance of the subsidiaries" in order to make total risk control of the subsidiaries.</p>	<p>Consistent with the Corporate Governance Best-Practice Principles for TSEC/GTSM Listed Company</p> <p>Consistent with the Corporate Governance Best-Practice Principles for TSEC/GTSM Listed Company</p> <p>Consistent with the Corporate Governance Best-Practice Principles for TSEC/GTSM Listed Company</p>
<p>2. Board Structure and Responsibilities</p> <p>(1) Independent Directors</p> <p>(2) Regular evaluation of external auditors' independence</p>	<p>No independent directors are available.</p> <p>Our accounting division conducts the evaluation of external auditor's independence once a year and reports the result to the Board of Directors. All auditors must not be the Company's directors, supervisors, stockholders, employees and stakeholders.</p>	<p>Although the independent directors have not been set up, the appropriate seats of directors have been decided based on the business scope, major shareholdings, and operation. Over the past years, the board has been operated and exercised the authority with the law, the corporate rules, and the shareholder meeting resolution. The Company's directors and legal representatives are generally proficient and knowledgeable. Since one seat of the board has met the criteria of independence, it is considered not mandatory to set up the independent director.</p> <p>Consistent with the Corporate Governance Best-Practice Principles for TSEC/GTSM Listed Company</p>

Item	Executions	Reasons for the discrepancy of corporate governance between the company and best-practice principles in TSEC/GTSM Listed Companies
<p>3. The composition and responsibilities of supervisors</p> <p>(1) Independent Supervisor(s)</p> <p>(2) Communication between supervisors and employees/ shareholders</p>	<p>No independent supervisors are available.</p> <p>The supervisors can communicate with employees and stockholders through spokesperson, labor union, and in the Shareholders Meeting.</p>	<p>The number of supervisors is determined in accordance with the corporate law, which supervisors can exercise the authority of supervision independently. Hence if independent supervisor were set up, it will be hard to make clear differentiation with the existing function of other supervisors. It is therefore considered not mandatory to set up independent supervisors.</p> <p>Consistent with the Corporate Governance Best-Practice Principles for TSEC/GTSM Listed Company</p>
<p>4. The Company's communication with its stakeholders</p>	<p>Relevant departments, including labour union, customer service center, purchasing, financing and others, are available to keep good communication with the employees, consumers, suppliers and creditors.</p>	<p>Consistent with the Corporate Governance Best-Practice Principles for TSEC/GTSM Listed Company</p>
<p>5. Information Disclosure</p> <p>(1) Establishment of corporate website to disclose information regarding the company's financials, business and corporate governance status</p> <p>(2) Other information disclosure channels (e.g. English website, assign specialist to collect information and make disclosure, spokesperson, web-cast investor conference)</p>	<p>The information about company's financial and corporate governance is available at www.uni-president.com.tw</p> <ol style="list-style-type: none"> 1. Set up an English website: www.uni-president.com. 2. Assigned relevant departments to collect and disclose company information. 3. Currently we have one spokesperson and two deputy spokesmen. 4. Disclose investor conferences' information on corporate website. 	<p>Consistent with the Corporate Governance Best-Practice Principles for TSEC/GTSM Listed Company</p> <p>Consistent with the Corporate Governance Best-Practice Principles for TSEC/GTSM Listed Company</p>
<p>6. The operation of the auditing committee within the Company</p>	<p>Neither auditing committee nor other relevant departments is available.</p>	<p>The auditing tasks are presently carried out by the Company's supervisors, neither audit committee and other relevant department has not been established. However the Company has detailed complete operational guideline and management for each division to follow. In the future, we will plan the necessary committee in accordance with the laws.</p>

Item	Executions	Reasons for the discrepancy of corporate governance between the company and best-practice principles in TSEC/GTSM Listed Companies
7. If the Company has established corporate governance policies based on TSE Corporate Governance Best-Practice Principles, please describe the discrepancy between the policies and their implementation. The Company has not yet established corporate governance policies based on TSE Corporate Governance Best Practice Principles.		
8. Please describe the corporate policy and measures of social commitment and implementation of social responsibilities: Please refer to Page 99.		
9. Other important information that enable the understanding of Company's corporate governance practices: (1) In 2007, all board members were arranged to attend the advanced courses according to the relevant laws. (2) Any significant issues that relate to corporate policy, investment, endorsement, loan and financing are evaluated by the designated parties and exercised the resolution resulted from board meetings. Moreover, yearly auditing plan is drafted based on the result of risk assessed and executed in order to effectively carry out the supervision as well as control the risks. (3) The Company has established a customer services center to deal with the consumer complaints and protect consumer rights. (4) The Company has purchased D&O insurance for its directors and supervisors since year 2007.		
10. The result, material deficiency (or suggestion) and improvement of corporate governance assessed by internal audit or professional institutions: None.		

3.3.4 Internal Control System Execution Status

A. Statement of Internal Control

Statement of Internal Control System

Date: Apr. 16, 2008

The internal control system from January 1 to December 31, 2007, according to the result of self-assessment is thus stated as follows:

- 1.The Company acknowledges that the implementation and maintenance of internal control system is the responsibility of Board of Directors and management, and the Company has established such system. The internal capital system is aimed to reasonably assure that the goals such as the effectiveness and the efficiency of operations (including profitability, performance and protection of assets), the reliability of financial reporting and the compliance of applicable law and regulations are achieved.
- 2.The internal control system has its innate restriction. An effective internal control system can only ensure the foregoing three goals are achieved; nevertheless, due to the change of environment and conditions, the effectiveness of internal control system will be changed accordingly. However, the internal control system of the Company has self-monitoring function and the Company will take corrective action once any defect is identified.
- 3.According to the effective judgment items for the internal control system specified in "Highlights for Implementation of Establishing Internal control System by Listed Companies" (hereinafter referred to as "Highlights") promulgated by Securities and Futures Commission, Ministry of Finance R.O.C., the Company has made judgment whether or not the design and execution of internal control system is effective. The judgment items for internal control adopted by "Highlights" are, based on the process of management control, for classifying the internal control into five elements: 1.Control environment; 2.Risk assessments; 3.Control activities; 4.Information and communication; and 5.Monitoring. Each element also includes a certain number of items. For the foregoing items, refer to "Highlights".
- 4.The Company has adopted the aforesaid judgment items for internal control to evaluate the effectiveness of design and execution of internal control system.
- 5.Based on the above-mentioned result of evaluation, the Company suggests that the internal control system, including the design and execution of internal control relating to the effectiveness and efficiency of operation, the reliability of financial reporting, the compliance of applicable law and regulations has been effective and they can reasonably assure the aforesaid goals have been achieved.
- 6.This statement will be the main content for annual report and prospectus and will be disclosed publicly. If the above contents have any falsehood and concealment, it will involve in the liability as mentioned in Article 20,32,171 and 174 of Securities and Exchange Law.
- 7.This statement has been approved by the meeting of Board of Directors on April 16, 2008, and those 9 directors in presence all agree at the contents of this statement.

Uni-President Enterprise Corporation

Chairman:  Chin-Yen Kao

President:  Chih-Hsien Lo

B. The Securities & Futures Bureau did not request the Company to commission an independent auditor to audit its internal control system in 2007.

3.3.5 Regulatory Authorities' Legal Penalties to the Company, and the Company's Resulting Punishment on Its Employees: None.

3.3.6 Major Resolutions of Shareholders Meeting and Board of Directors Meeting

A. Major resolutions of 2007 General Shareholders Meeting

One general shareholder meeting was convened within 2007 fiscal year and to the publish date of the annual report. 2007 General Shareholders Meeting was held on June 28, 2007 and the resolutions are summarized below.

(1) Acceptance of 2006 Business Report and Financial Statements.

(2) Approved the distribution of retained earnings for year 2006.

Total earnings available for distribution is NTD 4,556,680,035, including after-tax net income in 2006 of NTD 3,607,081,371, unappropriated retained earnings of NTD 80,340,052, and reversal of special reserve of NTD 1,229,966,749. The allocation is summarized below.

① Remuneration to Directors and Supervisors: NTD 89,526,800.

② Bonus to Employees: NTD 296,127,892.

③ Dividends to Common Share: NT\$ 1.2 per share including cash dividend NT\$0.6 per share and stock dividend NT\$ 0.6 per share, totaling NTD 4,024,950,960.

④ Unappropriated retained earnings: NTD 146,074,383.

(3) Approved the additional indirect investments in Mainland China.

① President Enterprises (China) Investment Co., Ltd. acquired Beijing President Food Co., Ltd., Beijing President Enterprises Drinks & Food Co., Ltd. and Fuzhou President Enterprises Co., Ltd. at USD 3.12 million, USD 5 million and USD 10 million respectively.

② Cayman President Holdings Ltd. acquired Chengde Chenglu Foods Co., Ltd. and Gaoqi (Xian) Juice Holdings Co., Ltd. at USD 2.5 million each.

(4) Approved the issuance of new shares for capital increase out of earnings: Issue 201,247,548 new shares for capital increase out of the unappropriated retained earnings of NTD 2,012,475,480.

(5) Approval of amendments to "Procedures for Acquisition or Disposal of Asset".

(6) Approval of amendments to parts of Articles of Incorporation.

(7) Approval of the deletion of non-competition promise on company's directors.

B. Executions of the Resolutions of 2007 General Shareholders Meeting

(1) Acceptance of year 2006 financial statements: All related financial information has been reported to the government according to company law.

(2) Approved the distribution of retained earnings for year 2006: Cash dividend of NT\$ 0.6 per share was distributed on September 7, 2007 and stock dividend of NT\$ 0.6 per share was distributed on October 9, 2007

(3) Acceptance of additional indirect investments in Mainland China: Besides Cayman President Holdings Ltd., which did not invest Chengde Chenglu Foods Co., Ltd. and Gaoqi (Xian) Juice Holdings Co., Ltd. President Enterprises (China) Investment Co., Ltd. has completed the procedures of acquiring the three companies.

(4) Discuss the issuance of new shares for capital increase out of earnings: Executed. The recorded date is set on August 23, 2007.

- (5) Discussion of amendments on “Policies for Acquisition and Disposal of Asset”: Effective from the date of resolutions at general shareholders meeting.
- (6) Discussion of amendments to part of Articles of Incorporation: Effective from the date of resolutions at general shareholders meeting. The Company also reported it to the Ministry of Economic Affairs within 15 days.
- (7) Discussion of the deletion of non-competition promise on company’s directors: Effective from the date of resolutions at general shareholders meeting.

C. Major Resolutions during the Board of Directors Meetings in 2007 and to the Publish Date of the Annual Report

Ten board meetings were convened in 2007 calendar year and to the publish date of the annual report. The major resolutions are summarized below.

2007.02.07 (19th Board Meeting)

1. Approved acquisition of 1,447 thousand common shares of President Chain Store Corp. at NTD 107,789,000.
2. Approved acquisition of 20,000 thousand common shares of President International Development Corp.
3. Approved disposal of our total shares of Allianz President Life Insurance Co., Ltd. for NTD 362,502,000.
4. Approved acquisition of 31.84% shares of Sai Gon Beverages Joint-Stock Company at NTD 890,822,000 indirectly and obtain the option to acquire 17.91% shareholdings.
5. Approval of disposing the obligation claim against the reorganization of Wei Lih Food Corp. with NTD 628,985,000 through U-Fu Asset Management Corp.
6. Approval of additional investment in Kunmig President Enterprises Co., Ltd. with registered capital of USD 10 million.
7. Approval of acquiring 2 million shares of Sai Gon Beverages Joint-Stock Company by Uni-President (Vietnam) Co., Ltd. at NTD 140 million.
8. Approval of obtaining loans from Mega International Commercial Bank and Bank of Taiwan.

2007.03.09 (20th Board Meeting)

1. Approval of the date and venue of 2007 General Shareholders’ Meeting
2. Approval of the date and venue of the 14th election of directors and supervisors.
3. Approval of regulating related procedures for handling shareholders’ proposals.
4. Approved the application of President Enterprises (China) Investment Co., Ltd. as our Mainland China’s headquarter.
5. Approved the negotiation with NissinHualong Food Co., Ltd. and Hebei Jinmailang Paper Products Co., Ltd. about the acquisition of shares. Uni-President (China) Enterprise Corp. will sign the initial agreement with them and pay RMB300 million according to the terms stated in the agreement.
6. Approval of amendment to Article 4-1, Article 22-1 and Article 38 of Incorporation.
7. Approval of the deletion of non-competition promise on company’s directors.
8. Amend the title of Board Meeting Regulation to “Regulation Governing the Procedure of Board of Directors Meeting”.
9. Approval of amendments to the regulation governing the acquisition or disposition of assets.
10. Approved the bank finance guarantee for Cayman President Holdings Ltd., Kai Nan (BVI) Investment Co., Ltd. and Uni-President Southeast Asia Holding Ltd.

2007.04.26 (21st Board Meeting)

1. Approved business reports and financial statements of year 2006.
2. Approved amendment to Article 18, Article 35 and Article 38 of Company Incorporation.

3. Approval of additional investment of USD 6 million in Beijing President Food Co., Ltd.
4. Approved distribution of earnings for year 2006.
5. Approved the statement of internal control system for year 2006.
6. Approved establishment of a subsidiary in India by aquatic business division.
7. Increase maximum amount of guarantee and endorsement to NTD 260 million for President Entertainment Corp.
8. Provide maximum amount of USD 2 million of guarantee and endorsement to Uni-President International (HK) Co., Ltd.
9. Approved loans from eight banks (i.e. Mega International Commercial Bank).
10. Approved the guarantee for Cayman President Holdings Ltd., Kai Yu investment Co., Ltd., Uni-President (Philippines) Corp. and PT. ABC President Indonesia.

Major Resolutions of Board Meetings (14th Term)

2007.06.28 (1st Board Meeting)

1. Approved the election of Chin-Yen Kuo, Kao-Huei Cheng, and Chang-Sheng Lin as Managing Directors in 14th term.

2007.06.28 (1st Meeting of Managing Directors)

1. Approved the election of Chin-Yen Kuo as the Chairman in 14th term.

2007.06.28 (2nd Board Meeting)

1. Appoint Chang-Sheng Lin as CEO, and Lung-Yi Lin as Vice CEO.
2. Appoint Chih-Hsien, Lo as our new General Manager upon the expiration of president Lung-Yi Lin's three-year terms.
3. Approved the 18 candidates of managers nominated by General Manager.
4. Approved additional investment of NTD 976 million into Tung Ho Development Corp.
5. Approved additional investment of NTD 90 million into Uni-President Department Store Corp.
6. Change independent auditors from Mr. Ming-Hsien Lee & Mr. Tzu-Meng Liou to Mr. Ming-Hsien Lee & Mrs. Tzu-Yu Lin for its internal job rotation requested by PWC since second half year of 2007.
7. Approved indirect acquisition of 199,290 thousand shares (11.02% shareholding) of Yantai North Andre juice corp. through Uni-President Asia Holdings Ltd. at USD 19,638,252. The company therefore holds 70% shares of Donghua Fruit Industry Co., Ltd.
8. Authorize the chairman the full power to set the record date of distribution of cash dividend and rationed shares for year 2007.
9. Approved additional investment of NTD 280 million in Kai Nan Investment Co., Ltd.
10. Approved the bank finance guarantee for Uni-President (Thailand) Corp. .
11. Approved loans from five banks.
12. Approved the issuance of first domestic unsecured convertible corporate bond.

2007.07.20 (3rd Board Meeting)

1. Authorize the financial department to buy or sell the securities in TSE and OTC Markets at the appropriate time.
2. Authorize the chairman to handle the acquisition of shares of Tait Marketing & Distribution Corp.
3. Approved to attend the tender for additional investment in Chou Chin Industrial Co., Ltd., and authorized the chairman to decide the tender price. The chairman or assigned representative is also authorized to discuss the related contracts or documents and deal with required procedures according to the tender documents.

2007.08.27 (4th Board Meeting)

1. Acceptance of financial statements for first half year of 2007.
2. Acceptance of acquiring 13.81% shares of Q-ware Communications Co., Ltd.
3. Acceptance of acquiring 0.13% shares of Taiwan Aerospace Corp. and 1.11% shares of Sino Swearingen Aircraft Corp.
4. Increase investment of NTD 27,805,050 in Mech-President Corp.
5. Approval of an extension period of the public tender offers shares of Tait Marketing & Distribution Corporation.
6. Approved termination of indirect stock ownership of 11.02 % shareholdings of Yantai North Andre juice Corp. through stock ownership of 70% of Donghua Fruit Industry Co., Ltd. by Uni-President Asia Holdings Ltd.
7. Signed "Letter of Support" for Uni-President Southeast Asia Holding Ltd. on syndicated loans at maximum USD 80 million and approved the guarantee by Cayman President Holdings Ltd.
8. Increase the maximum amount of guarantee and endorsement to THB 850 million for Uni-President (Thailand) Ltd.
9. Approval of obtaining the loans from seven banks including Land Bank of Taiwan.
10. Approved the bank finance guarantee for Cayman President Holdings Ltd., Kai Nan (BVI) Investment Co., Ltd., Kai Yu investment Co., Ltd., and Uni-President international (HK) Co., Ltd.
11. Approval of internal auditing procedure, revised internal control system and the auditing proposal of year 2007.
12. Authorize the managing director, Chang-Shang Lin, to examine the internal auditing report.

2007.12.20 (5th Board Meeting)

1. Acceptance of the financial statements for the first half year 2007.
2. Approval of disposing 8,792 thousand common shares of Mospec Semiconductor Corp. for NTD 448,440,450.
3. Provide maximum amount of RMB 60 million of endorsement and guarantee to Meishan President Feed & Oil Co., Ltd.
4. Provide maximum amount of RMB 200 million of endorsement and guarantee to Zhongshan President Enterprises Co., Ltd. at.
5. Provide maximum amount of NTD 1,250 million of endorsement and guarantee to Tung Ho Development Corp.
6. Provide maximum amount of NTD 30 million of endorsement and guarantee to Hankyu Department Stores for Uni-President Department Store Corp.
7. Approved further cash investment of PHP 250 million into Uni-President (Philippines) Corp.
8. Approved further cash investment of THB 150 million into Uni-President (Thailand) Corp.
9. Approved internal auditing proposal of year 2008.
10. Approval of loans from eight banks including First Bank.
11. Approval of providing endorsement and guarantee to Cayman President Holdings Ltd., Uni-President Southeast Asia Holdings Ltd., Kai-Yu Investment Co., Ltd., Kai Nan Investment Co., Ltd., Shanghai Songjiang President Enterprises Co., Ltd., Tianjiang President Enterprises Food Co., Ltd., Meishan President Feed & Oil Co., Ltd. and Zhongshan President Enterprises Co., Ltd.

2008.02.05 (6th Board Meeting)

1. Acceptance of disposing 4,000 thousand common shares of Mospec Semiconductor Corp. for NTD 164,962,450.
2. Acceptance of additional cash investment of NTD 300 million into Uni-President Development Corp.
3. Approved the time of 2007 general shareholders meeting at 9 am on June 27, 2008.
4. Approved the related operating procedures for shareholder proposal right.

5. Amend article 17, article 23 and article 38 of the company incorporation.
6. Approved capital increase of USD 88,460 thousand in President Enterprises (China) Investment Co., Ltd. through indirect investment; and among which, USD 65 million was reinvested into subsidiaries in China.
7. Approval of increasing guarantees from NTD 4.5 billion to RMB 1 billion by Zhongshan President Enterprises Co., Ltd. to others.
8. Approved the limit NTD 1.5 billion of shares of convertible bonds in the company's change registration form.
9. Approved further cash investment of USD 4,466.7 thousand into PT ABC President Enterprises Indonesia.
10. Approved the renewal of two banks loans, Taiwan Business Bank and Bank of Taiwan.
11. Approved further cash investment of USD 49 million into Cayman President Holdings Ltd.
12. Approval of the regulation for auditing the affiliated enterprises.
13. Approved the amendment of company's regulation governing the procedure for board of directors meeting

2008.04.16 (7th Board Meeting)

1. Approved disposition of 3,336 thousand common shares of Mospec Semiconductor Corp, at NTD 116,474,850.
2. Approved additional cash investment of NTD 39 million into Uni-President Dream Parks Corp.
3. Approval of acquiring 718 thousand common shares of ScinoPharm Taiwan Ltd. at NTD 15,437 thousand to increase shareholding to 12.8%.
4. Approval of acquiring 56 thousand common shares of Guang Dan Commodity Corp. at NTD 560 thousand to increase shareholding to 12.13%.
5. Acceptance of change of CPA. (Required by PricewaterhouseCoopers)
6. Acceptance of business report and financial statements for year 2007.
7. Approved the distribution of retained earnings for year 2007.
8. Approved the evaluation of external auditor's independence.
9. Approval of providing guarantee for Cayman President Holdings Ltd. and Ztong Yee (Tianjin) Industrial Corp.
10. Approved additional cash investment of USD 120 million into President Enterprises (China) Investment Co., Ltd. invested by Uni-President Asia Holdings Ltd. and then increases investment in Uni-President China Holdings Ltd., and then reinvests other subsidiaries in China.
11. Approval of providing endorsement and guarantee to Kai-Yu Investment Co., Ltd., Kai-Yu (BVI) Investment Co., Ltd., Cayman President Holdings Ltd.
12. Approved bank loan and renewal from 14 banks including Hwa Nan Bank.
13. Approved the statement of internal control system for year 2007.
14. Amend the resolution of 13th board meeting about the investment structure of Gaoqi (Xian) Juice Holding Co., Ltd.
15. Amend the 13th board meeting resolution about the investment structure of Chengde Chenglu Foods Co., Ltd. to be invested by Greater China F&B Capital Partner Ltd. with USD 1,250 thousand.
16. Amend 13th board meeting resolution about the investment structure of Chengde Chenglu Foods Co., Ltd. to be invested by Greater China F&B Investment Holding.
17. Approved the financing option of issuance of GDR or cash investment, private placement of common stocks and private convertible bonds to meet the future capital needed.

3.3.7 Directors' or Supervisor's Objections on the Important Resolutions of Board Meetings: None.

3.3.8 Information of Resignation or Dismission of the Persons Related to Financial Reports

Upon the term expired of president on June 27, 2007, Mr. Lung-Yi Lin was appointed as Vice CEO by the board of directors.

3.4 Auditing Notes

3.4.1 Disclosure of Auditing Fee

- A. The amount of non-auditing relevant fees charged by the appointed independent auditors and the related parties reaches 25% of the Company's annual auditing expenses : Not Applicable.
- B. If there is any change in the appointed independent auditors and the Company's annual auditing expenses decreased simultaneously, information regarding the amount, percentage and reasons for the decrease in auditing expenses shall be disclosed : Not Applicable.
- C. Auditing expenses decreased by 15% in comparison to the previous year, information regarding the amount, percentage and reason for the decrease in auditing expenses shall be disclosed : Not Applicable.

3.4.2 Changes in Independent Auditors

The Company did not replace its independent auditor during 2006, 2007 and as of April 30, 2008.

3.4.3 The Company's chairman, president, CFO or Accounting division director have not worked in the accounting firm of the appointed independent auditors or the related parties within the past year.

3.5 Changes in Shareholding of Directors, Supervisors, Managers and Major Shareholders

Unit: Share

Title	Name	2007		As of Apr. 30, 2008	
		Holding Increase (Decrease)	Pledged Holding Increase (Decrease)	Holding Increase (Decrease)	Pledged Holding Increase (Decrease)
Director (Juridical Person Shareholders)	Kao Chyuan Inv. Co., Ltd.	8,636,661	(1,900,000)	0	7,700,000
Chairman (Representative)	Chin-Yen Kao (Note1)	6,027	0	(26,000)	0
Managing Director	Kao-Huei Cheng	1,212,063	0	0	0
Managing Director & CEO	Chang-Sheng Lin	1,782,235	0	0	0
Director (Juridical Person Shareholders)	Taipo Inv. Corp.	1,081,962	0	(770,000)	0
Director (Representative)	Ping-Chih Wu (Note1)	664,705	(6,250,000)	(395,000)	0
Director	Po-Ming Hou	5,233,109	0	0	0
Director	Hsiu-Jen Liu	3,124,542	0	0	0
Director	Ying-Jen Wu	220,640	0	0	0
Director (Juridical Person Shareholders)	Young Yun Inv. Co., Ltd.	261,197	0	0	0
Director (Representative)	Chung-Ho Wu (Note1)	722,976	0	0	0
Director	Ching-Chien Hou Su (dismissed on Oct.26, 2007)	(27,509)	0	0	0
Director (Representative) & President	Chih-Hsien Lo (Note1)	151,415	0	(26,000)	0
Supervisor	Kao-Keng Chen	1,707,874	0	(4,500,000)	0
Supervisor (Juridical Person Shareholders)	Chau Chih Inv. Co., Ltd.	529,199	(1,400,000)	0	0
Supervisor (Representative)	Peng-Chih Kuo (Note1)	(678,892)	0	0	0
Supervisor	Joe J.T. Teng	196,623	0	0	0
Vice CEO	Lung-Yi Lin (Note 2)	62,053	0	70,000	
Senior Vice President	Hua-Yang Lee	0	0	0	0
Senior Vice President	Po-Rong Yen	(14,638)	0	0	0
Senior Vice President	Chin-Tson Chung	470	0	0	0
Senior Vice President	Chih-Peng Hsieh	0	0	0	0
Senior Vice President	Wen-Lung Yang	0	0	0	0
Vice President	Qian-Chang Chen	0	0	0	0

Title	Name	2007		As of Apr. 30, 2008	
		Holding Increase (Decrease)	Pledged Holding Increase (Decrease)	Holding Increase (Decrease)	Pledged Holding Increase (Decrease)
Vice President	Fu-Shang Yang	(28,031)	0	0	0
Vice President	Hong-Bin Lee	0	0	0	0
Vice President	Chung-Sung Wu	0	0	0	0
Vice President	Tsung-Ming Su	0	0	0	0
Vice President	Chien-Li Yin	8,051	0	0	0
Vice President	Long-Hong Lu	0	0	0	0
Vice President	Ikeuchi Chihiro	0	0	0	0
Vice President	Jui-Sheng Wang	0	0	0	0
Vice President	Jui-Tien Huang	1,680	0	0	0
Vice President	Ying-Thung Yu	0	0	0	0
Vice President	Chi-Chih Tseng	0	0	0	0
Vice President	Chun-Huang Huang	0	0	0	0

Note 1 : Mr. Chin-Yen Kao and Mr. Chih-Hsien Lo are the representatives of Kao Chyuan Inv. Co., Ltd. ; Mr. Ping-Chih Wu is the representative of Taipo Investment Corp. ; Mr.Chung-Ho Wu is the representative of Young Yun Inv. Co., Ltd. ; Mr. Peng-Chih Kuo is the representative of Chau Chih Inv. Co., Ltd.

Note 2 : Upon the term expired of president on June 27, 2007, Mr. Lung-Yi Lin was appointed as Vice CEO by the board of directors.

3.5.1 Shares Trade with Related Party

Name	Reason of Transfer	Date of Transaction	Transferee	Relationship between Transferee and Directors, Supervisors, Managers and Major Shareholders	Shares	Price of Transaction (NTD)
Chih-Hsien Lo	Grant	2008.03.11	Shi-Ai Lo	Daughter	26,000	44.00

3.5.2 Shares Pledge with Related Party: None.

3.6 Information Disclosing the Relationship between any of the Company's Top Ten Shareholders

As of 12/31/2007

Name	Shareholding		Spouse & Minor		Shareholding by Nominee Arrangement		The relationship between any of the Company's Top Ten Share holders		Remarks
	Shares	%	Shares	%	Shares	%	Name	Relation	
Kao Chyuan Inv. Co., Ltd.	152,581,020	4.29	0	0	0	0	Hsiu-Ling Kao	Director	
Kao Chyuan Inv. Co., Ltd. (Representative: Chin-Yen Kao)	106,487	0.003	217,050	0.006	0	0	Hsiu-Ling Kao	Daughter	
Po-Yi Hou	96,773,737	2.72	14,023	0.00039	0	0	Po-Ming Hou	Brother	
							Po-Yu Hou	Brother	
Po-Ming Hou	92,451,607	2.60	0	0	0	0	Po-Yi Hou	Brother	
							Po-Yu Hou	Brother	
Po-Yu Hou	80,666,502	2.27	0	0	0	0	Po-Yi Hou	Brother	
							Po-Ming Hou	Brother	
Hsiu-Ling Kao	58,110,202	1.63	2,858,153	0.08	0	0	Kao Chyuan Inv. Co., Ltd. (Representative: Chin-Yen Kao)	Father	
Hsiu-Jen Liu	55,200,251	1.55	0	0	0	0	NA	NA	
Mitsubishi Corporation	54,825,194	1.54	0	0	0	0	NA	NA	
BNP Paribas Arbitrage S.N.C.	54,426,320	1.53	0	0	0	0	NA	NA	
Arisaig Greater China Fund Limited	50,901,200	1.43	0	0	0	0	NA	NA	
Pictet & CIE	40,737,920	1.15	0	0	0	0	NA	NA	

3.7 Total Percentage of Ownership of Investees

As of 12/31/2007

Investees	Investments by the Company		Investments from Directors, Supervisors, Managers, and Directly or Indirectly Controlled Businesses		Total Investments	
	Shares	%	Shares	%	Shares	%
President Global Corp.	500,000	100.00	0	0.00	500,000	100.00
President International Trade & Investment Corp.	45,012,200	100.00	0	0.00	45,012,200	100.00
President Baseball Team Corp.	30,000	100.00	0	0.00	30,000	100.00
Tone Sang Construction Corp.	27,000,000	100.00	0	0.00	27,000,000	100.00
Kai Yu Investment Co., Ltd.	432,205,428	100.00	0	0.00	432,205,428	100.00
Cayman President Holdings Ltd.	156,136,000	100.00	0	0.00	156,136,000	100.00
Tung Yuan Corp.	19,800,000	100.00	0	0.00	19,800,000	100.00
Presco Netmarketing Inc.	6,500,000	100.00	0	0.00	6,500,000	100.00
Uni-President Dream Parks Corp.	6,000,000	100.00	0	0.00	6,000,000	100.00
Kai Nan Investment Co., Ltd.	379,301,362	100.00	0	0.00	379,301,362	100.00
Uni-President Glass Industrial Co., Ltd.	36,000,000	100.00	0	0.00	36,000,000	100.00
Uni-President Vendor Corp.	25,000,000	100.00	0	0.00	25,000,000	100.00
President Entertainment Corp.	98,885,256	61.80	61,114,744	38.20	160,000,000	100.00
Uni-President Organics Corp.	2,833,333	56.67	2,166,667	43.33	5,000,000	100.00
President Fair Development Corp.	364,500,000	40.50	535,500,000	59.50	900,000,000	100.00
Uni-President Oven Bakery Corp.	11,600,000	40.00	17,400,000	60.00	29,000,000	100.00
Uni-President Department Store Corp.	24,000,000	30.00	56,000,000	70.00	80,000,000	100.00
Uni-President Cold Chain Corp.	6,521,090	20.00	26,084,362	80.00	32,605,452	100.00
Nanlien International Corp.	99,999,380	99.99	0	0.00	99,999,380	99.99
Tung Ho Development Co., Ltd.	96,394,731	71.40	37,653,417	27.89	134,048,148	99.29
President Musashino Corp.	26,145,000	50.00	20,916,000	40.00	47,061,000	90.00
President Transnet Corp.	20,000,000	20.00	70,000,000	70.00	90,000,000	90.00
President Information Corp.	8,970,166	30.00	16,744,310	56.00	25,714,476	86.00
Mech-President Corp.	15,549,287	20.27	48,698,536	63.47	64,247,823	83.74
President Natural Industrial Corp.	8,981,998	74.85	0	0.00	8,981,998	74.85
President International Development Corp	937,500,000	62.50	151,890,000	10.13	1,089,390,000	72.63
Uni-President Development Corp.	30,000,000	30.00	40,000,000	40.00	70,000,000	70.00

Investees	Investments by the Company		Investments from Directors, Supervisors, Managers, and Directly or Indirectly Controlled Businesses		Total Investments	
	Shares	%	Shares	%	Shares	%
Retail Support International Corp.	4,000,000	20.00	9,000,000	45.00	13,000,000	65.00
Ton Yi Pharmaceutical Corp.	51,000	51.00	10,000	10.00	61,000	61.00
Bank Pro E-Service Technology Cor	675,000	5.00	7,200,000	53.33	7,875,000	58.33
Qware System & Services Corp.	13,599,500	28.27	11,492,103	23.89	25,091,603	52.16
President Nisshin Corp.	6,120,000	51.00	0	0.00	6,120,000	51.00
President Tokyo Corp.	10,200,000	51.00	0	0.00	10,200,000	51.00
Muji (Taiwan) Co., Ltd	1,000,000	10.00	4,100,000	41.00	5,100,000	51.00
President Packaging Corp.	15,317,531	50.59	0	0.00	15,317,531	50.59
President Asian Enterprises Inc. (Preferred)	540	49.95	1	0.10	541	50.05
President Asian Enterprises Inc. (Common)	3,180	49.99	1	0.02	3,181	50.01
President Kikkoman Inc.	6,000,000	50.00	0	0.00	6,000,000	50.00
Uni-President Biotechnologies Co., Ltd.	1,750,000	50.00	0	0.00	1,750,000	50.00
President Coffee Corp.	6,209,280	20.00	9,313,920	30.00	15,523,200	50.00
Ton Yi Industrial Corp.	685,102,310	45.55	57,393,833	3.82	742,496,143	49.37
President Chain Store Corp.	415,489,816	45.40	3,945,372	0.43	419,435,188	45.83
Presicarre Corp.	93,292,904	20.50	88,740,016	19.50	182,032,920	40.00
TTET Union Corp.	47,991,477	30.00	12,242,245	7.65	60,233,722	37.65
President Securities Corp.	312,584,866	26.56	92,200,683	7.84	404,785,549	34.40
Eagle Cold Storage Enterprise Co., Ltd.	40,886,710	34.23	0	0.00	40,886,710	34.23
Kuang Chuan Dairy Co., Ltd.	30,037,710	31.25	0	0.00	30,037,710	31.25
Qware Inc.	9,875,060	13.81	8,444,805	11.82	18,319,865	25.63
ScinoPharm Taiwan Ltd.	69,793,595	12.67	54,695,418	9.92	124,489,013	22.59
Prince Housing Development Corp.	97,172,909	10.45	105,715,557	11.37	202,888,466	21.82
Ztong Yee Industrial Co., Ltd.	18,042,400	20.00	0	0.00	18,042,400	20.00
The Tait Group of Companies	32,248,000	19.50	95,000	0.06	32,343,000	19.56
Mospec Semiconductor Corp.	14,788,777	17.89	28,553	0.04	14,817,330	17.93
Grand Bills Corp.	78,219,035	14.46	17,038,475	3.15	95,257,510	17.61
President Investment Trust Corp.	480,000	1.60	3,822,000	12.74	4,302,000	14.34

Investees	Investments by the Company		Investments from Directors, Supervisors, Managers, and Directly or Indirectly Controlled Businesses		Total Investments	
	Shares	%	Shares	%	Shares	%
The Chinese Pro. Baseball Corp.	6,000	14.29	0	0.00	6,000	14.29
PK Venture Capital Corp.	10,000,000	6.67	10,000,000	6.66	20,000,000	13.33
Guang Dan Commodity Corp	1,156,944	11.57	0	0.00	1,156,944	11.57
Hi-Life International Co., Ltd.	13,750,831	7.41	0	0.00	13,750,831	7.41
Kaohsiung Rapid Transit Corp.	20,000,000	2.00	40,000,000	4.00	60,000,000	6.00
CDIB & Partners Investment Holding Corp.	27,000,000	2.48	27,000,000	2.47	54,000,000	4.95
Kuang Chuan Foods Co., Ltd.	22,440	3.96	0	0.00	22,440	3.96
Universal Venture Capital Investment Corp.	3,800,000	3.16	0	0.00	3,800,000	3.16
Hantech Venture Capital Corp.	3,759,852	2.84	98,945	0.07	3,858,797	2.91
Sino-Aerospace Investment Corp.	828,476	1.11	828,476	1.11	1,656,952	2.22
Overseas Investment & Development Corp.	1,000,000	1.11	0	0.00	1,000,000	1.11
Taiwan Aerospace Corp.	172,574	0.13	172,574	0.12	345,148	0.25

IV. CAPITAL OVERVIEW

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4.1 Capital and Shares

4.1.1 Source of Capital

A. Issued Shares

As of 04/30/2008

Month/ Year	Par Value (NTD)	Authorized Capital		Paid-in Capital		Remark		
		Shares	Amount (NTD)	Shares	Amount (NT\$)	Sources of Capital	Capital Increased by Assets Other than Cash	Other
1987.10	10	289,951,740	2,899,517,400	289,951,740	2,899,517,400	Capitalization of Profits: NT\$371,733,000 and Capital Surplus: NT\$49,564,400	NA	1987/10/14(76) Tai Tsai Cheng (1) No.01031
1988.09	10	347,942,100	3,479,421,000	347,942,100	3,479,421,000	Capitalization of Profits: NT\$492,918,000 and Capital Surplus: NT\$86,985,600	NA	1988/08/14(77) Tai Tsai Cheng (1) No.08806
1989.10	10	416,390,849	4,163,908,490	416,390,849	4,163,908,490	Capitalization of Profits: NT\$614,899,070 and Capital Surplus: NT\$69,588,420	NA	1989/09/21(78) Tai Tsai Cheng (1) No.01951
1990.08	10	549,636,000	5,496,360,000	549,636,000	5,496,360,000	Capitalization of Profits: NT\$1,249,173,340 and Capital Surplus: NT\$83,278,170	NA	1990/07/26 (79) Tai Tsai Cheng (1) No.01715
1991.09	10	643,100,000	6,431,000,000	643,100,000	6,431,000,000	Capitalization of Profits: NT\$879,676,400 and Capital Surplus: NT\$54,963,600	NA	1991/08/23(80) Tai Tsai Cheng (1) No.02399
1992.10	10	771,800,000	7,718,000,000	771,800,000	7,718,000,000	Capitalization of Profits: NT\$1,222,690,000 and Capital Surplus: NT\$64,310,000	NA	1992/10/15(81) Tai Tsai Cheng (1) No.02665
1992.11	10	821,800,000	8,218,000,000	821,800,000	8,218,000,000	Cash Offering: NT\$500,000,000	NA	1992/09/04(81) Tai Tsai Cheng (1) No.02290
1993.08	10	986,160,000	9,861,600,000	986,160,000	9,861,600,000	Capitalization of Profits: NT\$1,479,240,000 and Capital Surplus: NT\$164,360,000	NA	1993/07/09(82) Tai Tsai Cheng (1) No.28647
1994.07	10	1,183,400,000	11,834,000,000	1,183,400,000	11,834,000,000	Capitalization of Profits: NT\$591,776,000 and Capital Surplus: NT\$1,380,624,000	NA	1994/07/01(83) Tai Tsai Cheng (1) No.29932
1995.07	10	1,538,420,000	15,834,200,000	1,538,420,000	15,384,200,000	Capitalization of Profits: NT\$2,603,480,000 and Capital Surplus: NT\$946,720,000	NA	1995/06/29(84) Tai Tsai Cheng (1) No.37779
1996.08	10	1,846,104,000	18,461,040,000	1,846,104,000	18,461,040,000	Capitalization of Profits: NT\$2,846,077,000 and Capital Surplus: NT\$230,763,000	NA	1996/07/06(85) Tai Tsai Cheng (1) No.41130
1997.08	10	2,215,324,800	22,153,248,000	2,215,324,800	22,153,248,000	Capitalization of Profits: NT\$3,415,292,400 and Capital Surplus: NT\$276,915,600	NA	1997/06/30(86) Tai Tsai Cheng (1) No.51660
1998.07	10	2,658,389,760	26,583,897,600	2,658,389,760	26,583,897,600	Capitalization of Profits: NT\$4,098,350,880 and Capital Surplus: NT\$332,298,720	NA	1998/06/23(87) Tai Tsai Cheng (1) No.54840

Month/ Year	Par Value (NTD)	Authorized Capital		Paid-in Capital		Remark		
		Shares	Amount (NTD)	Shares	Amount (NT\$)	Sources of Capital	Capital Increased by Assets Other than Cash	Other
1999.08	10	2,924,228,800	29,242,288,000	2,924,228,800	29,242,288,000	Capitalization of Profits: NT\$2,525,470,910 and Capital Surplus: NT\$132,919,490	NA	1999/06/23(88) Tai Tsai Cheng (1) No.57435
2000.08	10	3,158,167,110	31,581,671,100	3,158,167,110	31,581,671,100	Capitalization of Profits: NT\$2,222,413,940 and Capital Surplus: NT\$116,969,160	NA	2000/07/13(89) Tai Tsai Cheng (1) No.60239
2001.08	10	3,347,657,200	33,476,572,000	3,347,657,200	33,476,572,000	Capitalization of Profits: NT\$1,831,737,550 and Capital Surplus: NT\$63,163,350	NA	2001/06/20 (90) Tai Tsai Cheng (3) No.139435
2002.04	10	3,341,986,200	33,419,862,000	3,341,986,200	33,419,862,000	Capital Reduction and Cancellation of Treasury Shares: NT\$56,710,000	NA	2002 /01/07 (90) Tai Tsai Cheng (3) No.179198
2002.08	10	3,442,245,800	34,422,458,000	3,442,245,800	34,422,458,000	Capitalization of Profits: NT\$1,002,596,000	NA	2002/07/11 Tai Tsai Cheng 3 Tzu No. 0910138403 2002/09/13 Jin So Sun Tzu No.09101374790
2003.03	10	3,424,386,800	34,243,868,000	3,424,386,800	34,243,868,000	Capital Reduction and Cancellation of Treasury Shares: NT\$ 178,590,000	NA	2003/03/31 Jin So Sun Tzu No.09201091780
2003.10	10	3,424,386,800	34,243,868,000	3,395,097,800	33,950,978,000	Capital Reduction and Cancellation of Treasury Shares: NT\$ 292,890,000	NA	2003/05/09 Tai Tsai Cheng 3 Tzu No.0920121101 2003/07/08 Tai Tsai Cheng 3 Tzu No.0920131839
2004.03	10	3,424,386,800	34,243,868,000	3,375,384,800	33,753,848,000	Capital Reduction and Cancellation of Treasury Shares: NT\$ 197,130,000	NA	2003/12/19 Tai Tsai Cheng 3 Tzu No.09210160217
2005.12	10	3,424,386,800	34,243,868,000	3,354,125,800	33,541,258,000	Capital Reduction and Cancellation of Treasury Shares: NT\$ 212,590,000	NA	2005/11/21 Jin Kuan Cheng 3 Tzu No.09401522992
2007.08	10	4,800,000,000	48,000,000,000	3,555,373,348	35,553,733,480	Capitalization of Profits: NT\$2,012,475,480	NA	2007/07/16 Jin Kuan Cheng1 Tzu No.0960036627

B. Type of Stock

Share Type	Authorized Capital			Remark
	Issued Shares	Un-issued Shares	Total Shares	
Common Stock	3,355,373,348	1,244,626,652	4,800,000,000	Listed on TSE in Dec. 1987

C. Shelf Registration : None.

4.1.2 Status of Shareholders

As of 12/31/2007

Item	Government Agencies	Financial Institutions	Other Juridical Person	Domestic Natural Persons	Foreign Institutions & Natural Persons	Total
Number of Shareholders	30	24	280	100,867	460	101,661
Shareholding (shares)	55,366,710	24,676,067	456,912,969	1,534,547,808	1,483,869,794	3,555,373,348
Percentage	1.557%	0.694%	12.851%	43.162%	41.736%	100.000%

4.1.3 Status of Shareholding Distributed

A. Common Shares (The par value for each share is \$10 NTD)

As of 12/31/2007

Class of Shareholding (Unit : Share)	Number of Shareholders	Shareholding (Shares)	Percentage (%)
1 ~ 999	40,941	13,600,004	0.383
1,000 ~ 5,000	37,923	83,497,518	2.348
5,001 ~ 10,000	10,708	74,674,021	2.100
10,001 ~ 15,000	4,341	50,598,501	1.423
15,001 ~ 20,000	2,055	35,561,531	1.000
20,001 ~ 30,000	1,887	44,744,401	1.259
30,001 ~ 50,000	1,422	53,213,305	1.496
50,001 ~ 100,000	965	64,729,220	1.821
100,001 ~ 200,000	475	64,035,107	1.801
200,001 ~ 400,000	309	88,174,303	2.480
400,001 ~ 600,000	125	60,549,512	1.703
600,001 ~ 800,000	75	51,181,817	1.440
800,001 ~ 1,000,000	55	49,058,350	1.380
Over 1,000,001	380	2,821,755,758	79.366
Total	101,661	3,355,373,348	100.000

B. Preferred Shares: None.

4.1.4 List of Major Shareholders

As of 12/31/2007

Shareholder's Name	Shareholding	
	Shares	Percentage (%)
Kao Chyuan Inv. Co., Ltd.	152,581,020	4.292%
Po-Yi Hou	96,773,737	2.722%
Po-Ming Hou	92,451,607	2.600%
Po-Yu Hou	80,666,502	2.269%
Hsiu-Ling Kao	58,110,202	1.634%
Hsiu-Jen Liu	55,200,251	1.553%
Mitsubishi Corporation	54,825,194	1.542%
BNP Paribas Arbitrage S.N.C.	54,426,320	1.531%
Arisaig Greater China Fund Limited	50,901,200	1.432%
Pictet & CIE	40,737,920	1.146%

4.1.5 Market Price, Net Worth, Earnings, and Dividends per Share

Unit: NT\$

Item	2006	2007	01/01/2008-03/31/2008
Market Price per Share			
Highest Market Price	33.70	53.40	49.90
Lowest Market Price	14.50	26.90	38.25
Average Market Price	25.03	36.12	43.72
Net Worth per Share			
Unappropriated	13.90	17.78	17.87
Appropriated	13.19	17.78	17.87
Earnings per Share			
Weighted Average Shares (thousand shares)	3,555,373	3,555,373	3,555,373
Earnings Per Share - Unretroacted	1.08	3.10	0.33
Earnings Per Share - Retroacted	1.01	3.10	0.33
Dividends per Share			
Cash Dividends	0.60	(Note 4)	-
Stock Dividends			
• Dividends from Retained Earnings	0.60	(Note 4)	-
• Dividends from Capital Reserve	-	(Note 4)	-
Accumulated Unappropriated Dividends	-	-	-
Return on Investment			
Price / Earning Ratio (Note 1)	24.78	11.65	-
Price / Dividend Ratio (Note 2)	41.72	(Note 4)	-
Cash Dividend Yield Rate (Note 3)	2.40%	(Note 4)	-

Note 1: Price / Earning Ratio = Average Market Price / Earnings per Share

Note 2: Price / Dividend Ratio = Average Market Price / Cash Dividends per Share

Note 3: Cash Dividend Yield Rate = Cash Dividends per Share / Average Market Price

Note 4: Pending shareholders' meeting resolution.

4.1.6 Dividend Policy and Implementation Status

A. Dividend Policy

Since the business environment has been changing enormously, and Uni-President is experiencing the steadily growth, the annual earnings distribution should be considered in terms of future capital budget, long-term investment, and business funding needs, etc. in order to determine the amount to be retained or distributed as stock dividend or cash dividend.

If there are earnings for distribution at the end of each fiscal year, after offsetting any loss of prior year(s) and paying all taxes and dues, 10% of the remaining net earnings shall be set aside as legal reserve, then would be appropriated as special reserve in accordance with Securities Exchange Law. The remaining net earnings can be distributed together with prior accumulated unappropriated retained earnings. The Board of Directors will consider the factors that were mentioned above to make the dividend distribution proposal. The dividend should be set in the range from 50% to 100% of the accumulated unappropriated retained earnings and the amount of cash dividend shall exceed 30% of the total amount of dividends distribution. The dividends could be distributed in accordance with the resolution that is approved by the Board of Directors and the Annual Shareholders' Meeting. The amount of annual net earnings, after tax payment and all the above mentioned reserves are appropriated, can be distributed by the Company; in which 2% of such earnings is fixed for Directors' and Supervisors' remuneration, and not less than 0.2% for employees' bonus.

B. Proposed Distribution of Dividend

The proposal for distribution of 2007 profits was passed at the Meeting of the Board of Directors. This proposal, a cash dividend of NTD 2 per share and a Stock Dividend of NTD 0.5 per share, will be discussed at annual shareholders' meeting.

4.1.7 Impacts of Stock Dividends on Operation Results and EPS: Not Applicable.

4.1.8 Employee Bonus and Directors' and Supervisors' Remuneration

A. Information of Employee Bonus and Directors' and Supervisors' Remuneration in the Articles of Incorporation

If there are earnings for distribution at the end of each fiscal year, after offsetting any loss of prior year(s) and paying all taxes and dues, 10% of the remaining net earnings shall be set aside as legal reserve, then would be appropriated as special reserve in accordance with Securities Exchange Law. The remaining net earnings can be distributed together with prior accumulated unappropriated retained earnings. The Board of Directors will consider the factors that were mentioned above to make the dividend distribution proposal. The dividend should be set in the range from 50% to 100% of the accumulated unappropriated retained earnings and the amount of cash dividend shall exceed 30% of the total amount of dividends distribution. The dividends could be distributed in accordance with the resolution that is approved by the Board of Directors and the Annual Shareholders' Meeting. The amount of annual net earnings, after tax payment and all the above mentioned reserves are appropriated, can be distributed by the Company; in which 2% of such earnings is fixed for Directors' and Supervisors' remuneration, and not less than 0.2% for employees' bonus.

B. Profit Distribution of Year 2007 Approved in Board of Directors Meeting for Employee Bonus and Directors' and Supervisors' Remuneration

(1) Recommended Distribution of Employee Bonus and Directors' and Supervisors' Remuneration: (NT\$ thousand)	
Employee Cash Bonus	\$ 851,964
Employee Stock Bonus	0
Directors' and Supervisors' Remuneration	198,306
Total	<u>\$ 1,050,270</u>
(2) Percentage of Recommended Employee Stock Bonus to Capitalization of Earnings: None.	
(3) Recounted EPS after Recommended Distribution of Employee Bonus and Directors' and Supervisors' Remuneration: (NT\$ thousand)	
Net Income	\$ 11,016,987
Employee Bonus and Directors' and Supervisors' Remuneration	(1,050,270)
Adjusted Net Income	<u>\$ 9,966,717</u>
Weighted Average Number of Outstanding Shares in 2007 (In thousands)	3,355,373
Recounted EPS (NT\$)	\$2.8

C. Information of 2006 Earnings Set Aside to Employee Bonus and Directors' and Supervisors' Remuneration:

Distribution of 2006 Earnings (NT\$ thousand)	
Stock Dividends	\$ 2,012,475
Cash Dividends	\$ 2,012,475
Directors' and Supervisors' Remuneration	\$ 89,527
Employee Bonus	\$ 296,128

The actual distribution of employee bonus and directors' and supervisors' remuneration above is parallel with the recommended resolution of Board of Directors.

4.1.9 Buyback of Treasury Stock: None.

4.2 Issuance of Corporate Bonds

4.2.1 Secured Corporate Bond

Issuance		1 st secured corporate bond in 2003
Issue Date		2003/9/22~2003/9/26
Face Value		NTD \$10 million
Issuance and Transaction Location		-
Issue Price		Issued at Par
Issue Size		Total amount of NTD 1.3 billion is divided into five tranches, namely Tranche A: NTD 300 million, Tranche B: NTD 300 million, Tranche C: NTD 300 million, Tranche D: NTD 200 million, and Tranche E: NTD 200 million.
Coupon rate		For all Tranches: If $6ML \leq 0.75\%$, pay 6ML; If $0.75\% < 6ML \leq 2.5\%$, pay 2.69%; If $6ML > 2.5\%$, pay 4.0%-6ML, subject to a floor of 0%. The interest is payable every six-month.
Maturity		2008/9/22~2008/9/26 (5 years)
Guarantor		Tranche A: Chang Hwa Commercial Bank. Tranche B, C and D: Bank of Taiwan. Tranche E: Land Bank of Taiwan.
Trustee		Chinatrust Commercial Bank
Underwriter		None
Legal Counsel		Sun & Lin Law Office
Auditor		PricewaterhouseCoopers
Repayment method		Tranche A, B, C, D and E are all repaid at maturity based on the face value.
Outstanding		NTD1.3 billion
Redemption or Early Repayment Clause		None
Restrictions		None
Credit Rating		None
Other rights of Bondholders	Amount of Converted or Exchanged Common Shares, ADRs or Other Securities as of Printing Date	None
	Conversion Right	None
Dilution Effect and Other Adverse Effects on Existing Shareholders from Bond Issuance, Conversion and Trading		None
Custodian		None

Issuance		2 nd secured corporate bond in 2003
Issue Date		2003/9/29
Face Value		NTD \$10 million
Issuance and Transaction Location		None
Issue Price		Issued at Par
Issue Size		NTD 300 million
Coupon rate		Year 1: 3.0%. Year 2,3,4 and 5: If 3ML<1.25%, pay 3ML+0.7%; If 3ML ≥ 1.25%, pay 4.2%-3ML, subject to a floor of 0%. The interest is payable every three-month.
Maturity		2008/9/29 (5 years)
Guarantor		Hua Nan Commercial Bank
Trustee		Chinatrust Commercial Bank
Underwriter		None
Legal Counsel		Sun & Lin Law Office
Auditor		PricewaterhouseCoopers
Repayment method		It is repaid at maturity based on the face value.
Outstanding		NTD 300 million
Redemption or Early Repayment Clause		None
Restrictions		None
Credit Rating		None
Other rights of Bondholders	Amount of Converted or Exchanged Common Shares, ADRs or Other Securities as of Printing Date	None
	Conversion Right	None
Dilution Effect and Other Adverse Effects on Existing Shareholders from Bond Issuance, Conversion and Trading		None
Custodian		None

Issuance		3 rd secured corporate bond in 2003
Issue Date		2003/12/24
Face Value		NTD \$10 million
Issuance and Transaction Location		None
Issue Price		Issued at Par
Issue Size		Total amount of NTD 700 million is divided into three tranches, namely Tranche A: NTD 300 million, Tranche B: NTD 200 million, and Tranche C: NTD 200 million.
Coupon rate		Tranche A: If 6ML<1.2%, pay 6ML; If 1.2% ≤ 6ML ≤ 2.0%, pay 3.5%; If 6ML>2.0%, pay 5.0%-6ML. Tranche B: If 6ML<1.2%, pay 6ML+0.0001%; If 1.2% ≤ 6ML ≤ 2.0%, pay 3.5%; If 6ML>2.0%, pay 5.0%-6ML. Tranche C: If 6ML<1.05%, pay 6ML; If 1.05% ≤ 6ML ≤ 2.0%, pay 3.25%; If 6ML>2.0%, pay 4.0%-6ML. Above all subject to a floor of 0%. The interest is payable every six-month.
Maturity		2008/12/24(5 years)
Guarantor		Tranche A and B: Taipei Bank Tranche C: The International Commercial Bank of China
Trustee		Chinatrust Commercial Bank
Underwriter		None
Legal Counsel		Sun & Lin Law Office
Auditor		PricewaterhouseCoopers
Repayment method		Tranche A and B are all repaid at maturity based on the face value; Tranche C: At the end of Year3, 4 and 5, repayment 30%, 30%, 40% respectively will be based on the face value.
Outstanding		NTD 580 million
Redemption or Early Repayment Clause		None
Restrictions		None
Credit Rating		None
Other rights of Bondholders	Amount of Converted or Exchanged Common Shares, ADRs or Other Securities as of Printing Date	None
	Conversion Right	None
Dilution Effect and Other Adverse Effects on Existing Shareholders from Bond Issuance, Conversion and Trading		None
Custodian		None

Issuance		1 st secured corporate bond in 2004
Issue Date	2004/9/1~2004/9/3	
Face Value	NTD \$10 million	
Issuance and Transaction Location	None	
Issue Price	Issued at Par	
Issue Size	Total amount of NTD 3.5 billion is divided into seven tranches, namely Tranche A~G of each NTD 500 million.	
Coupon rate	Tranche A~C: 2.14% Tranche D, E: 3x(5 Year TWD IRS-2 Year TWD IRS)+0.92% Tranche F, G: if(5Y TWD IRS-2Y TWD IRS)≤1.15%, 3x(5 Year TWD IRS-2 Year TWD IRS)+1.1%; if(5 Year TWD IRS-2 Year TWD IRS)>1.15%, then 2.1% Tranche D, G subject to a floor of 0%. The interest is payable every quarter.	
Maturity	2009/9/1~3(5 years)	
Guarantor	Syndicated by Chinatrust Commercial Bank, BNP Paribas, Bank of Taiwan, Standard Chartered, Taiwan Co-operative Bank, Chang Hwa Commercial Bank, Land Bank of Taiwan, Cathay United Bank, International Bank of Taipei, Central Trust of China, Hua Nan Commercial Bank, Taiwan Business Bank, and The Shanghai Commercial and Savings Bank	
Trustee	The International Commercial Bank of China	
Underwriter	None	
Legal Counsel	Baker & McKenzie	
Auditor	PricewaterhouseCoopers	
Repayment method	All Tranches are repaid at maturity based on the face value.	
Outstanding	NTD 3.5 billion	
Redemption or Early Repayment Clause	None	
Restrictions	None	
Credit Rating	None	
Other rights of Bondholders	Amount of Converted or Exchanged Common Shares, ADRs or Other Securities as of Printing Date	None
	Conversion Right	None
Dilution Effect and Other Adverse Effects on Existing Shareholders from Bond Issuance, Conversion and Trading	None	
Custodian	None	

4.2.2 Unsecured Convertible Bond

Issuance		1 st domestic unsecured convertible corporate bond
Issue Date		2007/10/25
Face Value		NTD \$0.1 million
Issuance and Transaction Location		None
Issue Price		103% at Par
Issue Size		NTD 5 billion
Coupon rate		0%
Maturity		3 Years. Due date : 2010/10/25
Guarantor		None
Trustee		Trust Department of China Trust Commercial Bank
Underwriter		China Trust Securities Co. Ltd.
Legal Counsel		None
Auditor		None
Repayment method		On the maturity date, the Company will redeem the bond at 100% principal amount, unless bondholders have exercised the bond with procedures for conversion.
Outstanding		NTD 5 billion
Redemption or Early Repayment Clause		None
Restrictions		None
Credit Rating		None
Other rights of Bondholders	Amount of Converted or Exchanged Common Shares, ADRs or Other Securities as of Printing Date	None
	Conversion Right	Please see P.56 of the Company's prospectus of the first domestic unsecured convertible bond in simple version
Dilution Effect and Other Adverse Effects on Existing Shareholders from Bond Issuance, Conversion and Trading		The Company issued the first domestic unsecured convertible bond with amount NT\$5,000 million and convertible price NT\$56. Assumed each convertible bond debtee converts the Bond by convertible price, it can be common stock of 89,286 shares. According to the Company's current outstanding shares, 3,555,374 shares, dilution percentage is 2.45%, which is not influential. Besides, bondholders usually convert into common stock gradually, which means the dilution condition is not at once; so the issuance of convertible bond might not have significant effect on shareholders' equity.
Custodian		None

• **Information about Unsecured Convertible Bond**

Type of the Bond		1 st domestic unsecured convertible corporate bond	
Item		2007	2008 (As of April 30)
Year			
Market Value of the Bond	High	105	105
	Low	93.5	96.1
	Average	100.54	101.24
Conversion Price		NT\$ 56	NT\$ 56
Issuance Date and Conversion Price When Issued		2007.10.25 at NT\$56	2007.10.25 at NT\$56
Method of Fulfilling Obligation Conversion		Issuing new shares	Issuing new shares

4.3 Issuance of Preferred Shares: None.

4.4 Issuance of Global Depository Receipts (GDRs): None.

4.5 Issuance of Employee Stock Options: None.

4.6 Status of New Shares Issuance in Connection with Mergers and Acquisitions: None.

4.7 Financing Plans and Implementation

4.7.1 Finance Plans

A. For each uncompleted public issue or private placement of securities, and for such issues and placements that were completed in the most recent three years but have not yet fully yielded the planned benefits: None.

B. Source of funds:

Issuance	Issue Date	Tenor	Outstanding	Expansion Plan
1 st secured corporate bond in 2003	2003.09.22~ 2003.09.26	5 years	NT\$ 1.3 billion	The fourth quarter of 2003
2 nd secured corporate bond in 2003	2003.09.29	5 years	NT\$ 0.3 billion	The fourth quarter of 2003
3 rd secured corporate bond in 2003	2003.12.24	5 years	NT\$ 0.7 billion	The first quarter of 2004
1 st secured corporate bond in 2004	2004.09.01~ 2004.09.03	5 years	NT\$ 3.5 billion	The third quarter of 2004
1 st domestic unsecured convertible corporate bond	2007.10.25~ 2010.10.25	3 years	NT\$ 5 billion	The fourth quarter of 2007

4.7.2 Implementation

The Company estimated the trend of interest rate would rise and adjusted the ratio for fixed-rate borrowing: 2005 was 45%, 2006 was 42% and 2007 was 64% respectively.

V. OPERATION HIGHLIGHTS

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5.1 Business Activities

5.1.1 Business Scope

A. Major Business

Group	Range of Business	Division	Revenue Ratio
Provisions Group	Manufacturing and marketing of grain & feeds, animal feeds, aquatic feeds, edible oils and flour	Foodstuff Division	11.79%
		Animal Feed Division	8.65%
		Aquatic Business Division	1.80%
		Edible Oil Division	10.06%
		Flour Division	2.78%
Instant Food Group	Manufacturing and marketing of instant noodle and rice noodle	Food Division	9.29%
Dairy & Beverage Group	Manufacturing and marketing of soft drinks, tea drink, dairy products and chilled beverage	Beverage Division	9.15%
		Tea Beverage Division	14.12%
		Dairy Product Division	17.05%
General Foods Group	Manufacturing and marketing of meat products, canned pickles & seasoning products, frozen prepared foods and ice cream products	Meat Product Division	2.11%
		Sauce & Seasoning Division	2.43%
		Frozen Prepared Foods Division	2.05%
		Ice Cream Division	0.88%
Health Group	Manufacturing and marketing of health foods and bakery products	Health Food Division	0.57%
		Bread Division	5.95%
Others			1.32%

B. Products Planned to Develop

Item	Products planned to develop
Edible Oil	Functional health edible oil
Sauce & Seasoning	Black-soubean sauce and Thick black-soubean sauce
Tea Beverage	“Chai-Li-Won” premium tea series
Health Food	All-purpose health food for people with metabolic syndrome
Frozen Prepared Foods	Premium dumplings
Aquatic Feed	Functional aquatic feeds

5.1.2 Industry Overview

A. Macroeconomic Environment

The global competitiveness of Taiwan economy continued to stay strong in 2007. The growth rate of Taiwan economy rose to 5.70% from 4.89% in 2006 and above the global economic growth rate of 3.8%. The salary grew at a rate of 2.28%, outpaced the CPI growth rate of 1.80%, and the conditions of credit-card debt, consumer finance, and employment rate were improved. Despite these favorable yields, people were still affected by the climbing fuel and material prices, US sub-prime mortgage crisis, and other anticipations that led to a 2.61% increase in nation's private consumption as opposed to 8.10% growth in industry production value.

B. Current and Future Development of Taiwan Food Industry

The volatility of energy and raw material prices, food safety, and environmental protection were food suppliers' top three challenges in 2007. According to the statistics of the Ministry of Economic Affairs (MOEA), the production value of Taiwan food and beverage industry, after two consecutive years of declines (1.95% decline in 2005 and 0.002% decline in 2006), increased by 6.30% to approximately NTD 459.1 billion in 2007. Among the food sub-sectors, the value of refined tea had the fastest growth rate, of 40.79%. Refined tea was followed by edible oils and fats, which had grown by 25.76%, prepared animal feeds grew by 16.91%, flour milling grew by 16.6% and grain husking grew by 10.23%. Majority of these sectors were primary processing industries since they had benefited from the long-term global increases of material prices.

Food and beverage imported to Taiwan were worth roughly NTD 105.4 billion in 2007 (a slight decrease of 0.47% from 2006). The import value of edible oil, milling products, coffee and substitutes, soft drinks, other seasonings and teas increased the most; however not all of these categories had increased import volume. This indicated that the value growth was driven by the higher unit price. The value of food and beverage exported from Taiwan fell by 8.78% as the largest export item- frozen foods continued its decline (-13.56% in 2007).

To offset the soaring costs, food manufacturers must learn to compete on value than on price. The discipline, the skills, the core advantage, and best mixes of products and channels are key factors to succeed in long run. It is noted that some companies have begun cooperating with international companies or utilizing OEM to hedge operating risk and seize potentials beyond home market. The good financial gain of Taiwan food industry in 2007 once again approved the effectiveness of business reform.

"Food safety and health" is an important issue for food manufactures. The Bureau of Health (BOH) initiated Taiwan Food Traceability System (TFTS) in November 2007 that allows consumers to trace back the process information via this system. In addition, on January 1, 2008, BOH demanded that package foods and drinks should be clearly labeled the saturated fat and trans-fat volume. In addition to food safety, environmental protection has caught the attention of food companies. Many international food companies have been focusing on water usage efficiency and discharged carbon dioxide volume to demonstrate that their businesses were responsible to social priorities. The overall supply chain is strictly supervised.

Global increases in material prices are not likely to stop. This can be seen from the Food and Agricultural Organization that predicted the price of foodstuff would continue to rise for the next ten years, as well as the shortage supply of grains from the snow disaster in China. The production value of food industry in 2008 is forecasted at NTD 478.6 billion, up 4.24% over 2007.

C. Relationship of up-, middle- and downstream of Taiwan food industry

The food industry is classified as domestic consumption-based industry due to its short shelf life and requirement of precise temperature control. However, the low entry barrier of food industry has created a competitive operating environment and limited the profit growth. In addition, the impact of climatic change, increase production for alternative energies (biofuel) from foodstuff, higher transportation costs, and increasing demand from emerging markets have increased the costs for food manufacturers. Also due to the retail store's limited shelf space and less profitable financial performance from the competitive retail environment, food companies were pressured by the downstream services (retail stores) to lower their factory price or fund the marketing (e.g. store promotion) to stimulate sales. It is expected that, within the value chain of foods, food manufactures will be the one having the greatest difficulties to generate add-on value.

To minimize the food cost increases, the government had reduced tariff on some imported materials. Some companies have begun cooperating with other companies to help stabilize the prices and supplies of raw materials through joint procurement. On the other hand, direct contact with consumers and realization of their preference via downstream food services had becoming an increasing popular strategy utilized by food companies in Taiwan. Also food companies have been leveraging research and manufacturing capability to develop retail private brands. By all means, food companies will integrate the up-, middle- and downstream services to reduce cost, create value, increase flexibility and enhance competitiveness.

D. Product Trends and Competition

As consumers are continued to be exposed to the news of beauty, health and functional ingredients, the markets of health, regimen, beauty or light-meal are expected to grow. Senior market is also another fast growing business for food companies in recent years despite the difficulties of changing seniors' habitual dietaries and the immature products and services.

By product category:

(1) Commercial Feeds

The livestock feed market was susceptible to the fluctuated global foodstuff price and the performance of farming industry. The trend of national feeds production volume is steady, but the value will increase due to the rise in unit price. The epidemic, opening imports of livestock products, and drug residues were the major threats that push down the prices of livestock products. But the increasing expenses of energy and farming brought up the credit risks of the clients of feeds manufacturers. Sales of aquatic feeds, being affected by the drug residues, greenhouse effect and increasing fish powder cost, were diminished. The manufactures of feeds market will eventually be recomposed as large firms commence a turnkey operation.

(2) Milling

The demand of flour stayed constant. Big companies will expand via factory enlargement, facilities upgrade, and transformation. Being caused by increasing material costs and the demand for premium quality, milling market will re-shuffle.

(3) Edible Oil

As the import tariffs are reduced year by year, the domestic oil producers will face greater competition from increasing oil imports. Although lesser oil consumption and fewer children had shrunk the edible oil market, the increasing consumers' conscious of trans-fat issue and the health have lightened the hope of edible oil firms that value the "health & premium" heavily.

(4) Instant Noodle

The market is saturated and the share of each manufacture stays. In order to maintain a steady and profitable growth, the company has been committed to strengthening its brand development, product mix, price setting, and investment of non-fried noodle.

(5) Non-alcoholic Beverage

Because non-alcoholic beverage is considered a fad and has short product life cycle, speeding up new product launches has once been the main driver for corporate growth. But now the decelerated economic growth and consumption willingness have slowed down the new product developments. Food companies shift their focus to brand, and seek constant upgrades of the products. Production value in 2007 reached NTD 43.7 billion, up 7.64% from 2006.

(6) Others

Along with the changes in lifestyle, demographic composition, consumer consciousness, and the introduction of health food specification standards, frozen food, ready meal and healthy food are likely to be the fastest growing product categories in the future.

5.1.3 Research and Development

A. Research and Development Expenses by Central Research Institute (CRI) in Past Two Years

Year	2006	2007	2008 (As of April 30)
Total Expenses (thousand NTD)	326,458	287,598	100,069

B. Achievements of Research and Development by CRI in Past Two Years

Year	2006	2007	2008 (As of April 30)
New Products Launched	92	58	32
Research Reports	240	267	44
Patents	Approved	4	2
	Pending	10	6
Critical Technologies Developed	27	30	4
Technology Developed from Cooperation or New Technology Introduction	19	15	5
Considerable Quality Improvement	30	44	24

The three essential guidelines for healthy eating, which Uni-President continues to lead the consumers to and to develop products upon, are:

- Functional: AB drinking yogurt, coenzyme Q10 drink, collagen drink, and etc.
- Healthy: Chicken essence (original, four-herbs, ten-herbs, and cardyceps flavors), leonurus extract for premenstrual syndrome, nutritional supplement (fish oil, propolis, high-calcium milk, high-iron milk), and other herbal formulas that can be served both as food and medicine.
- Natural: Products made with natural sources, including multi-grains, yam & adlay, sesame, and etc.

To satisfy consumers' need for health foods, the Bioscience Center of CRI utilizes its expertise in health food, Chinese medicine and gene technology to search bioactive substances and develop effective healthy food.

1. Overview of Product Development

58 new products were launched in 2007. The sales of new products in last three years accounted for 13.5% of corporate sales. Over the years, CRI has successfully created many innovative and breakthrough products that are lead in the market, such as Imperial Big Meals (instant noodle with retort pouch), chilled tea, AB drinking yogurt (health food certification), Wagamama (Japanese flavor ramen), membrane filtered dairy products, non-fried noodle, and nutritional milk flans. Many of our products are awarded prizes by Chinese Food Technology Association. Our products not only satisfy consumers' need, but also being recognized by the academia.

2. Overview of Research Achievement

CRI focuses on the development of dairy products, beverages, instant noodles, meat products, frozen foods, ice cream products, flour, and edible oil. For many years, CRI has been committed to improving its food-processing technology and gradually building up its core competencies. Also, it retains its leadership position in both market and technology development.

(1) Continue on innovation and technology to ensure product quality

To guarantee the total quality of products, CRI constantly seeks to food technology development. Selected examples

are as follows:

- Non-fried instant noodle formula: A new generation for our instant noodle products.
- Sensory off-flavored raw milk: This technology helps preserve raw material quality and sets up critical quality measures for dairy products.
- Stabilization of emulsification of tea and coffee products: This technology helps eliminate floating oil of dairy products, thus improves consumption safety.
- Sauce pack filling: Stock concentrate can be stored at room temperature without losing its freshness and quality.

Other great achievements in food healthiness improvement:

- Tea extraction: This technology preserves full functional components in tealeaves of our tea products.
- Low-Temp membrane filtration: This technology reduces bacteria in raw milk and pasteurizes milk at low-temperature simultaneously to avoid losses of milk's nutrition and flavor.
- LP33 drinking yogurt improves consumers' immune system and reduces allergy.

Moreover, CRI establishes several analytic methods to detect pesticide residues and to measure nutrients in order to safeguard the raw materials and retain nutrients in our products.

(2) Adopt innovative food-processing technology to develop distinct, unique and competitive products

CRI has developed several food-processing technologies and processes.

- Membrane filtration
- Juices with pulp production
- Whole soybean soymilk production
- Low-temperature tea extraction
- Sterile filling technology for PET beverages
- Preservation of juiciness in frozen dumplings
- Soup pack filling

These refining processing technologies not only increase our productivity, but also enhance mass production technology for the entire food industry.

(3) Effectively manage raw materials to lower production cost

To reduce the costs of raw materials, CRI customizes specification of raw materials and sets up a quality-authentication system for screening the second suppliers. These increases our bargaining power with suppliers and eliminates monopolize raw material supply.

Moreover, CRI organizes research teams of flavor and package, and gradually builds up its expertise in those two fields. The flavor team masters the basic flavor formulation and adopts higher concentration flavor to reduce the stock of flavorings and inventory costs; package team, on the other hand, analyzes packing materials and discovers optimal carton condition to minimize wastes and reduce package costs.

3. Research Scope

- (1) Discover the latest processing technologies and products for Chinese food.
- (2) Explore and use natural additives, environmental-friendly packaging materials, and functional ingredients.
- (3) Conduct research on microorganisms and scale up to full production for fermentation, including the application of fungal fermented dairy products, fermented juice and health food.
- (4) Develop fresh food (ex. fruits, vegetables and etc.) processing technology.
- (5) Conduct research on biotechnology, medical and health care, and introduce applicable technologies.
- (6) Develop products that are applicable universally.

4. Other R&D related projects

- (1) Food certification promotion: We will combine selection of functional raw materials, formula design, manufacturing techniques, ingredient analysis, clinical trial and national certificate for healthy food development. Certified health foods that have already been launched were: AB Yogurt drink, Low-Sugar and Hi-Fiber Soymilk, Sugar-less Cha-Li-Wang Tea, Ganoderma Lucidum, Propolis, Healthy Resetta Diet Oil, and Four-Herb Chicken Essence, Phytosterol Milk, Hi-fiber Soymilk with Yam and Job's tears. Other tens of new health food products are in progress.
- (2) Biotechnology development: To seize the opportunity of preventive medication that keeps disease away, we will develop relevant preventive health food products in short run. For the mid- and long term goals, we will focus on health care and gene-applied technology, including the development of health care medication, the relation between gene and disease, biochip application and personal gene regulated foods.

5. Ongoing Projects

- (1) For upgrading products and technology, we will actively proceed on many projects. So far, we have substituted the heating sterilization with low-temp sterilization, reduced additives on our products, added no preservatives in meat products, and many others.
- (2) For improving product safety, we set up a record tracking system of tea and milk production online that allows consumer to trace back the related process of products via the system.
- (3) For acquiring health food certification, we plan to invest NTD 6 million on the human experimentation of low-sugar high fiber soymilk and tea products for dual certification of blood lipid and body-fat regulation; LP33 immune yogurt drink for regulating immune system; papaya milk for protection of GI function; phytosterol milk and soymilk to regulate blood-lipid.
- (4) For biotechnology development, we cooperates with National Health Research Institute and College of Medicine of National Cheng Kung University to conduct researches on health food development that covers the areas of weight control, blood pressure control, blood sugar control and osteoporosis. We expect more health food products will be launched in the near future.

6. Expected time of mass production: NA.

7. Key Success Factors

With the right strategy and dependable technical base, our research team could develop innovative, unique and premium products that warrant the successful launches of the products. Whether it is product design or technical research, our R&D team always follows the strict management procedures to control the process and quality of any giving project. Also, every project is consistently reviewed to ensure reasonable budget for any giving expected goal. All described above are the factors from which the Central Research Institute of Uni-President achieves the team's duty and goes on the road of success.

5.1.4 Long-term and Short-term Development

A. Long-term Development

Our long-term plan follows “one core and four pillars” strategy to develop a business model with three key aspects- manufacturing, trade, and logistics. The company focuses its business on brand and operates in consistent with four pillars- trade and distribution, channel management, manufacturing and R&D, strategic alliance and M&A to expand in Asia and generate the biggest corporate value in long run.

a. Brand Management

We capitalize on our expertise of multi-brands operation to create global brands, and on top of that, structurally we raise importance of brand management to ensure the brand portfolio and marketing investment be best aligned with the brand positioning. Also we seek to enhance brand's core value and consumer's affiliation to push up each megabrand's market standing.

b. Manufacturing and R&D

We are dedicated to leveraging the function of manufacturing and R&D to support the development of brands. We intend to fully utilize the world's factory-China, and set up a fleet-alike manufacturing disposition based on tens of OEM factories. We have been keeping on introducing new production technology and strengthening the fundamental research of product quality to help improve overall technique.

c. Trade and Distribution

In Taiwan, Mainland China, Indonesia, Vietnam, Thailand and the Philippines, the operation centers have been built. These sites not only serve as our marketing network, but also will evolve a purchasing network for worldwide commodities. In the future, we are likely to become the gateway for European and American food companies to enter into Asia, and provide a platform for worldwide commodities to trade in.

d. Channel Management

In addition to reinforcing team merchandizing with our channel partners and providing greater conveniences and varieties to broader consumers, we are committed to enhancing the efficiency of our logistics, spotting business potentials, and exploring new channels and markets. By associating a high value-added distribution system with networks of purchasing, manufacturing, marketing, and retailing, we can become the strategic supplier of key retail chains and distributor/agent of well-known global brands.

e. Strategic Alliance and Merger & Acquisition

Our brands will continue to lead or grow rapidly in each core product category and dominate the market. Our business domain is aimed at entire Asian market.

B. Short-term Development

Premium growth is the main driver of our operation; improvement of profitability, fundamental skills, brands, channels, and management discipline are our missions. In short term, we will strengthen our management internally, while externally, we will progress aggressively our tactics of attack, explore new territories, leverage economy of scale, regional development, organizational capabilities and marketability, and strategically ally with global giants. Overall we can sustain our lead. The main tasks of operation include:

a. Increasing brand value

Focus on mega brands. Effectively manage the brand to create higher corporate value and establish industrial dominance.

b. Improving profitability

Adjust brand portfolio and distribute marketing resource efficiently to reach best productivity and highest add-on value.

c. Valuing market mechanism

Continue to be in control of market prices and be more conscious of the changes in markets, channels and consumers.

d. Being disciplined and getting things done

Follow through the management principle of integrity, and fulfill the management discipline in global operation.

e. Being socially responsible

Emphasize on corporate governance, food safety, employee welfare, work safety/ environmental protection, and social contribution.

5.2 Market and Sales Overview

5.2.1 Market Analysis

A. Major Sales/Service Region: 98.79% of our products are sold domestically.

B. Market Share (%) of Each Major Product Category within the last two years

Category	2007	2006	Category	2007	2006
Animal Feed	8.0	8.0	Fresh Milk	29.8	29.6
Flour	13.0	13.6	Yogurt Drink	48.0	44.8
Edible oil	15.2	13.9	Flavored Milk	47.5	49.5
Instant Noodle	47.4	49.1	Flavored Soybean Milk	73.6	70.0
Soy Sauce	32.8	31.8	Pudding	67.1	71.9
Coffee Drink*	27.9	26.0	Meat Product	35.0	32.9
Fruit Juice*	16.5	17.8	Frozen Food	16.0	19.1
Packaged Water	18.2	17.2	Ice Cream Product	21.0	25.0
Tea Drink*	46.7	47.0	Chicken Essence	13.0	14.3

* Chilled and Room Temperature

C. Market Analysis of Major Product Categories

Foodstuff

1. Major Products and Sales Regions

(1) Main products are grains (soybean, corn), poultry, agricultural materials and food materials.

(2) Sales Regions: Domestic market.

2. Current and Future Development of Market Supply and Demand

The international energy price continued to climb up in 2007 that brought up the demand for the alternative fuels such as bio-diesel and ethanol and drove the international commodity prices to the new-record high level. Consequently, the domestic livestock industry went through a difficult again last year. For instances, more and more farmers are out of the industry due to the downtrend price in hogs and sharply rising feed costs. The supply and demand of local poultry also has been decreasing gradually since the embargo on poultry imports lifted and directly affected the feeds demand in the domestic market. Furthermore, the international grain prices and crude oil price consistently hit the record high, and increased the costs for meat products. The inflation stress seriously threatened household spending in meat product consumption. However the demand by farmers for organic fertilizers will be increasing as publics are more concerns for their health.

3. Competitiveness, Advantages and Disadvantages of our Operation, and Strategies

(1) Competitiveness and Advantages:

By integrating the procurement activities including purchasing for others, we could create the largest procurement quantity possible to reach the lowest cost in grain materials. Also, we cooperate closely with all suppliers in the poultry industry including breeders, Pharmaceutical suppliers, and slaughterhouses to build competitiveness for creating more market shares and profits. We also continue developing high profit products in foodstuff material and agriculture services for improving the sales returns in terms of lowering the sales risk and competitiveness.

(2) Disadvantages and Strategies:

Since the grain market prices have been staying high insistently, it causes the financial stress for farmers in production costs. On the other hand, the domestic livestock market has not been on the same pace in profit. To

avoid the risk of bad debt occurred, we have imposed several positive measures to prevent from it. It has been working out well since imposed.

Animal Feed

1. Major Products and Sales Regions

- (1) Major products are feeds for hogs, chickens, ducks, geese, cattle, dogs and cats.
- (2) Sales Regions: Domestic market.

2. Current and Future Development of Market Supply and Demand

The animal feed industry is filled with operating risks and opportunities. The risks contain the increasing agricultural imports following Taiwan's entry of WTO, and the spread of blue bird epidemic. These significantly reduce public's consumption of poultry products, and further stall the growth of feeds market. While the prices of livestock products remain at low-end, the rising material prices create more difficulties and risks for farmers to manage the business. Also the prices of international grains, due to the manipulation of fund trading, issues of alternative energies and high oil price, volatizes drastically. Material costs and freight charges are thus hard to handle. The opportunities, on the other hand, are the growing demand for local unique, organic agricultural and livestock products, and value-added concentrated feeds, cattle feeds and TMR. Pet foods will increase steadily with the economic growth. Consequently ineffective feed manufactures will gradually depart the market while those strong and promising manufacturers will expand their market shares through vertical integration.

3. Competitiveness, Advantages and Disadvantages of our Operation, and Strategies

(1) Competitiveness and Advantages:

To maximize the profit of Animal Feed Division, we have already integrated the operation from material suppliers to the sales channels, and combined TMR technology and professional service team to produce distinct products and segment markets in order to increase products and service value. We also extended market scope into concentrated feeds to attain to niche management.

(2) Disadvantages and Strategies:

Due to the great maize and soybean imports required, we will face higher risks from the impacts of volatile market condition, climbing costs and weak financial structure.

Being aware of relatively higher operating risks, we will increase our profit through raw materials control and minimize loan risks by monitoring clients' credit lines and account receivables.

Aquatic Feed

1. Major Products and Sales Regions

- (1) Major products are floating feed, prawn feed, ornamental fish feed, fresh water fish feed and seawater fish feed.
- (2) Sales Regions: Fresh water fish and bass and frog feeds are mainly sold at home. Prawn feeds are exported to Southeast Asia and Mid-East area; ornamental fish feeds are shipped to Europe, America and Southeast Asia.

2. Current and Future Development of Market Supply and Demand

The present aquaculture market is in a difficult situation that has impacted the market. For instance, the stricter environments protection policy, the limited increasing aquaculture market, and the unfavorable climate and stocking delay all have harmfully impacted farming. Meanwhile, due to the strong demand in China, the International raw material prices have risen dramatically. Because of this unbalanced condition of supply and demand resulting in high raw material prices, we need to adjust our product structure to focus on the high margin products.

3. Competitiveness, Advantages and Disadvantages of our Operation, and Strategies

(1) Competitiveness and Advantages:

The Company is certified under ISO 14001 and has a good brand image among our consumers. Our overseas market will be manufactured and sold locally in order to reduce exposure to the increasing costs in Taiwan. We have built up a joint purchasing system to better control raw material cost and quality.

(2) Disadvantages and Strategies:

Although global shrimp production is rising overall, the conditions are getting worse for farmers. For instance, more shrimp diseases, high production cost, and low shrimp prices are all of the prevailing market conditions, which negatively impact market development and new investment. Farmers are more concerned about the production costs than the brand benefits and product differentiation when selecting the feed. The aquaculture market of Taiwan is shrinking due to aging operators and unsuccessful business transformation to a more profitable segment. Because of the above disadvantageous conditions, the present business model will transform into the triangle trade model (order processing in Taiwan, and manufacturing and shipping from Vietnam). The new business model will reduce shipping lead-time, raw material prices, and help us cope with the lower product prices. Moreover, for new market development, our R&D division will develop new products to the consumer's demand and improve feed quality.

Flour

1. Major Products and Sales Regions

(1) Main products are flour, wheat bran, and barley flakes.

(2) Sales Regions: Flour is used in our instant noodle and baking products and mainly sold at home country.

2. Current and Future Development of Market Supply and Demand

Total demand of flour in Taiwan is about 750,000 tons per annum. Since people have been rising their eating standard and flour products are more delicate and in variable forms, overall demand have stayed at the same level for over a long period of time with trend slightly downward. According to the worldwide tight wheat market, grains price soaring and biofuels taking off, we do foresee the world wheat price will be with high end this year. Besides, a milling giant - Top Food Industry Corporation capable of producing 1,000 tons per day, commenced its production second half last year. This makes the already saturated and over-productive wheat flour market in Taiwan to speed the milling industry integration and market redistribution in the future.

3. Competitiveness, Advantages and Disadvantages of our Operation, and Strategies

(1) Competitiveness and Advantages:

Our competitiveness includes our access to the latest milling technologies and extensive sales network around islands. Our formulations are tested under varying conditions to ensure our products perform to the same superior performance level each and every time. We will create superior value for our customers by providing a differentiated offering, based on consistent quality, service and innovative solutions. For leveraging off these strengths means Uni-President are supplied with the highest quality products in line with market demands and developed by leading research and development.

(2) Disadvantages and Strategies:

Current production capacity and warehouse are too small. Therefore we will vigorously focus on value-added product development, core product management, source differentiation and channel management.

Edible Oil

1. Major Products & Sales Regions

(1) Our core products are soybean meal, cooking oil for commercial and family use.

(2) Sales Regions: Domestic market.

2. Current Status of Future Development of Market Supply & Demand

Due to the open trade of meat products, domestic agricultural and livestock products had become the first sufferers that led to an unbalanced market supply and demand of soybean meal in short run. Commercial cooking oil continued to expand as more eat outs had occurred whilst home-cooking oil continued to shrink.

3. Competitiveness, Advantages and Disadvantages of our Operation, and Strategies

(1) Competitiveness and Advantages:

Our competitive advantages are built upon our good corporate image, well-known brand reputation, complete distribution channel, and variable ideal product selections.

(2) Disadvantages and Strategies:

Unfavorable factors were the unpredictable costs of good sold due to the volatile material prices; higher operating risks and costs of soybean from unbalanced supply and demand; tough small-pack cooking oil business due to the frequent changes of consumer purchases and usage; smaller margin due to the price war and sales promotion.

To overcome the above difficulties, we will clutch onto the CBOT future price and market supply and demand, and reduce the lead-time of material acquisition. Also, we will monitor the account receivables and clients' credits to avoid bad debt risks; restructure product portfolios to include higher priced and nutritional product; and last but not least, increase branding management.

Instant Noodle

1. Major Products and Sales Regions

(1) The product packages vary from bag, bowl, tube, to cup. Amongst all products, low-priced bag noodle contributed the most income. Leading brands are Tung-I, A-Q, Ke-Shiue-Mian, Imperial, One More Cup and etc.

(2) Sales Regions: Domestic based, some are exported to HK and USA.

2. Current and Future Development of Market Supply and Demand

Instant noodle industry is mature. Overall instant noodle market grows steadily along with the growth of GDP. Due to the fast growing costs of raw materials in 2007, the manufacturers of instant noodles readjust the instant noodle prices, and the whole market of instant noodles grew up to 9.02 billion, with 5.9% growth compared to last year. Looking into the future, this industry will develop stably. However to cope with the fluctuated raw materials costs, we need to make efforts in upgrading the products' marketing value, and develop new raw material mixes to satisfy consumers psychologically (brand, flavor, price), and further enlarge market share and affirm our leading place.

3. Competitiveness, Advantages and Disadvantages of our Operation, and Strategies

(1) Competitiveness and Advantages:

We have first-rate innovative R&D technology, experienced marketing team, strong selling structure and computerized production and marketing flow.

(2) Disadvantages and Strategies:

Raw material costs rise, manufacturing costs increase; the turnover of new products are fast and the demand of new products is large, channels require the uniqueness of products. To deal with the above disadvantages, we will manage cost effectively and upgrade production management performance; carry out marketing and R&D abilities, develop unique products; focus more on existing products to expand hot-selling products in long term.

Dairy Products

1. Major Products and Sales Regions

(1) The main product line includes chilled fresh milk, flavored milk, yogurt drink, custard pudding, and cereal beverages. In 2007, due to a significant rise in raw material costs and negative market growth rate of 2%, our sale of chilled fresh milk only has a growth rate of 1% compared to the previous year. Revenue for fresh flavored milk rose 4% from the previous year, and the growth is still expected from various channels. Yogurt drink fell 27% because overall market sales declined by 17%. Cereal beverages grew 11% from that of the previous year, and aside from a shift in the consumption of dairy products, the refocusing on brand positioning and USP (Unique Selling Position) marketing, the company's market share greatly increased.

(2) Sales Regions: Domestic market.

2. Current and Future Development of Market Supply and Demand

As the dairy products industry is affected by a continual surge in the cost of agricultural products and raw materials, the consumer market is showing signs of stagflation and food manufacturers are confronted with market shrinkage and rising costs. As a result, intra-industry competition has shifted focus from price competition to cost controls. Nowadays, most dairy products are chilled drinks that require daily dispatch, and their competitive advantages come from the efficiency and scale of the overall operations. In the short term, the market will reshuffle itself and eliminate weaker competitors, but business counterparts will be competing with each other in operational performance and brand power in the long term. In the future, major dairy producers will raise their value through various product mixes of fresh milk and flavored milk in order to maximize their business scales and product benefits. In response to healthy eating trends, companies with increased functional values in fresh milk, flavored milk and yogurt will be capable of developing better-quality, and more consumer-needed products (greater value-added products) with the aid of technology. It is expected that the industry will see a wave of growth potential for product upgrades.

3. Competitiveness, Advantages and Disadvantages of our Operation, and Strategies

(1) Competitiveness and Advantages:

The Company has adopted a brand focus strategy featuring product value added, innovative package designs and health certifications, which improve brand communication and champion channel price promotion. As a result, all products have performed remarkably well in the market, suggesting that the Company has gained a firm foothold in the follow-up operation of various products. The Company's dominant market position demonstrates its operating benefits and competitive edges as a leading brand. The joint operation of dairy drink products, beverages and tea drinks will effectively integrate the operation of upstream suppliers and downstream channels to reduce raw material costs and distribution costs and make product management more flexible.

(2) Disadvantages and Strategies:

Gross margins and brand value have suffered as new competitors emerge and distributors are keen to engage in price wars for short-term profits. Overall operational efficiency has also decreased as diverse customer demands and channel differentiation have brought about more SKUs (stock keeping units) and costs for all brands. To cope with these problems, in the future, our company will enhance product and brand value and intensify brand marketing efforts to avoid the vicious price wars and raise excess profits in brand value. In addition to integrating the supply chain, we aim to allocate more resources to satisfying customer demands by improving the project management of various brands and existing technologies, which will in turn boost brand value.

Tea Beverage

1. Major Products and Sales Regions

(1) Uni-President has six major tea brands including Mine-Shine, Chai-Li-Won, Pure Tea, Literature Tea, BeautyArts, and Ban Dian, covering green tea, milk tea, black tea, oolong tea, lemon tea, flower tea and fruit tea categories.

(2) Sales Regions: Domestic market.

2. Current and Future Development of Market Supply and Demand

In the year 2007, tea product made up of around 40% of the whole beverage market. Tea beverage market is showing a stable growth, as more suppliers and retailers are consistently investing in this area. As the health awareness of the local population grew, the demand for tea product that improves health increases. The sales of Woo Long Tea for example, as the supplier for such tea category increased and emphasizes on higher / better tea quality and special brewing process, increased 25.4%. Red tea, flower tea and fruit tea on the other hand are showing a stable growth. Currently, milk tea and green tea categories are in their mature stage of their product life cycle, but as suppliers keep on enhancing their product quality and channeling management, growth of these categories can still be expected.

3. Competitiveness, Advantages and Disadvantages of our Operation, and Strategies

(1) Competitiveness and Advantages:

Each our tea brand is the category leader in tea beverage market. We will keep on upgrading our brands and products to increase the market share of each tea category. Meanwhile, we also have leading aseptic production facilities. With the inauguration of the new manufacturing plant and TP Express Manufacturing Equipment, and the cooperation with our retail partner, the quality of our product is more stable. These will improve the successful rate of new product launches and supply chain efficiency in order to increase our profit and greater market shares gap from our competitors.

(2) Disadvantages and Strategies:

The increase in the cost of the raw materials and the price bargain by the retail channels (hypermarket, Palmart) affected our profit. In response to this issue, we are making bulk / batch purchase for our raw materials to reduce the cost. We are also searching raw materials from oversea to keep our cost to the minimum. We are always improving on our Brand Image / Power and focusing on brand marketing to enhance our strength to negotiate with the retailer. This is to prevent us from engaging in the price discount promotion. In addition, we are providing various packaging option to cater to different consumers in different retail channels that help deviate us away from the impact of price bargain by retailers.

Other Beverages (Coffee, Juice, Packaged Water and Sports Drinks)

1. Major Products and Sales Regions

(1) In the year 2007, our sales had an incremental growth of 6.2% in compare of 2006. In coffee category, upgrade of "La gauche de la Seine", the successful launch for series of "DR." product, the stable sales of "Café Plaza" and agency contracts have brought an increase of 15.5% in sales. For packaged water, "H2O" expanded and "PH9.0" and "Uni-Water" stood stable. Together they increased by 10.4% in sales. In sports drink, the pet bottle of "Pro Sweat" launched successfully and gave an increase of 24.7% in sales. However, affected by the declines of overall market sales, the juice sales decreased.

(2) Sales Regions: Domestic market.

2. Current and Future Development of Market Supply and Demand

In the coffee category, the popularity of coffee shops and the increase of Ready-To-Drink (RTD) coffee product in convenience stores (CVS) establish the habit of coffee drinking. The market sales of RTD coffee in 2007 up 6.6% from 2006 with a trend to premium chilled coffee product. Drinking coffee is a matter of royalty and that's why

brand building is an important subject for us. On juice category, RTD vegetable fruit juice had a decrease of 5.2% in 2007; among all categories, diluted juice exhibited the largest decrease of 6.3%. Especially Taiwan is located in a subtropical area, which have a great variety supply of fruit and that the consumption of fruit juice is relatively lower than European/American countries. However, as the eating-out increases in urban cities, there are still spaces for improvement. Packaged water, on the other hand, is the fastest growing category worldwide, but subject to the law in Taiwan, the market shows an unfair competition. The only way to overcome this barrier is to segment and differentiate products. Sales of sports drink market diminished by 10.1%, but for major brands, their declines are stable or comparatively smaller, meaning that brand building is important for managing a long-term business.

3. Competitiveness, Advantages and Disadvantages of our Operation, and Strategies

(1) Competitiveness and Advantages:

We have the state-of-art sterilizing facility and production technology, ally strategically with our OEM partners, work closely with retail channels, launch successful new product, focus on brand building and effectively control the cost through co-procurement process.

(2) Disadvantages and Strategies:

The increasing channel's power for negotiation and costs of materials are our major difficulties. Our solution is to bring in "Quality" to consumer, focus on brand building to enhance our negotiating power, maintain effective co-procurement platform to limit negligence cost, and adjust to the optimal productivity to decrease production cost.

Baking Product

1. Major Products & Sales Regions

(1) Major product lines are toast, bread, cake, dessert, festival confection, frozen paste and so on, which these are sold through CVS (7-Eleven, OK, Nikomart, Hi-Life), bakery (Semeur-Depain), coffee chains (Starbucks Coffee), hypermarket and supermarket (Wellcome, Carrefour), and key account channels.

(2) Sales Regions: Domestic market.

2. Current Status of Future Development of Market Supply & Demand

The key to increase bread consumption is convenience; therefore promotion to convenience stores, supermarket & hypermarket, and breakfast fresh-food market will be our target. Since people are pursuing healthier life, bread made of grains, cereals and nutrients will be full of potential. For desserts and cakes, Taiwan tends to follow Japan, the light meal based on dessert would start to spread, and many food and exclusive dessert stores have mushroomed all over the area. In the future, our company will look into the market research and develop ambient cake, delicate cake, and festival confection. In frozen dough operation, we have adopted frozen dough technology, and delivered products to franchisees and factories to support the operation of supermarket or fresh bakery store. Freshness is the concept of our core value.

3. Competitiveness, Advantages and Disadvantages of our Operation, and Strategies

(1) Competitiveness and Advantages:

Our competitive advantage is that we have a strong R&D team that consistently offers creative products to satisfy consumer wants. Also, our regional baking factories are built to deliver fresh and delicious bread and cultivate flexible professional baking capability. We will leverage purchasing platform to acquire premium raw materials at lowest costs possible.

(2) Disadvantages and Strategies:

Disadvantage is that extra costs from inflated raw material prices cannot be passed onto consumers so material

costs escalated and profits suffered. The action we will take in the future is to minimize our costs, make use of joint purchase platform to reduce pressure of raw-material inflation, strengthen R&D, increase added value, and reinforce competitiveness.

Frozen Food

1. Major Products & Sales Regions

(1) Our frozen food business includes eight major product categories such as dumplings, buns, hotpot dishes, fish & meat balls, chicken nuggets & fish fillet, 4°C meal, home meal replacement (HMR) and noodle.

(2) Sales Regions: CVS, hypermarket and supermarket stores.

2. Current Status of Future Development of Market Supply & Demand

Total market sale of frozen food in Taiwan is about NTD 8 billion. The sales of dumplings, chicken nuggets, 4°C meal, and HMR account for more than 80%. With the increasing HMR and 4°C meal demands, we have been seeking out OEM manufacturers to help co-produce our products. Our production capacities of dumpling, nugget and meatball/fish ball have been saturated and required additional production facilities. The sales revenues in these past three years have exceeded the production value in our frozen food plant.

3. Competitiveness, Advantages and Disadvantages of our Operation, and Strategies

(1) Competitiveness and Advantages:

We can outperform others with backups from our professional research team, inclusive marketing and distribution network and solid team-merchandising platform.

(2) Disadvantages and Strategies:

To cope with the decreasing profit from un-transferable material price increase, and low gross margin from the major selling channel-hypermarket, we will keep on producing premium product quality at lowest cost possible, and restructure parts of production to increase production volume. Meanwhile, we will strengthen our channel merchandising at supermarket chains and at convenient stores to take control of price setting.

Ice Cream

1. Major Products & Sales Regions

(1) Main products are ice cream bars, cones, sundaes, cup, dip, shaved ice and ice cream snack; among which, ice bar contributes the greatest income.

(2) Sales Regions: Domestic market.

2. Current Status of Future Development of Market Supply & Demand

Total market sales of ice cream in Taiwan decreased in 2006 as a result of higher CPI, emergent ice and teashops, and severe price competition. However, our ice cream sales stayed stable which was attributed to the increased sales in cup ice cream and ice cream bars & sundaes. In sales by channels, except sales in traditional market reduced slightly, sales in other channels expanded.

Our strategies of marketing mix and product development in 2006 were offering different competitive products that were wanted by customers, extending strong brands to include other new product categories, and outsourcing the unproductive items to other manufacturers. Moreover, we will seek to strategically ally with international leading firms or be one of their qualified distributors or manufacturers in Taiwan in order to provide consumers with broader product choices.

3. Competitiveness, Advantages and Disadvantages of our Operation, and Strategies

(1) Competitiveness and Advantages:

We are proficient in extending brands across product categories, establishing creative marketing strategies and strategically allying with leading foreign companies.

(2) Disadvantages and Strategies:

There exist few problems, such as mounting material costs and stern price competitions. We will avoid getting trapped into a price war, stabilize market price, and strengthen R&D to improve products' worth.

Soy Sauce & Seasoning

1. Major Products & Sales Regions

(1) Main products are soy sauce and seasonings (seasonings, pickles), and brands are Tung-I Four Season and Kikkoman.

(2) Sales Regions: Domestic market.

2. Current Status of Future Development of Market Supply & Demand

The sales volume for soy sauce market is quite stable with an annual average growth rate of 3%, but sales growth has gradually slowed down within these past three years. In order to retain our leading position in soy sauce market, we have worked very hard at our existing channel, and reinforced inclusive selling network and successful marketing tactics to ensure a room for growth. In an attempt to establish market-leading brands, we stuck to the strategy of high quality product development and adjusted product portfolios to include various product lines, from ketchup, spicy sauce, rice wine, to stewing sauce. Some special seasonings were imported and some corporate products were exported to take our stand in the globe.

3. Competitiveness, Advantages and Disadvantages of our Operation, and Strategies

(1) Competitiveness and Advantages:

One, our cooperation with international sauce giant Kikkoman enhances our professional skills in sauce production. Two, our extensive retail network increases our product accessibility. Three, our consistent research and development ensure a long-lasting operation. Four, the global layout of Uni-President Group paves a smooth path for establishing strong seasoning brand names internationally.

(2) Disadvantages and Strategies:

Soy sauce sales still grew slowly, which is unfavorable to the capital investment and for renovation. Also, higher raw material cost raised operating costs. Therefore, we will try to minimize the cost at each process, and leverage distinct and superior strategies to reduce the impacts of price competitions.

Meat Product

1. Major Products & Sales Regions

(1) Our meat business offers a wide range of products, ranging from Chinese-style processed meat product (sausage, dried meat and fish floss) to western-style processed meat product (hot dog, ham and bacon). Imperial is the chief brand in Chinese-style meat category while Proker is the major brand in western-style meat category.

(2) Sales Regions: Domestic market.

2. Current Status of Future Development of Market Supply & Demand

The meat processing is nearly a developed business and sales of products are mostly generated in retails. Since environment had been surrounded with higher channeling and input costs, lower retailing price, meat processors' profits were squeezed. Market sales were either declining (sausage, hotdog and ham) or stagnant (other products). In such market situation, high quality and high-priced products will be the trend for future product development.

3. Competitiveness, Advantages and Disadvantages of our Operation, and Strategies

(1) Competitiveness and Advantages:

We have absolute advantages over others as our research and development ability are skillful enough to create many higher quality and better taste leading products, and our products are accessible nationwide with the inclusive distribution and selling network.

(2) Disadvantages and Strategies:

Disadvantage was that the price of hogs have been affected by the epidemic diseases and international trading, cost have been hard to maintain. Also, products tended to be homogeneous that created to a fierce price competition; increased concern on processed meat products reduced consumption. For the upcoming years, we will seek to adopt clean and certified raw materials into our production and offer consumers a broader variety of healthy, delicious and easy prepared premium products in small-sized pack. Meanwhile, in order to seize the opportunities from eat-outs, we will develop more apt products for food service operations.

Health Food

1. Major Products and Sales Regions

(1) Our main products are chicken essence, grains and oatmeal powder, and health food.

(2) Sales Regions: Domestic market.

2. Current and Future Development of Market Supply and Demand

In chicken essence, we have revised all formulas to strengthen our competitive advantage and expect to finish the upgrade of all series products in 2008. For the grains and oatmeal products, we develop the strategy to make claims on its functions, and meet the daily needs for consumers. We will reinforce direct sales market and group shopping markets to establish our product "Energy Treasure" with a professional image. Also, we are committed to providing consumers healthy, natural, and functional products.

3. Competitiveness, Advantages and Disadvantages of our Operation, and Strategies

(1) Competitiveness and Advantages:

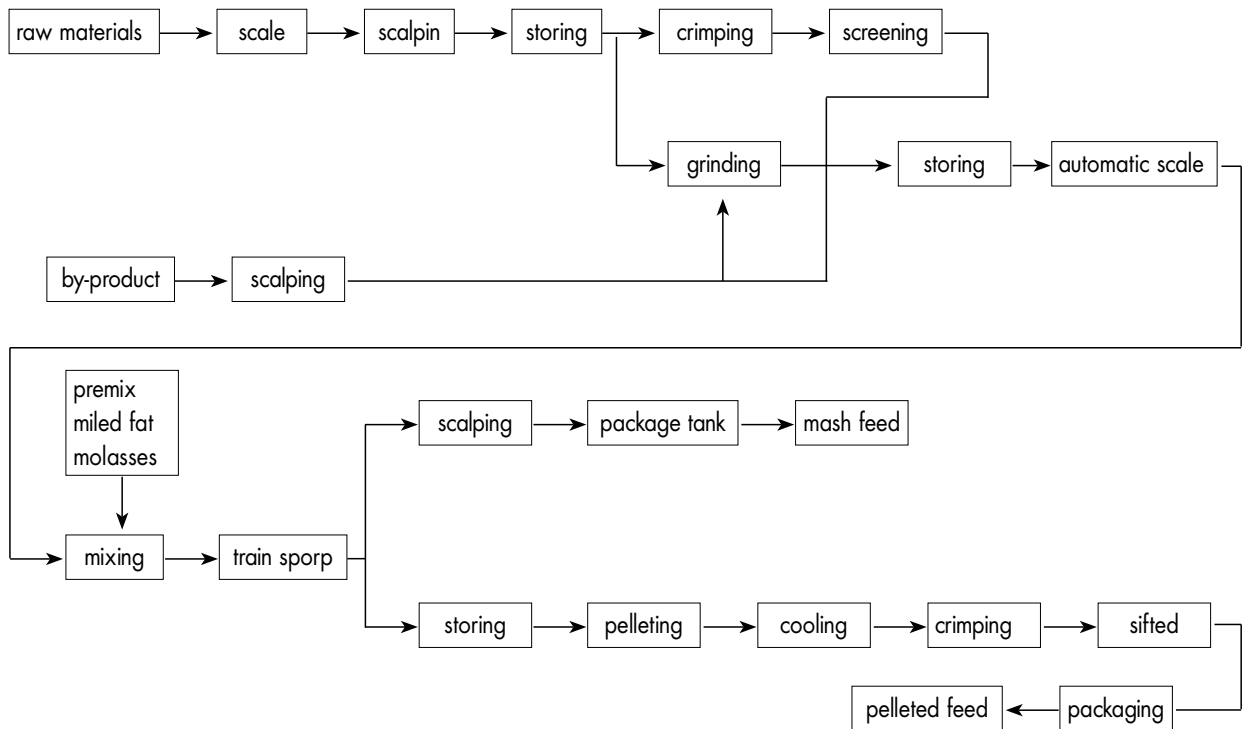
Our business is supported by a group of excellent research and development talents, fertile product (material) resources and data, so we are capable of leveraging our production technology to enhance production capacity and approaching consumers through extensive channel network.

(2) Disadvantages and Strategies:

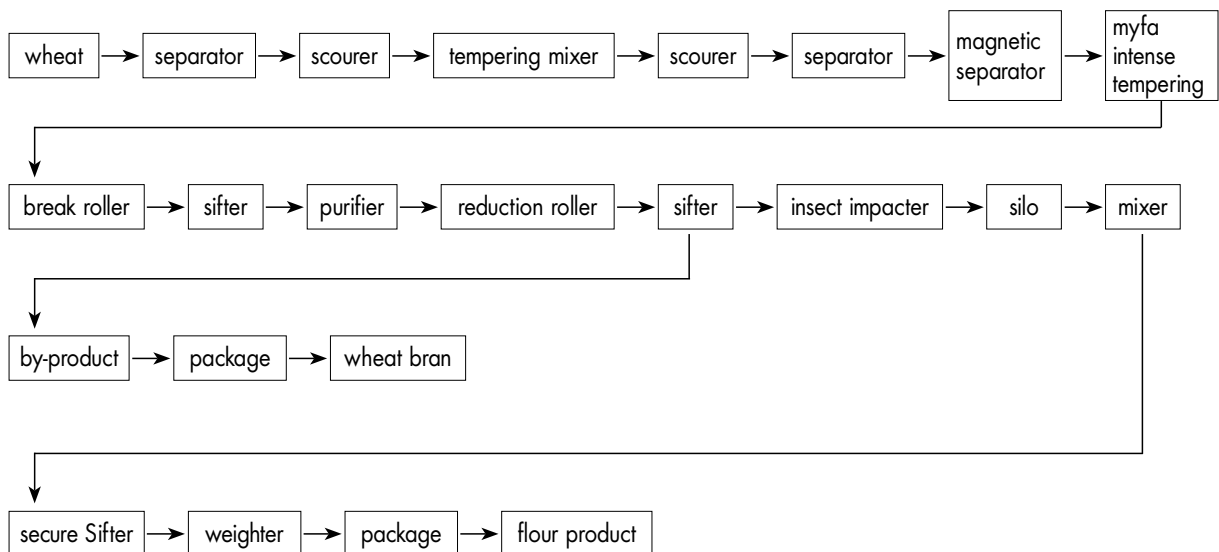
Constrained by limited and divergent marketing resources, we are committed to leveraging brand synergies and putting our marketing resources into their best uses.

5.2.2 The Producing Procedure of Main Products

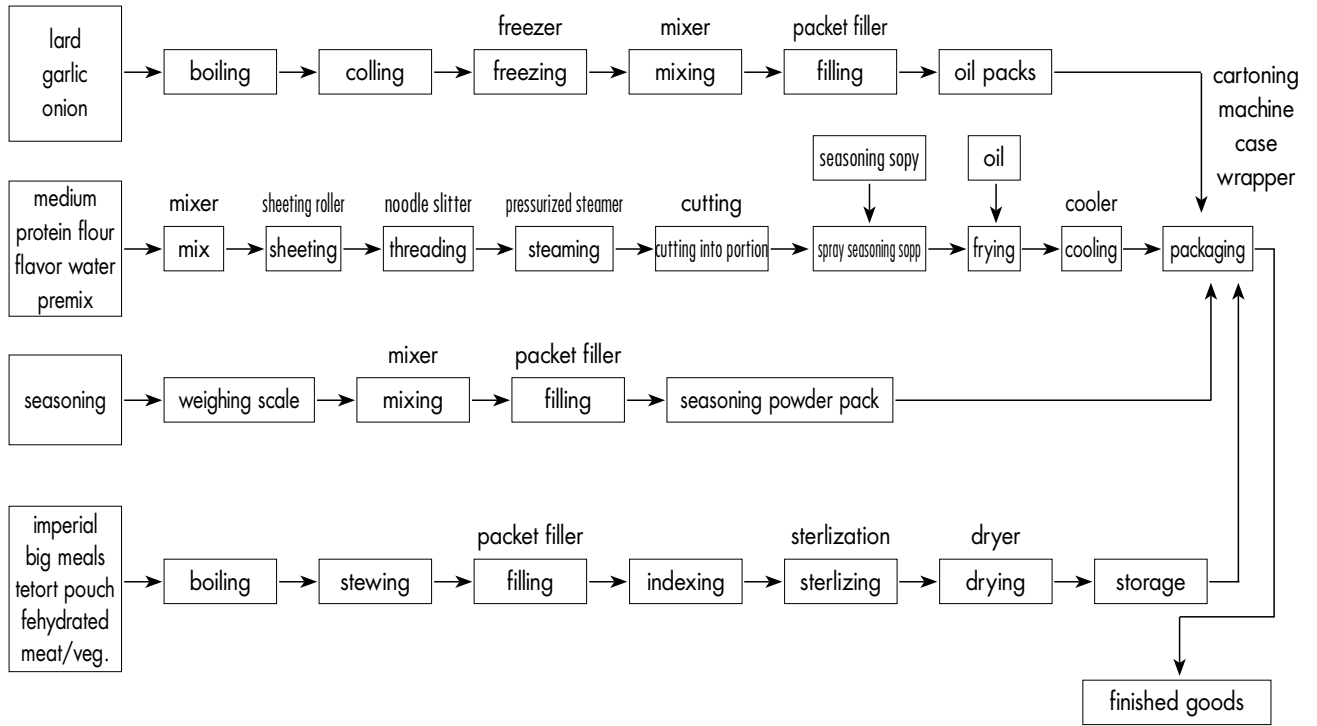
A. The Producing Procedure of Animal Feed



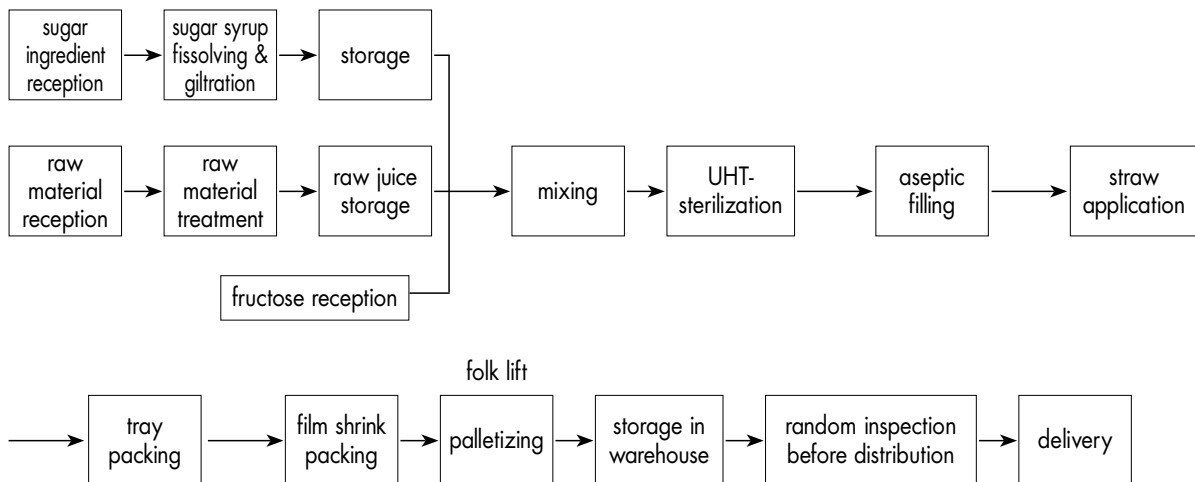
B. The Producing Procedure of Flour



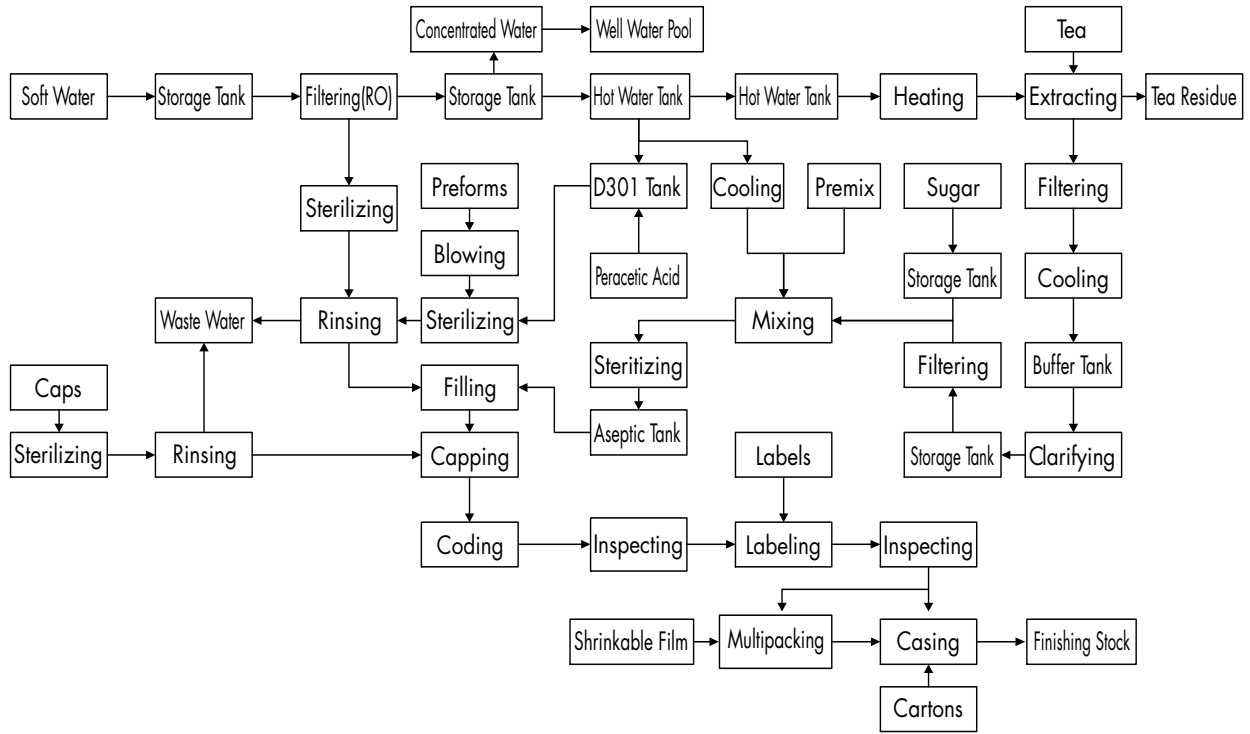
C. The Producing Procedure of Instant Noodle



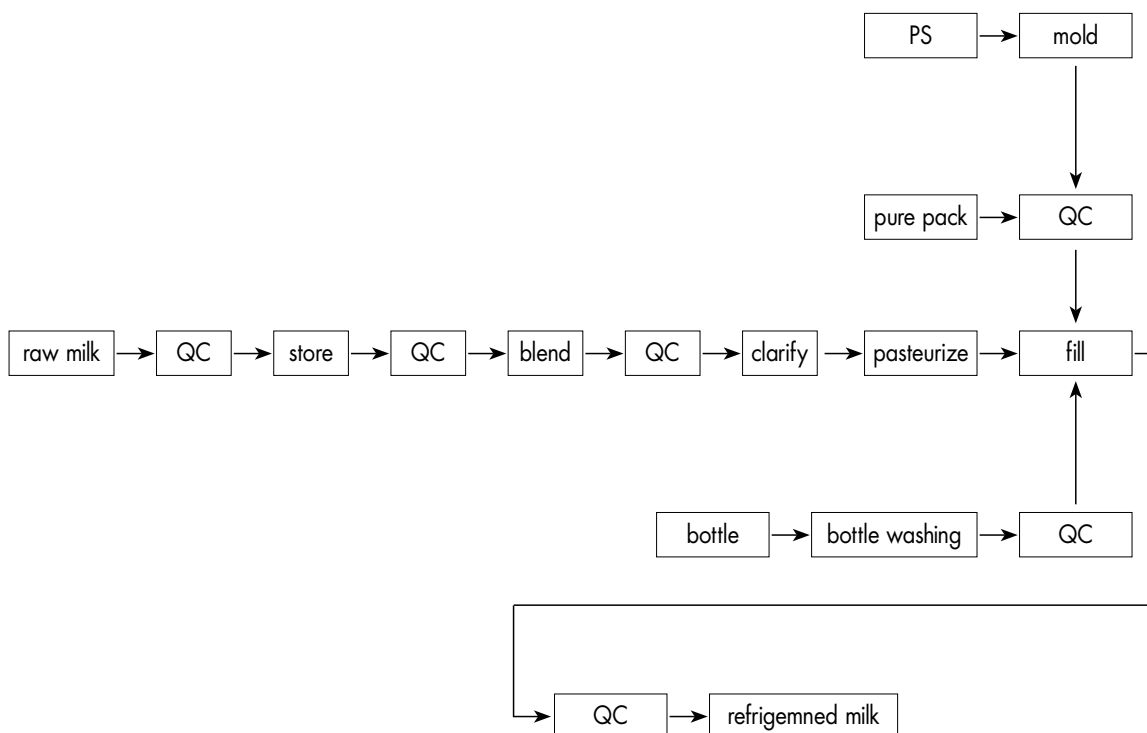
D. The Producing Procedure of Aseptic Brink Juice



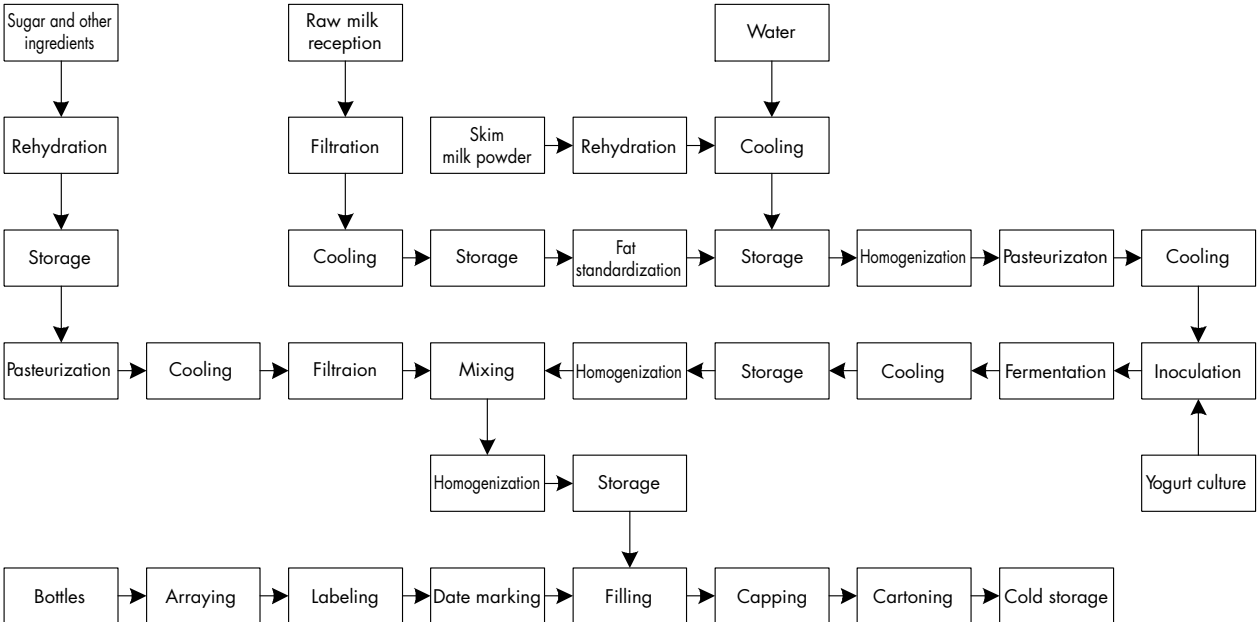
E. The Producing Procedure of Aseptic PET Tea



F. The Producing Procedure of Fresh Milk



G. The Producing Procedure of Drinking Yogurt



5.2.3 Supply Status of Main Materials

Product	Raw Material	Source	Supply Status
Feed	Corn, Soybean, Fish Meal	U.S.A., South America	Stable
Wheat Flour	Wheat	U.S.A., Australia	Stable
Edible Oil	Soybean	U.S.A., South America	Stable
Instant Noodle	Wheat Flour	Self-Produced, Domestic	Stable
	Edible Oil	U.S.A., South-East Asia	
Beverage & Juice	Sugar	Domestic, Thailand, Latin America	Stable
	Fructose	Domestic	
	Conc. Juice	South America, China, Europe	
	Tea	Domestic, Vietnam	
	Coffee Powder	Vietnam, Latin America	
Dairy Products	Raw Milk	Domestic	Stable
	Milk Powder	New Zealand, Australia	Stable
Meat Products	Pork	Domestic, U.S.A.	Stable
	Beef	Australia, New Zealand	

5.2.4 Major Suppliers and Clients

A. Major Suppliers

Net purchases of major suppliers are less than 10% of total purchases.

B. Major Clients

Unit: NT\$ thousands

Name	2007		Name	2006	
	Amount	Ratio of Net Sales		Amount	Ratio of Net Sales
Uni-President Cold Chain Corp.	6,629,347	15%	Uni-President Cold Chain Corp.	6,586,839	16%
Tung Ang Enterprises Corp.	6,056,123	13%	Tung Ang Enterprises Corp.	5,901,237	14%

5.2.5 Production over the Last Two Years

Unit: NT\$ millions

Product		2007			2006		
Name	Unit	Capacity	Quantity	Amount	Capacity	Quantity	Amount
Feeds	*	565	433	4,649	507	448	4,028
Flours	*	94	91	1,256	89	86	951
Wheat Bran	*	32	32	158	32	32	153
Barley Cereal	*	40	12	112	40	18	121
Instant Noodle	**	592	441	2,926	592	428	2,745
Rice Noodle	**	28	12	96	28	18	120
Noodle	**	12	9	91	12	8	96
Beverages	***	72,271	39,058	4,865	71,198	38,478	4,736
PP Juice	***	5,514	4,673	582	5,608	4,753	660
Dairy Products	***	16,085	12,637	4,164	16,085	12,940	4,264
Soy Bean Milk	***	2,721	2,449	576	2,327	2,211	520
Puddings	***	13,000	8,762	479	13,000	9,256	506
Frozen Foods	*	15	13	318	15	13	401
Healthy Foods	*	1	0	104	2	1	117
Breads	*	33	29	1,396	33	32	1,342
Cakes	*	10	8	471	10	9	480
Meat Products	*	6	6	874	6	6	595
Ice Cream Products	*	5	4	226	5	4	391

* 1,000 tons; **1,000,000 packs; *** 1,000cases

5.2.6 Net Sales over the Last Two Years

Unit: NT\$ millions

Product		2007				2006			
		Local		Export		Local		Export	
Name	Unit	Quantity	Amount	Quantity	Amount	Quantity	Amount	Quantity	Amount
Feeds	*	438	5,423	6	251	449	4,671	8	293
Flours	*	61	965	-	-	62	754	-	-
Wheat Bran	*	29	173	-	-	30	134	-	-
Barley Cereal	*	12	134	-	-	18	140	-	-
Soybean Powder	*	240	2,607	-	-	253	2,261	-	-
Edible Oil	*	52	1,813	-	11	54	1,419	-	9
Grain & Feeds	*	475	4,415	-	-	573	3,713	-	-
Instant Noodle	**	427	3,972	10	137	431	3,981	10	107
Rice Noodle	**	9	139	3	19	18	145	3	20
Noodle	**	9	127	-	4	7	122	-	3
Beverages	***	74,668	9,694	798	106	74,058	9,086	610	75
PP Juice	***	6,798	950	-	-	7,751	1,057	-	-
Dairy Products	***	16,986	5,788	2	1	17,406	5,931	2	1
Soy Bean Milk	***	2,317	751	-	-	2,095	678	-	-
Yogurts Drink	***	1,285	386	-	-	1,295	389	-	-
Puddings	***	10,614	698	-	-	11,207	737	-	-
Pickles	****	506	104	17	3	422	105	13	3
Soy Sauce	****	2,283	990	25	10	2,182	938	21	8
Frozen Foods	*	13	938	-	-	13	932	-	-
Milk Powders	*	1	186	-	-	1	202	-	-
Healthy Foods	*	1	255	-	1	1	319	-	1
Breads	*	29	1,677	-	-	32	1,621	-	-
Cakes	*	8	636	-	-	9	623	-	-
Meat Products	*	7	969	-	3	7	915	-	3
Ice Cream Products	*	8	397	-	3	8	451	-	5
Others		-	506	-	-	-	495	-	-
Total			44,693		549		41,819		528

* 1,000 tons; ** 1,000,000 packs ; *** 1,000cases ; ****1,000 dozens.

5.3. Human Resources

5.3.1 An Analysis of UPEC Employees

Year	2006	2007	2008 (As of April 30)
Number of Employees	4,985	4,905	4,868
Average of Age	39.8	40.8	41.1
Average Years of Service	14.8	15.8	16.1
Level of Education (%)			
Ph. D.	0.06	0.06	0.06
MS / MA	6.72	6.83	6.92
College	35.23	35.35	35.46
High School	46.12	46.28	46.26
Others	11.87	11.48	11.30

5.3.2 Employee Training

Ever since our company was established, we have been convinced of human resources as our most precious asset and have been putting forth our best efforts on employee training. The principles of lifelong learning, career planning and multi-target education are incorporated into our human resource development in the hope to enhance our human forces, incubate potential management staffs and cultivate fine corporate culture.

Employee training is a long-term and specialized work. We have specially detailed three guidelines for training programs-“ education-training-development balanced”, “ability-oriented”, “supervisor participation” and set up a long-range, systematic and diversified training programs for our employees according to their education backgrounds, potentialities, and professional skills, as well as the managerial positions and the organizational functions they are charged with. Besides, we enlarge employees’ potentialities by assigning them to overseas or affiliated companies to further implant personal career development into company’s long-standing future.

In order to implement employee training well, we set up a specialized unit, Employee Training Section, on June 1, 1982 for the execution of training programs. On November 13, 1996, the employee training section was officially established (licensed by government official approval # 115). Its responsibility is to draw out the policies, build up the system, evaluate the performance and carry out managerial and newcomers’ training programs, as well as implement professional training for each sales or supporting unit. The company-wide training procedure had been standardized and certified by ISO9001 2000.

The overall performance of employee training in 2007 is stated as below:

In-House Training (Number of classes)	In-House Training (Number of hours)	Outside Training (Number of hours)	Training Expense (NT\$ thousands)
1,769	119,643	9,039	15,587

Since 1996, the employee training section has been awarded excellence by several governmental agencies many times. We took it as a great recognition of our best efforts. For the future, we will continue to adhere to our training principles of life-long learning, career planning and multi-target education and construct a better learning organization and environment for our company and employees to stay in.

5.3.3 The Regulations for Employee's Behavior and Morality

A. Value of Integrity and Morale

Uni-President has always been appreciative for customers' support and faith and intending to payback to customers, employees, and stockholders whenever possible. In addition, Uni-President is committed in making contribution to the society and building up a sense of duty of high business morality. Our recruitment values more on the employees' integrity and morality than his capabilities.

B. The Employees' Regulations:

- (1) Employees shall be fully devoted to his job and follow the company's regulations and supervisors' ordinary orders. Meanwhile, supervisors should treat employees with patience and kindness.
- (2) Employees shall not engage in unrelated business works during working hours.
- (3) Employees should work hard, cherish public property, cut-down waste levels, improve quality, increase production and keep business data confidential.
- (4) Employees should follow the corporate and organization morality and ethics.
- (5) Employees should not meet with friends, family or be absent during the work hours without being approved.
- (6) Externally, employees are prohibited from using the company's name under any circumstances excluding for handling corporate business.
- (7) Without prior permission, employees should not hold multiple jobs or be employed by another company of the same nature that may interrupt the execution of the labor contract. Also, employee cannot run the similar business for himself/herself or others.

5.4 Labor Relation

5.4.1 The implementation of a complete set of employee welfare, education, training, retirement, as well as the conducts, rights and obligations established between the employer and worker

A. Labor Relation Operation

Over thirty years of operation, Uni-President has believed in harmonious labor- employer relation as well as agreed on a mutual benefit for employer and workers.

The Company would like to practice the followings:

1. Improve the rationalization of personnel system

To strongly support the organization unification, rational disposition of human resources, attraction and retention of talents with good pay, promotion scheme and cultivation of international talents for higher personnel productivity.

2. Carry out employee career enrichment plan

To assist employee in planning his career life, and to carry out the plan in the course of working experiences, work requirements, educational training and performance evaluation, making sure the worker's expectation is in line with organizational needs.

3. Provide better employee welfare

To make food, clothes, accommodations, transportation, education and entertainment easier to reach in workers' daily lives, including the supplies of dormitories, delicious but inexpensive meals, health check-ups, and employee fringe. We hope to create a safe and nice working environment for the employees and to offer them the best welfare we can.

4. Better communication with labor union

The Company would maintain good communications within all channels in order to reach a common consensus and effectively build up workers' commitments to work. For example, we arrange regular meetings for workers and employers, so the employer can understand worker's needs and try to satisfy them as possible. On the other hand, representatives of labor unions are invited to attend business meetings and this provides opportunity for workers to be fully understood about corporate operation as well as express their opinions.

B. The Retirement Program

Abided by the Labor Standards Law and new Labor Pension Act, Uni-president has made rules for retirement and set up a supervisory committee of retirement fund to oversee the allocation and payment of retirement fund.

C. Labor Relation Condition

The Company has insisted on the harmonious relationship with its workers, and is very concern about the employee's welfare and career planning. So far, no employer and labor conflicts ever occurred, and no losses of this kind are expected to come. Employer keeps a friendly relationship with his workers now and intends to carry on this attitude in the future.

D. Protection of Workplace and Labor Safety

The principle of our occupational management is to construct a comfortable, safe and hygienic workplace for the labors, protect their safety, and adhere to the occupational environmental policy of "respecting lives; being disciplined by safety; undertake risk management, pollution prevention, audit & assistance, performance management, safety culture, and continuous improvement" towards reaching the goal of "Zero Occupational Accident".

Our company pays much attention to the employees' safety and health, from the traffic safety during rush hour, pre-employed health check-up, periodic health examinations, safety propaganda, maintenance of machine and equipment, to the operational manual of employees in workplace, all are rigidly ruled and carried out. In the aspect of fire prevention and emergency exit, we would check the fire fighting and escape equipment monthly, and carry out various emergency-response practices to the accidents yearly. In addition, we would conduct the personnel first aid training to completely prevent the occurrences of the accidents. The management of labor safety and health would perform unscheduled safety and health checks, and supervisors of environmental health would audit and propagate environmental health and safety. Recently, we have introduced the concept of detriment identification/risk management/safety checks, expecting to manage the employee safety effectively. In the aspect of the contractors, all of the contractor's workers who work in the factory site of Uni-President Enterprises Corp. are regarded as Uni-President's employees and are demanded to obey the same safety and health rules to avoid possible loopholes in safety.

In early 2003, our company established "Emergency Response Team for the Prevention and Cure of SARS" to avoid the spread of SARS. Moreover, starting in early 2004, we renamed the "Emergency Response Team for the Prevention and Cure of SARS" to the "Emergency Response Group for the Prevention and Cure of Major Infectious Diseases" to react to numerous diseases.

Since 2003, we have established "Environmental Protection and Occupational Safety Web" to expedite the release of occupational safety and health information via this powerful wide-spreading network. In June 2005, we have set up the mechanism for rewarding those that carry out best occupational safety performance and none occupational accident in consecutive days. Also we have arranged contests about safety and health to make sure all employees can correctly answer the questions, and organize activity that teach us to foreseen the danger and calling for help. With those relaxing and interesting activities, as well as practical training and rehearsals, we can enhance employees' recognition of self-protection, and create a fine culture of occupational safety.

In the meantime, on 1 December 2004, Uni-President Enterprises Corp. launched Occupational Health and Safety Assessment Systems 18001(OHSAS 18001) in Hsinshih Main Plant to avoid endangering employees' lives, and reduce the rate of occupational accident. On 2005, 2006, and 2007, Hsinshu Main Plant, Yangmei Main Plant and Chungli Main Plant have acquired the certification from the BSMI of ROC, respectively; starting in 2008, Yungkang Main Plant and Taichung Main Plant will commence OHSAS 18001 system.

Although we are demonstrated with slight improvement in employee protection, we are not self-content with up-to-date achievement. We still believe in continuous enhancement and pursue the progress through effective management system and advanced occupational safety techniques and tools. It is our plan to take advantage of "Three Principles of Industrial Safety Precaution" - supervisory-protection, self-protection and cooperative-protection to attain to the final objective of "zero occupational accident".

5.4.2 Estimated Losses from Labour Relation Conflicts during the Past Two years and the Future and our Planned Reaction: None.

5.5 Expenditure of Environmental Protection

The company, since setting up the factory, has been focusing on the planning and the execution of the environmental protection. In addition to the establishment of environmental management system, implementation of environmental checkup and the vast investment in environmental protection facilities, we have established a task team to take on the operation, maintenance and improvement of the preventive equipment in wastewater, offal and waste gas. The relevant operational cost of environmental protection was NT\$ 436.5 million in year 2007.

5.5.1 Losses from Environmental Pollution in Recent Two Years

Year	2007	2006
Pollution Status (type, level)	Wastewater (Note2) and Offal (Note3)	Poison (Note1)
Division that execute punishment	Environmental Protection Bureau, Tainan County Government and Taoyuan County Government	Environmental Protection Bureau, Taichung County Government
Amount of compensation	NT\$300,000and NT\$ 60,000	NT\$ 60,000
Other losses	None	None

Note1 : We have entrusted Rong Gong company to incinerate the five overdue toxicants that has been temporary placed in Taichung factory. However the disposing vehicle of Rong Gong's company was not licensed yet, the toxicants stayed too long in the factory and were inspected and disciplined by the Environmental Protection Administration for not making the declaration of their temporary stays.

Note2 : The power cut which the Yangkang plant suffered caused the wastewater out flowed the drainage. The factory was inspected and disciplined by the Environmental Protection Bureau, Tainan County Government.

Note3 : He-Cheng Corp., which the Chungli general plant entrusted to deal with the offal failed to report the offal and caused our company to be fined.

5.5.2 Reaction

A. Parts for Improvement

(1) Improvement plan

- a. We will look over our environment, improve daily internal control and comply with the law to dispose the offal, report and monitor the process.
- b. Increase employees' conscious of environmental regulation.
- c. Arrange each main plant to got approval for OHSAS 14001. At the present, Yeongkang main plant and Yangmei main plant have got the approval.

(2) Possible capital expenditure for environmental protection in the following two years:

	2008	2009
Planned purchase of pollution control facility or other facilities for building up a healthy environment	(1) Hsinshih Plant: improve wastewater facility. (2) Hsinshih Plant: improve the rainwater and sewage drainage system. (3) Yangmei Plant: exchange the main aeration pipe at the bottom of SBR A Tank. (4) Yongkang Plant: improve the oil tank area. (5) Yongkang Plant: improve the sesame oil discharges fume. (6) Chungli Plant: improve the rain water and sewage drainage.	(1) Yangmei Plant: assess to establish the methane electricity generation facility. (2) Yangmei Plant: assess to renew a sludge dehydrator. (3) Yongkang Plant : renew the electrical power distribution system.
Expected Improvement	<ul style="list-style-type: none"> • Accord with the environmental protection decree • Improve the function of each processing unit • Improve air pollution exhaust situation 	<ul style="list-style-type: none"> • Improve the function of each processing unit • Accord with the environmental protection decree • Reduce the volume of gas discharge
Expense	NT\$ 13,092 thousand dollars	NT\$ 15,200 thousand dollars

(3) Effects after Improvement

- a. On net profit: No significant impact.
- b. On competitive position: Accord with the environmental protection decree.

B. Parts with no Reaction: Not Applicable.

5.5.3 Reaction to the RoHS (Restriction of Hazardous Substances) Regulation

The Company's all products don't contain any material listed on the RoHS list. There's no effects caused to the Company's operation.

5.6 Social Responsibility

Ever since Uni-President's establishment in 1967, we have been operating in compliance with the management principle of "3-Goods (good quality, good credibility, and good service) & 1-Fairness (fair price)", caring about peoples' lives and society, and making consumers live healthier and happier. We constantly remind ourselves of what we have today come from the society, thus seek any possible opportunities to render our reciprocation to the society. We consider culture higher priority than economy, and commit to being a decent corporate citizen by assuming social responsibility with compassion and aggressive action.

Our ongoing effort has then been credited with appraisal and recognition from public, including Corporate Social Responsibility Award by Global Views Magazine in 2006 and 2007 and the Corporate Citizenship Award in top 10 lists by Commonwealth Magazine in 2007 and 2008.

5.6.1 Social Contribution

A. Uni-President Social Welfare and Charity Foundation

Uni-President has long been concerning about the living of these minorities and endeavoring to look after the people in critical needs. Started in 1978, the recipients were provided aids from Uni-President Social Welfare and Charity Foundation in which its income is the accumulated monthly interest of company's initial donation of NTD 200 million. In 2007, the number of succors was 753, amounted to over NTD 6.6 million.

B. Millenary Love Health Foundation

In order to help consumers develop proper dietary, in October 2003, Uni-President Enterprise Corp. unified with its affiliates including President Chains Corp. (7-Eleven) to initiate the establishment of Health Foundation of Millenary Love. The members of this foundation consist of experts from business, academia and government whom work together to promote social education, R&D, and international interaction of nutritional health and preventive medicine. So far the foundation has studied the topics on "Preventive Brain Cardiovascular Disease", "Digestive Health care" and "Nutrient Label on Packaging" as well as undertaken several related public educational and academic activities. All projects and events coordinated herein are treasured and appreciated by the consumers.

C. Sponsorship of Uni-President Health Research Building

Our company and President Chains Corp. (7-Eleven) give endowment to build NHRI Clinical Research Center in Southern Taiwan - "Uni-President Health Research Building" which has been in use since August 2006. This effectively integrates medical resources in southern Taiwan, enhances national clinical medical studies, and grows more excellent research talents. Meanwhile it will look for opportunities to work with other medical centers at home and abroad, cultivate more researchers to prevent and cure national diseases and epidemics, and increase its importance in Asia and in the world.

5.6.2 Environment, Health and Hygiene Management

To carry out occupational safety and health and to provide a nice working environment, Uni-President continues to produce a premium health & safety culture. In 2003, the Environmental Safety Center was built to maintain Occupational Safety and Hazard Prevention, and reach a consciousness of all employees about zero accident and pollution. The achievement is rather pleasing. In 2005, Yeongkang Main Plant was awarded five-star prize for being the 2004 best national enterprise that advanced labor safety and health, and Taichung Main Plant and Yangmei Main Plant were accredited premium occupational safety units. Moreover, we were recognized by Labour Affairs Council as the self-protective unit for health and safety.

The accreditations about OHSAS 18001 and ISO 14001 certifications include the following:

- On December 2005, Hsinshih Main Plant got accredited for OHSAS 18001 and follow-up.
- On December 2006, Yangmei Main Plant got approved for OHSAS 18001 certification and follow-up. On October 2006, Yangmei Main Plant got ISO 14001 certifications and follow-up.

- On October 2006, Yeongkang Main Plant got approved for OHSAS 18001 and OHSAS 14001.
- On December 2007, Chungli Main Plant received OHSAS 18001 certification.

In the environmental protection, Uni-President has been time after time proclaimed as the best company for superior industrial pollution control, industrial waste reduction, and environmental protection. Moreover, we have worked with academia to undertake wastes reuse researches and apply for patent; published papers in many environmental protection seminars.

Regarding the environmental quality, to prevent water pollution, our company has invested NTD 60 million in 2004 and in 2006 to expand wastewater treatment facility and assure the level conforms to the national standard. For air pollution control, to improve the maintenance of pollution control equipment, from 2005 to 2006, we have installed new biological deodorization equipment to preserve air quality. The recycling rate of wastes has reached 94% both in 2004 and 2006, and the production of general wastes has declined to about 6%. “Zero Discharge” will be the target in the future.

5.6.3 Consumer Right and Relationship

The company has set up consumer service center to handle consumer affairs and preserve consumer rights. Over the past years, we have tempted to maintain good consumer relationship through offerings of various social activities, amongst, the Dream Park Series that have created many joyful experiences is consumers’ most favorite. It contained activities like Family Sketch Contests, Little Environmental Protectors, Dream Park Singing Concerts, Evergreen Cup Talent Companionships, Triathlon International Invitational Tournaments and 10 Golden Years Culture Seminars and etc. By sponsoring and organizing diversified public welfare activities in areas of culture, entertainment, sports, art and others, we can jointly create a healthy and joyful 21st century with the consumers.

Starting in 2000, we have planned a ten-year humanities project based on “Millenary Love– A Kiss to the Spirit of the Future”, and embarked upon four major claims - “Respect Lives”, “Care for Others”, “Be Close to Nature”, and “Be Optimistic and Progressive”. We have undertaken many appealing and expressive events like Triathlon Asia Series Matches, Manuscript Love Letter Solicitations, Child Sketch Contest, Classic Team Reading Competition and others to deliver a life that is filled with health and happiness.

Every year attributed to our dedication to the promotion and engagement in culture and art business, Uni-President Enterprise Corp. was granted “Wen Hsin Award” from Council of Cultural Affairs, Executive Yuan. Our commitments to cultural responsibility, inducing creativity of culture and art, and build-up of competitive advantage have made Uni-President Enterprise Corp. one of the cultural citizens in Taiwan.

5.6.4 Supplier Management

Our company has incorporated the performance evaluation of wastewater and pollution control, wastes disposal, wastes and energies reduction, poison control and clearance into suppliers’ reviews.

5.6.5 Employee Rights

Our company values greatly the harmony of labor-employee relation, and tries hard to make food, clothes, accommodations, transportation, education and entertainment easier to reach in employees’ lives; for example, we supply dormitories, delicious but inexpensive meals, health check-ups, and employee fringe. We hope our employees be satisfied with our full and complete welfare system, and committed to the company.

In running the business, profit is not the only thing we care but also the social responsibility. Uni-President will advance itself from a traditional food manufacturer to a health-driven service provider. We will compose and perform cultural, organic, happy and living food symphonies that fulfill our spirit and love in this new century. With consumer’s involvement, we can create a healthy, happy and bright future.

5.7 Important Contracts

As of 4/30/2008

Agreement	Counter party	Period	Major Contents	Restriction
Sales Agent	President Kikkoman Inc.	1999.05.01~2009.04.30	General Agents Agreement obtained for the territory of Taiwan	<ol style="list-style-type: none"> 1. No transfer to third party allowed without period consent from President Kikkoman Inc. 2. President Kikkoman Inc. has the right to cancel the General Agents Agreement in the event that congregate revenue of NT\$30 million is not reached within a consecutive three-month period.
Sales Agent	Meiji Milk Corp.	2008.04.01~2009.03.31	General Agents Agreement obtained for the territory of Taiwan	No export to other countries is allowed without prior consent from Meiji Milk Corp.
OEM	Taiwan Hon Chuan Enterprise Co., Ltd.	2007.01.01~2017.01.01	PET Tea Beverage Manufacture for UPEC	<ol style="list-style-type: none"> 1. When there are changes in costs of water, electricity, fuel, wages, or other factors, both parties agree to reconcile the OEM expense accordingly. 2. UPEC guarantees an annual order of 6 million cases, and forms a ten-year partnership with Hon Chuan company after mass production. Hon Chuan will serve as UPEC's exclusive OEM factory. If UPEC does not meet the order of average annual quantity, Hon Chuan can seek approval from UPEC to OEM for other companies' brands. However UPEC's order must be given top priority, making sure there's no shortage. Hon Chuan's OEM volumes are included in the sum of UPEC's annual volume.
OEM	Mei Ta Co., Ltd.	2007.09.01~2017.01.01	Canned food for UPEC	<ol style="list-style-type: none"> 1. When there are changes in costs of water, electricity, fuel, wages, or other factors, both parties agree to reconcile the OEM expense accordingly. 2. Mei-Ta could not manufacture and sell the same or similar products even the contract has expired within a year. Mei-Ta is not allowed to transfer the production to third parties.
OEM	Hsieh Fa Industrial Co., Ltd.	2007.12.01~2008.11.30	Substitute for manufacturing wheat powder	<ol style="list-style-type: none"> 1. Hsieh-Fa is not allowed to transfer the production to third parties. 2. UPEC may stop the contract any time due to operating failure occurred on Hsieh-Fa.
OEM	TaiwanTa Food Co., Ltd.	2008.02.05~2008.12.31	Substitute for manufacturing wheat powder	<ol style="list-style-type: none"> 1. TaiwanTa is not allowed to transfer the production to third parties. 2. UPEC may stop the contract any time due to operating failure occurred on TaiwanTa.
OEM	TTET Union Corp.	2008.01.01~2008.12.31	Soybean Manufacture for UPEC	The prices of Hexane and heavy-oil fluctuate according to the list price of Chinese Petroleum Corp.
Term Loan	Shin Kong Bank	2007.06.26~2009.06.06	Facility amount NT\$ 300 million	None
Term Loan	Cathay United Bank	2008.02.15~2011.02.15	Facility amount NT\$ 500 million	None
Term Loan	Hua Nan Commercial Bank	2007.06.02~2009.06.04	Facility amount NT\$ 300 million	None

Agreement	Counter party	Period	Major Contents	Restriction
Term Loan	Taiwan Industrial Bank	2007.06.27~2009.07.26	Facility amount NT\$ 500 million	None
Term Loan	Sunny Bank	2007.11.01~2009.11.01	Facility amount NT\$ 300 million	None
Term Loan	Bank of Taiwan	2007.04.14~2009.04.13	Facility amount NT\$ 1,200 million	None
Term Loan	First Commercial Bank	2007.09.04~2009.09.04	Facility amount NT\$ 400 million	None
Term Loan	Tachong Bank	2007.11.11~2009.11.30	Facility amount NT\$ 400 million	None
Term Loan	King's Town Bank	2006.07.18~2009.07.18	Facility amount NT\$ 340 million	None
Term Loan	Taishin Bank	2007.04.25~2009.04.25	Facility amount NT\$ 250 million	None
Term Loan	Mega International Commercial Bank	2007.03.09~2009.03.08	Revolving Facility Amount NT\$300 million	None
Term Loan	Chinatrust Commercial Bank	2007.06.30-2009.06.30	Facility amount NT\$ 465 million	<ol style="list-style-type: none"> 1. Tangible net worth shall be above NT\$ 30 billion. (based on consolidated annual financial statement) 2. (Debt + contingent liability) to net worth shall be below 150%. 3. Interest coverage ratio shall be above 1.5 times. 4. Current ratio should be above 75%.
Term Loan	Taipei Fubon Bank	2007.11.17-2009.11.17	Facility amount NT\$ 500 million	<ol style="list-style-type: none"> 1. (Debt + contingent liability) to net worth shall be below 150%. 2. Interest coverage ratio shall be above 1.5 times. 3. Current ratio should be above 75%.
Term Loan	Syndicate of Banks: Chinatrust Commercial Bank, Bank of Taiwan, BNP Paribas, and Standard Chartered Bank as arrangers	2004.08.02-2009.09.03	Facility amount NT\$ 9.8 billion, including term loan facility 6.1billion (2004.9.1~2009.9.3) and note issuance facility 3.7 billion (2004.8.2~2009.8.2)	<ol style="list-style-type: none"> 1. Tangible net worth shall be above NT\$ 30 billion. (based on consolidated annual financial statement) 2. (Debt + contingent liability) to net worth shall be below 150%. 3. Interest coverage ratio shall be above 1.5 times. 4. Current ratio should be above 75%.
Term Loan	Syndicate of Banks: Chinatrust Commercial Bank, Mega International Commercial Bank, Sumitomo Mitsui Banking Corp., Calyon Corporate and Investment Bank, ING Bank. NV, ABN AMRO Bank, Land Bank of Taiwan, and Chiao Tung Bank as arrangers	2005.09.14~2010.09.14	Facility amount NT\$ 8 billion, including term loan facility 3 billion, CP issuance facility 1 billion and fixed-rate CP issuance facility 4 billion.	<ol style="list-style-type: none"> 1. Tangible net worth shall be above NT\$ 30 billion. (based on consolidated annual financial statement) 2. (Debt + contingent liability) to net worth shall be below 150%. 3. Interest coverage ratio shall be above 1.5 times. 4. Current ratio should be above 75%.



統寶精料



活力寶典

統一 壹沙拉油 Soybean Oil

統一 AB 優酪乳

統一 H₂O Water 純水

統一 葵花油

大補精



統一 純橄欖油

及第



Unif



統一 雞精



健走族



統一 多多

滿漢大餐

Brand

咖啡廣場

統一 麵



好動道 (Good Motion)



統一 鮮乳

統一 飼料

純喫茶

來一客 (Come One Guest)

麥香

曼仕德 (Man Shi De) 咖啡

統一 LP33 機能優酪乳

寶多福 (Aqua Master)



100%

飲冰室茶集

拉麵道 (Wakuwaku)

領鮮 (Ling Xian)

統一 冰紅茶 (Ice Red Tea)

Chai Li Won

統一 鮮橙多

統一 西瓜牛乳



園之味

統一 PH 9.0 plus

阿Q



統一 麵粉



5c 纖果食感

來福

茶裏王



Dr.Milkler 極鮮乳

Dr.Tea

統一 鮮乳酪





統寶精料



活力寶典

統一 壹沙拉油 Soybean Oil

統一 AB 優酪乳

統一 H₂O Water 純水

統一 葵花油

大補精



統一 純橄欖油

及第



Unif



統一 雞精



創建族



統一 多多

滿漢大餐

品牌群像

咖啡廣場

統一麵

統一 飼料



好動道 (Hao Dong Dao) logo



統一 LP33 機能優酪乳

拉麵道 (Ramen Do) logo

純喫茶

來一客 (Come One Guest) logo

麥香 (Maixiang) logo

統一 西瓜牛乳



Aqua master



統一 鮮乳



領鮮 (Leading Fresh) logo



伴點 (Bandyan) logo

曼仕德 (Man Shide) 咖啡

統一 麵粉



統一 冰紅茶 (Yi Ice Red Tea) logo

100%

飲冰室茶集

Chai Li Won

統一 鮮橙多



來 (Come) logo

統一 PH 9.0 plus 鹼性水

阿Q

統一 巧克力牛奶

Dr.Milker 極鮮乳

Dr.Tea

統一 鮮乳酪



茶裏王

VI. FINANCIAL INFORMATION

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6.1 Five-Year Financial Summary

6.1.1 Condensed Balance Sheet

Unit: NT\$ thousands

Item	Year	Five-Year Financial Summary (Note 1)					As of Mar. 31, 2008 (Note 1)
		2003	2004	2005	2006	2007	
Current Assets		8,805,269	8,190,067	8,438,985	9,562,327	10,229,732	11,351,876
Long-term Investments		48,250,140	49,579,139	50,682,766	55,103,736	69,869,611	69,784,304
Fixed Assets (Notes 2)		14,456,269	15,067,729	14,605,974	11,831,835	10,060,048	9,851,730
Intangible Assets		334,967	292,927	250,888	208,849	160,518	160,518
Other Assets (Notes 2)		1,630,737	1,351,105	2,064,202	4,107,425	5,028,150	5,040,709
Total Assets		73,477,382	74,480,967	76,042,815	80,814,172	95,348,059	96,189,137
Current Liabilities							
Unappropriated		4,169,908	7,245,677	5,899,347	7,530,102	9,468,469	9,937,496
Appropriated		6,429,651	8,587,332	8,371,589	9,928,232	9,468,469	9,937,496
Long-term Liabilities		24,745,926	23,277,008	24,022,952	23,811,868	20,251,445	20,267,015
Other Liabilities		1,196,115	1,355,411	1,713,374	2,027,746	1,580,644	1,618,329
Total Liabilities							
Unappropriated		31,401,818	33,167,965	32,452,312	34,185,519	32,116,361	32,638,643
Appropriated		33,661,561	34,509,620	34,924,554	36,583,649	32,116,361	32,638,643
Common Stock		33,950,978	33,753,848	33,541,258	33,541,258	35,553,733	35,553,733
Capital Reserve		575,968	482,426	256,584	359,707	5,366,758	5,366,758
Retained Earnings							
Unappropriated		8,139,079	8,491,463	9,232,277	10,367,116	16,973,498	18,151,114
Appropriated		5,879,336	7,149,808	6,760,035	5,956,511	16,973,498	18,151,114
Unrealized Loss on Long-term Investment		(90,618)	(68,887)	(85,405)	1,428,784	4,078,991	3,773,337
Cumulative Transaction Adjustment		(253,952)	(1,174,780)	(305,773)	97,228	556,223	3,057
Unrecognized Pension Cost		(436,530)	(623,199)	(838,789)	(955,791)	(1,087,655)	(1,087,655)
Asset Revaluations		452,131	452,131	1,790,351	1,790,351	1,790,150	1,790,150
Total Stockholders' Equity							
Unappropriated		42,075,564	41,313,002	43,590,503	46,628,653	63,231,698	63,550,494
Appropriated		39,815,821	39,971,347	41,118,261	44,230,523	63,231,698	63,550,494

6.1.2 Condensed Statement of Income

Unit: NT\$ thousands

Item \ Year	Five-Year Financial Summary (Note 1)					As of Mar. 31, 2008 (Note 1)	
	2003	2004	2005	2006	2007		
Operating Revenues	37,951,951	40,874,802	40,251,951	42,844,649	46,025,940	12,247,402	
Gross Profit	7,879,126	7,449,094	9,116,138	9,971,244	10,164,882	2,517,058	
Operating Income	109,123	(113,665)	1,284,337	1,588,441	1,659,204	593,960	
Non-operating Income	4,075,898	4,349,965	2,732,780	3,995,683	10,991,619	1,070,479	
Non-operating Expenses	1,205,637	1,483,279	1,921,294	1,844,849	1,629,301	390,047	
Income from Operations of Continued Segments-Before Tax	2,979,384	2,753,021	2,095,823	3,739,275	11,021,522	1,274,392	
Income from Operations of Continued Segments-After Tax	2,937,696	2,612,127	2,084,877	3,607,081	11,016,987	1,177,616	
Income from Operations of Discontinued Segments	-	-	-	-	-	-	
Extraordinary Gain (loss)	-	-	-	-	-	-	
Cumulative Effect of Change in Accounting Principles	-	-	-	-	-	-	
Net Income	2,937,696	2,612,127	2,084,877	3,607,081	11,016,987	1,177,616	
EPS (NT\$)	Unretroacted (Note 3)	0.86	0.77	0.62	1.08	3.10	0.33
	Retroacted (Note 4)	0.81	0.73	0.58	1.01	3.10	0.33

Note 1: All financial information above was audited by CPA.

Note 2: Interest expense capitalized (in NT\$ thousands) : 2003: \$86,020; 2004: \$69,704; 2005: \$60,867; 2006: \$3,805; 2007: \$3,327.

Note 3: Based on weighted average number of outstanding shares during each year.

Note 4: According to GAAP, EPS based on weighted average number of outstanding shares after giving the retroactive adjustment.

6.1.3 Auditors' Opinions from 2003 to 2007

Item \ Year	2003	2004	2005	2006	2007
Independent Auditors	Pricewaterhouse Coopers	Pricewaterhouse Coopers	Pricewaterhouse Coopers	Pricewaterhouse Coopers	Pricewaterhouse Coopers
Auditors' Opinion	Modified Unqualified	Modified Unqualified	Modified Unqualified	Modified Unqualified	Modified Unqualified

6.2 Five-Year Financial Analysis

Item	Year	Five-Year Financial Analysis (Note 1)					As of Mar. 31, 2008
		2003	2004	2005	2006	2007	
Capital Structure Analysis							
Debt Ratio (%)		42.74	44.53	42.68	42.30	33.68	33.93
Long-term Fund to Fixed Assets Ratio (%)		462.23	428.66	462.92	595.35	829.85	850.79
Liquidity Analysis							
Current Ratio (%)		211.16	113.03	143.05	126.99	108.04	114.23
Quick Ratio (%)		127.22	68.74	92.63	73.13	59.33	61.57
Times Interest Earned (times)		6.16	6.93	5.08	7.51	18.90	8.82
Operating Performance Analysis							
Average Collection Turnover (times)		8.79	9.37	8.85	8.73	8.93	2.24
Average Collection Period (days)		41.52	38.95	41.24	41.81	40.87	40.18
Inventory Turnover (times)		10.84	11.29	11.41	10.89	9.55	2.46
Average payment turnover (times)		18.42	20.87	18.91	18.92	20.01	5.13
Average Inventory Period (days)		33.67	32.33	31.99	33.52	38.22	36.59
Fixed Assets Turnover (times)		2.67	2.77	2.71	3.24	4.20	1.23
Total Assets Turnover (times)		0.53	0.55	0.53	0.55	0.52	0.13
Profitability Analysis							
Return on Total Assets (%)		4.63	3.92	3.21	5.14	13.03	1.36
Return on Stockholders' Equity (%)		7.05	6.26	4.91	8.00	20.06	1.86
Operating Income to Paid-in Capital Ratio (%)		0.32	(0.34)	3.83	4.74	4.67	1.67
Pre-tax Income to Paid-in Capital Ratio (%)		8.78	8.16	6.25	11.15	31.00	3.58
Net Income to Net Sales (%)		7.74	6.39	5.18	8.42	23.94	9.62
EPS – unretroacted (NTD)		0.86	0.77	0.62	1.08	3.10	0.33
EPS – retroacted (NTD)		0.81	0.73	0.58	1.01	3.10	0.33
Cash Flow							
Cash Flow Ratio (%)		66.87	55.84	86.51	62.06	53.11	(6.81)
Cash Flow Adequacy Ratio (%)		50.22	68.00	95.06	106.53	121.50	NA
Cash Reinvestment Ratio (%)		1.99	2.57	4.72	2.93	3.06	(0.68)
Leverage							
Operating Leverage (%)		153.47	(148.37)	14.36	11.96	12.18	11.24
Financial Leverage (%)		(0.30)	0.23	1.52	1.56	1.58	1.38

Analysis of deviation over 20%- 2007 vs. 2006:

1. The debt ratio decreased by 20.38% was mainly due to an increase in assets and a decrease in liabilities.
2. The long-term fund to fixed assets ratio increased by 39.39% was mainly due to an increase in stockholder's equity.
3. The times interest earned increased by 151.66% were mainly due to an increase in EBIT.
4. The fixed assets turnover increased by 29.63% was primarily due to an increase in net sales and a decrease in fixed assets.
5. The return on total assets and the return on stockholders' equity both increased by 153.50% and 150.75%, which were primarily due to an increase in net income.
6. The pre-tax income to paid-in capital ratio increased by 178.03% was mainly due to an increase in pre-tax income.
7. The net income to net sales ratio and EPS both increased by 184.32% and 187.04%, which were primarily due to an increase in net income.

Note 1: All financial information above was audited by CPA.

Note 2: The calculation formula of financial analysis:

1. Capital Structure Analysis

(1) Debt ratio = Total Liabilities / Total Assets

(2) Long-term fund to fixed assets ratio = (Shareholders' Equity + Long-term Liabilities) / Net Properties

2. Liquidity Analysis

(1) Current ratio = Current Assets / Current Liabilities

(2) Quick ratio = (Current Assets - Inventories - Prepaid Expenses) / Current Liabilities

(3) Times interest earned = Earnings before Interest and Taxes / Interest Expenses

3. Operating Performance Analysis

(1) Average collection turnover = Net Sales / Average Trade Receivables

(2) Average collection days = 365 / Receivables Turnover rate

(3) Average inventory turnover = Cost of Sales / Average inventory

(4) Average inventory turnover days = 365 / Inventory Turnover rate

(5) Average payment turnover = Cost of Sales / Average Trade Payables

(6) Fixed assets turnover = Net Sales / Average Net Properties

(7) Total assets turnover = Net Sales / Average Total Assets

4. Profitability Analysis

(1) Return on total assets = {Net Income + Interest Expenses * (1 - Effective tax rate)} / Average Total Assets

(2) Return ratio on stockholders' equity = Net Income / Average Shareholders' Equity

(3) Operating income to paid-in capital = Operating Income / Capital

(4) Pre-tax income to paid-in capital = Income before tax / Capital

(5) Net income to net sales = Net Income / Net Sales

(6) Earnings per share = (Net Income - Preferred Stock Dividend) / Weighted Average Number of Share Outstanding

5. Cash Flow

(1) Cash flow ratio = Net Cash Provided by Operating Activities / Current Liabilities

(2) Cash Flow Adequacy Ratio = Five-year sum of cash from operations / Five-year sum of capital expenditures, inventory additions, and cash dividends.

(3) Cash flow reinvestment ratio = (Cash Provided by Operating Activities - Cash Dividends) / (Gross Plant + Investment + Other Assets + Working Capital)

6. Leverage

(1) Operating leverage = (Net Sales - Variable Cost) / Income from Operations

(2) Financial leverage = Income from Operations / (Income from Operations - Interest Expenses)

6.3 Supervisors' Report

To: The General Meeting of Shareholders as of year 2008

The undersigned has duly audited the Operating Report, Financial Statements and Schedule of Earnings Distribution prepared by the Board of Directors for the year of 2007, and found the same to be true and correct.

Therefore, in accordance with Article 219 of the Company Law of the Republic of China, the undersigned takes pleasure in submitting this report for your perusal and acceptance.

Uni-President Enterprises Corporation

Supervisors: Kao-Keng Chen



Peng-Chi Kuo
(Representative of Chau-Chih Inv. Co., Ltd.)



Joe J.T. Teng



April 23, 2008

6.4 Independent Auditors' Report and Financial Statements: Please refer to Page 181.

6.5 Independent Auditors' Report and Consolidated Financial Statements: Please refer to Page 303.

6.6 Financial Difficulties

The Company should disclose the financial impact to the Company and its affiliated companies have incurred any financial or cash flow difficulties from January 1, 2007 through until April 30, 2008 : None.

VII. REVIEW OF FINANCIAL CONDITIONS, OPERATING RESULTS, AND RISK MANAGEMENT

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7.1 Analysis of Financial Status

Unit: NT\$ thousands

Item \ Year	2007	2006	Difference	
			Amount	%
Current Assets	10,229,732	9,562,327	667,405	6.98
Fixed Assets	10,060,048	11,831,835	(1,771,787)	(14.97)
Other Assets	5,028,150	4,107,425	920,725	22.42
Total Assets	95,348,059	80,814,172	14,533,887	17.98
Current Liabilities	9,468,469	7,530,102	1,938,367	25.74
Long-term Liabilities	20,251,445	23,811,868	(3,560,423)	(14.95)
Total Liabilities	32,116,361	34,185,519	(2,069,158)	(6.05)
Capital	35,553,733	33,541,258	2,012,475	6.00
Capital Reserve	5,366,758	359,707	5,007,051	1,391.98
Retained Earnings	16,973,498	10,367,116	6,606,382	63.72
Other Adjustments	5,337,709	2,360,572	2,977,137	126.12
Total Stockholders' Equity	63,231,698	46,628,653	16,603,045	35.61

• Explanation for Significant Changes (over 20%) in Financial Position Include :

- (1) The increase in other assets is mainly due to the increase in assets leased to others for the completion of constructing Uni-President International Building.
- (2) The increase in current liabilities is mainly due to the increase in long-term liabilities-current portion.
- (3) The increase in capital reserve is mainly due to the increase in capital reserve from long-term investments.
- (4) The increase in retained earnings is mainly due to the increase in net income of 2007
- (5) The increase in other adjustments is mainly due to the increase in unrealized gain on financial instruments.

7.2 Analysis of Operation Results

Unit: NT\$ thousands

Item	Year		Difference	
	2007	2006	Amount	%
Gross Sales	\$47,374,304	\$44,163,989	\$3,210,315	7.27
Less: Sales Returns	(180,451)	(155,306)	25,145	16.19
Sales Allowances	<u>(1,167,913)</u>	<u>(1,164,034)</u>	3,879	0.33
Net Sales	46,025,940	42,844,649		
Cost of Sales	<u>(35,861,058)</u>	<u>(32,873,405)</u>	2,987,653	9.09
Gross Profit	10,164,882	9,971,244	193,638	1.94
Operating Expenses	<u>(8,505,678)</u>	<u>(8,382,803)</u>	122,875	1.47
Operating Income	1,659,204	1,588,441		
Non-operating Income and Gains	10,991,619	3,995,683	6,995,936	175.09
Non-operating Expenses and Losses	<u>(1,629,301)</u>	<u>(1,844,849)</u>	(215,548)	(11.68)
Income Before Tax	11,021,522	3,739,275		
Tax Benefit (Expense)	<u>(4,535)</u>	<u>(132,194)</u>	(127,659)	(96.57)
Net Income	<u>\$11,016,987</u>	<u>\$3,607,081</u>		

• Explanation for Significant Changes (over 20%) in Operating Results Include :

- (1) The increase in non-operating income and gains is due to the increase in investment income accounted for under the equity method.
- (2) The decrease in income tax expenses is due to the decrease of the tax effect of alternative minimum tax.

• Estimated Sales Quantities :

The target volumes by product categories in 2008 are as follows: foodstuff 1,242 kilotons, instant noodle 462 million packs, beverage & dairy 116,409 thousand cartons, soy sauce 3,288 thousand dozen packs, and others (such as frozen food, bread, meat) 649 kilotons.

7.3 Analysis of Cash Flow

7.3.1 Cash Flow Analysis for the Current Year

Unit: NT\$ thousands

Cash and Cash Equivalents, Beginning of Year (1)	Net Cash Flow from Operating Activities (2)	Cash Outflow (3)	Cash Surplus (Deficit) (1)+(2)-(3)	Leverage of Cash Deficit	
				Investment Plans	Financing Plans
\$141,859	\$5,028,604	5,062,361	108,102	—	—

1. Cash inflows from operating activities are attributed to the increase of net income and cash dividends from equity subsidiaries.
2. Cash inflows from investing activities are attributed to the increase in proceeds from sale of long-term investments- subsidiaries and proceeds due to the subsidiaries' capital reduction.
3. Cash outflows from financing activities are attributed to the decrease of the loan.

7.3.2 Remedy for Cash Deficit and Liquidity Analysis

	2007	2006	Variance (%)
Cash Flow Ratio (%)	53.11	62.06	(14.42)
Cash Flow Adequacy Ratio (%)	121.50	106.53	14.05
Cash Reinvestment Ratio (%)	3.06	2.93	4.44

- Variance Analysis for Deviation over 20%: NA.

7.3.3 Cash Flow Analysis for the Coming Year

Estimated Cash and Cash Equivalents, Beginning of Year (1)	Estimated Net Cash Flow from Operating Activities (2)	Estimated Cash Outflow (Inflow) (3)	Cash Surplus (Deficit) (1)+(2)-(3)	Leverage of Cash Surplus (Deficit)	
				Investment Plans	Financing Plans
108,102	6,839,520	11,894,750	(4,947,128)	—	Loan

- Estimated cash inflow from operating activities would be attributed to the increase in net income and the cash dividends from equity subsidiaries but there would be a cash deficit for more payment of cash dividends, capital increase plans for subsidiaries and payments for corporate bonds.

7.4 Major Capital Expenditure

7.4.1 Major Capital Expenditure and its Source of Capital

Unit: NT\$ thousands

Project	Actual or Planned Source of Capital	Actual or Planned Date of Completion	Total Capital	Actual or Expected Capital Expenditure				
				2006	2007	2008	2009	2010
Tube boiler-30 tons water, 2005	Retained earnings	2008.12	\$ 22,850	\$ 11,895	\$ 5,026	\$ 5,929	0	0
Filling equipment for PS-180, 2005	Retained earnings	2007.03	158,128	108,128	50,000	0	0	0
Filling equipment for glass bottles, 2005	Retained earnings	2006.01	101,774	71,774	30,000	0	0	0
Membrane filtration equipment, 2005	Retained earnings	2007.09	97,650	85,327	12,323	0	0	0
Expansion of the cooler in the 2 nd milk planet, 2005	Retained earnings	2008.12	26,120	49	23,102	2,969	0	0
TBA/22 high speed filler, 2006	Retained earnings	2008.12	37,950	17,026	20,186	738	0	0
Ice food sterilizing equipment, 2006	Retained earnings	2008.03	40,878	35,878	5,000	0	0	0
The decoration of Uni-President international building, 2007	Retained earnings	2008.04	45,575	0	2,563	43,012	0	0
The 2nd production line for snack and cake, 2007	Retained earnings	2008.10	20,000	0	0	20,000	0	0
The 1st line of sweet bread turn oven, 2006	Retained earnings	2009.12	19,500	0	0	10,000	9,500	0

7.4.2 Expected Benefits

A. Estimated Increase of Production, Sales, and Gross Profits

Unit: NT\$ thousands

Year	Item	Quantity of Production	Quantity of Sales	Amount of Sales	Gross Profit
Yearly	Filling equipment for PS-180, 2005	18,740 ⁷	18,740 ⁷	\$123,500	\$26,640
Yearly	Filling equipment for glass bottles, 2005	10,760 ⁷	10,760 ⁷	217,559	79,687
Yearly	Membrane filtration equipment, 2005	2,714 ⁵	2,714 ⁵	142,710	34,400
1 st Year	TBA/22 high speed filler, 2006	4,390 ⁶	4,390 ⁶	622,000	186,600
1 st Year	Ice food sterilizing equipment, 2006	980 ⁶	980 ⁶	253,664	98,422
1 st Year	The 2nd production line for snack and cake, 2007	10,500 ³	10,500 ³	150,000	50,000
1 st Year	The 1st line of sweet bread turn oven, 2006	22,690 ³	22,690 ³	330,800	133,570

Note: ¹ In thousand liters, ² In thousand bars, ³ In thousand pieces, ⁴ In thousand cups, ⁵ In tons, ⁶ In thousand cartons, ⁷ In thousand bottles

B. Other Benefits (e.g. Product Quality, Anti-Pollution, Cost Reduction and etc.)

- (1) Installment of tube boiler-30 tons could increase efficiency from 80% to 91%, save fuel cost 3,650 thousand dollars a year and make certain the supply of steam for production.
- (2) Expansion of the cooler in the 2nd milk plant was to meet the need for chilled dairy food and in compliance with CNS requirements to make certain the quality of dairy food.
- (3) "Uni-President International Building" is expected to deliver the Company and whole Group a superior image in the future. The Company could thus save the rent expense and make better use of the assets.

7.5 Investment Policy, Causes of Profit/ Loss and Future Investment Plans

Our company's investment policy is to focus on food related businesses. Any non-core business will be sought opportunities for disposition. Oversea markets are concentrated on Mainland China and Southeast Asia. Our ambition is to become the leader in each region throughout Asia and be the influential company in Asian food industry.

Long-term investment income accounted for under the equity method was \$ 8,827,384 and \$1,654,499 as of Dec.31, 2007 and 2006, respectively. The difference was mainly due to the increase in net incomes of 2007 in some subsidiaries and the release shares for initial public offering of Uni-President China on Hong Kong Stock Exchange.

7.6 Analysis of Risk Management

7.6.1 Risk management policy and organizational structure

The responsibility of our risk control is to recognize, identify, analyze, and evaluate potential risks in each division and further adopt appropriate methods to control and handle these risks. Also, it supervises the risk management planning by managing the risks centrally and categorizing them in according to their characteristics and effects, such that we can act properly and control the hazard in time. The organization and parties relevant to the implementation of risk management are stated as follows:

1. Financial, liquidity, credit, and legal risks : The strategies are formulated and executed by financial, accounting and legal division. Risks will be monitored and assessed by auditing division continuously and our reaction to the risks will be dependent upon the analytical result of the latest regulation, policy, and market changes.
2. Market risks : Other than the sales and supporting units determine their own strategies and take on the necessary risk management from the changes in legal, policy and market, the head of Management Group organize a risk management committee with members from officials of Public Affairs Office and relevant business groups to control and manage market risks.
3. Strategy and operational risks : The Business Development Committee, formed by officials of corporate planning group and relevant business groups, assesses the strategy and operational risk in advance, and follow-ups the operational performance to ensure the strategies are in line with corporate vision and goal.
4. Auditing division : It follows the direction from the board of directors. It establishes company risk assessment and control procedures to assist the completion of overall risk management planning. In addition, it seeks to identify significant risks within the company and affiliates based on risk assessment model, and analyze the completeness and effectiveness of the relevant internal control system in order to enhance organizational value and improve operational and management risk.

7.6.2 Effects of changes of interest rate, foreign exchange and inflation on corporate finance and our reaction

(1) Interest rate

Our loans are mainly based in NT dollar. The required US currency for material import paid off immediately when it dues, therefore the proportion of USD loan is not big, and not susceptible to the USD Libor interest rate.

Though Central Bank of the Republic of China (Taiwan) continually raises interest rates with discount rate rose from 2.75% in 2006 to 3.375% in 2007, the company has already been fixing funding cost and lowering interest expenses by issuing corporate bonds and fixed rate commercial papers (FRCP) since 2003. As the fixed rate debt takes a significant proportion of total debt, it reduced the impact of interest rate fluctuations on the company. Also, in October 2007, we issued national first non-secured zero coupon convertible corporate bonds worth 5 billion dollars at premium price that saved lots of our interest expenses. The interest expense was then only increased by 42,277 thousand dollars to 612,262 thousand dollars.

In the future, the Company will keep monitoring interest rate movement and adopting proper hedging strategies to keep our financing costs at the lowest interest rate possible.

(2) Foreign exchange

Since most our materials are imported and have to be paid by US currency, the company might suffer enormous

exchange risk when NTD depreciates greatly. In 2007, NT dollar tended to depreciate in first half year, and depreciated from July to September due to sub-prime lending crisis in the United States; while during other times, NT dollar appreciates. To minimize the impacts from currency exchange fluctuations for our USD demand, the Company entered USD forward contracts to fix USD costs. In 2007, an exchange gain of 18,682 thousand dollars was recognized.

In the future, the Company will continue monitoring the currency trend and adopt proper hedging instruments to ensure the foreign exchange gain and lower the currency fluctuation risk.

(3) Inflation

In recent years, the continuous rising prices of oil, raw materials, and foodstuffs have made many nations to suffer deeply as result of "imported inflation". In 2007, Taiwan's consumer price index (CPI) grew 1.80%, which was triple the growth rate of 0.60% in 2006; while the wholesales price index rose 6.46% was also higher than the growth rate of 5.63% in 2006. Apparently Taiwan was suffered from imported inflation during the globalization process. In 2007, since we are unable to pass the increasing costs onto the retail prices, the overall gross profit was reduced by 1.18%. The sales of foodstuff division however was increased by 20% and brought up the growth of overall company sales by 7.4% with a gross profit increase of 193,638 thousand dollar.

The material costs are not likely to stop. To lower the cost pressures from the inflation, we will optimize our product portfolio, stabilize marketing strategy, balance sales channels and increase ability to set the price.

7.6.3 Policies, Main Causes of Gain/loss and Action Plans with Respect to High-risk, High-leveraged Investment, Lending or Endorsement Guarantee, and Derivatives Transaction

(1) High-risk and high-leveraged investments

Our operation is based on food sales, and never engages in high-risk and high-leveraged investments. In 2007, Uni-President did not engage in high-risk and high-leveraged investments

(2) Lending or Endorsement Guarantee

a. The actions of lending and endorsement guarantee are all in compliance with "Procedure Governing the Lending of Capital to Others" and "Procedures for Endorsement and Guarantee", and assessed and controlled by designated unit internally. Meanwhile, the auditing division of our company also establishes "Regulation Governing the Internal Control for Public Listing Company" according to the requirement of Financial Supervisory Committee and announces relevant policies for risk management and assessment.

b. Up to December 31, 2007, the upper limit of our endorsement was 63,231,698 thousand dollars; announced remaining endorsement guarantee was 28,427,015 thousand dollars. Actual amount used was 17,619,511 thousand dollars, which is 6,145,458 thousand dollars less than 23,764,969 thousand dollars in 2006. Apparently, it is a significant improvement. In the future, we will continue to control actual amount used and keep it from increasing in the future.

c. No lending to others in 2007.

(3) Derivative Transaction

a. The actions of derivative transaction follow the "Procedures for Acquisition and Disposal of Assets"

b. The company engaged in the derivative transaction is mainly to hedge the secured corporate bond from the

effects of changes in interest rate and currency exchange. Net loss of 69,677 thousand dollars was recognized in 2007 as interest expense.

- c. The Company would enter into USD forward and interest rate swap contracts to hedge the risks for our demands of USD currency and secured corporate bond with floating interest rate.

7.6.4 Future Research & Development Projects and Corresponding Budget

Our product categories include dairy, beverage, instant foods, frozen foods, meat products, ice products, flour, edible oil and feed. Over the years, we have been devoted to the innovation and the introduction of the advanced technologies to our product development. These consistent efforts gradually build up our core food technology and the competitiveness, and help retain our leading position in Taiwan food industry. (Please refers to Research and Development Section for detail information.)

We continue to develop natural, fresh, healthy, and functional products and to increase consumer's awareness for a healthy diet. Moreover, to deal with the rapidly changing food market and short product life cycle, we have discovered and created many premium and innovative products through a set of product planning, research development, trial tests and marketing approaches. In this year, by end April, CRI has developed 32 new products. The estimated CRI budget is approximately NTD495 million this year.

7.6.5 Effects of Changes in Policies and Regulations on Corporate Finance and Sales and our Reaction

The Company always pays close attention to any policies and regulations that would affect company's operation, and in turn make necessary amendments to our systems. During 2006 and to the publish date of this annual report, the change of related laws does not create significant impacts on our operation.

7.6.6 Effects of Technology and Industrial Changes on Corporate Finance and Sales and our Reaction

The Company places great emphasis on the technology improvement, and strives for the application of information technology at all times. For example, we have taken on Oracle Enterprise Resource Planning system and developed online selling and billing system as well as introduced this system into each regional distributor so that managers can grasp the trends of products, improve customer satisfaction, response to customers' credit line and inventory on time. Our collection of payment will be streamlined through the application of money flow system. Meanwhile, we have constructed data warehouse to provide real-time information for decision making, developed Group's e-procurement platform, established videoconference system, set up telephone net and promote the concept of Group's shared services center.

7.6.7 The Impact of the Changes of Corporate Image on Corporate Risk Management and our Action Plan

Since inception, the Company has taken on the decent operational philosophy and assumed social responsibilities. The

principle is that what is taken from the society is used in the best interests of the society. Every year, the Company has organized many series of public welfare activities, and keeps a good business image that has won the recognition from our consumers. There is no potential hazard to our corporate image.

7.6.8 Anticipated Results and Risks of Acquisition

Only those with continuous innovation, transformation and growth can continue to lead the market and reach remarkable achievements. Uni-President at present is already the top food conglomerate in Greater China, and is expected to become "Asia Number 1" in the future through continuous strategic alliance and merger, marketing and production resources integration, improvement of operating effectiveness and sales scale expansion. Meanwhile, enabled by over ten years of management experiences in China and Southeast Asia, and the future strategy alliances and acquisition and merger with major food companies, the product, market, customer are highly associated. Hence the impacts of risks on structure unification and financial portfolio will be under control.

7.6.9 Anticipated Results and Risks of Expansion of Factory Buildings: None.

7.6.10 Risks during Concentrated Stock Replenishment and Sell

The stock sources and selling channels are stable, and no risks of excessive concentration incurred.

7.6.11 Effects and Risks of the Large Amount of Shares Transfer or Changes by Directors, Supervisors, or Major Shareholders

The shares transfers or exchanges are legal conduct of shareholders and do not affect our business operation.

7.6.12 Effects and Risks of Change in Operating Right

The structure of our principal shareholders is solid, and we have strong professional group, therefore the change in operating right will not diminish corporate and management advantage.

7.6.13 Litigation or Non-litigation Matters

(1) Major ongoing lawsuits, non-lawsuit or administrative lawsuit: None.

(2) Major ongoing lawsuits, non-lawsuit or administrative lawsuit caused by directors, supervisors or major stockholders with holdings over 10%: None.

7.6.14 Other Major Risks : None.

7.7 Other Important Matters : None.

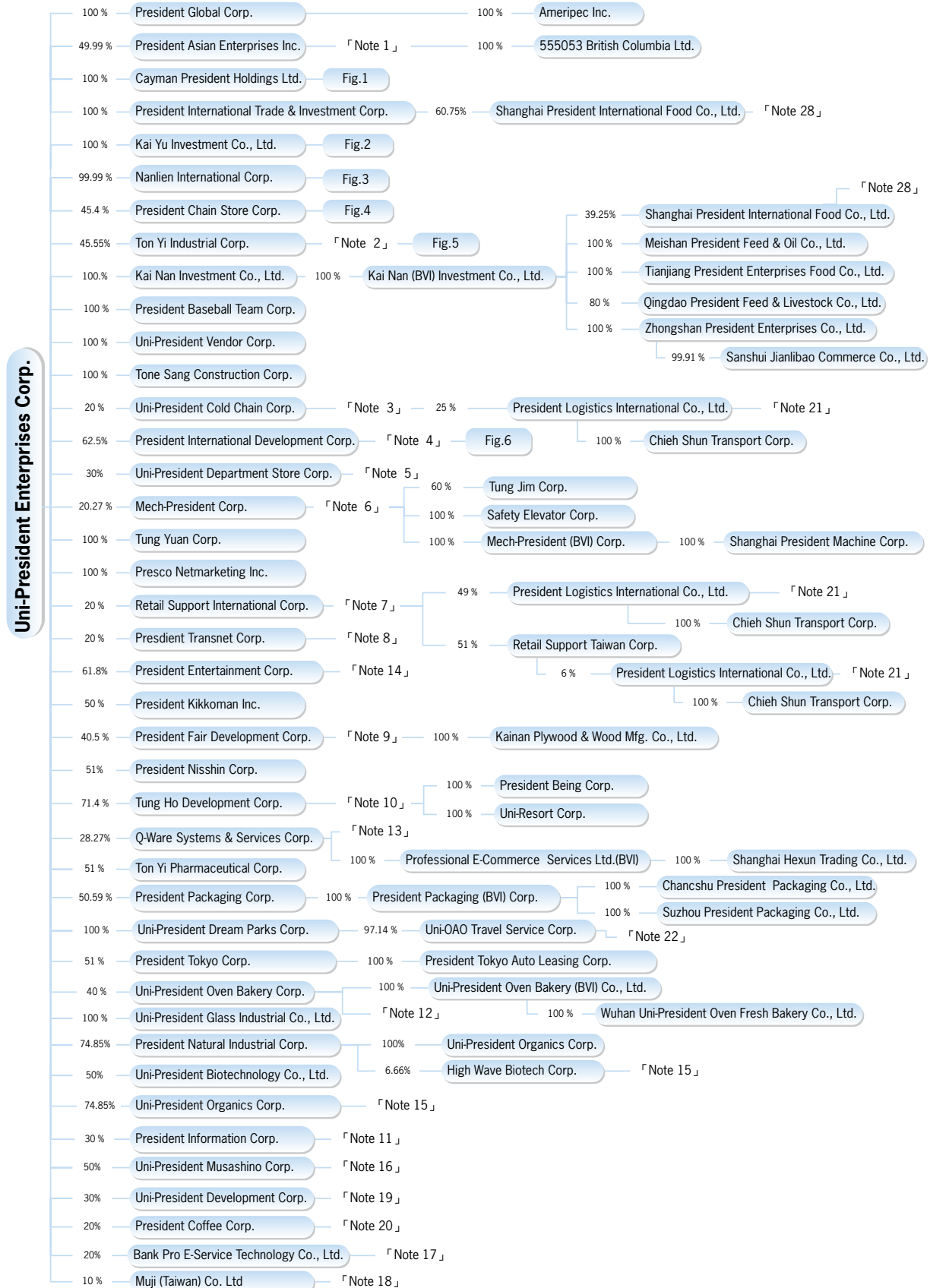
VIII. SPECIAL DISCLOSURES

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8.1 Summary of Affiliated Companies (As of 12/31/2007)

8.1.1 UPEC Affiliated Companies Chart



8.1.1 UPEC Affiliated Companies Chart (Continued)

Fig.1

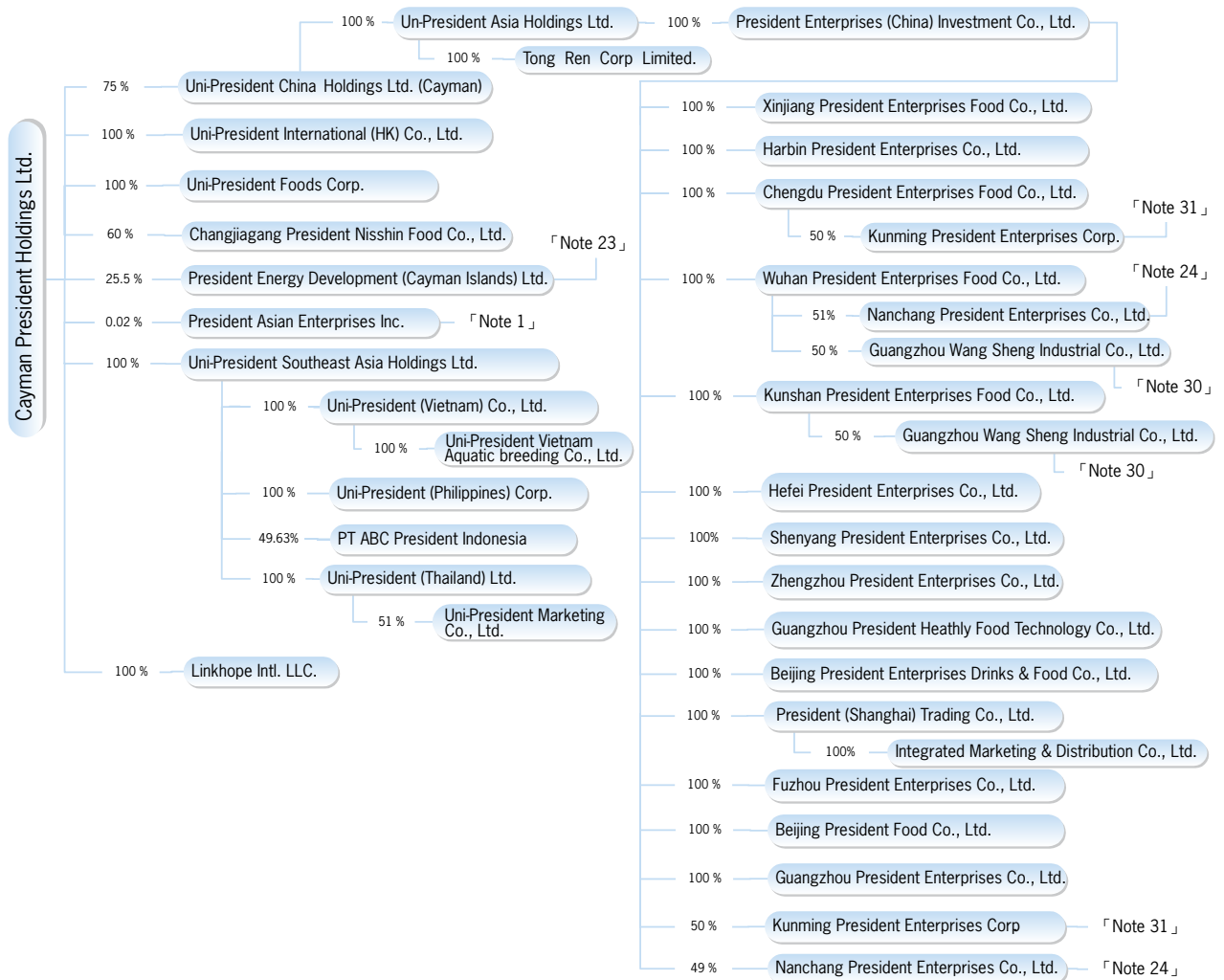
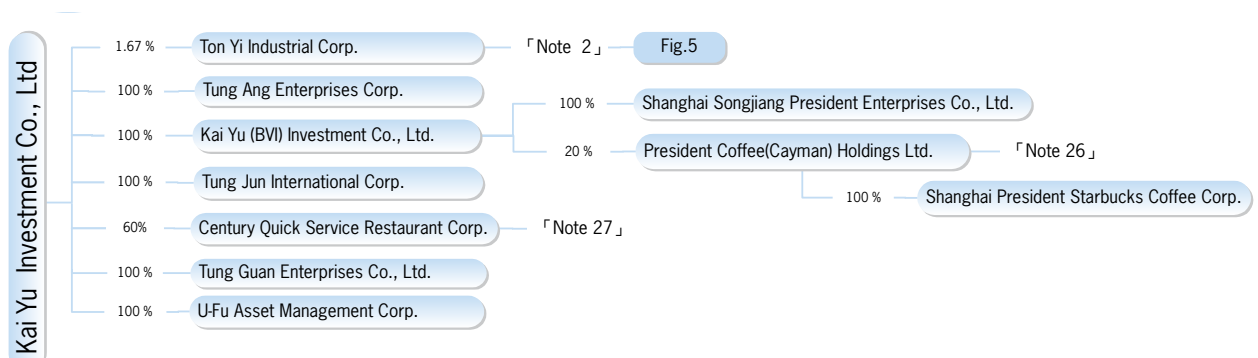
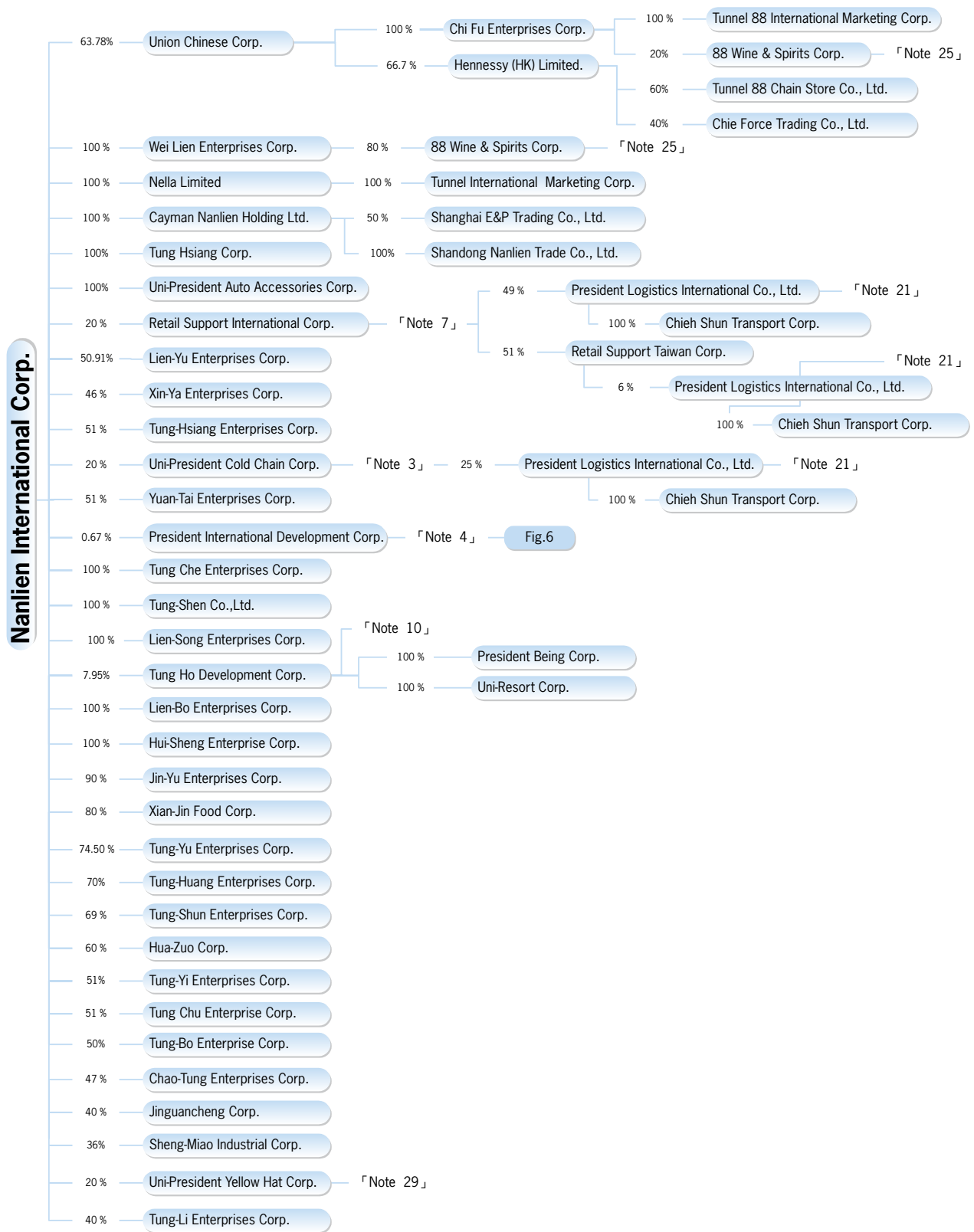


Fig.2



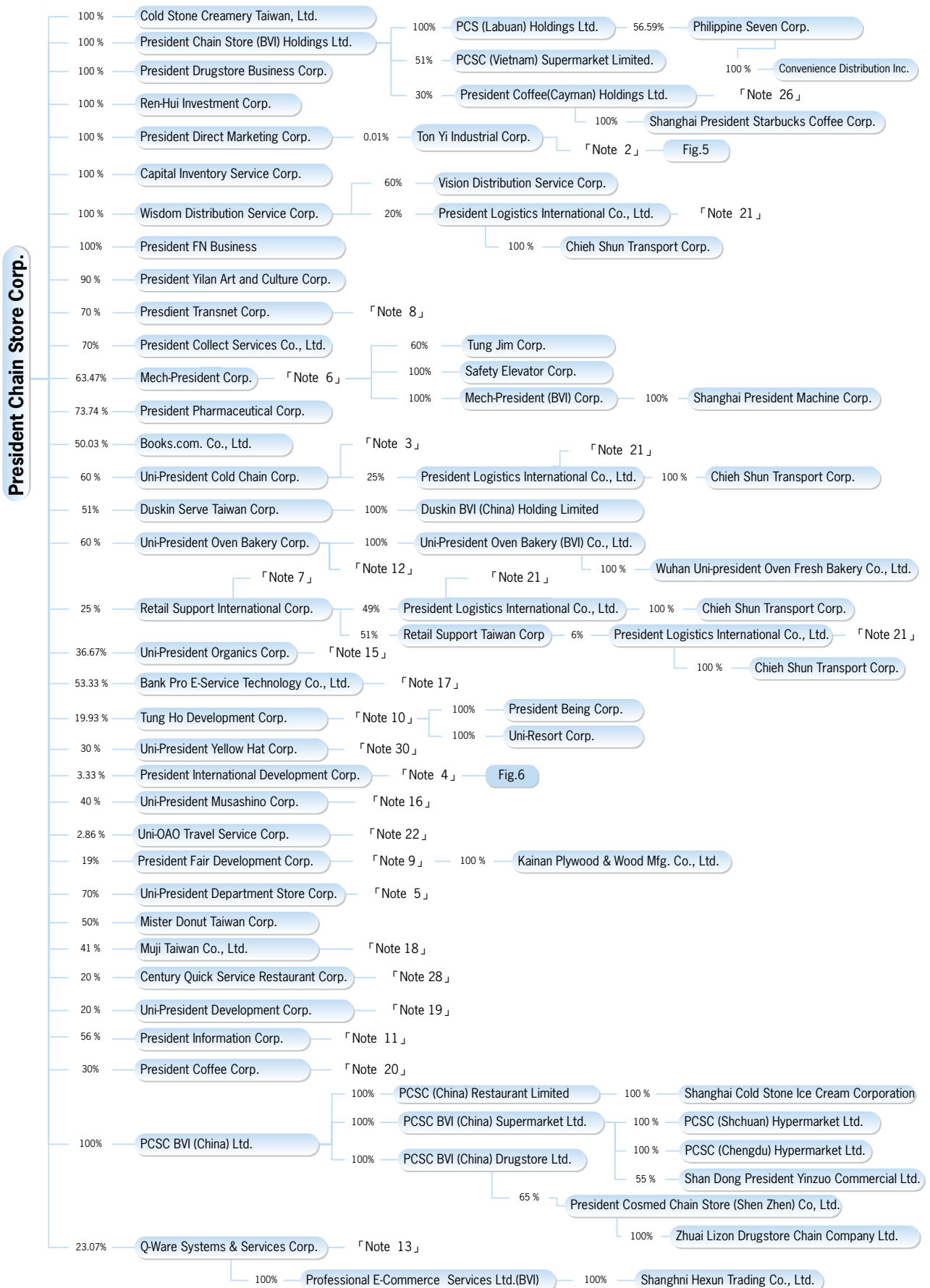
8.1.1 UPEC Affiliated Companies Chart (Continued)

Fig.3



8.1.1 UPEC Affiliated Companies Chart (Continued)

Fig.4



8.1.1 UPEC Affiliated Companies Chart (Continued)

Fig.5

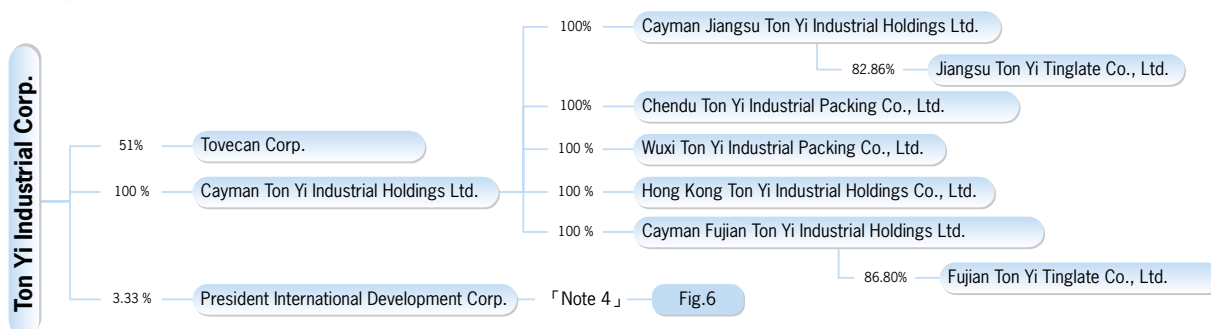
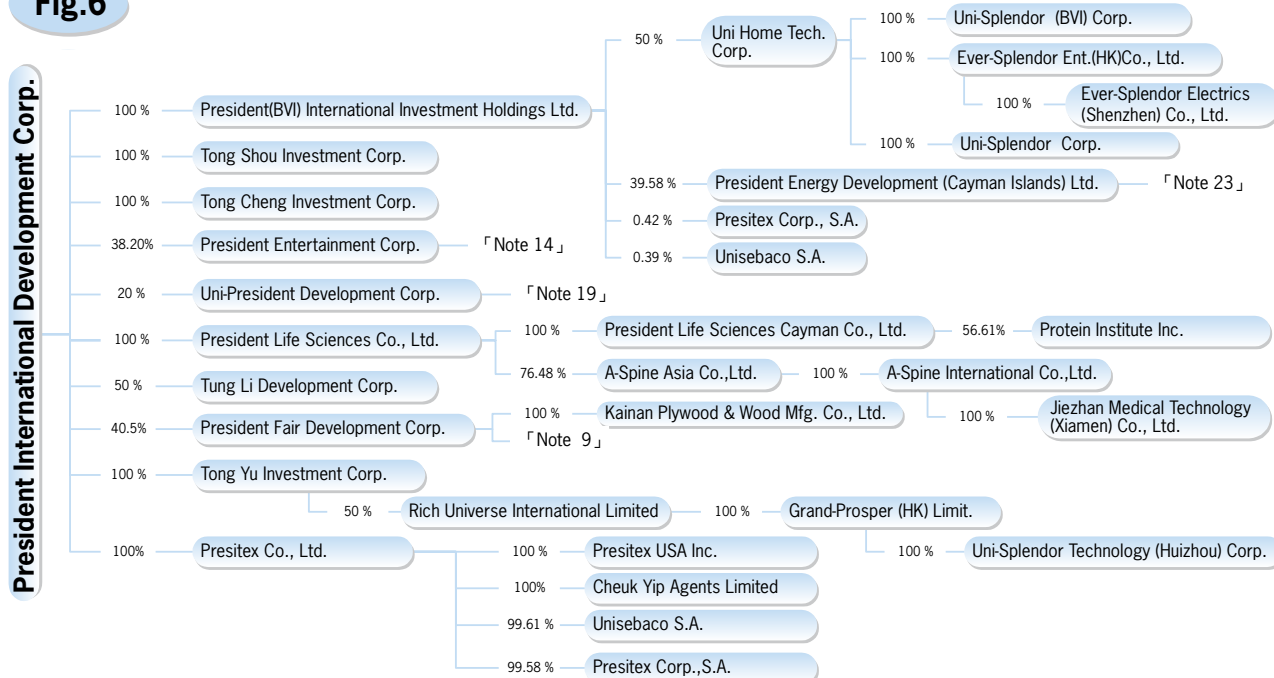


Fig.6



Note 1 : Uni-President Enterprises Corp. holds 49.99%, Cayman President Holdings Ltd. holds 0.02%, and consolidated holding is 50.01%.

Note 2 : Uni-President Enterprises Corp. holds 45.55%, Kai Yu Investment Co., Ltd. holds 1.67%, President Direct Marketing Corp. holds 0.01%, and consolidated holding is 47.23%.

Note 3 : Uni-President Enterprises Corp. holds 20%, President Chain Store Corp. holds 60%, Nanlien International Corp. holds 20%, and consolidated holding is 100%.

Note 4 : Uni-President Enterprises Corp. holds 62.5%, President Chain Store Corp. holds 3.33%, Nanlien International Corp. holds 0.67%, Ton Yi Industrial Corp. holds 3.33%, Uni-Splendor Corp. holds 0.67%, and consolidated holding is 69.83%.

Note 5 : Uni-President Enterprises Corp. holds 30%, President Chain Store Corp. holds 70%, and consolidated holding is 100%.

Note 6 : Uni-President Enterprises Corp. holds 20.27%, President Chain Store Corp. holds 63.47%, and consolidated holding is 83.74%.

Note 7 : Uni-President Enterprises Corp. holds 20%, President Chain Store Corp. holds 25%, Nanlien International Corp. holds 20%, and consolidated holding is 65%.

- Note 8 : Uni-President Enterprises Corp. holds 20%, President Chain Store Corp. holds 70%, and consolidated holding is 90%.
- Note 9 : Uni-President Enterprises Corp. holds 40.5%, President International Development Corp. holds 40.5%, President Chain Store Corp. holds 19%, and consolidated holding is 100%.
- Note 10 : Uni-President Enterprises Corp. holds 71.40%, Nanlien International Corp. holds 7.95%, President Chain Store Corp. holds 19.93% , and consolidated holding is 99.28%
- Note 11 : Uni-President Enterprises Corp. holds 30%, President Chain Store Corp. holds 56%, and consolidated holding is 86%.
- Note 12 : Uni-President Enterprises Corp. holds 40%, President Chain Store Corp. holds 60%, and consolidated holding is 100%.
- Note 13 : Uni-President Enterprises Corp. holds 28.27%, President Chain Store Corp. holds 23.07%, and consolidated holding is 51.34%.
- Note 14 : Uni-President Enterprises Corp. holds 61.8%, President International Development Corp. holds 38.20%, and consolidated holding is 100%.
- Note 15 : Kai Yu Investment Co., Ltd holds 56.67%, President Chain Store Corp. holds 36.67%, President Natural Industrial Corp. holds 6.66%, and consolidated holding is 100%.
- Note 16 : Uni-President Enterprises Corp. holds 50%, President Chain Store Corp. holds 40%, and consolidated holding is 90%.
- Note 17 : Uni-President Enterprises Corp. holds 5%, President Chain Store Corp. holds 53.33%, and consolidated holding is 58.33%.
- Note 18 : Uni-President Enterprises Corp. holds 10%, President Chain Store Corp. holds 41%, and consolidated holding is 51%.
- Note 19 : Uni-President Enterprises Corp. holds 30%, President International Development Corp. holds 20%, President Chain Store Corp. holds 20%, and consolidated holding is 70%.
- Note 20 : Uni-President Enterprises Corp. holds 20%, President Chain Store Corp. holds 30%, and consolidated holding is 50%.
- Note 21 : Retail Support International Corp. holds 49%, Wisdom Distribution Service Corp. holds 20%, Uni-President Cold Chain Corp. holds 25%, Retail Support Taiwan Corp. holds 6%, and consolidated holding is 100%.
- Note 22 : President Dream Parks Corp. holds 97.14%, Uni-President Enterprises Corp. holds 2.86%, and consolidated holding is 100%.
- Note 23 : Cayman President Holdings Ltd. holds 25.5%, President (BVI) International Investment Holdings Ltd. holds 40.29%, and consolidated holding is 65.79%.
- Note 24 : Wuhan President Enterprises Food Co., Ltd. holds 51%, President Enterprises (China) Investment Co., Ltd. holds 49%, and consolidated holding is 100%.
- Note 25 : Chi Fu Enterprises Corp. holds 20%, Wei Lien Enterprises Corp. holds 80%, and consolidated holding is 100%.
- Note 26 : Kai Yu (BVI) Investment Co., Ltd. holds 20%, PCS (BVI) Holdings Ltd. holds 30%, and consolidated holding is 50%.
- Note 27 : Kai Yu Investment Co., Ltd. holds 60%, President Chain Store Corp. holds 20%, and consolidated holding is 80%.
- Note 28 : President International Trade & Investment Corp. holds 60.75%, Kai Nan (BVI) Investment Co., Ltd. holds 39.25%, and consolidated holding is 100%.
- Note 29 : Nanlien International Corp. holds 20%, President Chain Store Corp. holds 30%, and consolidated holding is 50%.
- Note 30 : Wuhan President Enterprises Food Co., Ltd. holds 50%, Kunshan President Enterprises Food Co., Ltd. holds 50%, and consolidated holding is 50%.
- Note 31 : Chengdu President Enterprises Food Co., Ltd. holds 50%, President Enterprises (China) Investment Co., Ltd. holds 50%, and consolidated holding is 100%.

8.1.2 UPEC Affiliated Companies

Unit: NT\$ thousands

Name of Corporation	Date of Establishment	Address	Paid-in Capital	Major Business/ Production Items
Uni-President Enterprises Corp.	1967.08.25	301, JhongJheng Rd., Yongkang City, Tainan County, Taiwan R.O.C.	35,553,733	Producing and selling of instant noodle, beverage, dairy products, feeds, flours...etc.
President Global Corp.	19888.10.01	6965 Aragon Circle, Buena Park, California 90620, USA.	USD 5,000,000	Food trading and merchandising
Ameripee, Inc.	2000.06.15	6965 Aragon Circle, Buena Park, California 90620, USA.	USD 2,601,000	Producing and selling of food
President Asian Enterprises Inc.	1989.10.20	Unit 8, 3888 North Fraser Way, Burnaby, B.C.Canada V5J5H6	CAD 16,578,000	Supermarket, real estate, hotel enterprises
555053 British Columbia Ltd.	1997.11.27	Unit 8, 3888 North Fraser Way Burnaby,B.C.Canada V5J 5H6	CAD 8,800,000	Trust businesses
Cayman President Holdings Ltd.	1994.01.06	Second Floor, Zephyr House, Mary Street,P.O.Box 709,George Town,Grand Cayman,Cayman Island,British West Indies.	USD156,136,000	Investment
Linkhope Int'l LLC	2006.08.18	Suite 806,1220N.Market Street, Wilmington, DE19801, County of New Castle,Delaware,USA	USD1,945,000	Investment
Uni-President Southeast Asia Holdings Ltd.	2003.01.14	Scotia Center,4th Floor,P.O.Box2804,Georgetown,Grand Cayman,Cayman Islands.	USD46,000,000	Investment
Uni-President (Thailand) Ltd.	1994.05.17	253 Tower,18th Floor, Soi Asoke, Sukhumvit 21 Road, North Klong Toey, Khet Wattana, Bangkok 10110	THB 1,630,000,000	Producing and selling of beverage and food
Uni-President (Thailand) Marketing Ltd.	2004.01.01	253 Tower,19th Floor, Soi Asoke, Sukhumvit 21 Road, North Klong Toey, Khet Wattana, Bangkok 10110	THB 10,000,000	Marketing of beverage and food
Uni-President (Vietnam) Co., Ltd.	1999.02.06	No.16-18, DT 743 Road, Song Than 2 Industrial Zone, Di An County, Binh Duong Province, Vietnam	VND 595,473,454,000	Producing and selling of beverage, flour, feeds and instant noodle
Uni-President Vietnam Aquatic breeding Co., Ltd.	2007.03.13	An Hai Village, Ninh Phuoc District, Ninh Thuan Province, Vietnam	VND 17,500,000,000	Aquatic breeding and selling
Uni-President Foods Corp.	1998.07.28	Ground Floor, Tony's Bldg., Economia Corner Industrial St., Bagumbayan, Libis, Quezon City, 1100 Philippines	PHP 34,000,000	Producing and selling of instant noodle
Uni-President (Philippines) Corp.	2001.04.24	Ground Floor, Tony's Bldg., Economia Corner Industrial St., Bagumbayan, Libis, Quezon City, 1100 Philippines	PHP 1,464,000,000	Producing and selling of instant noodle
PT. ABC President Indonesia	1992.10.20	Rukan Artha Gading Niaga Blok A No.32-34 Kelapa Gading Barat Jakarta Utara 14241 Indonesia	USD 23,748,000	Producing and selling of beverage and instant noodle
President Energy Development (Cayman) Ltd	1996.08.06	P.O.Box 31106 SMB,Grand Cayman,Cayman Islands, British West Indies	USD 40,000,000	Energy development
Uni-President China Holdings Ltd. (Cayman)	2007.07.04	309GT,Ugland House, South Church Street, George Town, Grand Cayman, Cayman Island	RMB 33,370,000	Investment
Un-President Asia Holdings Ltd.	2006.06.29	309GT,Ugland House, South Church Street, George Town, Grand Cayman, Cayman Island	USD 248,160,000	Investment
Tong Ren Corp Limited.	2006.12.28	1F, No.340, Ziqiang Rd., Yongkang City, Tainan County, Taiwan R.O.C.	1,000	Staffing services
President Enterprises (China) Investment Co., Ltd.	1998.03.10	33F, No.1027 Changning Rd. Zhaofeng Plaza, Shanghai, P.R.C.	USD 248,160,000	Investment
Fuzhou President Enterprises Co., Ltd.	2001.07.19	Fuzhou Economic & Technical Development Zone, Mawei, Fuzhou, Fujian, P.R.C.	USD 10,000,000	Producing and selling of instant noodle, beverage and dairy products
Xinjiang President Enterprises Food Co., Ltd.	1992.01.13	No.18, Yinbin Rd., Urumoi, Xinjiang, P.R.C.	USD 15,500,000	Producing and selling of tomato products, beverage and instant noodle
Chengdu President Enterprises Food Co., Ltd.	1993.04.14	Chengdu Industrial Park for Taiwan and Foreign Investment, Tianfu Town, Wenjiang County, Chengdu Sichuan, P.R.C.	USD 20,000,000	Producing and selling of instant noodle, beverage and meat products
Guangzhou President Enterprises Co., Ltd.	1994.12.05	No.788, Kangnan Rd., Nan Guang Town, Huang Pu, GuangZhou, Guangdong, P.R.C.	USD 48,000,000	Producing and selling of instant noodle, beverage and dairy products
Beijing President Food Co., Ltd.	1992.04.02	No.301, Baige Rd., Jingchang Highway, Changpin District, Beijing, P.R.C.	USD 18,400,000	Producing and selling of instant noodle

8.1.2 UPEC Affiliated Companies (Continued)

Unit: NT\$ thousands

Name of Corporation	Date of Establishment	Address	Paid-in Capital	Major Business/ Production Items
Beijing President Enterprises Drinks & Food Co., Ltd.	2001.2.20	C Building, Dazhongfile Village Industrial Zone, Haurou Country, Beijing,	USD 17,500,000	Producing and selling of beverage and dairy products
Integrated Marketing & Distribution Co., Ltd.	2002.02.01	No18, Linjiang Middle Road Wuhou District Chengdu, P.R.C.	RMB 2,000,000	Selling of food
President (Shanghai) Trading Co., Ltd.	2005.10.17	Room 207F, South Building, Building 1, No.1178, BeiDi Road, Shanghai, P.R.C.	USD 600,000	Wholesale and retailing
Wuhan President Enterprises Food Co., Ltd.	1993.07.07	Wujashan Economic Development Zone, Dongxihu District, Wuhan, P.R.C.	USD 29,600,000	Producing and selling of instant noodle, beverage and dairy products
Nanchang President Enterprises Co., Ltd.	2001.05.18	No.388, Qin Shan Hu St., Nanchang, P.R.C.	USD 12,000,000	Producing and selling of instant noodle, beverage and dairy products
Kunshan President Enterprises Food Co., Ltd.	1993.05.14	No.301, Qin Yang Rd. (South), Kunshan, Jiangsu, P.R.C.	USD 44,000,000	Producing and selling of instant noodle, beverage and dairy products
Guangzhou Wang Sheng Industrial Co., Ltd.	1999.05.05	No.788, KangNan Road, NanGang Town, HuangPu District, Guangzhou, P.R.C.	RMB 22,000,000	Producing and selling of Food
Shenyang President Enterprises Co., Ltd.	1995.06.15	No.15, 6St., Economical & Technical Development Zone, Shengyang, P.R.C.	USD 19,900,000	Producing and selling of instant noodle, beverage and dairy products
Hefei President Enterprises Co., Ltd.	1998.04.23	No.68, Hefei Economic Technique Development Area, Anhui, P.R.C.	USD 10,000,000	Producing and selling of instant noodle, beverage and dairy products
Harbin President Enterprises Co., Ltd.	1998.02.26	Qingdao Rd., Comprehensive Industrial Development Section, Harbin Economic & Technological Development Zone, P.R.C.	USD 15,000,000	Producing and selling of instant noodle, beverage and dairy products
Zhengzhou President Enterprises Co., Ltd.	2002.06.25	Xinzheng Taiwan Businessmen Investment Zone East of the Xingang Main Rd., P.R.C.	USD 12,000,000	Producing and selling of instant noodle, beverage and dairy products
Guangzhou President Healthly Food Technology Co., Ltd.	2003.11.02	No.788, Kangnan Rd., Nan Guang Town, Huang Pu, GuangZhou, Guangdong, P.R.C.	USD 3,500,000	Producing and selling of yogurt and frozen food
Kunming President Enterprises Corp.	2007.11.08	The Singapore Industrial Park of Dachong District, Chenggong county, Kunming City, China	USD 10,000,000	Producing and selling of instant noodle, beverage and dairy products.
Tianjiang President Enterprises Food Co., Ltd.	1992.06.17	No. 1988, Sanhuai Rd., Tanggu District, Tianjing, P.R.C.	USD 15,210,000	Producing and selling of flour
Meishan President Feed & Oil Co., Ltd.	1993.09.18	Xin Cun, Dongpo Town, Meishan District, Sichuan, P.R.C.	USD 10,000,000	Producing and selling of feeds and edible oil.
Zhongshan President Enterprises Co., Ltd.	1995.06.14	Industrial Area, Fusa County, Zhongshan, Guangdong, P.R.C.	USD 12,000,000	Producing and selling of aquatic products, and pet feeds.
Changjiagang President Nisshin Food Co., Ltd.	1996.03.22	Baodao Rd., Changjiagang Freetrade Zone, Jiangsu, P.R.C.	USD 17,000,000	Edible oil
Sanshui Jianlibao Commerce Co., Ltd.	2004.12.10	South JianLiBao Road, SanShui District, Foshan, Guangdong, P.R.C.	RMB 106,000,000	Wholesale and retailing
Qingdao President Feed & Livestock Co., Ltd.	1998.04.01	Chang Ge Zhuang Town, Pingdu City, Qingdao, P.R.C.	USD 15,000,000	Animal feed business & producing and distribution of feeds
Shanghai Songjiang President Enterprises Co., Ltd.	2001.05.11	No.22, Xin qiao town, Min yi Rd., Song Jiang District, Shanghai, P.R.C.	USD 8,000,000	Producing and selling of feeds
President International Trade & Investment Corp.	1990.12.27	Citco Building, Wickhams Cay, P.O.Box 662, Road Town, Tortola British Virgin Island	USD 45,012,000	Investment
Shanghai President International Food Co., Ltd.	1994.06.03	No.22, Xin qiao town, Minyi Rd., Song Jiang District, Shanghai, P.R.C.	USD 21,400,000	Merchandising and trading of biscuits and food
Uni-President International (HK) Co., Ltd.	1997.09.12	FLAT A, 15/F, China Harbour Building, 370-374 King's Rd., North Point. HK	HKD 6,000,000	Merchandising and trading of food
Kai Yu Investment Co., Ltd.	1993.05.27	1F, No.340, Ziqiang Rd., Yongkang City, Tainan County, Taiwan R.O.C.	4,322,054	Investment
Kai Yu (BVI) Investment Co., Ltd.	1999.05.06	Commonwealth Trust Limited, Sealight House, Tortola, British Virgin Islands	USD 25,000,000	Investment

8.1.2 UPEC Affiliated Companies (Continued)

Unit: NT\$ thousands

Name of Corporation	Date of Establishment	Address	Paid-in Capital	Major Business/ Production Items
Century Quick Service Restaurant Corp.	1984.11.18	3F, No.65, Dongsing Rd., Sinyi District, Taipei, Taiwan R.O.C.	130,000	Fast food restaurant
Tung Ang Enterprises Corp.	1999.07.02	No.340, Ziqiang Rd., Yongkang City, Tainan County, Taiwan R.O.C.	30,000	Wholesale and retailing of beverage and tea drink
Tung Jun International Corp.	1996.04.05	11F, No.8, Dongsing Rd., Songshan District, Taipei, Taiwan R.O.C.	12,000	Wholesale of animal food
Tung Guan Enterprises Co., Ltd.	1997.12.31	No.404, Sec. 3, Jhongshan Rd., Wurih Township, Taichung County, Taiwan R.O.C.	20,000	Wholesale of egg product
UFu Asset Management Corp.	2005.09.16	No.23, Lane330, Tzu Chiang Rd., Yungkang City, Tainan Hsien, Taiwan R.O.C.	1,000	Factoring
Nanlien International Corp.	1979.04.04	12F, No.560, Sec. 4, Jhongsiao E. Rd., Taipei, Taiwan R.O.C.	1,000,000	Trading industry
Nella Limited	1998.12.30	FLAT A, 15/F., China Harbour Building, 370-374 King's Rd., North Point. HK	HKD 10,000	Trading agent and investment
Cayman Nanlien Holding Ltd.	1996.09.06	P.O.Box31106SMB,Grand Cayman ,Cayman Islands	USD 4,010,000	Investment
Lien-Song Enterprises Corp.	1998.01.07	12F, No.560, Sec. 4, Jhongsiao E. Rd., Taipei, Taiwan R.O.C.	65,000	Merchandising
Union Chinese Corp.	1985.07.31	6F, No.135, Guangfu N. Rd., Sungshan chiu, Taipei, Taiwan R.O.C.	160,000	Merchandising
Wei Lien Enterprises Corp.	1992.05.07	12F, No.560, Sec. 4, Jhongsiao E. Rd., Taipei, Taiwan R.O.C.	7,500	Merchandising
Uni-President Auto Accessories Corp.	2000.06.08	4F-4, No.230, Sec.4, Renai Rd., Daan chiu, Taipei, Taiwan R.O.C.	25,000	Merchandising
Xian-Jin Food Corp.	1992.03.06	No.23, Lane 55, Mingyi 7th St., Ji-an Township, Hualien County, Taiwan R.O.C	5,000	Merchandising
Tung-Huang Enterprises Corp.	1991.08.30	No. 108, Fengnan 1st Rd., Fengshan City, Kaohsiung, , Taiwan R.O.C	6,000	Merchandising
Hua-Zuo Corp.	1998.05.14	No.127, Guochiang 11th St., Taoyuan City, Taoyuan, Taiwan R.O.C	8,000	Merchandising
Hui-Sheng Enterprise Corp.	2000.05.09	No. 12, Jungshing St., Tucheng City, Taipei, Taiwan R.O.C.	12,000	Merchandising
Tung-Shen Co., Ltd.	1996.02.08	1F, No. 7,Gungye 3rd Rd., Shituen Chiu, Taichung, Taiwan R.O.C.	16,000	Merchandising
Jin-Yu Enterprises Corp.	1998.06.29	1F, No. 3-3, Lane 328, Fengsung Rd., Fengshan City, Kaohsiung, Taiwan R.O.C.	10,000	Merchandising
Sheng-Miao Industrial Corp.	1989.10.30	1F, No.17-69, Donggang Rd., Yilan City, Yilan County, Taiwan R.O.C.	10,000	Merchandising
Jinguancheng Corp.	1993.09.27	No.200-202, Jhuwei Rd., West District, Chiayi City, Taiwan R.O.C.	4,000	Merchandising
Tung-Li Enterprises Corp.	1996.09.23	2F., No.204, Sec. 2, Sihwei Rd., Puzih City, Chiayi County , Taiwan R.O.C.	3,000	Merchandising
Lien-Yu Enterprises Corp.	1996.06.18	1F, No.296, Sec. 1, Fusing E. Rd., Jhubei City, Hsinchu County, Taiwan R.O.C.	27,500	Merchandising
Tung-Yu Enterprises Corp.	2001.10.02	11F, No.8, Dongsing Rd., Songshan District, Taipei, Taiwan R.O.C.	80,000	Merchandising
Chao-Tung Enterprises Corp.	1998.02.09	5F, No. 16, Lane 174, Rueijung St., Fengshan City, Kaohsiung, Taiwan R.O.C	20,000	Merchandising
Xin-Ya Enterprises Corp.	1999.03.11	No.86-12, Sanguang Rd., Jhongli City, Taoyuan County, Taiwan R.O.C.	15,000	Merchandising
Tung-Bo Enterprise Corp.	1998.01.26	No.685-3, Jingguo Rd., Taoyuan City, Taoyuan County, Taiwan R.O.C.	15,000	Merchandising
Tung-Shun Enterprises Corp.	2000.05.23	4F, No.28, Shuangyuan St., Sanchong City, Taipei County, Taiwan R.O.C.	45,000	Merchandising
Tung-Hsiang Enterprises Corp.	2000.05.29	11F, No.8, Dongsing Rd., Songshan District, Taipei, Taiwan R.O.C.	45,000	Merchandising
Yuan-Tai Enterprises Corp.	1992.12.08	1F, No.311, Yunghua 3rd St., Anping Chiu, Tainan, Taiwan R.O.C.	5,500	Merchandising
Tung-Yi Enterprises Corp.	1993.10.21	4F, No. 177, Sec. 2, Chingnian Rd., Fengshan City, Kaohsiung, Taiwan R.O.C.	10,000	Merchandising
Tung Che Enterprises Corp.	2000.05.04	11F, No.8, Dongsing Rd., Songshan District, Taipei, Taiwan R.O.C.	20,000	Merchandising
Tung Hsiang Corp.	2000.05.20	11F, No.8, Dongsing Rd., Songshan District, Taipei, Taiwan R.O.C.	80,000	Merchandising
Tung Chu Enterprise Corp.	1992.05.07	Room 401, 2F, No.83, Dong-an Rd., East District, Tainan City, Taiwan R.O.C.	30,000	Merchandising
Lien-Bo Enterprises Corp.	1997.07.11	12F, No.560, Sec. 4, Jhongsiao E. Rd., Taipei, Taiwan R.O.C.	200,000	Merchandising
Tunnel International Marketing (HK) Corp.	2000.02.22	FLAT A, 15/F., China Harbour Building, 370-374 King's Rd., North Point. HK	USD 20,000	International trade and merchandising
Chi Fu Enterprises Corp.	1991.06.28	6F, No.135, Guangfu N. Rd., Sungshan chiu, Taipei, Taiwan R.O.C.	22,000	Merchandising
Hennessy (HK) Limited.	2004.05.27	FLAT A, 15/F., China Harbour Building, 370-374 King's Rd., North Point. HK	HKD 10,200,000	Merchandising and investment
Tunnel 88 International Marketing (HK) Corp.	2002.10.16	FLAT A, 15/F., China Harbour Building, 370-374 King's Rd., North Point. HK	USD 20,000	International trade and merchandising
Tunnel 88 Chain Store Co., Ltd.	2004.08.03	1-2F, No.13-14, Jiang Tou Xi Road., Xiamen City, Fujian , P.R.C	USD 1250,000	Retailing
88 Wine & Spirits Corp.	2006.05.11	No.20, Songde Rd., Xinyi District, Taipei City, Taiwan R.O.C.	10,000	Retailing
Shanghai E&P Trading Co., Ltd.	2005.08.11	No.620, Da Mu Qiao Road, Shanghai, P.R.C	RMB 10,000,000	International trade and merchandising

8.1.2 UPEC Affiliated Companies (Continued)

Unit: NT\$ thousands

Name of Corporation	Date of Establishment	Address	Paid-in Capital	Major Business/ Production Items
Shandong Nanlien Trade Co., Ltd.	2006.10.23	Suites 816,8/F., No 52, Sin Wei Road, Weihai City, P.R.C	USD 300,000	Merchandising
Chie Force Trading Co., Ltd.	2005.12.16	2F, Building 6, No. 10 Lianyue Road, Siming District, Xiamen, P.R.C	USD 1,250,000	International trade and merchandising
President Chain Store Corp.	1987.06.10	8F, No.8, Dongsing Rd., Songshan District, Taipei, Taiwan R.O.C.	9,151,604	Chain store
PCSC BI (China) Ltd.	2002.11.05	P.O. Box 957, Offshore Incorporations Centre, Road Town, Tortola, British Virgin Islands	USD 36,449,000	Investment
PCSC BI (China) Drugstore Ltd.	2004.02.16	P.O.BOX957,Offshore Incorporations Centre Road Town,Tortola, British Virgin Islands	USD 3,982,000	Investment
President Cosmed Chain Store (Shen Zhen) Co, Ltd.	2004.12.13	Room 909, Zhongxin Technology Building, Bagua Rd., Shenzhen City, P.R.C	RMB 50,000,000	Selling of drugs and cosmetics
Zhuai Lizon Drugstore Chain Company Ltd.	2000.01.28	Guihua N. Rd., Gongbei, Zhuhai City, Guangdong Province, P.R.C	RMB 20,000,000	Selling of drugs and cosmetics
PCSC BI (China) Supermarket Ltd.	2004.02.16	P.O.BOX957,Offshore Incorporations Centre Road Town,Tortola,British Virgin Islands	USD 27,263,000	Investment
PCSC (Shchuan)Hypermarket Ltd.	2005.10.14	Suite DEF, 17F, Liangyou Building, No. 316, Xinhua Rd., Jiangnan District, Wuhan City, Hubei Province, P.R.C	RMB 80,000,000	Retailing and wholesale
PCSC (Chengdu) Hypermarket Ltd.	2006.10.12	2F, No. 3, Gaopeng Avenue, Gaoxin District, Chengdu City, Sichuan, P.R.C	RMB 100,000,000	Retailing and wholesale
Shan Dong President Yinzuo Commercial Ltd.	2005.07.12	4F, No. 15, Huaxing Rd., Gaoxin District, Jinan City, Shangdong, P.R.C	RMB 60,000,000	Retailing and wholesale
President Chain Store (BI) Holdings Ltd.	1998.07.09	Tropic Isle Building, P.O. Box 438,Road Town, Trotola, British Virgin Islands	USD 48,405,000	Investment
PCS (Labuan) Holdings Ltd.	2000.10.24	Level 7(E), Main Office Tower, Financial Park Labuan, Jalan Merdeka, 87000 Labuan, F.T Labuan, Malaysia	USD 20,684,000	Investment
Philippine Seven Corp.	1984.02.29	7F, The Columbia Tower, Ortigas Avenue Mandaluyong City Metro Manila, Philippine	PHP 237,938,000	Retailing and wholesale
Convenience Distribution Inc.	1998.09.17	No. 8 Mercury Avenue Libis , Quezon City, Metro Manila, Philippine	PHP 45,000,000	Logistics & warehouse
President Coffee(Cayman) Holdings Ltd.	1999.11.16	Huntlaw Building, P.O. Box 2804, George town, Grand Cayman, Cayman Islands	USD 6,000,000	Investment
Shanghai President Starbucks Coffee Corp.	2000.03.02	2F, No. 853, Huai Hai Chung Rd., Lu Wan District, Shanghai, P.R.C	USD 5,960,000	Retailing of coffee drink and food
PCSC (Vietnam) Supermarket Limited.	1998.03.07	No.8, Pham Ngoc Thace Street, Dong Da Dist., Hanoi, Vietnam	VND 18,365,228,000	Retailing and wholesale
President Drugstore Business Corp.	1995.07.27	7F, No.8, Dongsing Rd., Songshan District, Taipei, Taiwan R.O.C.	365,755	Selling of drugs and cosmetics
President Direct Marketing Corp.	1995.09.18	4F, No. 3-1, Yuancyu Street, Taipei, Taiwan R.O.C.	70,000	Selling of household goods by catalogs
Ren-Hui Investment Corp.	1996.12.20	8F, No.8, Dongsing Rd., Songshan District, Taipei, Taiwan R.O.C.	853,037	Investment
Capital Inventory Service Corp.	1998.04.13	1F, No.35, Lane 245, Sec. 4, Bade Rd., Taipei, Taiwan R.O.C.	45,494	Inventory consulting
Wisdom Distribution Service Corp.	1999.01.11	8F, No.8, Dongsing Rd., Songshan District, Taipei, Taiwan R.O.C.	94,325	Magazine delivery
President FN Business	2004.10.05	8F, No.8, Dongsing Rd., Songshan District, Taipei, Taiwan R.O.C.	100,000	Cosmetics, foods, beverages and other comprehensive retailing
Cold Stone Creamery Taiwan, Ltd.	2006.12.26	8F, No.8, Dongsing Rd., Songshan District, Taipei, Taiwan R.O.C.	70,000	Wholesaling and retailing of foods and beverages, restaurant
Uni-President Department Store Corp.	2006.02.24	No.789, Jhonghua 5th Rd., Cianjhen District, Kaohsiung City , Taiwan R.O.C.	800,000	Department stores
President Coffee Corp.	1997.11.03	8F, No.8, Dongsing Rd., Songshan District, Taipei, Taiwan R.O.C.	310,464	Retailing of coffee drink and food
Vision Distribution Service Corp.	2005.06.27	8F, No.8, Dongsing Rd., Songshan District, Taipei, Taiwan R.O.C.	100,000	Publisher
President Information Corp.	1997.08.27	6F, No. 246, Yang Guang St., Taipei, Taiwan R.O.C.	299,006	Information consulting services
Mech-President Corp.	1991.12.09	No. 67, Huan Gong Rd., Yung Kang City, Tainan County, Taiwan	767,226	Gas station, design & maintenance of elevators
Shanghai President Machine Corp.	2001.11.09	No. 409, Xinqiu Rd., Qingfu Industry Park, Shanghai, P.R.C	USD 2,500,000	Installment of elevators and machines
Safety Elevator Corp.	1998.10.29	No.69, Alley 727, Jhonghua Rd., Yongkang City, Tainan County, Taiwan	5,000	Installment of elevators and machines

8.1.2 UPEC Affiliated Companies (Continued)

Unit: NT\$ thousands

Name of Corporation	Date of Establishment	Address	Paid-in Capital	Major Business/ Production Items
Mech-President (BVI) Corp.	1997.07.24	P.O.Box 957,Offshore Incorporations Center, Road Town, Tortola, British Virgin Islands	USD 3,500,000	Investment
Tung Jim Corp.	2003.07.04	No. 138, Huan Dao N. Rd., Lin 37, Hsin Men Li, Ching Cheng Township, Kinmen County, Taiwan	26,750	Wholesale of gasoline products
Uni-President Cold Chain Corp.	1999.01.22	No.340, Ziqiang Rd., Yongkang City, Tainan County, Taiwan R.O.C.	326,055	Logistics & warehouse
President Transnet Corp.	2000.01.24	6F, No. 137, Cheng Kung Rd., Sanchung City, Taipei County, Taiwan R.O.C.	1,000,000	Delivering and selling of food
Uni-President Oven Bakery Corp.	2000.11.20	12F, No.8, Dongsing Rd., Songshan District, Taipei, Taiwan R.O.C.	290,000	Bakery
Uni-President Oven Bakery (BVI) Corp.	2005.01.13	P.O.Box957,Offshore Incorporations Centre, Road Town, Tortola, British Virgin Islands.	USD 3,500,000	Investment
Wuhan Uni-president Oven Fresh Bakery Co., Ltd.	2004.09.23	Suite DEF, 17F, Liangyou Building, No. 316, Xinhua Rd., Jiangnan District, Wuhan, Hubei, P.R.C	RMB 25,000,000	Bakery
Duskin BVI (China) Holding Limited	2006.06.30	P.O.Box957,Offshore Incorporations Centre, Road Town, Tortola, British Virgin Islands.	USD 700,000	Investment
Duskin Serve Taiwan Corp.	1994.10.28	8F, No.8, Dongsing Rd., Songshan District, Taipei, Taiwan R.O.C.	300,000	Selling and renting of cleaning instruments
Books.com. Co., Ltd.	1995.12.27	8F, No.8, Dongsing Rd., Songshan District, Taipei, Taiwan R.O.C.	199,900	Internet bookstore
Mister Donut Taiwan Corp.	1994.09.07	8F, No.8, Dongsing Rd., Songshan District, Taipei, Taiwan R.O.C.	200,000	Bakery
President Yilan Art and Culture Corp.	1994.06.07	No.201, Sec. 2, Wubin Rd., Wuji Township, Yilan County, Taiwan R.O.C.	200,000	Art and cultural exhibition
Muji Taiwan Co., Ltd.	1993.09.15	8F, No.8, Dongsing Rd., Songshan District, Taipei, Taiwan R.O.C.	100,000	Trading
Bank Pro E-Service Technology Co., Ltd.	2000.10.25	7F, No. 261, Sec. 3, Nanjing E. Road, Taipei, Taiwan	135,000	Professional e-commerce software services
President Collect Services Co., Ltd.	2002.06.13	8F, No.8, Dongsing Rd., Songshan District, Taipei, Taiwan R.O.C.	15,000	Collect service
Uni-President Yellow Hat Corp.	2001.01.03	8F, No.8, Dongsing Rd., Songshan District, Taipei, Taiwan R.O.C.	290,000	Wholesale and retailing of automobile accessories
PCSC (China) Restaurant Limited	2007.01.01	P.O. Box 957, Offshore Incorporations Centre, Road Town, Tortola British Virgin Islands	USD 5,155,000	Investment
Shanghai Cold Stone Ice Cream Corporation	2007.05.28	Room K13&K14 B1F,No268 Xizangzhong Road, Raffles city Plaza	USD 5,155,000	Ice cream selling
Ton Yi Industrial Corp.	1969.04.14	No.837, Chung Cheng N. Rd., YungKang City, Tainan Hsien, Taiwan, R.O.	15,039,479	Manufacture and sale of TMBP, cold rolled steel, tinplate and cans
Tovecan Corp.	1993.01.28	No.360, Lac Long Quan St., 5th Ward 11th District, Hochiminh City, Vietnam	USD 3,200,000	Manufacture of cans
Cayman Ton Yi Industrial Holdings Ltd.	1997.01.31	Scotia Centre,4th Floor,P.O.Box 2804 ,George Town,Grand Cayman, Cayman Islands.	USD 93,097,000	Investment
Cayman Jiangsu Ton Yi Industrial Holdings Ltd.	1998.10.29	Scotia Centre,4th Floor,P.O.Box 2804 ,George Town,Grand Cayman, Cayman Islands	USD 50,000	Investment
Jiangsu Ton Yi Tinglate Co., Ltd.	1994.07.27	No.1, Tai Shan Road, New Developmeny Zone, Wuxi, Jiangsu, P.R.C	RMB 333,765,000	Manufacture of tinplate
Cayman Fujian Ton Yi Industrial Holdings Ltd.	1998.10.29	Scotia Centre,4th Floor,P.O.Box 2804 ,George Town,Grand Cayman, Cayman Islands	USD 87,000	Investment
Fujian Ton Yi Tinglate Co., Ltd.	1995.03.31	Nanbei No.2 Rd., Jiaomei Industry General Developing District, Longhai, Fujian, P.R.C	RMB 628,862,000	Manufacture of tinplate
Chendu Ton Yi Industrial Packing Co., Ltd.	1994.02.06	East Section South 2 nd Rd., Xindu industrial Zone of Chendu Satellite-down, P.R.C.	RMB 62,668,000	Manufacture of cans
Wuxi Ton Yi Industrial Packing Co., Ltd.	1994.02.24	Tai Shan Rd., National High-Tech Industries Zone, Wuxi, Jiangsu, P.R.C.	RMB 65,266,000	Manufacture of cans
Hong Kong Ton Yi Industrial Holdings Co., Ltd.	1993.08.19	8th Floor Price,s Building, H.K.	USD 10,000	Investment
President International Development Corp.	1997.10.08	10F., No.11, Songgao Rd., Sinyi District, Taipei City, Taiwan R.O.C	15,000,000	Investment
President(BVI) International Investment Holdings Ltd.	1998.07.07	Tropic Isle Building, P.O.Box 438, Road Town, Tortola, British Virgin Islands	USD 123,976,000	Investment
Uni-Home Tech Corp.	1998.12.17	No.72-1, Shin Ro Rd., Tainan, Taiwan R.O.C	USD 64,944,000	Manufacture and selling of home appliances
Uni-Splendor Corp.	1999.02.11	No.72-1, Shin Ro Rd., Tainan, Taiwan R.O.C	199,000	Manufacture and selling of home appliances
Uni-Splendor (BVI) Corp.	1999.02.11	Offshore incorporatons limited,P.O.Box 957.Offshore Incorporations Centre.Road Town,Tortola, British Virgin Islands	USD 1,000,000	Investment
Ever-Splendor Ent.(HK)Co., Ltd.	1991.08.08	Rooms 703-4, 15/F.,CRE Centre, 889 Cheung Sha Wan Road, Kowloon H.K.	HKD 1,000,000	Manufacture and selling of home appliance
Ever-Splendor Electrics (Shenzhen) Co., Ltd.	1992.03.12	Rooms 703-4, 15/F.,CRE Centre, 889 Cheung Sha Wan Road, Kowloon H.K.	USD 60,430,000	Manufacture and selling of home appliances

8.1.2 UPEC Affiliated Companies (Continued)

Unit: NT\$ thousands

Name of Corporation	Date of Establishment	Address	Paid-in Capital	Major Business/ Production Items
Tong Shou Investment Corp.	1992.03.19	10F., No.11, Songgao Rd., Sinyi District, Taipei City, Taiwan R.O.C	139,180	Investment
Tong Yu Investment Corp.	2002.09.03	10F., No.11, Songgao Rd., Sinyi District, Taipei City, Taiwan R.O.C	1,520,000	Investment
Rich Universe International Limited (BVI)	2005.10.18	Offshore incorporatons limited,P.O.Box 957.Offshore Incorporations Centre.Road Town, Tortola, British Virgin Islands	USD 19,600,000	Manufacture and selling of home appliances
Grand-Prosper (HK) Limited	2003.12.17	Rooms 703-4,7/F., CRE Centre, 889 Cheung Sha Wan Road, Kowloon H.K.	HKD 156,000,000	Manufacture and selling of home appliances
Tong Cheng Investment Corp.	2002.03.22	10F., No.11, Songgao Rd., Sinyi District, Taipei City, Taiwan R.O.C	150,000	Investment
President Life Sciences Co., Ltd.	2000.03.14	10F., No.11, Songgao Rd., Sinyi District, Taipei City, Taiwan R.O.C	781,000	Manufacturing of sophisticated chemical instruments
President Life Sciences Cayman Co., Ltd.	2000.08.24	HuntlawBuilding, P.O.BOX 2804,George Town, Grand Cayman, Cayman Islands.	USD 27,124,000	Holding company
Proten Institue Inc.	2001.05.25	10101 Southwest Freeway, Suite 370 Houston, TX 77074, USA	USD 5,305	Analysis of Protein Structure
A-Spine Asia Co., Ltd.	2001.06.15	2F-1, NO.298, Rueiguang Rd., Neihsu District, Taipei, Taiwan	85,200	Analysis of Protein Structure
A-Spine International Co., Ltd.	2001.06.15	8F Mau Lam Commervial Building 16-18 Mau Lam St. Kowloon H.K.	HKD 10,000	The vertebra medical apparatus manufacturing and selling
Jiezhan Medical Technology (Xiamen) Co., Ltd.	2006.11.02	2A NO.3 Jianye Road Xiamen Fujian 361003 China	USD 140,000	The vertebra medical apparatus selling
Tung Li Development Corp.	1995.11.16	39F-1, No.80, Min Tsu 1st Rd., Kaohsiung, Taiwan R.O.C.	35,200	Land development
Presitex Co., Ltd.	1999.07.09	14F-3, No.89, Lane 11, Guangfu N. Rd., Songshan District, Taipei, Taiwan R.O.C.	185,276	Manufacture and selling clothes
Presitex Corp.,S.A.	1999.09.15	Km 105 Carretera Panamericana Sebaco, Matagalpa, Nicaragua.	NIO 126,560,000	Manufacture and selling jeans
Unisebaco S.A.	1999.09.15	Km 105 Carretera Panamericana Sebaco, Matagalpa, Nicaragua.	NIO 60,540,000	Manufacture and selling jeans
Cheuk Yip Agents Limited	2002.09.12	Offshore Incorporations Centre, Road Town,Tortola, British Virgin Islands.	USD 10,000	Import & Export Trading
Presitex USA Inc.	2002.07.29	145E Walnut AVE Monravia CA.	USD 10,000	Import & Export Trading
Uni-President Organics Corp.	1999.02.01	12F, No.8, Dongsing Rd., Songshan District, Taipei, Taiwan R.O.C.	50,000	Selling of health food
President Natural Industrial Corp.	1985.03.28	7F, No.560, Sec. 4, Jhongsiao E. Rd., Taipei, Taiwan R.O.C.	120,000	Selling of organic food
High Wave Biotech Corp.	1985.03.22	7F, No.560, Sec. 4, Jhongsiao E. Rd., Taipei, Taiwan R.O.C.	1,000	Selling of organic food
Uni-President Vendor Corp.	2000.10.27	No.59, Lane 74, Niao Son 1St., Yungkang City, Tainan Hsien, Taiwan, R.O.C.	250,000	Wholesale of retailing of drink and food
President Baseball Team Corp.	1990.01.12	No.340, Ziqiang Rd., Yongkang City, Tainan County, Taiwan R.O.C.	30,000	Professional baseball team
President Pharmaceutical Corp.	1993.09.03	7F, No.8, Dongsing Rd., Songshan District, Taipei, Taiwan R.O.C.	198,000	Distribution of pharmaceutical products
Tone Sang Construction Corp.	1992.01.30	No.340, Ziqiang Rd., Yongkang City, Tainan County, Taiwan R.O.C.	490,000	Construction
President Entertainment Corp.	1988.11.03	No.132-7, Cheng Lin, Cheng Lin Village, Yo Chin Shiang, Tainan Hsien, Taiwan R.O.C.	1,600,000	Entertainment
Tung Ho Development Corp.	1994.02.22	2F, No.6, Sec.3, Shuang 10th Rd., Banciao City, Taipei Country, Taiwan R.O.C.	1,350,000	Leisure Industry
President Being Corp.	2003.04.08	B1, NO.149, Sec.5, Ming-shent E. Rd., Songshan District, Taipei, Taiwan R.O.C.	700,000	Beauty fitness
Uni-Resort Corp.	2006.01.03	2F, No.6, Sec.3, Shuang 10th Rd., Banciao City, Taipei Country, Taiwan R.O.C.	1,000	Hotel and restaurant
President Kikkoman Inc.	1990.02.23	No.7, Taying Village, Hsinshih Shiang, Tainan Hsien, Taiwan, R.O.C.	120,000	Manufacture of Soybean sauce
Retail Support International Corp.	1990.09.13	7F, No.560, Sec. 4, Jhongsiao E. Rd., Taipei, Taiwan R.O.C.	200,000	Merchandise distribution
Retail Support Taiwan Corp.	1997.01.12	No.63-1, Chichin 3st Rd., Anle Chiu, Keelung, Taiwan, R.O.C.	56,300	Merchandise distribution
President Logistics International Co., Ltd.	1998.02.11	1F, No.244, Sec.2, Minghu Rd., Jungli City, Taoyuan Hsien, Taiwan, R.O.C.	150,000	Freight Transportation
Chieh Shun Transport Corp.	2003.08.01	No.218, Sec.2, Minghu Rd., Jungli City, Taoyuan Hsien, Taiwan R.O.C.	60,000	Freight Transportation
President Fair Development Corp.	1996.05.22	R1, 3F, No.301, Cisian 1st Rd., Sinsing District, Kaohsiung, Taiwan R.O.C.	9,000,000	Shopping Mall
Kainan Plywood & Wood Mfg. Co., Ltd.	1988.12.10	R1, 3F, No.301, Cisian 1st Rd., Sinsing District, Kaohsiung, Taiwan R.O.C.	200,000	Wood selling

8.1.2 UPEC Affiliated Companies (Continued)

Unit: NT\$ thousands

Name of Corporation	Date of Establishment	Address	Paid-in Capital	Major Business/ Production Items
President Nisshin Corp.	1991.01.10	301-3, JhongJheng Rd., Yongkang City, Tainan County, Taiwan R.O.C.	120,000	Manufacturing and selling of oil products
President Packaging Corp.	1994.07.20	No.1-31, Madow-ko, Mako Li, Madow Jen, Tainan Hsien, Taiwan R.O.C.	302,803	Packaging material and containers
President Packaging (BVI) Corp.	2001.08.09	Sealight House, Tortola, British Virgin Islands	USD 3,863,000	Investment
Suzhou President Packaging Co., Ltd.	2003.01.16	505 Xiang Che Rd., Chedun Song, Shanghai, P.R.C.	USD 3,000,000	Packaging material and containers
Changshu President Packaging Co., Ltd.	2004.11.11	Bailian village, Zhidong road, Dongzhang zone, Xingang town, Changshu City, Jiangsu, P.R.C.	USD 855,000	Packaging material and containers
Ton Yi Pharmaceutical Corp.	1995.07.21	10F-1, No.560, Sec. 4, Jhongsiao E. Rd., Taipei, Taiwan R.O.C.	1,000	Distribution of pharmaceutical products
Tung Yuan Corp.	1995.06.13	No.340, Ziqiang Rd., Yongkang City, Tainan County, Taiwan R.O.C.	198,000	Distribution of merchandise
Uni-President Musashino Corp.	1999.03.11	No.16, Jhongsing Rd., Tucheng City, Taipei County, Taiwan, R.O.C.	522,900	Development of fresh food
Uni-President Dream Parks Corp.	2000.04.15	No.340, Ziqiang Rd., Yongkang City, Tainan County, Taiwan R.O.C.	60,000	Wholesale and retailing of food
Uni-OAO Travel Service Corp.	2003.03.03	13F, No.8, Dongsing Rd., Songshan District, Taipei, Taiwan R.O.C.	21,000	Travel agency
Uni-President Glass Industrial Co., Ltd.	1999.10.27	No.36, Hsin Kong Rd., Hsin Ying City, Tainan Hsien, Taiwan R.O.C.	360,000	Manufacture and selling of glass products
Kai Nan Investment Co., Ltd.	2000.04.13	1F, No.340, Ziqiang Rd., Yongkang City, Tainan County, Taiwan R.O.C.	3,793,014	Investment
Kai Nan (BVI) Investment Co., Ltd.	2004.08.11	P.O.Box 957, Offshore Incorporations Center,Road Town, Tortola, British Virgin Island	USD 18,550,000	Investment
President Tokyo Corp.	1997.11.05	3F, No.285, Sec.3, Nanking E. Rd., Taipei, Taiwan R.O.C.	200,000	Auto leasing
President Tokyo Auto Leasing Corp.	2003.09.23	3F, No.285, Sec.3, Nanking E. Rd., Taipei, Taiwan R.O.C.	100,000	Auto leasing
Presco Netmarketing Inc.	2000.04.01	2F, No.27, Sec.1, Anho Rd., Taipei, Taiwan R.O.C.	65,000	Software development and service
Uni-President Biotechnology Co., Ltd.	2004.10.05	No.340, Ziqiang Rd., Yongkang City, Tainan County, Taiwan R.O.C.	35,000	Chinese Patent Drugs, the traditional Chinese medicine draws back research, development, sell in batch.
Uni-President Development Corp.	2004.06.24	10F-2, No.560, Sec. 4, Jhongsiao E. Rd., Taipei, Taiwan R.O.C.	1,000,000	Investment
Q-Ware Systems & Services Corp.	1963.06.26	9F, No.399, Rueiguang Rd., Taipei, Taiwan, R.O.C.	481,042	Software development
Professional E-Commerce Services Ltd. (BVI)	2000.06.09	P.O. Box 3321, Road Town, Tortola, British Virgin Islands	USD 1,000,000	Investment
Shanghai Hexun Trading Co., Ltd.	2001.01.20	Room 1410, NO. 1168, Nanjing W. Rd., Shanghai, P.R.C.	USD 1,000,000	Software development

8.1.3 Common Shareholders of UPEC and its Affiliates with Actual of Deemed Control: None.

8.1.4 Business Scope of UPEC and its Affiliated Companies

The business of Uni-President and its affiliated enterprises covers: food manufacturing, domestic trading, retail sales, service providing, merchandise distribution, investment, pharmaceutical manufacturing, import and export trading, food canister manufacturing, gas station chain, leisure services, and so on. Business range of subsidiaries is mainly in food manufacturing & sales. Uni-President is creating best value for shareholders and customers through vertical integration and strong logistic support in manufacturing, distribution and sales channels.

8.1.5 Directors, Supervisors and Presidents of UPEC's Affiliated Companies

Company	Title	Name or Representative	Shareholding	
			Shares / Amount	%
Uni-President Enterprises Corp.	Chairman	Chin-Yen Kao (Representative of Kao Chyuan Inv. Co., Ltd.)	152,581,020	4.29%
	Managing Director	Kao-Huei Cheng	21,413,117	0.60%
		Chang-Sheng Lin	31,486,166	0.89%
	Director	Ping-Chih Wu (Representative of Taipo Inv. Corp.)	25,948,005	0.73%
		Hsiu-Jen Liu	55,200,251	1.55%
		Po-Ming Hou	92,451,607	2.60%
		Ying-Jen Wu	4,231,317	0.12%
		Chung-Ho Wu (Representative of Young Yun Inv. Co., Ltd.)	4,614,484	0.13%
		Chih-Hsien Lo (Representative of Kao Chyuan Inv. Co., Ltd.)	152,581,020	4.29%
	Supervisor	Joe J.T. Teng	3,473,681	0.10%
		Kao-Keng Chen	30,172,450	0.85%
Peng-Chih Kuo (Representative of Chau Chih Inv. Co. Ltd.)		9,349,196	0.26%	
President	Chih-Hsien Lo	2,675,013	0.08%	
President Global Corp.	Chairman	Chang-Sheng Lin (Representative of Uni-President Enterprises Corp.)	USD 5,000,000	100.00%
	Director	Ping-Chih Wu · Su-May Wu (Representative of Uni-President Enterprises Corp.)	USD 5,000,000	100.00%
	President	Ping-Chih Wu		
Ameripecc Inc.	Director	Ping-Chih Wu · Su-May Wu (Representative of President Global Corp.)	USD 2,601,000	100.00%
	President	Ping-Chih Wu		
President Asian Enterprises Inc.	Director/President	Jack Lee (Representative of President Canada Syndicates Inc.)	3,180 Common Shares ; 540 Preferred Shares	49.99%
555053 British Columbia Ltd.	Director/President	Jack Lee (Representative of President Asian Enterprises Inc.)	88 units	100.00%
Cayman President Holdings Ltd.	Director	Chin-Yen Kao (Representative of Uni-President Enterprises Corp.)	USD156,136,000	100.00%
Linkhope Int'l LLC	Director	Chih-Hsien Lo (Representative of Cayman President Holdings Ltd.)	1,944,994	100.00%
Uni-President Southeast Asia Holding Ltd.	Director	Chang-Sheng Lin (Representative of Cayman President Holdings Ltd.)	USD 46,000,000	100.00%
Uni- President (Thailand) Ltd.	Chairman	Chih-Hsien Lo (Representative of Uni-President Southeast Asia Holding Ltd.)	163,000,000	100.00%
	Director	Long-Hong Lu, Tony K.L.Chen, Wen-Lung Yang, Jui-Tien Huang, Yung-Wei Lu (Representative of Uni-President Southeast Asia Holding Ltd.)	163,000,000	100.00%
	President	Yung-Wei Lu		
Uni-President (Thailand) Marketing Ltd.	Director	Wen-Lung Yang, Yung-Wei Lu, Chung-Pei Ma, Wen-Chin Chen, Ben-Hsuang Hsu (Representative of Uni-President (Thailand) Ltd.)	51,000	51.00%
	President	Ben-Hsuang Hsu		

8.1.5 Directors, Supervisors and Presidents of UPEC's Affiliated Companies (Continued)

Company	Title	Name or Representative	Shareholding	
			Shares / Amount	%
Uni-President (Vietnam) Co., Ltd.	Chairman	Chang-Sheng Lin (Representative of Uni-President Southeast Asia Holding Ltd.)	VND 595,473,454,000	100.00%
	Vice Chairman	Lung-Yi Lin (Representative of Uni-President Southeast Asia Holding Ltd.)	VND 595,473,454,000	100.00%
	Director	Chih-Hsien Lo , Chih-Peng Hsieh , Wen-Lung Yang, Fu-Shan Yang, Long-Hong Lu, Wen-Chin Cheng (Representative of Uni-President Southeast Asia Holding Ltd.)	VND 595,473,454,000	100.00%
	President	Wen-Chin Cheng		
Uni-President Vietnam Aquatic Breeding Co., Ltd.	Chairman	Chih-Peng Hsieh (Representative of Uni-President (Vietnam) Co., Ltd.)	VND 17,500,000,000	100.00%
	Director	Wen-Chin Cheng , Tsun-Jen Cheng (Representative of Uni-President (Vietnam) Co., Ltd.)	VND 17,500,000,000	100.00%
Uni-President Foods Corp.	Chairman	Chih-Hsien Lo (Representative of Cayman President Holdings Ltd.)	PHP 34,000,000	100.00%
	Director	Chih-Peng Hsieh , Yi-Shen Chen , Garcia, Irene Joy , Patajo-Kapunan, Lorna (Representative of Cayman President Holdings Ltd.)	PHP 34,000,000	100.00%
	President	Yi-Shen Chen		
Uni-President (Philippines) Corp.	Chairman	Chih-Hsien Lo (Representative of Uni-President Southeast Asia Holding Ltd.)	PHP 1,464,000,000	100.00%
	Director	Chih-Peng Hsieh , Yi-Shen Chen , Po-Yu Chen (Representative of Uni-President Southeast Asia Holding Ltd.)	PHP 1,464,000,000	100.00%
		Patajo-Kapunan, Lorna.		
President	Yi-Shen Chen			
PT. ABC President Indonesia	Chairman	Kok-Guan Choo (Representative of PT ABC Central Food Industry)	USD 10,555,000	44.44%
	Director	Chih-Peng Hsieh , Ching-Tyan Lee , Chih-Hsien Lo , Ching-Hui Wu , Wen-Lung Yang , Kun- Lin Wu (Representative of Uni-President Southeast Asia Holding Ltd.)	USD11,786,000	49.63%
		Vincent Kus Chu , Sumito (Representative of PT. Anugerahatama Binacitra)	USD 1,407,000	5.93%
		Hendro Luhur (Representative of PT. ABC Central Food Industry)	USD 10,555,000	44.44%
President	Ching-Tyan Lee			
President Energy Development (Cayman Islands) Ltd.	Chairman	A-Hua Deng (Representative of Knig Overseas Development Inc.)	USD 2,400,000	6.00%
	Director	Chin-Yen Kao , Chang-Sheng Lin , Lung-Yi Lin , Long-Hong Lu , Wu-Chung Lin , Di-Chung Wu (Representative of Cayman President Holdings Ltd.)	USD 10,200,000	25.50%
		Kao-Huei Cheng (Representative of Tainan Spinning (Cayman) Holding Ltd.)	USD 2,832,000	7.08%
		Nan-Tien Chuang (Representative of Prince Housing & Development Corp.)	USD 1,700,000	4.25%

8.1.5 Directors, Supervisors and Presidents of UPEC's Affiliated Companies (Continued)

Company	Title	Name or Representative	Shareholding	
			Shares / Amount	%
Uni-President China Holdings Ltd. (Cayman)	Chairman	Chih-Hsien Lo (Representative of Cayman President Holdings Ltd.)	RMB 33,370,000	75.00%
	Executive Director	Chih-Hsien Lo , Wu-Chung Lin (Representative of Cayman President Holdings Ltd.)	RMB 33,370,000	75.00%
	Non-Executive Director	Chin-Yen Kao , Chang-Sheng Lin , Lung-Yi Lin , Tsung-Ming Su (Representative of Cayman President Holdings Ltd.)	RMB 33,370,000	75.00%
	Independent Non-Executive Director	Sun-Te Chen , Ren-Da Fan , Jenn-Tai Hwang , Ing-Wuu Yang , Peter Lo		
Uni-President Asia Holdings Ltd.	Director	Chang-Sheng Lin (Representative of Uni-President China Holdings Ltd. (Cayman))	USD 248,160,000	100.00%
Tong Ren Corp Limited.	Chairman	Chang-Sheng Lin (Representative of Uni-President Asia Holdings Ltd.)	100,000	100.00%
	Director	Wu-Chung Lin , Der-Hwang Hsu (Representative of Uni-President Asia Holdings Ltd.)	100,000	100.00%
	Supervisor	Ling-Ling Hsieh (Representative of Uni-President Asia Holdings Ltd.)	100,000	100.00%
	President	Wu-Chung Lin		
President Enterprises (China) Investment Co., Ltd.	Chairman	Chang-Sheng Lin (Representative of Uni-President Asia Holdings Ltd.)	USD 248,160,000	100.00%
	Director	Wu-Chung Lin , Chih-Hsien Lo , Lung-Yi Lin , Chih-Peng Hsieh , Wen-Lung Yang (Representative of Uni-President Asia Holdings Ltd.)	USD 248,160,000	100.00%
	President	Wu-Chung Lin		
Fuzhou President Enterprises Co., Ltd.	Chairman	Chang-Sheng Lin (Representative of President Enterprises (China) Investment Co., Ltd.)	USD 10,000,000	100.00%
	Director	Wu-Chung Lin , Lung-Yi Lin , Chih-Hsien Lo , Jia-Heng Chen (Representative of President Enterprises (China) Investment Co., Ltd.)	USD 10,000,000	100.00%
	President	Cheng-Po Chang		
Xinjiang President Enterprises Food Co., Ltd.	Chairman	Chang-Sheng Lin (Representative of President Enterprises (China) Investment Co., Ltd.)	USD 15,500,000	100.00%
	Director	Chih-Hsien Lo , Lung-Yi Lin , Wu-Chung Lin , Hsin-Lin Hsieh (Representative of President Enterprises (China) Investment Co., Ltd.)	USD 15,500,000	100.00%
	President	Hsin-Lin Hsieh		
Chengdu President Enterprises Food Co., Ltd.	Chairman	Chang-Sheng Lin (Representative of President Enterprises (China) Investment Co., Ltd.)	USD 20,000,000	100.00%
	Director	Chih-Hsien Lo , Lung-Yi Lin , Wu-Chung Lin , Jia-Heng Chen (Representative of President Enterprises (China) Investment Co., Ltd.)	USD 20,000,000	100.00%
	President	Chiu-Jong Wang		

8.1.5 Directors, Supervisors and Presidents of UPEC's Affiliated Companies (Continued)

Company	Title	Name or Representative	Shareholding	
			Shares / Amount	%
Guangzhou President Enterprises Co., Ltd.	Chairman	Chang-Sheng Lin (Representative of President Enterprises (China) Investment Co., Ltd.)	USD 48,000,000	100.00%
	Director	Chih-Hsien Lo · Lung-Yi Lin · Wu-Chung Lin · Jau-Long Jang · Jia-Heng Chen (Representative of President Enterprises (China) Investment Co., Ltd.)	USD 48,000,000	100.00%
	President	Jau-Long Jang		
Beijing President Food Co., Ltd.	Chairman	Chang-Sheng Lin (Representative of President Enterprises (China) Investment Co., Ltd.)	USD 18,400,000	100.00%
	Director	Lung-Yi Lin · Chih-Hsien Lo · Wu-Chung Lin · Jia-Heng Chen (Representative of President Enterprises (China) Investment Co., Ltd.)	USD 18,400,000	100.00%
	President	Wen-Chieh Lee		
Beijing President Enterprises Drinks & Food Co., Ltd.	Chairman	Chang-Sheng Lin (Representative of President Enterprises (China) Investment Co., Ltd.)	USD 17,500,000	100.00%
	Director	Lung-Yi Lin · Chih-Hsien Lo · Wu-Chung Lin · Jung-Lung Hou (Representative of President Enterprises (China) Investment Co., Ltd.)	USD 17,500,000	100.00%
	President	Jung-Lung Hou		
Integrated Marketing & Distribution Co., Ltd.	Chairman	Wu-Chung Lin (Representative of President (Shanghai) Trading Co., Ltd.)	RMB 2,000,000	100.00%
	Director	Chiu-Chang Wang · Chung-Yao Huang (Representative of President (Shanghai) Trading Co., Ltd.)	RMB 2,000,000	100.00%
	President	Chung-Yao Huang		
President (Shanghai) Trading Co., Ltd.	Chairman	Chang-Sheng Lin (Representative of President Enterprises (China) Investment Co., Ltd.)	USD 600,000	100.00%
	Director	Chih-Hsien Lo · Wu-Chung Lin (Representative of President Enterprises (China) Investment Co., Ltd.)	USD 600,000	100.00%
	President	Wu-Chung Lin		
Wuhan President Enterprises Food Co., Ltd.	Chairman	Chang-Sheng Lin (Representative of President Enterprises (China) Investment Co., Ltd.)	USD 29,600,000	100.00%
	Director	Chih-Hsien Lo · Lung-Yi Lin · Wu-Chung Lin · Jia-Heng Chen · Fong-Shih Hsiao (Representative of President Enterprises (China) Investment Co., Ltd.)	USD 29,600,000	100.00%
	President	Fong-Shih Hsiao		
Nanchang President Enterprises Co., Ltd.	Chairman	Chang-Sheng Lin (Representative of President Enterprises (China) Investment Co., Ltd.)	USD 5,880,000	49.00%
	Director	Chih-Hsien Lo · Lung-Yi Lin (Representative of President Enterprises (China) Investment Co., Ltd.)	USD 5,880,000	49.00%
		Fong-Shih Hsiao (Representative of Wuhan President Enterprises Food Co., Ltd.)	USD 6,120,000	51.00%
	President	Fong-Shih Hsiao		

8.1.5 Directors, Supervisors and Presidents of UPEC's Affiliated Companies (Continued)

Company	Title	Name or Representative	Shareholding	
			Shares / Amount	%
Kunshan President Enterprises Food Co., Ltd.	Chairman	Chang-Sheng Lin (Representative of President Enterprises (China) Investment Co., Ltd.)	USD 44,000,000	100.00%
	Director	Chih-Hsien Lo · Lung-Yi Lin · Wu-Chung Lin · Jia-Heng Chen (Representative of President Enterprises (China) Investment Co., Ltd.)	USD 44,000,000	100.00%
	President	Jung-Der Wu		
Guangzhou Wang Sheng Industrial Co., Ltd.	Chairman	Kuang-Nan Chu (Representative of President Enterprises (China) Investment Co., Ltd.)	RMB 22,000,000	100.00%
	Director	Fang-Ru Liou, Kuo-Chuan Yeah (Representative of President Enterprises (China) Investment Co., Ltd.)	RMB 22,000,000	100.00%
	President	Jau-Long Jang		
Shenyang President Enterprises Co., Ltd.	Chairman	Chang-Sheng Lin (Representative of President Enterprises (China) Investment Co., Ltd.)	USD 19,900,000	100.00%
	Director	Chih-Hsien Lo · Lung-Yi Lin · Jia-Heng Chen · Wu-Chung Lin (Representative of President Enterprises (China) Investment Co., Ltd.)	USD 19,900,000	100.00%
	President	Tzu-Ciang Liu		
Hefei President Enterprises Co., Ltd.	Chairman	Chang-Sheng Lin (Representative of President Enterprises (China) Investment Co., Ltd.)	USD 10,000,000	100.00%
	Director	Chih-Hsien Lo · Lung-Yi Lin · Wu-Chung Lin · Jia-Heng Chen (Representative of President Enterprises (China) Investment Co., Ltd.)	USD 10,000,000	100.00%
	President	Chun-Tsung Lee		
Harbin President Enterprises Co., Ltd.	Chairman	Chang-Sheng Lin (Representative of President Enterprises (China) Investment Co., Ltd.)	USD 15,000,000	100.00%
	Director	Chih-Hsien Lo · Lung-Yi Lin · Wu-Chung Lin (Representative of President Enterprises (China) Investment Co., Ltd.)	USD 15,000,000	100.00%
	President	Tzu-Ciang Liu		
Zhengzhou President Enterprises Co., Ltd.	Chairman	Chang-Sheng Lin (Representative of President Enterprises (China) Investment Co., Ltd.)	USD 12,000,000	100.00%
	Director	Chih-Hsien Lo · Lung-Yi Lin · Wu-Chung Lin · Chuang-Cheng Chiu (Representative of President Enterprises (China) Investment Co., Ltd.)	USD 12,000,000	100.00%
	President	Chuang-Cheng Chiu		
Guangzhou President Healthy Food Technology Co., Ltd.	Chairman	Chang-Sheng Lin (Representative of President Enterprises (China) Investment Co., Ltd.)	USD 3,500,000	100.00%
	Director	Lung-Yi Lin · Wu-Chung Lin · Chih-Hsien Lo · Jau-Long Jang (Representative of President Enterprises (China) Investment Co., Ltd.)	USD 3,500,000	100.00%
	President	Jau-Long Jang		

8.1.5 Directors, Supervisors and Presidents of UPEC's Affiliated Companies (Continued)

Company	Title	Name or Representative	Shareholding	
			Shares / Amount	%
Kunming President Enterprises Corp.	Chairman	Chang-Sheng Lin (Representative of President Enterprises (China) Investment Co., Ltd.)	USD 5,000,000	50.00%
	Director	Chih-Hsien Lo · Lung-Yi Lin · Wu-Chung Lin (Representative of President Enterprises (China) Investment Co., Ltd.)	USD 5,000,000	50.00%
		Chiu-Jong Wang (Representative of Chengdu President Enterprises Food Co., Ltd)	USD 5,000,000	50.00%
	Supervisor	謝玲玲 (Representative of President Enterprises (China) Investment Co., Ltd.)		
	President	Tsung-Hsiu Lee		
Tianjiang President Enterprises Food Co., Ltd.	Chairman	Chang-Sheng Lin (Representative of President Enterprises (China) Investment Co., Ltd.)	USD14,372,000	94.49%
	Director	Maolin Guo · Lung-Yi Lin · Chih-Peng Hsieh · Shen-Jih Jang(Representative of President Enterprises (China) Investment Co., Ltd.)	USD14,372,000	94.49%
		Guang-Fu Chang (Representative of Tianjing Grain & Oil Group Ltd.)	USD 838,000	5.51%
	President	Maolin Guo		
Meishan President Feed & Oil Co., Ltd.	Chairman	Chang-Sheng Lin (Representative of President Enterprises (China) Investment Co., Ltd.)	USD 10,000,000	100.00%
	Director	Chih-Hsien Lo · Lung-Yi Lin · Chih-Peng Hsieh · Chia-Chuang Wang (Representative of President Enterprises (China) Investment Co., Ltd.)	USD 10,000,000	100.00%
	President	Wen-Liang Tseng		
Zhongshan President Enterprises Co., Ltd.	Chairman	Chang-Sheng Lin (Representative of President Enterprises (China) Investment Co., Ltd.)	USD 12,000,000	100.00%
	Director	Lung-Yi Lin · Chia-Chuang Wang · Kuang-Wen Sung · Chih-Peng Hsieh (Representative of President Enterprises (China) Investment Co., Ltd.)	USD 12,000,000	100.00%
	President	Kuang-Wen Sung		
Changjiagang President Nisshin Food Co., Ltd.	Chairman	Chang-Sheng Lin (Representative of President Enterprises (China) Investment Co., Ltd.)	USD 10,200,000	60.00%
	Director	Lung-Yi Lin · Chih-Hsien Lo · Chih-Peng Hsieh · Chia-Chuang Wang · Liang-Feng Wu (Representative of President Enterprises (China) Investment Co., Ltd.)	USD 10,200,000	60.00%
		Ogome Kazuo, Chisugi Yoshihumi (Representative of Nisshin Oil Mills Corp.)	USD 3,400,000	20.00%
		Gaoye Laili (Representative of Mitsubishi Corp.)	USD 1,700,000	10.00%
		Gaolai Juner (Representative of Nisshin Oil Mills (China) Corp.)	USD 1,700,000	10.00%
	President	Liang-Feng Wu		
Sanshui Jianlibao Commerce Co., Ltd.	Chairman	Chih-Hsien Lo (Representative of Zhongshan President Enterprises Co., Ltd.)	RMB 105,900,000	99.91%
	Director	Wen-Lung Yang (Representative of Zhongshan President Enterprises Co., Ltd.)	RMB 105,900,000	99.91%
		Jia-Ling Jong	RMB 100,000	0.09%
	President	Fu-Chang Wu		

8.1.5 Directors, Supervisors and Presidents of UPEC's Affiliated Companies (Continued)

Company	Title	Name or Representative	Shareholding	
			Shares / Amount	%
Qingdao President Feed & Livestock Co., Ltd.	Chairman	Lung-Yi Lin (Representative of Kai Nan (BVI) Investment Co., Ltd.)	USD 12,000,000	80.00%
	Director	Chih-Hsien Lo · Chih-Peng Hsieh · Yuh-Bor Tsai · Chia-Chuang Wang · Kuang-Wen Sung (Representative of Kai Nan (BVI) Investment Co., Ltd.)	USD 12,000,000	80.00%
		Moon-Tsung Tsai (Representative of Excellent Investment Co., Ltd.)	USD 1,500,000	10.00%
		Chang-Xi Zuo (Representative of San Tong Wanfu (Qingdao) Food Co., Ltd.)	USD 1,500,000	10.00%
	President	Kuang-Wen Sung		
Shanghai Songjiang President Enterprises Co., Ltd.	Chairman	Chang-Sheng Lin (Representative of Kai Yu (BVI) Investment Co., Ltd.)	USD 8,000,000	100.00%
	Director	Chih-Peng Hsieh · Lung-Yi Lin · Kuang-Wen Sung · Chia-Chuang Wang (Representative of Kai Yu (BVI) Investment Co., Ltd.)	USD 8,000,000	100.00%
	President	Kuang-Wen Sung		
President International Trade & Investment Corp.	Director	Chang-Sheng Lin (Representative of Uni-President Enterprises Corp.)	USD 45,012,000	100.00%
Shanghai President International Food Co., Ltd.	Chairman	Chang-Sheng Lin (Representative of President International Trade & Investment Corp.)	USD 21,400,000	100.00%
	Director	Chih-Hsien Lo · Wu-Chung Lin (Representative of President International Trade & Investment Corp.)	USD 21,400,000	100.00%
	President	Ching-Mao Chou		
Uni-President International (HK) Co., Ltd.	Director	Hong-Bin Lee, Chih-Hsien Lo (Representative of Cayman President Holdings Ltd.)	HKD 6,000,000	100.00%
Century Quick Service Restaurant Corp.	Chairman	A-Hua Deng (Representative of Chien Chin Holding Company)	1,029,600	7.90%
	Director	Wen-Lung Tseng	5,200	0.04%
		Shu-Hsin Liu	520,000	4.00%
		Chih-Hsien Lo · Chang-Sheng Lin · Lung-Yi Lin · Fu-Shan Yang (Representative of Kai-Yu Investment Co., Ltd.)	7,800,000	60.00%
		Chung-Jen Hsu · Yan-Shen Yang (Representative of President Chain Store Corp.)	2,600,000	20.00%
	Supervisor	Chien-Li Yin (Representative of Kai-Yu Investment Co., Ltd.)	7,800,000	60.00%
	President	Ku-Lin Huang		
Tung Ang Enterprises Corp.	Chairman	Wen-Lung Yang (Representative of Kai-Yu Investment Co., Ltd.)	3,000,000	100.00%
	Director	Po-Rong Yen · Jui-Tien Huang (Representative of Kai-Yu Investment Co., Ltd.)	3,000,000	100.00%
	Supervisor	Chao-Chin Wu (Representative of Kai-Yu Investment Co., Ltd.)	3,000,000	100.00%
	President	Kou-Lung Ho		

8.1.5 Directors, Supervisors and Presidents of UPEC's Affiliated Companies (Continued)

Company	Title	Name or Representative	Shareholding	
			Shares / Amount	%
Kai Yu Investment Co., Ltd.	Chairman	Chang-Sheng Lin (Representative of Uni-President Enterprises Corp.)	432,205,428	100.00%
	Director	Chih-Hsien Lo · Lung-Yi Lin (Representative of Uni-President Enterprises Corp.)	432,205,428	100.00%
	Supervisor	Chien-Li Yin (Representative of Uni-President Enterprises Corp.)	432,205,428	100.00%
	President	Chang-Sheng Lin		
Kai Yu (BVI) Investment Co., Ltd	Director	Chin-Yen Kao(Representative of Kai-Yu Investment Co., Ltd.)	25,000,000	100.00%
Tung Jun International Corp.	Chairman	Chih-Peng Hsieh (Representative of Kai-Yu Investment Co., Ltd.)	1,200,000	100.00%
	Director	Min-Kuo C · Chia-Chuang Wang (Representative of Kai-Yu Investment Co., Ltd.)	1,200,000	100.00%
	Supervisor	Chao-Jung Pan (Representative of Kai-Yu Investment Co., Ltd.)	1,200,000	100.00%
Tung Guan Enterprises Co., Ltd.	Chairman	Chih-Peng Hsieh (Representative of Kai-Yu Investment Co., Ltd.)	2,000,000	100.00%
	Director	Chia-Chuang Wang · Chien-Chang Chen (Representative of Kai-Yu Investment Co., Ltd.)	2,000,000	100.00%
	Supervisor	Stewart Shiu (Representative of Kai-Yu Investment Co., Ltd.)	2,000,000	100.00%
U-Fu Asset Management Corp.	Chairman	Shu-Chan Hong (Representative of Kai-Yu Investment Co., Ltd.)	100,000	100.00%
	Director	Chao-Chin Wu, Yao-Tien Ko (Representative of Kai-Yu Investment Co., Ltd.)	100,000	100.00%
	Supervisor	Yi-Chieh Kuo(Representative of Kai-Yu Investment Co., Ltd.)	100,000	100.00%
Nanlien International Corp.	Chairman	Tong-Liang Lee (Representative of Uni-President Enterprises Corp.)	99,990,000	99.99%
	Director	Chang-Sheng Lin · Lung-Yi Lin · Chung-Jen Hsu · Po-Rong Yen · Chih-Hsien Lo · Ju-Ken Tu (Representative of Uni-President Enterprises Corp.)	99,990,000	99.99%
	Supervisor	Tsung-Ming Su (Representative of Uni-President Enterprises Corp.)	99,990,000	99.99%
	President	Ju-Ken Tu		
Nella Limited (HK)	Chairman	Tong-Liang Lee · Ju-Ken Tu (Representative of Nanlien International Corp.)	HKD 10,000	100.00%
	President	Qi-Quang Chang (Representative of Nanlien International Corp.)	HKD 10,000	100.00%
Cayman Nanlien Holding Ltd.	Director	Tong-Liang Lee · Ju-Ken Tu (Representative of Nanlien International Corp.)	USD4,010,000	100.00%
Lien-Song Enterprises Corp.	Chairman	Ju-Ken Tu (Representative of Nanlien International Corp.)	6,500,000	100.00%
	Director	Su-Chuan Wu, Juei-Hung Shao (Representative of Nanlien International Corp.)	6,500,000	100.00%
	Supervisor	Jian Xiao (Representative of Nanlien International Corp.)	6,500,000	100.00%
	President	Cho-Han Yang		

8.1.5 Directors, Supervisors and Presidents of UPEC's Affiliated Companies (Continued)

Company	Title	Name or Representative	Shareholding	
			Shares / Amount	%
Union Chinese Corp.	Chairman	Tong-Liang Lee	1,233,600	7.71%
	Director	Chang-Sheng Lin · Ju-Ken Tu (Representative of Nanlien International Corp.)	10,204,800	63.78%
		Po-Rong Yen (Representative of Chang Kuen Construction Corp.)	960,000	6.00%
	Supervisor	Jin-Ming Tsai (Representative of Nanlien International Corp.)	10,204,800	63.78%
	President	Tong-Liang Lee		
Wei Lien Enterprises Corp.	Chairman	Ju-Ken Tu (Representative of Nanlien International Corp.)	750,000	100.00%
	Director	Su-Chuan Wu · Chin-Ming Feng (Representative of Nanlien International Corp.)	750,000	100.00%
	Supervisor	Jin-Ming Tsai (Representative of Nanlien International Corp.)	750,000	100.00%
	President	Ju-Ken Tu		
Uni-President Auto Accessories Corp.	Chairman	Tong-Liang Lee (Representative of Nanlien International Corp.)	2,500,000	100.00%
	Director	Ju-Ken Tu · Wen-Bin Liao · Jin-Ming Tsai (Representative of Nanlien International Corp.)	2,500,000	100.00%
	Supervisor	Jian Xiao (Representative of Nanlien International Corp.)	2,500,000	100.00%
	President	Jin-Ming Tsai		
Xian-Jin Food Corp.	Chairman	Chun-Wei Hsiao (Representative of Nanlien International Corp.)	400,000	80.00%
	Director	Jin-Ming Tsai (Representative of Nanlien International Corp.)	400,000	80.00%
		Ming-Lun Hsu	2,000	0.40%
	Supervisor	Jau-Kai Hwang (Representative of Nanlien International Corp.)	400,000	80.00%
President	Mao-Lin Gao			
Tung-Huang Enterprises Corp.	Chairman	Jui-Sheng Wang (Representative of Nanlien International Corp.)	420,000	70.00%
	Director	Wen-Lung Yang, Chin-Ming Feng (Representative of Nanlien International Corp.)	420,000	70.00%
		Xiu- Ping Hu	40,000	6.67%
	Supervisor	Shu-Mei Huang	100,000	16.67%
President	Kun- Long Lu			
Hua-Zuo Corp.	Chairman	Chin-Hao Huang	320,000	40.00%
	Director	Wen-Bin Liao(Representative of Nanlien International Corp.)	480,000	60.00%
		Xiu-Fang Wei	0	0.00%
	Supervisor	Kai-Rong Chen (Representative of Nanlien International Corp.)	480,000	60.00%
President	Chang-Chan Wu			
Hui-Sheng Enterprise Corp.	Chairman	Cheng-Te Lin (Representative of Nanlien International Corp.)	1,200,000	100.00%
	Director	Shih-Chi She · Qi-Quang Chang · Chun-Ying Guo (Representative of Nanlien International Corp.)	1,200,000	100.00%
	Supervisor	Jui-Sheng Wang (Representative of Nanlien International Corp.)	1,200,000	100.00%
	President	Cheng-An Lee		

8.1.5 Directors, Supervisors and Presidents of UPEC's Affiliated Companies (Continued)

Company	Title	Name or Representative	Shareholding	
			Shares / Amount	%
Tung-Shen Co.,Ltd.	Chairman	Chien-Chang Chen (Representative of Nanlien International Corp.)	1,600,000	100.00%
	Director	Wen-Bin Liao , Jui-Sheng Wang , Shih-Chi She , Chun-Ying Guo (Representative of Nanlien International Corp.)	1,600,000	100.00%
	Supervisor	Kuan-Yi Guo (Representative of Nanlien International Corp.)	1,600,000	100.00%
	President	Yong-Meng Wang		
Jin-Yu Enterprises Corp.	Chairman	Jih-Sheng Tai (Representative of Nanlien International Corp.)	900,000	90.00%
	Director	Chun-Ying Guo , Wen-Bin Liao (Representative of Nanlien International Corp.)	900,000	90.00%
	Supervisor	Wen-Chi Chuang	100,000	10.00%
	President	Qiu-Xiang Yang		
Sheng-Miao Industrial Corp.	Chairman	Cheng-Te Lin (Representative of Nanlien International Corp.)	360,000	36.00%
	Director	Rui-Huang Chen, Chih-Wei Kuo, Chuan-Kai Lin (Representative of Nanlien International Corp.)	360,000	36.00%
	Director	Chun-Shiung Tasi	200,000	20.00%
	Supervisor	Lian-Huo Hsieh	130,000	10.00%
	President	Cheng-Shiou Wu		
Jinguancheng Corp.	Chairman	Ming-Gan Shen (Representative of Nanlien International Corp.)	160,000	40.00%
	Director	Ke-Hsiu Huang , Chun-Ying Guo (Representative of Nanlien International Corp.)	160,000	40.00%
	Director	Yue-Tian Cheng	144,000	36.00%
	Supervisor	Xu-Wen Kuo	96,000	24.00%
	President	Hong-Xu Yan		
Tung-Li Enterprises Corp.	Chairman	Ming-Gan Shen (Representative of Nanlien International Corp.)	120,000	40.00%
	Director	Su-Chuan Wu , Wen-Lung Yang , Yao-Tien Ko (Representative of Nanlien International Corp.)	120,000	40.00%
		Kun-Bao Tseng	45,000	15.00%
	Supervisor	Jen-Xiang Su	30,000	10.00%
President	Chong-Chi Kuo			
Lien-Yu Enterprises Corp.	Chairman	Cheng-Te Lin (Representative of Nanlien International Corp.)	1,400,000	50.91%
	Director	Rui-Huang Chen (Representative of Nanlien International Corp.)	1,400,000	50.91%
		Tai-Dong Hsieh	125,000	4.55%
		Te-Ji Guan	225,000	8.18%
		Su- Yue Teng	250,000	9.09%
	Supervisor	Guo-Ru Wang	93,750	3.41%
President	Guo-Cheang Lin			

8.1.5 Directors, Supervisors and Presidents of UPEC's Affiliated Companies (Continued)

Company	Title	Name or Representative	Shareholding	
			Shares / Amount	%
Tung-Yu Enterprises Corp.	Chairman	Cheng-Te Lin (Representative of Nanlien International Corp.)	5,960,000	74.50%
	Director	Jian Xiao (Representative of Nanlien International Corp.)	5,960,000	74.50%
		Ming-Feng Hsu	220,000	2.75%
		Jin-Yue Chou Huang	200,000	2.50%
		Shui-Yuan Hsu	240,000	3.00%
		Jan-Xiang Hsu	300,000	3.75%
		Xi-Lu Lin	1	0.00%
		Tian-Quan Chang	300,000	3.75%
	Supervisor	Kun-Lin Wu (Representative of Nanlien International Corp.)	5,960,000	74.50%
President	Bao-Han Chen			
Chao-Tung Enterprises Corp.	Chairman	Tong-Liang Lee (Representative of Huei Tung Enterprises Corp.)	760,000	38.00%
	Director	Jian-Guo Lain (Representative of Huei Tung Enterprises Corp.)	760,000	38.00%
		Ju-Ken Tu, Jin-Ming Tsai, Po-Rong Yen (Representative of Nanlien International Corp.)	940,000	47.00%
	Supervisor	Su-Duan Lee	100,000	5.00%
	President	Ming-Gang Hsieh		
Xin-Ya Enterprises Corp.	Chairman	Chih-Hsien Lo (Representative of Nanlien International Corp.)	690,000	46.00%
	Director	Ming-Yan Shiu	120,000	8.00%
		Qi-Quang Chang, Jian-Sheng Wei (Representative of Nanlien International Corp.)	690,000	46.00%
		Lan-Ying Su	45,000	3.00%
	Supervisor	Chou-Mei Chen	255,000	17.00%
	President	Wei-Chung Yen		
Tung-Bo Enterprise Corp.	Chairman	Cheng-Te Lin (Representative of Nanlien International Corp.)	750,000	50.00%
	Director	Jian Xiao (Representative of Nanlien International Corp.)	750,000	50.00%
		Guo-Shun Chou	450,000	30.00%
	Supervisor	Chou-Mei Chen	300,000	20.00%
President	Ji-Quan Wu			
Tung-Shun Enterprises Corp.	Chairman	Chih-Hsien Lo (Representative of Nanlien International Corp.)	3,105,000	69.00%
	Director	Jian-Sheng Wei, Wen-Bin Liao (Representative of Nanlien International Corp.)	3,105,000	69.00%
		Bor-Chin Chang	20,000	0.44%
	Supervisor	Zheng-Chun Huang	405,000	9.00%
	President	Rong-Kuang Fu		

8.1.5 Directors, Supervisors and Presidents of UPEC's Affiliated Companies (Continued)

Company	Title	Name or Representative	Shareholding	
			Shares / Amount	%
Tung-Hsiang Enterprises Corp.	Chairman	Chih-Hsien Lo (Representative of Nanlien International Corp.)	2,295,000	51.00%
	Director	Jian-Sheng Wei, Wen-Bin Liao (Representative of Nanlien International Corp.)	2,295,000	51.00%
		Tong-Liang Lee (Representative of Huei Tung Investment Corp.)	1,000,000	22.22%
		Rui-Cheng Hsu (Representative of Huei Tung Enterprises Corp.)	440,000	9.78%
	Supervisor	Jun-Xiang Hsu	90,000	2.00%
President	Yu-Rui Liu			
Yuan-Tai Enterprises Corp.	Chairman	Ming-Gan Shen (Representative of Nanlien International Corp.)	280,500	51.00%
	Director	Ke-Hsiu Huang (Representative of Nanlien International Corp.)	280,500	51.00%
		Cheng-Yi Kao	63,250	11.50%
		Shu-Min Kao	87,250	15.86%
		Su-Zhen Yu	55,000	10.00%
	Supervisor	Wen-Lung Yang (Representative of Nanlien International Corp.)	280,500	51.00%
President	Qing-Ji Chang			
Tung-Yi Enterprises Corp.	Chairman	Jih-Sheng Tai (Representative of Nanlien International Corp.)	510,000	51.00%
	Director	Jian-Sheng Wei, Chin-Ming Feng (Representative of Nanlien International Corp.)	510,000	51.00%
		Shi-Jie Wang (Representative of Da-Jie Enterprises Corp.)	240,000	24.00%
		Chih-Hao Hsu (Representative of Shou-Feng Food Corp.)	250,000	25.00%
	Supervisor	Wen-Lung Yang (Representative of Nanlien International Corp.)	510,000	51.00%
President	Wen-Jing Chang			
Tung Che Enterprises Corp.	Chairman	Jian-Sheng Wei (Representative of Nanlien International Corp.)	2,000,000	100.00%
	Director	Feng-Yi Mao · Kai-Rong Chen · Shih-Chi She · Jian Xiao (Representative of Nanlien International Corp.)	2,000,000	100.00%
	Supervisor	Rui-Sheng Wang (Representative of Nanlien International Corp.)	2,000,000	100.00%
	President	Guo-Long Wang		
Tung Hsiang Corp.	Chairman	Po-Rong Yen (Representative of Nanlien International Corp.)	8,000,000	100.00%
	Director	Qi-Quang Chang, Rui-Sheng Wang, Kun-Lin Wu (Representative of Nanlien International Corp.)	8,000,000	100.00%
	Supervisor	Carlos Liu (Representative of Nanlien International Corp.)	8,000,000	100.00%
	President	Chong-Fa Chen		

8.1.5 Directors, Supervisors and Presidents of UPEC's Affiliated Companies (Continued)

Company	Title	Name or Representative	Shareholding	
			Shares / Amount	%
Tung Chu Enterprise Corp.	Chairman	Po-Rong Yen (Representative of Nanlien International Corp.)	1,530,000	51.00%
	Director	Su-Rong Lee, Yu-Que Chen (Representative of Xin-Tung Enterprise Corp.)	468,600	15.62%
		Ming-Gan Shen, Chuan-Kai Lin, Chih-Hao Pang, Jin-Song Wu (Representative of Nanlien International Corp.)	1,530,000	51.00%
		Cheng-Yi Kuo (Representative of Yuan-Xin Enterprise Corp.)	468,600	15.62%
		Si-Liang Chen (Representative of Huang-Yi Enterprise Corp.)	125,400	4.18%
	Supervisor	Sen-Tai Lai (Representative of Lian-Ming Enterprise Corp.)	468,600	15.62%
		Jih-Sheng Tai (Representative of Nanlien International Corp.)	1,530,000	51.00%
President	Rui-Jun Lee			
Lien-Bo Enterprises Corp.	Chairman	Chin-Ming Feng (Representative of Nanlien International Corp.)	20,000,000	100.00%
	Director	Su-Chuan Wu, Ke-Hsiu Huang, Wen-Bin Liao, Chih-Hao Pang (Representative of Nanlien International Corp.)	20,000,000	100.00%
	Supervisor	Jin-Ming Tsai, Jian Xiao (Representative of Nanlien International Corp.)	20,000,000	100.00%
	President	Ke-Hsiu Huang		
Tunnel International Marketing (HK) Corp.	Director	Tong-Liang Lee, Ju-Ken Tu (Representative of Nella Limited)	USD 20,000	100.00%
Chi Fu Enterprises Corp.	Chairman	Chin-Ming Feng (Representative of Union Chinese Corp.)	2,200,000	100.00%
	Director	Ju-Ken Tu, Su-Chuan Wu, Wei-De Shen, Jin-Ming Tsai (Representative of Union Chinese Corp.)	2,200,000	100.00%
	Supervisor	Jin-Ming Tsai (Representative of Union Chinese Corp.)	2,200,000	100.00%
Hennessy (HK) Limited.	Director	Tong-Liang Lee, Ju-Ken Tu (Representative of Union Chinese Corp.)	HKD 10,200,000	66.70%
Tunnel 88 International Marketing (HK) Corp.	Director	Tong-Liang Lee, Ju-Ken Tu (Representative of Chi Fu Enterprises Co.)	USD 20,000	100.00%
Tunnel 88 Chain Store Co., Ltd.	Chairman	Tong-Liang Lee (Representative of Hennessy (HK) Limited)	USD 750,000	29.41%
	Vice Chairman	Ju-Ken Tu (Representative of Hennessy (HK) Limited)	USD 750,000	29.41%
	Director	Wei-De Shen (Representative of Hennessy (HK) Limited)	USD 750,000	29.41%
		Long-Qing Chang	USD 250,000	9.81%
		Run-Hua Deng (Representative of Lian-Qin International Investment Ltd.)	USD 900,000	35.29%
	Supervisor	Jin-Ming Tsai (Representative of Hennessy (HK) Limited)	USD 750,000	29.41%
88 Wine & Spirits Corp.	Chairman	Tong-Liang Lee (Representative of Wei Lien Enterprises Corp.)	1,600,000	80.00%
	Director	Ju-Ken Tu, Jin-Ming Tsai, Su-Chuan Wu (Representative of Wei Lien Enterprises Corp.)	1,600,000	80.00%
		Chih-Hao Pang (Representative of Chi Fu Enterprises Co.)	400,000	20.00%
	Supervisor	Jian Xiao (Representative of Wei Lien Enterprises Corp.)	1,600,000	80.00%
	President	Jin-Ming Tsai		

8.1.5 Directors, Supervisors and Presidents of UPEC's Affiliated Companies (Continued)

Company	Title	Name or Representative	Shareholding	
			Shares / Amount	%
Shanghai E&P Trading Co., Ltd.	Chairman	Lan Guo	RMB 5,000,000	50.00%
	Director	Ming-Hua Mao, Yue-Hua Huang	RMB 5,000,000	50.00%
		Wu-Chung Lin , Ju-Ken Tu , Ling-Ling Hsieh (Representative of Cayman Nanlien Holding Ltd.)	RMB 5,000,000	50.00%
	President	Kuo-Chung Sun		
Shandong Nanlien Trade Co., Ltd.	Chairman	Tong-Liang Lee (Representative of Cayman Nanlien Holding Ltd.)	USD 300,000	100.00%
	Director	Ju-Ken Tu , Qi-Quang Chang (Representative of Cayman Nanlien Holding Ltd.)	USD 300,000	100.00%
	Supervisor	Jin-Ming Tsai (Representative of Cayman Nanlien Holding Ltd.)	USD 300,000	100.00%
Chie Force Trading Co., Ltd.	Chairman	Tong-Liang Lee (Representative of Hennessy (HK) Limited)	USD 750,000	60.00%
	Vice Chairman	Ju-Ken Tu (Representative of Hennessy (HK) Limited)	USD 750,000	60.00%
	Director	Joe J.T.Teng (Representative of Lian-Qin International Investment Ltd.)	USD 250,000	20.00%
		Wei-De Shen (Representative of Hennessy (HK) Limited)	USD 750,000	60.00%
		Long-Qing Chang	USD 250,000	20.00%
	Supervisor	Jin-Ming Tsai (Representative of Hennessy (HK) Limited)	USD 750,000	60.00%
President Chain Store Corp.	Chairman	Chin-Yen Kao (Representative of Kao Chyuan Inv. Co., Ltd.)	2,912,872	0.32%
	Managing Director	Chang-Sheng Lin , Chung-Jen Hsu(Representative of Uni-President Enterprises Corp.)	415,489,816	45.40%
	Director	Wen-Lung Yang , Lung-Yi Lin , Chih-Hsien Lo , Kou-Shan Wu , Tsung-Ming Su , Yun-Hui Chang Chien (Representative of Uni-President Enterprises Corp.)	415,489,816	45.40%
	Supervisor	Kuan-Heng Hsieh (Representative of Nan Shan Life Insurance Company, Ltd.)	11,640,814	1.27%
		Chien-Li Yin		
	President	Chung-Jen Hsu		
PCSC BVI (China) Ltd.	Chairman	Chin-Yen Kao (Representative of President Chain Store Corp.)	USD 36,449,000	100.00%
	Director	Chang-Sheng Lin (Representative of President Chain Store Corp.)	USD 36,449,000	100.00%
President Cosmed Chain Store (Shen Zhen) Co, Ltd.	Chairman	Chung-Jen Hsu (Representative of PCSC (China) Drugstore Ltd.)	RMB 32,500,000	65.00%
	Director	An-Ling , Wen-Chih Lu (Representative of Livzon Pharmaceutical Group Inc.)	RMB 17,500,000	35.00%
		Lung-Yi Lin , Chien-Nan Hsieh , Yun-Hui Chang Chien , Du-Chang Tsai (Representative of PCSC (China) Drugstore Ltd.)	RMB 32,500,000	65.00%
	President	Du-Chang Tsai		
Zhuai Lizon Drugstore Chain Company Ltd.	Chairman	Chung-Jen Hsu (Representative of President Cosmed Chain Store (Shen Zhen) Co., Ltd.)	RMB 20,000,000	100.00%
	Director	Chien-Nan Hsieh , Yun-Hui Chang Chien (Representative of President Cosmed Chain Store (Shen Zhen) Co., Ltd.)	RMB 20,000,000	100.00%
	President	Du-Chang Tsai		

8.1.5 Directors, Supervisors and Presidents of UPEC's Affiliated Companies (Continued)

Company	Title	Name or Representative	Shareholding	
			Shares / Amount	%
PCSC BVI (China) Supermarket Ltd.	Chairman	Chin-Yen Kao (Representative of PCSC BVI (China) Ltd.)	USD 27,263,000	100.00%
	Director	Chang-Sheng Lin (Representative of PCSC BVI (China) Ltd.)	USD 27,263,000	100.00%
PCSC (Shchuan) Hypermarket Ltd.	Chairman	Chung-Jen Hsu (Representative of PCSC BVI (China) Supermarket Limited)	RMB 80,000,000	100.00%
	Director	Chien-Nan Hsieh · Wen-Ching Lin · Hua-Chung Chang · Yung-Hsiang Yeh · Chin-Pin Hsu · Yun-Hui Chang Chien (Representative of PCSC BVI (China) Supermarket Limited)	RMB 80,000,000	100.00%
	Supervisor	Tung Yue Chuang		
PCSC (Chengdu) Hypermarket Ltd.	Chairman	Chung-Jen Hsu (Representative of PCSC BVI (China) Supermarket Limited)	RMB 100,000,000	100.00%
	Director	Chien-Nan Hsieh · Yun-Hui Chang Chien · Chin-Pin Hsu · Wen-Ching Lin (Representative of PCSC BVI (China) Supermarket Limited)	RMB 100,000,000	100.00%
	Supervisor	Hua-Chung Chang (Representative of PCSC BVI (China) Supermarket Limited)		
Shan Dong President Yinzuo Commercial Ltd.	Chairman	Siang-Chi Ji (Representative of Shandong Silver Plaza Co., Ltd.)	RMB 27,000,000	45.00%
	Director	Chung-Jen Hsu · Chien-Nan Hsieh · Yun-Hui Chang Chien (Representative of PCSC BVI (China) Supermarket Limited)	RMB 33,000,000	55.00%
	Director	Hsi-Chu Liu (Representative of Shandong Silver Plaza Co., Ltd.)	RMB 27,000,000	45.00%
	President	Yung-Hsiang Yeh		
President Chain Store (BVI) Holdings Ltd.	Chairman	Chin-Yen Kao (Representative of President Chain Store Corp.)	USD 48,405,000	100.00%
	Director	Chang-Sheng Lin (Representative of President Chain Store Corp.)	USD 48,405,000	100.00%
PCS (Labuan) Holdings Ltd.	Chairman	Chin-Yen Kao (Representative of President Chain Store (BVI) Holdings Ltd.)	USD 20,684,000	100.00%
	Director	Chang-Sheng Lin (Representative of President Chain Store (BVI) Holdings Ltd.)	USD 20,684,000	100.00%
Philippine Seven Corp.	Chairman	Vicente T. Pationo	PSO 5,541,000	2.34%
	Director	Chung-Jen Hsu · Wen-Ching Lin · Chien-Nan Hsieh · Yan-Shen Yang, Fu-Tang Chen · Jose Victor P. Paterno (Representative of PCS (Labuan) Holdings Ltd.)	PSO 134,258,000	56.59%
		Diana P. Aguilar (Representative of Asian Holdings Corp.)	PSO 29,290,000	12.31%
		Jorge L. Araneta (Representative of Progressive Development Corp.)	PSO 20,225,000	8.50%
		Michael B. Zalmea	0	0.00%
		Alfredo C. Ramos (Representative of Anglo Philippine Holdings Corp.)	PSO 4,354,000	1.83%
President	Jose Victor P.Paterno			

8.1.5 Directors, Supervisors and Presidents of UPEC's Affiliated Companies (Continued)

Company	Title	Name or Representative	Shareholding	
			Shares / Amount	%
Convenience Distribution Inc.	Chairman	Jose Victor P.Paterno (Representative of Philippine Seven Corp.)	PSO 45,000,000	100.00%
	Director	Eduardo P. Bataclan , Chun-Pei Liu , Tzong-Yu Lin , Liwayway T.Fernanden (Representative of Philippine Seven Corp.)	PSO 45,000,000	100.00%
	President	Jose Victor P. Pationo		
President Coffee (Cayman) Holdings Ltd.	Chairman	Chang-Sheng Lin (Representative of Kai Yu (BVI) Investment Co., Ltd.)	USD 1,200,000	20.00%
	Director	Chung-Jen Hsu , K.Y. John Hsu (Representative of PCS (BVI) Holdings Ltd.)	USD 1,800,000	30.00%
		Jinlong Wang , Mark Wesley , Charles Jemley (Representatives of Starbucks Coffee International Inc.)	USD 3,000,000	50.00%
Shanghai President Starbucks Coffee Corp.	Chairman	Chang-Sheng Lin(Representative of President Coffee (Cayman) Holdings Ltd.)	USD 5,960,000	100.00%
	Director	Chung-Jen Hsu , K.Y. John Hsu , James Edward Eschweiler , Jinlong Wang , Mark Wesley , Charles Jemley (Representative of President Coffee (Cayman) Holdings Ltd.)	USD 5,960,000	100.00%
	President	K.Y. John Hsu		
PCSC (Vietnam) Supermarket Limited.	Chairman	Chien-Nan Hsieh (Representative of President Chain Store (BVI) Holdings Ltd.)	VND 9,366,266,000	51.00%
	Director	Quang-Dung Thai, Pham-Duy Hung (Representative of Hanoi Foodstuff Company)	VND 6,427,830,000	35.00%
		Toshio Kochi (Representative of Mitsubishi Corp.)	VND 2,571,132,000	14.00%
		Chih-Peng Hsieh , Chih-Ming Lee (Representative of President Chain Store (BVI) Holdings Ltd.)	VND 9,366,266,000	51.00%
	President	Chih-Ming Lee		
President Drugstore Business Corp.	Chairman	Chung-Jen Hsu(Representative of President Chain Store Corp.)	36,575,500	100.00%
	Director	Lung-Yi Lin , Du-Chang Tsai , Chien-Nan Hsieh (Representative of President Chain Store Corp.)	36,575,500	100.00%
	Supervisor	Wen-Ching Lin (Representative of President Chain Store Corp.)	36,575,500	100.00%
	President	Du-Chang Tsai		
President Direct Marketing Corp.	Chairman	Chung-Jen Hsu(Representative of President Chain Store Corp.)	7,000,000	100.00%
	Director	Chang-Sheng Lin , Jui-Tang Chen, Nan-Pei Lai (Representative of President Chain Store Corp.)	7,000,000	100.00%
	Supervisor	Fu-Tang Chen (Representative of President Chain Store Corp.)	7,000,000	100.00%
	President	Nan-Pei Lai		

8.1.5 Directors, Supervisors and Presidents of UPEC's Affiliated Companies (Continued)

Company	Title	Name or Representative	Shareholding	
			Shares / Amount	%
Ren-Hui Investment Corp.	Chairman	Chung-Jen Hsu (Representative of President Chain Store Corp.)	85,303,733	100.00%
	Director	Chien-Nan Hsieh · Kou-Shan Wu (Representative of President Chain Store Corp.)	85,303,733	100.00%
	Supervisor	Chien-Li Huang (Representative of President Chain Store Corp.)	85,303,733	100.00%
	President	Chung-Jen Hsu		
Capital Inventory Service Corp.	Chairman	Chung-Jen Hsu(Representative of President Chain Store Corp.)	4,549,380	100.00%
	Director	Kou-Shan Wu, Mao-Chia Chung, Wen-Kuei Wang (Representative of President Chain Store Corp.)	4,549,380	100.00%
	Supervisor	Fu-Tang Chen (Representative of President Chain Store Corp.)	4,549,380	100.00%
	President	Wen-Ching Lin		
Wisdom Distribution Service Corp.	Chairman	Chung-Jen Hsu (Representative of President Chain Store Corp.)	9,432,540	100.00%
	Director	Nan-Pei Lai, Po-Chung Hsieh, Jui-Tang Chen (Representative of President Chain Store Corp.)	9,432,540	100.00%
	Supervisor	Chien-Nan Hsieh (Representative of President Chain Store Corp.)	9,432,540	100.00%
	President	Po-Chung Hsieh		
President FN Business	Chairman	Chung-Jen Hsu (Representative of President Chain Store Corp.)	10,000,000	100.00%
	Director	Kou-Shan Wu, Wen-Shin Wang (Representative of President Chain Store Corp.)	10,000,000	100.00%
	Supervisor	Fu-Tang Chen (Representative of President Chain Store Corp.)	10,000,000	100.00%
	President	Kou-Shan Wu		
Cold Stone Creamery Taiwan, Ltd.	Chairman	Chung-Jen Hsu (Representative of President Chain Store Corp.)	7,000,000	100.00%
	Director	Kou-Shan Wu · Chien-Nan Hsieh (Representative of President Chain Store Corp.)	7,000,000	100.00%
	Supervisor	Fu-Tang Chen (Representative of President Chain Store Corp.)	7,000,000	100.00%
	President	Chien-Nan Hsieh		
Uni-President Department Store Corp.	Chairman	Chang-Sheng Lin (Representative of Uni-President Enterprises Corp.)	24,000,000	30.00%
	Director	Chung-Jen Hsu · Paul Chang · Chien-Nan Hsieh · Jin-Gu Hung (Representative of President Chain Store Corp.)	56,000,000	70.00%
	Supervisor	Fu-Tang Chen (Representative of President Chain Store Corp.)	56,000,000	70.00%
	President	Jin-Gu Hung		

8.1.5 Directors, Supervisors and Presidents of UPEC's Affiliated Companies (Continued)

Company	Title	Name or Representative	Shareholding	
			Shares / Amount	%
President Coffee Corp.	Chairman	Chang-Sheng Lin (Representative of Uni-President Enterprises Corp.)	6,209,280	20.00%
	Director	Chih-Hsien Lo (Representative of Uni-President Enterprises Corp.)	6,209,280	20.00%
		Chung-Jen Hsu (Representative of President Chain Store Corp.)	9,313,920	30.00%
		Jin-Long Wang, Charles Jemley, Mark Wesley (Representatives of Starbucks Coffee International Inc.)	15,523,200	50.00%
	Supervisor	Martin Ehrich (Representatives of Starbucks Coffee International Inc.)	15,523,200	50.00%
		Te-Cheng Tu (Representative of Uni-President Enterprises Corp.)	6,209,280	20.00%
	President	K.Y. John Hsu		
Vision Distribution Service Corp.	Chairman	Chia-Nan Chen (Representative of Formosan Magazine Press, Inc.)	4,000,000	40.00%
	Director	Te-Jen Chen (Representative of Formosan Magazine Press, Inc.)	4,000,000	40.00%
		Po-Chung Hsieh, Chung-Chin Yang, Chin-Cheng Chen (Representatives of Wisdom Distribution Service Corp.)	6,000,000	60.00%
	Supervisor	Yu-Jen Chen (Representative of Formosan Magazine Press, Inc.)	4,000,000	40.00%
		Jackie Su (Representatives of Wisdom Distribution Service Corp.)	6,000,000	60.00%
	President	Po-Chung Hsieh		
President Information Corp.	Chairman	Chung-Jen Hsu(Representative of President Chain Store Corp.)	16,744,310	56.00%
	Director	Nan-Pei Lai , Chien-Nan Hsieh , Jia-Hua Chang (Representative of President Chain Store Corp.)	16,744,310	56.00%
		Fukami Yasuo (Representative of Nomura Research Institute Ltd.)	4,186,074	14.00%
		Mu-Xing Fang , Jing-Xing Chen (Representative of Uni-President Enterprises Corp.)	8,970,166	30.00%
	Supervisor	Mao-Chia Chung (Representative of President Chain Store Corp.)	16,744,310	56.00%
	President	Chien-Nan Hsieh		
Mech-President Corp.	Chairman	Y.L. Fang	14,374	0.02%
	Director	Chang-Sheng Lin , Lung-Yi Lin (Representative of Uni-President Enterprises Corp.)	15,549,287	20.27%
		Chung-Jen Hsu , Chien-Nan Hsieh , Kou-Shan Wu , M. J. Liou (Representative of President Chain Store Corp.)	48,698,536	63.47%
	Supervisor	S.Y. Shen (Representative of Da Ya Cable Corp.)	5,327,164	6.94%
		Wen-Ching Lin (Representative of President Chain Store Corp.)	48,698,536	63.47%
	President	Yao-Ming Chang		

8.1.5 Directors, Supervisors and Presidents of UPEC's Affiliated Companies (Continued)

Company	Title	Name or Representative	Shareholding	
			Shares / Amount	%
Shanghai President Machine Corp.	Chairman	M. J. Liou (Representative of Mech-President (BVI) Corp.)	USD 2,500,000	100.00%
	Director	Jung-Tsai Huang , Chun-Yi Cheng (Representative of Mech-President (BVI) Corp.)	USD 2,500,000	100.00%
	President	M. J. Liou		
Safety Elevator Corp.	Chairman	C.M. Wong (Representative of Mech-president (BVI) Corp.)	500,000	100.00%
	Director	M. J. Liou, Yin-Yu Wang, Jung-Tsai Huang, P.C. Chang (Representative of Mech-President Corp.)	500,000	100.00%
	Supervisor	Chun-Yi Cheng (Representative of Mech-President Corp.)	500,000	100.00%
Mech-President (BVI) Corp.	Chairman	M. J. Liou (Representative of Mech-President Corp.)	USD 3,500,000	100.00%
Tung Jim Corp.	Chairman	Y.L. Fang (Representative of Mech-President Corp.)	1,605,000	60.00%
	Director	M. J. Liou , Yao-Ming Chang , Ming-Tsung Chen(Representative of Mech-President Corp.)	1,605,000	60.00%
		S.C. Tsai	0	0.00%
		Shui-Qian Lin	401,250	15.00%
	Supervisor	Chun-Yi Cheng (Representative of Mech-President Corp.)	1,605,000	60.00%
President	T.S. Tsai			
Uni-President Cold Chain Corp.	Chairman	Chang-Sheng Lin (Representative of Uni-President Enterprises Corp.)	6,521,090	20.00%
	Director	Chih-Hsien Lo , Jui-Tien Huang (Representative of Uni-President Enterprises Corp.)	6,521,090	20.00%
		Ju-Ken Tu (Representative of Nanlien International Corp.)	6,521,090	20.00%
		Chung-Jen Hsu , Jui-Tang Chen , Chien-Nan Hsieh , Dong-Ho Chen (Representative of President Chain Store Corp.)	19,563,272	60.00%
	Supervisor	Mao-Chia Chung (Representative of President Chain Store Corp.)	19,563,272	60.00%
President	Dong-Ho Chen			
President Transnet Corp.	Chairman	Chang-Sheng Lin (Representative of Uni-President Enterprises Corp.)	20,000,000	20.00%
	Director	Lung-Yi Lin (Representative of Uni-President Enterprises Corp.)	20,000,000	20.00%
		Chung-Jen Hsu , Chien-Li Huang , Chien-Nan Hsieh (Representative of President Chain Store Corp.)	70,000,000	70.00%
		Kuniyuki Koshijima (Representative of Yamoto Holdings Co., Ltd.)	10,000,000	10.00%
	Supervisor	Wu-Chung Lin (Representative of President Chain Store Corp.)	70,000,000	70.00%
President	Chien-Li Huang			

8.1.5 Directors, Supervisors and Presidents of UPEC's Affiliated Companies (Continued)

Company	Title	Name or Representative	Shareholding	
			Shares / Amount	%
Uni-President Oven Bakery Corp.	Chairman	Chung-Jen Hsu (Representative of President Chain Store Corp.)	17,400,000	60.00%
	Director	Lung-Yi Lin , Hua-Yang Lee (Representative of Uni-President Enterprises Corp.)	11,600,000	40.00%
		Shu-Chieh Huang , Chien-Nan Hsieh , Yun-Hui Chang Chien (Representative of President Chain Store Corp.)	17,400,000	60.00%
	Supervisor	Fu-Tang Chen (Representative of President Chain Store Corp.)	17,400,000	60.00%
	President	Yen-Sheng Lee		
Uni-President Oven Bakery (BVI) Corp.	Chairman	Chang-Sheng Lin (Representative of Uni-President Oven Bakery Corp.)	USD 3,500,000	100.00%
Wuhan Uni-president Oven Fresh Bakery Co., Ltd.	Chairman	Chang-Sheng Lin (Representative of Uni-President Oven Bakery (BVI) Corp.)	RMB 25,000,000	100.00%
	Director	Shu-Chieh Huang, Yun-Hui Chang Chien, Hua-Yang Lee, Fong-Shih Hsiao, Jen-Shao Cheng (Representative of Uni-President Oven Bakery (BVI) Corp.)	RMB 25,000,000	100.00%
	President	Jen-Shao Cheng		
Duskin BVI (China) Holding Limited	Chairman	Chung-Jen Hsu (Representative of Duskin Serve Taiwan Co.)	USD 700,000	100.00%
Duskin Serve Taiwan Corp.	Chairman	Chung-Jen Hsu (Representative of President Chain Store Corp.)	15,300,000	51.00%
	Vice Chairman	Komai Teruo (Representative of Duskin Corp.)	14,700,000	49.00%
	Director	Wen-Kuei Wang , Chien-Li Huang , Ian-Shen Yan (Representative of President Chain Store Corp.)	15,300,000	51.00%
		Yamamura Teruji , Okai Kazuo , Shmimoto Kazushi (Representative of Duskin Corp.)	14,700,000	49.00%
	Supervisor	Wen-Ching Lin (Representative of President Chain Store Corp.)	15,300,000	51.00%
		Ishimi Michinobu (Representative of Duskin Corp.)	14,700,000	49.00%
President	Yau-Shin Hung			
Books.com. Co., Ltd.	Chairman	Chien-Nan Hsieh (Representative of President Chain Store Corp.)	10,000,000	50.03%
	Director	Chia-Hwa Chang , Po-Chung Hsieh , Jui-Tang Chen (Representative of President Chain Store Corp.)	10,000,000	50.03%
		Shou-Huei Chang (Representative of Clever Investment Co., Ltd.)	363,000	1.82%
		Di-Jung Lin	2,081,000	10.41%
		Terry Chang	1,579,000	7.90%
		Fu-Tang Chen (Representative of President Chain Store Corp.)	10,000,000	50.03%
	Supervisor	Li-Ching Lin (Representative of Clever Investment Co., Ltd.)	363,000	1.82%
	President	Terry Chang		

8.1.5 Directors, Supervisors and Presidents of UPEC's Affiliated Companies (Continued)

Company	Title	Name or Representative	Shareholding	
			Shares / Amount	%
Mister Donut Taiwan Corp.	Chairman	Chung-Jen Hsu (Representative of President Chain Store Corp.)	10,000,000	50.00%
	Director	Kou-Shan Wu, Chin-Pin Hsu, K.Y. John Hsu (Representative of President Chain Store Corp.)	10,000,000	50.00%
		Kitami Tadashi, Nishimura Haruo, Komai Teruo, Narahara Junichi (Representatives of Duskin Corp.)	10,000,000	50.00%
	Supervisor	Fu-Tang Chen (Representative of President Chain Store Corp.)	10,000,000	50.00%
		Ishimi Michinobu (Representative of Duskin Corp.)	10,000,000	50.00%
President	Kitami Tadashi			
President Yilan Art and Culture Corp.	Chairman	Chung-Jen Hsu (Representative of President Chain Store Corp.)	18,000,000	90.00%
	Director	Kou-Shan Wu, Po-Chung Hsieh, Wen-Kuei Wang (Representative of President Chain Store Corp.)	18,000,000	90.00%
		Sung-Pao Lin (Representative of Lan-Yang Cultural and Educational Foundation)	2,000,000	10.00%
	Supervisor	Fu-Tang Chen (Representative of President Chain Store Corp.)	18,000,000	90.00%
		Chien Yang (Representative of Lan-Yang Cultural and Educational Foundation)	2,000,000	10.00%
President	Paul Wang			
Muji Taiwan Co., Ltd.	Chairman	Chung-Jen Hsu (Representative of President Chain Store Corp.)	4,100,000	41.00%
	Director	Wen-Shin Wang, Chin-Pin Hsu (Representative of President Chain Store Corp.)	4,100,000	41.00%
		Chih-Hsien Lo (Representative of Uni-President Enterprises Corp.)	1,000,000	10.00%
		Huruda Masanobu, Satoru Matsusaki (Representatives of Ryohin Keikaku Co., Ltd.)	3,900,000	39.00%
		Kato Shinya (Representative of Mitsubishi Corp.)	1,000,000	10.00%
	Supervisor	Chien-Nan Hsieh (Representative of President Chain Store Corp.)	4,100,000	41.00%
		Mitsuki Hiroshi (Representative of Mitsubishi Corp.)	3,900,000	39.00%
President	Wen-Shin Wang			
Bank Pro E-Service Technology Co., Ltd.	Chairman	Chung-Jen Hsu (Representative of President Chain Store Corp.)	7,200,000	53.33%
	Director	Chien-Nan Hsieh, Chang-Cheng Chen (Representative of President Chain Store Corp.)	7,200,000	53.33%
		Mu-Xing Fang (Representative of Uni-President Enterprises Corp.)	675,000	5.00%
		Ze-Li Chen (Representative of Financial Information Service Co., Ltd.)	1,800,000	13.33%
		Xiao-Xuao Song (Representative of Bank Of Taiwan)	450,000	3.33%
		Jia-Zhong Chen (Representative of E.SUN Financial Holding Co., Ltd.)	450,000	3.33%
	Supervisor	Jia-Hua Chang (Representative of President Chain Store Corp.)	7,200,000	53.33%
		Jing-Da Mao (Representative of Financial Information Service Co., Ltd.)	1,800,000	13.33%
	President	Chang-Cheng Chen	220,000	1.60%

8.1.5 Directors, Supervisors and Presidents of UPEC's Affiliated Companies (Continued)

Company	Title	Name or Representative	Shareholding	
			Shares / Amount	%
President Collect Services Co., Ltd.	Chairman	Chang-Sheng Lin (Representative of President Chain Store Corp.)	1,050,000	70.00%
	Director	Chung-Jen Hsu, Chien-Li Huang, Chien-Nan Hsieh, Jin-Gu Hung (Representative of President Chain Store Corp.)	1,050,000	70.00%
		Aritomi Keiji, Shibasaki Kenichi (Representatives of Yamoto Holdings Co., Ltd.)	450,000	30.00%
	Supervisor	Lung-Yi Lin (Representative of President Chain Store Corp.)	1,050,000	70.00%
		Toshizo Kurisu (Representative of Yamoto Holdings Co., Ltd.)	450,000	30.00%
President	Chien-Li Huang			
Uni-President Yellow Hat Corp.	Chairman	Taniguchi Naoi (Representative of Yellow Hat Corp.)	14,500,000	50.00%
	Vice Chairman	Chien-Nan Hsieh (Representative of President Chain Store Corp.)	8,700,000	30.00%
	Director	Wen-Kuei Wang (Representative of President Chain Store Corp.)	8,700,000	30.00%
		Chin-Ming Feng (Representative of Nanlien International Corp.)	5,800,000	20.00%
		Yokomura Kenji, Shimizu Katsutarō (Representative of Yellow Hat Corp.)	14,500,000	50.00%
	Supervisor	Okada Koji (Representative of Yellow Hat Corp.)	14,500,000	50.00%
		Jin-Ming Tsai (Representative of Nanlien International Corp.)	5,800,000	20.00%
President	Chen-Shih Wu			
PCSC BVI (China) Drugstore Ltd.	Chairman	Chin-Yen Kao (Representative of PCSC BVI (China) Limited)	USD 3,982,000	100.00%
	Director	Chang-Sheng Lin (Representative of PCSC BVI (China) Limited)	USD 3,982,000	100.00%
PCSC (China) Restaurant Limited	Chairman	Chin-Yen Kao (Representative of PCSC BVI (China) Limited)	USD 3,982,000	100.00%
	Director	Chang-Sheng Lin (Representative of PCSC BVI (China) Limited)	USD 3,982,000	100.00%
Shanghai Cold Stone Ice Cream Corporation	Chairman	Chung-Jen Hsu (Representative of PCSC (China) Restaurant Limited)	USD 5,155,000	100.00%
	Director	Yun-Hui Chang Chien, Chien-Nan Hsieh, Kou-Shan Wu, Kuo-Hui Hsieh (Representative of PCSC (China) Restaurant Limited)	USD 5,155,000	100.00%
	President	Yun-Hui Chang Chien		
Ton Yi Industrial Corp.	Chairman	Chin-Yen Kao (Representative of Uni-President Enterprises Corp.)	685,102,310	45.55%
	Director	Shing-Chi Liang, Chang-Sheng Lin, Lung-Yi Lin (Representative of Uni-President Enterprises Corp.)	685,102,310	45.55%
		Keiji Kuwata (Representative of Toyota Tsusho Corp.)	84,333,321	5.61%
		Tao-Hiong Chen	1,247,722	0.08%
		Jyun-Ren Chen	762,734	0.05%
		Chih-Hsien Lo	2,024,395	0.14%
	Supervisor	Wen-Lung Yang (Representative of Kao Chyuan Inv. Co., Ltd.)	22,222,572	1.48%
		Tsuang-Hsien Chang	1,123,092	0.08%
President	Chih-Chung Chen	134,843	0.01%	

8.1.5 Directors, Supervisors and Presidents of UPEC's Affiliated Companies (Continued)

Company	Title	Name or Representative	Shareholding	
			Shares / Amount	%
Tovecan Corp.	Chairman	Shing-Chi Liang (Representative of Ton Yi Industrial Corp.)	USD 1,632,000	51.00%
	Director	Ming-Sung Wu (Representative of Ton Yi Industrial Corp.)	USD 1,632,000	51.00%
		K.Eto (Representative of Toyota Tsusho Corp.)	USD 844,000	26.36%
		Nguyen Van Lai (Representative of Vietnam National Vegetable And Fruit Corporation)	USD 724,000	22.64%
Cayman Ton Yi Industrial Holdings Ltd.	Chairman	Shing-Chi Liang (Representative of Ton Yi Industrial Corp.)	USD 93,097,000	100.00%
	Director	Chih-Chung Chen , Feng-Fu Chen (Representative of Ton Yi Industrial Corp.)	USD 93,097,000	100.00%
Cayman Jiangsu Ton Yi Industrial Holdings Ltd.	Chairman	Shing-Chi Liang (Representative of Cayman Ton Yi Industrial Holdings Ltd.)	USD 50,000	100.00%
	Director	Chih-Chung Chen (Representative of Cayman Ton Yi Industrial Holdings Ltd.)	USD 50,000	100.00%
Jiangsu Ton Yi Tinglate Co., Ltd.	Chairman	Shing-Chi Liang (Representative of Cayman Jiangsu Ton Yi Industrial Holdings Ltd.)	RMB 276,558,000	82.86%
	Director	Chih-Chung Chen , Feng-Fu Chen , Ching-Hsiang Yang , P-Jen Lai (Representative of Cayman Jiangsu Ton Yi Industrial Holdings Ltd.)	RMB 276,558,000	82.86%
		Akira Sato (Representative of JFE Steel Corp.)	RMB 19,058,000	5.71%
Cayman Fujian Ton Yi Industrial Holdings Ltd.	Chairman	Shing-Chi Liang (Representative of Cayman Ton Yi Industrial Holdings Ltd.)	USD 87,000	100.00%
	Director	Chih-Chung Chen (Representative of Cayman Ton Yi Industrial Holdings Ltd.)	USD 87,000	100.00%
Fujian Ton Yi Tinglate Co., Ltd.	Chairman	Shing-Chi Liang (Representative of Cayman Fujian Ton Yi Industrial Holdings Ltd.)	RMB 545,880,000	86.80%
	Director	Chih-Chung Chen , Yah-Yi Chun ((Representative of Cayman Fujian Ton Yi Industrial Holdings Ltd.)	RMB 545,880,000	86.80%
		K.Eto (Representative of Toyota Tsusho Corp.)	RMB 48,108,000	7.65%
	Supervisor	Feng-Fu Chen (Representative of Cayman Fujian Ton Yi Industrial Holdings Ltd.)	RMB 545,880,000	86.80%
Chendu Ton Yi Industrial Packing Co., Ltd.	Chairman	Shing-Chi Liang (Representative of Cayman Ton Yi Industrial Holdings Ltd.)	RMB 62,668,000	100.00%
	Director	Chih-Chung Chen , Yu-Pao Chen , Chin-Cheng Hsu , Feng-Fu Chen (Representative of Cayman Ton Yi Industrial Holdings Ltd.)	RMB 62,668,000	100.00%
Wuxi Ton Yi Industrial Packing Co., Ltd.	Chairman	Shing-Chi Liang (Representative of Cayman Ton Yi Industrial Holdings Ltd.)	RMB 65,266,000	100.00%
	Director	Chih-Chung Chen , Yu-Pao Chen , Chin-Cheng Hsu , Feng-Fu Chen (Representative of Cayman Ton Yi Industrial Holdings Ltd.)	RMB 65,266,000	100.00%
Hong Kong Ton Yi Industrial Holdings Co., Ltd.	Chairman	Shing-Chi Liang (Representative of Cayman Ton Yi Industrial Holdings Ltd.)	USD 10,000	100.00%
	Director	Feng-Fu Chen (Representative of Cayman Ton Yi Industrial Holdings Ltd.)	USD 10,000	100.00%

8.1.5 Directors, Supervisors and Presidents of UPEC's Affiliated Companies (Continued)

Company	Title	Name or Representative	Shareholding	
			Shares / Amount	%
Uni-President Organics Corp.	Chairman	Lung-Yi Lin (Representative of Uni-President Enterprises Corp.)	2,833,333	56.67%
	Director	Chih-Hsien Lo , Fu-Shan Yang , Hua-Yang Lee (Representative of Uni-President Enterprises Corp.)	2,833,333	56.67%
		Ching-Yan Hsu (Representative of President Natural Industrial Corp.)	333,334	6.66%
		Chien-Nan Hsieh , Jui-Tang Chen (Representative of President Chain Store Corp.)	1,833,333	36.67%
	Supervisor	Chien-Li Yin (Representative of Uni-President Enterprises Corp.)	2,833,333	56.67%
	President	Shih-Ming Hung		
President International Development Corp.	Chairman	Chin-Yen Kao (Representative of Uni-President Enterprises Corp.)	937,500,000	62.50%
	Managing Director	Kao-Huei Cheng (Representative of Tainan Spinning Ltd.)	13,500,000	9.00%
		Nan-Tien Chuang (Representative of Prince Housing & Development Corp.)	9,948,500	6.33%
		Chang-Sheng Lin , Tong-Liang Lee , Lung-Yi Lin , Te-Cheng Tu (Representative of Uni-President Enterprises Corp.)	937,500,000	62.50%
	Director	Hua-Yang Lee , Chih-Peng Hsieh , Tsung-Ming Su , C.T.Chung , Wen-Lung Yang , Chun-Huang Huang (Representative of Uni-President Enterprises Corp.)	937,500,000	62.50%
		Po-Ming Hou (Representative of Tainan Spinning Corp.)	13,500,000	9.00%
		Guo-Dung Lee (Representative of Universal Cement Corp.)	5,000,000	3.33%
		Joe J.T. Teng (Representative of Canking Investment Corp.)	2,000,000	1.33%
		Chung-Ho Wu (Representative of San Shing Spinning Co., Ltd.)	1,500,000	1.00%
		Chung-Jen Hsu(Representative of President Chain Store Corp.)	5,000,000	3.33%
		Shing-Chi Liang (Representative of Ton Yi Industrial Corp.)	5,000,000	3.33%
		Chih-Hsien Lo (Representative of Kao Chyuan Inv. Co., Ltd.)	2,800,000	1.87%
		Mong-Hsing Liao (Representative of Nan Fan Building Corp.)	4,500,000	3.00%
	Supervisor	Jen-Chin Chen (Representative of Prince Housing & Development Corp.)	9,948,500	6.33%
		Chien-Li Yin (Representative of Uni-President Enterprises Corp.)	937,500,000	62.50%
President	Te-Cheng Tu			
President (BVI) International Investment Holdings Ltd.	Chairman	Chang-Sheng Lin (Representative of President International Development Corp.)	USD 123,976,000	100.00%
Uni-Home Tech Corp.	Director	Chin-Yen Kao (Representative of President (BVI) International Investment Holdings Ltd.)	USD 32,472,000	50.00%
		Ming-Chang Hsieh (Representative of Cayman Weihao Holdings Ltd.)	USD 32,472,000	50.00%

8.1.5 Directors, Supervisors and Presidents of UPEC's Affiliated Companies (Continued)

Company	Title	Name or Representative	Shareholding	
			Shares / Amount	%
Uni-Splendor Corp.	Chairman	Po-Ming Yen (Representative of Uni-Home Tech.)	199,000	100.00%
	Director	Chang-Sheng Lin · Lung-Yi Lin · Chin-Chin Kuo · Yi-Chien Lin · Shu-E Lien (Representative of Uni-Home Tech.)	199,000	100.00%
	Supervisor	Te-Cheng Tu · Te-Fu Fang (Representative of Uni-Home Tech.)	199,000	100.00%
	President	Yu-Yuan Lin		
Uni-Splendor (BVI) Corp.	Chairman	Po-Ming Yen (Representative of Uni-Home Tech.)	USD 1,000,000	100.00%
	Director	Mu-Jung Kuan (Representative of Uni-Home Tech.)	USD 1,000,000	100.00%
Ever-Splendor Ent.(HK)Co., Ltd.	Chairman	Po-Ming Yen	HKD 1,000,000	100.00%
	Director	Mu-Jung Kuan	HKD 1,000,000	100.00%
Ever-Splendor Electrics (Shenzhen) Co., Ltd.	Chairman	Yu-Yuan Lin (Representative of Uni-Splendor (BVI) Corp.)	USD 60,430,000	100.00%
	Director	Yi-Yang Lin, Yi-Chien Lin, Mu-Jung Kuan, Chin-Mei Lo (Representative of Uni-Splendor (BVI) Corp.)	USD 60,430,000	100.00%
	President	Yu-Yuan Lin		
Tong Shou Investment Corp.	Chairman	Chang-Sheng Lin (Representative of President International Development Corp.)	13,918,000	100.00%
	Director	Chih-Hsien Lo · Lung-Yi Lin (Representative of President International Development Corp.)	13,918,000	100.00%
	Supervisor	Te-Cheng Tu (Representative of President International Development Corp.)	13,918,000	100.00%
Tong Yu Investment Corp.	Chairman	Chang-Sheng Lin (Representative of President International Development Corp.)	152,000,000	100.00%
	Director	Chih-Hsien Lo · Lung-Yi Lin (Representative of President International Development Corp.)	152,000,000	100.00%
	Supervisor	Te-Cheng Tu (Representative of President International Development Corp.)	152,000,000	100.00%
Rich Universe International Limited (BVI)	Director	Po-Ming Yen (Representative of Tong Yu Investment Corp.)	USD 9,800,000	50.00%
		Mu-Jung Kuan (Representative of Skill Rich Investment Limited)	USD 9,800,000	50.00%
Grand-Prosper (HK) Limited.	Director	Po-Ming Yen, Mu-Jung Kuan (Representative of Rich Universe Intertaional Limited)	HKD 156,000,000	100.00%
Uni-Splendor Technology (Huizhou) Corp.	Chairman	Po-Ming Yen (Representative of Grand-Prosper (HK) Limit.)	USD 19,200,000	100.00%
	Director	Yi-Yang Lin, Yu-Yuan Lin (Representative of Grand-Prosper (HK) Limit.)	USD 19,200,000	100.00%
	President	Yi-Yang Lin		
Tong Cheng Investment Corp.	Chairman	Chang-Sheng Lin (Representative of President International Development Corp.)	15,000,000	100.00%
	Director	Chih-Hsien Lo · Lung-Yi Lin (Representative of President International Development Corp.)	15,000,000	100.00%
	Supervisor	Te-Cheng Tu (Representative of President International Development Corp.)	15,000,000	100.00%

8.1.5 Directors, Supervisors and Presidents of UPEC's Affiliated Companies (Continued)

Company	Title	Name or Representative	Shareholding	
			Shares / Amount	%
President Life Sciences Co., Ltd.	Chairman	Chang-Sheng Lin(Representative of President International Development Corp.)	78,100,000	100.00%
	Director	Nan-Tien Chuang , Te-Cheng Tu (Representative of President International Development Corp.)	78,100,000	100.00%
	Supervisor	Chien-Li Yin (Representative of President International Development Corp.)	78,100,000	100.00%
	President	Te-Cheng Tu		
President Life Sciences Cayman Co., Ltd.	Chairman	Chang-Sheng Lin (Representative of President Life Sciences Co., Ltd.)	USD 27,124,000	100.00%
Protein Institute Inc.	Chairman	Dr. Matthew Gonda	0	0.00%
	Director	Shi-Zhang Chen	200,340	2.65%
		Rui- Yao Zhang	2,004,156	26.51%
		Dr. Freid Murad	420,336	5.56%
President	Dr. Matthew Gonda			
A-Spine Asia Co., Ltd.	Chairman	Te-Cheng Tu (Representative of President Life Science Co., Ltd.)	6,515,820	76.48%
	Director	Hai-Tu Chang , Chiou-Ru Shih , Yi-Hsiu Lien (Representative of President Life Science Co., Ltd.)	6,515,820	76.48%
		Shi-Yang Chen	397,500	4.67%
	Supervisor	Hui-Zi Hong (Representative of President Life Science Co., Ltd.)	6,515,820	76.48%
President	Hai-Tu Chang			
A-Spine International Co., Ltd.	Director	Te-Cheng Tu , Hai-Tu Chang , Zi-Xie Chen (Representative of A-Spine Asia co., Ltd.)	HKD 10,000	100.00%
Jiezhhan Medical Technology (Xiamen) Co., Ltd.	Chairman	Zi-Xie Chen (Representative of A-Spine International Co., Ltd.)	USD 140,000	100.00%
	Director	Te-Cheng Tu , Hai-Tu Chang (Representative of A-Spine International Co., Ltd.)	USD 140,000	100.00%
	President	Wei-Shiun Chen		
Tung Li Development Corp.	Chairman	Chang-Sheng Lin (Representative of President International Development Corp.)	1,760,000	50.00%
	Director	Te-Cheng Tu , Nan-Tien Chuang (Representative of President International Development Corp.)	1,760,000	50.00%
		Chih-Chung Yeh, Tsung-Chiung Ye (Representative of Feng Tai Design Corp.)	1,760,000	50.00%
	Supervisor	Lung-Yi Lin (Representative of President International Development Corp.)	1,760,000	50.00%
President	Chih-Chung Yeh			
Presitex Co., Ltd.	Chairman	Shean-Chih Lin (Representative of President International Development Corp.)	18,527,000	100.00%
	Director	Chang-Sheng Lin , Lung-Yi Lin (Representative of President International Development Corp.)	18,527,000	100.00%
	Supervisor	Te-Cheng Tu (Representative of President International Development Corp.)	18,527,000	100.00%
	President	Yu-Hsing Chen		

8.1.5 Directors, Supervisors and Presidents of UPEC's Affiliated Companies (Continued)

Company	Title	Name or Representative	Shareholding	
			Shares / Amount	%
Presitex Corp.,S.A.	Chairman	Shean-Chih Lin (Representative of Presitex Co., Ltd.)	NIO 126,560,000	99.39%
	President	Yu-Hsing Chen		
Unisebaco S.A.	Chairman	Shean-Chih Lin (Representative of Presitex Co., Ltd.)	NIO 60,540,000	99.59%
	President	Yu-Hsing Chen		
Cheuk Yip Agents Limited	Chairman	Shean-Chih Lin (Representative of Presitex Co., Ltd.)	USD10,000	100.00%
Presitex USA Inc.	Chairman	Shean-Chih Lin (Representative of Presitex Co., Ltd.)	USD10,000	100.00%
President Natural Industrial Corp.	Chairman	Chang-Sheng Lin(Representative of Uni-President Enterprises Corp.)	8,981,998	74.85%
	Director	Hua-Yang Lee, Jui-Tang Chen, Du-Chang Tsai, Ching-Yan Hsu (Representative of Uni-President Enterprises Corp.)	8,981,998	74.85%
		Sasaki Ryuichi, Hashimoto Yukio (Representative of Naturally Yours Corp.)	2,760,000	23.00%
	Supervisor	Chien-Li Yin(Representative of Uni-President Enterprises Corp.)	8,981,998	74.85%
		Hashimoto Yukio (Representative of Naturally Yours Corp.)	2,760,000	23.00%
	President	Sasaki Ryuichi		
High Wave Biotech Corp.	Chairman	Ching-Yan Hsu (Representative of President Natural Industrial Corp.)	100,000	100.00%
	Director	Tin-Wei Ou · Kao-Pin Chan (Representative of President Natural Industrial Corp.)	100,000	100.00%
	Supervisor	Ming-Yi Lee (Representative of President Natural Industrial Corp.)	100,000	100.00%
Uni-President Vendor Corp.	Chairman	Wen-Lung Yang (Representative of Uni-President Enterprises Corp.)	25,000,000	100.00%
	Director	Chih-Hsien Lo · Wen-Pin Chen (Representative of Uni-President Enterprises Corp.)	25,000,000	100.00%
	Supervisor	Chien-Li Yin (Representative of Uni-President Enterprises Corp.)	25,000,000	100.00%
	President	Wen-Pin Chen		
President Baseball Team Corp.	Chairman	Chang-Sheng Lin (Representative of Uni-President Enterprises Corp.)	3,000,000	100.00%
	Vice Chairman	Tong-Liang Lee (Representative of Uni-President Enterprises Corp.)	3,000,000	100.00%
	Director	Lung-Yi Lin · Chih-Hsien Lo · Chung-Jen Hsu · Hong-Bin Lee · Chih-Peng Hsieh · Wen-Lung Yang (Representative of Uni-President Enterprises Corp.)	3,000,000	100.00%
	Supervisor	Chao-Chin Wu (Representative of Uni-President Enterprises Corp.)	3,000,000	100.00%
	President	Tseng-Hsiang Lin		

8.1.5 Directors, Supervisors and Presidents of UPEC's Affiliated Companies (Continued)

Company	Title	Name or Representative	Shareholding	
			Shares / Amount	%
President Pharmaceutical Corp.	Chairman	Chang-Sheng Lin (Representative of President Chain Store Corp.)	14,600,494	73.74%
	Director	Hua-Yang Lee · Ming-Hang Kuo (Representative of President Chain Store Corp.)	14,600,494	73.74%
		Ping-Chih Wu (Representative of Taipo Investments Corp.)	1,980,000	10.00%
		Tian-Mao Lin, Chung-Cheng Wu (Representative of Tung Rui Investment Corp.)	382,199	1.93%
		Du-Chang Tsai · Chung-Jen Hsu(Representative of President Chain Store Corp.)	14,600,494	73.74%
	Supervisor	Chien-Nan Hsieh (Representative of President Chain Store Corp.)	14,600,494	73.74%
	President	Ming-Hang Kuo		
Tone Sang Construction Corp.	Chairman	Tong-Liang Lee (Representative of Uni-President Enterprises Corp.)	27,000,000	100.00%
	Director	Chang-Sheng Lin · Lung-Yi Lin · Ben-Yung Liao · Mu-Tsuen Hou (Representative of Uni-President Enterprises Corp.)	27,000,000	100.00%
	Supervisor	Chien-Li Yin (Representative of Uni-President Enterprises Corp.)	27,000,000	100.00%
	President	Ben-Yung Liao		
President Entertainment Corp.	Chairman	Tong-Liang Lee (Representative of Uni-President Enterprises Corp.)	98,885,256	61.80%
	Director	Chang-Sheng Lin · Lung-Yi Lin · Chih-Hsien Lo (Representative of Uni-President Enterprises Corp.)	98,885,257	61.80%
		Nan-Tien Chuang · Po-Ming Hou · Chung-Jen Hsu (Representative of President International Development Corp.)	61,114,744	38.20%
	Supervisor	Chien-Li Yin (Representative of Uni-President Enterprises Corp.)	98,885,257	61.80%
	President	Ming-Chin Yang		
Tung Ho Development Corp.	Chairman	Tong-Liang Lee (Representative of Uni-President Enterprises Corp.)	96,394,731	71.40%
	Director	Chang-Sheng Lin · Lung-Yi Lin · Chih-Hsien Lo (Representative of Uni-President Enterprises Corp.)	96,394,731	71.40%
		Chung-Jen Hsu (Representative of President Chain Store Corp.)	26,906,953	19.93%
		Ju-Ken Tu (Representative of Nanlien International Corp.)	10,736,669	9.95%
	Supervisor	Chien-Li Yin · Ming-Chin Yang (Representative of Uni-President Enterprises Corp.)	96,394,731	71.40%
President	Shu-Chieh Huang			
President Being Corp.	Chairman	Chung-Huang Huang (Representative of Tung Ho Development Corp.)	70,000,000	100.00%
	Director	Yu-Ming Chang · Wen-Ching Lin · Shu-Chieh Huang (Representative of Tung Ho Development Corp.)	70,000,000	100.00%
	Supervisor	Wen-Chi Wu, Ruei-He Lu (Representative of Tung Ho Development Corp.)	70,000,000	100.00%
	President	Shu-Chieh Huang		

8.1.5 Directors, Supervisors and Presidents of UPEC's Affiliated Companies (Continued)

Company	Title	Name or Representative	Shareholding	
			Shares / Amount	%
Uni-Resort Corp.	Chairman	Tong-Liang Lee (Representative of Tung Ho Development Corp.)	100,000	100.00%
	Director	Lung-Yi Lin · Chang-Sheng Lin (Representative of Tung Ho Development Corp.)	100,000	100.00%
	Supervisor	Chien-Li Yin (Representative of Tung Ho Development Corp.)	100,000	100.00%
President Kikkoman Inc.	Chairman	Yuzabuyo Mogi (Representative of Kikkoman Corp.)	6,000,000	50.00%
	Director	Mitsuo Someya, Kaichiyo Someya, Hiroshi Chigira, Shimizu Kazuo (Representative of Kikkoman Corp.)	6,000,000	50.00%
		Chang-Sheng Lin · Lung-Yi Lin · Chih-Hsien Lo · Jui-Shen Wang · Shuo-Chieh Wang (Representative of Uni-President Enterprises Corp.)	6,000,000	50.00%
	Supervisor	Audo Kimio (Representative of Kikkoman Corp.)	6,000,000	50.00%
		Chien-Li Yin (Representative of Uni-President Enterprises Corp.)	6,000,000	50.00%
President	Shuo-Chieh Wang			
Retail Support International Corp.	Chairman	Chung-Jen Hsu (Representative of President Chain Store Corp.)	5,000,000	25.00%
	Director	Lung-Yi Lin · Chih-Hsien Lo (Representative of Uni-President Enterprises Corp.)	4,000,000	20.00%
		Chien-Nan Hsieh (Representative of President Chain Store Corp.)	5,000,000	25.00%
		Narita Koichi · Kaneko Noboru (Representative of Mitsubishi Corp.)	3,000,000	15.00%
		Onoda Rokuro (Representative of Ryoshoku Ltd.)	2,000,000	10.00%
		Ju-Ken Tu (Representative of Nanlien International Corp.)	4,000,000	20.00%
	Supervisor	Jui-Tang Chen (Representative of President Chain Store Corp.)	5,000,000	25.00%
		Chun-Yi Chen (Representative of Mitsubishi Corp.)	2,000,000	10.00%
President	Chin-Pin Hsu			
Retail Support Taiwan Corp.	Chairman	Chien-Nan Hsieh (Representative of Retail Support International Corp.)	2,871,300	51.00%
	Director	Chieh-Shang Chen · Chin-Pin Hsu (Representative of Retail Support International Corp.)	2,871,300	51.00%
		Ming-Fang Lin (Representative of FSG Co., Ltd.)	1,655,220	29.40%
		Wei-Yu Huang (Representative of Grand Fountain Co., Ltd.)	1,103,480	19.60%
	Supervisor	Chien-Wei Lu (Representative of Retail Support International Corp.)	2,871,300	51.00%
		Yueh-Kuei Cheng (Representative of Grand Fountain Co., Ltd.)	1,103,480	19.60%
President	Ming-Fang Lin			

8.1.5 Directors, Supervisors and Presidents of UPEC's Affiliated Companies (Continued)

Company	Title	Name or Representative	Shareholding	
			Shares / Amount	%
President Logistics International Co., Ltd.	Chairman	Hsieh-Shou Peng (Representative of Retail Support International Corp.)	7,350,000	49.00%
	Director	Chin-Pin Hsu, Hsieh-Shou Peng, Chien-Shan Chen (Representative of Retail Support International Corp.)	7,350,001	49.00%
		Dong-Ho Chen, Ching-Ren Tseng (Representative of Uni-President Cold Chain Corp.)	3,750,000	25.00%
		Po-Chung Hsieh, Chien-Chia Peng (Representative of Wisdom Distribution Service Corp.)	3,000,000	20.00%
		Ming-Fang Lin (Representative of Retail Support Taiwan Corp.)	900,000	6.00%
	Supervisor	Chien-Wei Lu (Representative of Retail Support International Corp.)	7,350,001	49.00%
		Kuang-Wen Tsai (Representative of Uni-President Cold Chain Corp.)	3,750,000	25.00%
	President	Hsieh-Shou Peng		
Chieh Shun Transport Corp.	Chairman	Hsieh-Shou Peng (Representative of President Logistics International Co., Ltd.)	6,000,000	100.00%
	Director	Chin-Pin Hsu, Hsieh-Shou Peng, Dong-Ho Chen, Chien-Shan Chen, Po-Chung Hsieh, Ching-Ren Tseng, Chien-Chia Peng, Ming-Fang Lin (Representative of President Logistics International Co., Ltd.)	6,000,000	100.00%
	Supervisor	Chien-Wei Lu, Kuang-Wen Tsai (Representative of President Logistics International Co., Ltd.)	6,000,000	100.00%
	President	Hsieh-Shou Peng		
President Fair Development Corp.	Chairman	Chin-Yen Kao (Representative of Uni-President Enterprises Corp.)	364,500,000	40.50%
	Director	Chang-Sheng Lin, Lung-Yi Lin, Chih-Hsien Lo (Representative of Uni-President Enterprises Corp.)	364,500,000	40.50%
		Paul Chang, Nan-Tien Chuang, Te-Cheng Tu, Kao-Huei Cheng (Representative of President International Development Corp.)	364,500,000	40.50%
		Chung-Jen Hsu (Representative of President Chain Store Corp.)	171,000,000	19.00%
	Supervisor	Chien-Li Yin (Representative of Uni-President Enterprises Corp.)	364,500,000	40.50%
	President	Paul Chang		
Kainan Plywood & Wood Mfg. Co., Ltd.	Chairman	Chang-Sheng Lin (Representative of President Fair Development Corp.)	20,000,000	100.00%
	Director	Lung-Yi Lin, Paul Chang (Representative of President Fair Development Corp.)	20,000,000	100.00%
	Supervisor	Chien-Li Yin (Representative of President Fair Development Corp.)	20,000,000	100.00%
	President	Paul Chang		

8.1.5 Directors, Supervisors and Presidents of UPEC's Affiliated Companies (Continued)

Company	Title	Name or Representative	Shareholding	
			Shares / Amount	%
President Nisshin Corp.	Chairman	Ogome Kazuo (Representative of Nisshin Oil Mills, Ltd.)	5,280,000	44.00%
	Vice Chairman	Chang-Sheng Lin (Representative of Uni-President Enterprises Corp.)	6,120,000	51.00%
	Director	Akitani Joukei, Takase Shunji, Yuki Hakazawa, Suzuki Tadash (Representative of Nisshin Oil Mills, Ltd.)	5,280,000	44.00%
		Lung-Yi Lin · Chih-Hsien Lo · Chih-Peng Hsieh · Liang-Feng Wu (Representative of Uni-President Enterprises Corp.)	6,120,000	51.00%
	Supervisor	Kurokawa Kentaro (Representative of Nisshin Oil Mills, Ltd.)	5,280,000	44.00%
		Chien-Li Yin (Representative of Uni-President Enterprises Corp.)	6,120,000	51.00%
	President	Liang-Feng Wu		
President Packaging Corp.	Chairman	Chih-Hsien Lo (Representative of Uni-President Enterprises Corp.)	15,317,531	50.59%
	Director	Long-Hong Lu · Chih-Peng Hsieh (Representative of Uni-President Enterprises Corp.)	15,317,531	50.59%
		Jun-Hsiao Lee, Rwei-Che Lee, Rwei-Chin Lee (Representative of Yilung Investment Corp.)	6,136,608	20.27%
	Supervisor	Chien-Li Yin (Representative of Uni-President Enterprises Corp.)	15,317,531	50.59%
	President	Rwei-Chin Lee	780,808	2.58%
President Packaging (BVI) Corp.	Chairman	Rwei-Chin Lee (Representative of President Packaging Corp.)	USD 3,863,000	100.00%
Suzhou President Packaging Co., Ltd.	Chairman	Chih-Hsien Lo (Representative of President Packaging (BVI) Corp.)	USD 3,000,000	100.00%
	Director	Rwei-Chin Lee · Chih-Peng Hsieh (Representative of President Packaging (BVI) Corp.)	USD 3,000,000	100.00%
Chancshu President Packaging Co., Ltd.	Chairman	Rwei-Chin Lee (Representative of President Packaging (BVI) Corp.)	USD 855,000	100.00%
	Director	Rwei-Che Lee · Chung-Che Wu (Representative of President Packaging (BVI) Corp.)	USD 855,000	100.00%
Ton Yi Pharmaceutical Corp.	Chairman	Chang-Sheng Lin (Representative of Uni-President Enterprises Corp.)	510,000	51.00%
	Director	Hua-Yang Lee, Chung-Jen Hsu, Du-Chang Tsai (Representative of Uni-President Enterprises Corp.)	51,000	51.00%
		Ping-Chih Wu (Representative of Taipo Investments Corp.)	10,000	10.00%
		Huaw-Chiu Kuo, Chung-Cheng Wu (Representative of Tung Rui Investment Corp.)	39,000	39.00%
	Supervisor	Tian-Mao Lin (Representative of Tung Rui Investment Corp.)	39,000	39.00%
	President	Ming-Hang Kuo		
Tung Yuan Corp.	Chairman	Ying-Thung Yu (Representative of Uni-President Enterprises Corp.)	19,800.00	100.00%
	Director	Chien-Chang Chen, Po-Rong Yen (Representative of Uni-President Enterprises Corp.)	19,800,000	100.00%
	Supervisor	Chao-Chin Wu (Representative of Uni-President Enterprises Corp.)	19,800,000	100.00%
	President	Ying-Thung Yu		

8.1.5 Directors, Supervisors and Presidents of UPEC's Affiliated Companies (Continued)

Company	Title	Name or Representative	Shareholding	
			Shares / Amount	%
Uni-President Musashino Corp.	Chairman	Chih-Hsien Lo (Representative of Uni-President Enterprises Corp.)	26,145,000	50.00%
	Director	Fu-Shan Yang, Long-Hong Lu (Representative of Uni-President Enterprises Corp.)	26,145,000	50.00%
		Jui-Tang Chen, Kou-Shan Wu, Mow-Yuan Wu (Representative of President Chain Store Corp.)	20,916,000	40.00%
		Chang-Chi Lin (Representative of Asia Frozen Food Corp.)	5,229,000	10.00%
	Supervisor	Chien-Li Yin (Representative of Uni-President Enterprises Corp.)	26,145,000	50.00%
		Fu-Tang Chen (Representative of President Chain Store Corp.)	20,916,000	40.00%
	President	Feng-Chi Kuo		
Uni-President Dream Parks Corp.	Chairman	Chih-Hsien Lo (Representative of Uni-President Enterprises Corp.)	6,000,000	100.00%
	Director	Kou-Shan Wu, Hong-Bin Lee (Representative of Uni-President Enterprises Corp.)	6,000,000	100.00%
	Supervisor	Chien-Li Yin (Representative of Uni-President Enterprises Corp.)	6,000,000	100.00%
	President	Hong-Bin Lee		
Uni-OAO Travel Service Corp.	Chairman	Chih-Hsien Lo (Representative of Uni-President Dream Parks Corp.)	2,040,000	97.14%
	Director	Chi-Shiun Liu, Hong-Bin Lee (Representative of Uni-President Dream Parks Corp.)	2,040,000	97.14%
		Jui-Tien Huang (Representative of President Chain Store Corp.)	60,000	2.86%
	Supervisor	Chien-Li Yin (Representative of Uni-President Dream Parks Corp.)	2,040,000	97.14%
	President	Kuang-Yen Chu		
Uni-President Glass Industrial Co., Ltd.	Chairman	Lung-Yi Lin (Representative of Uni-President Enterprises Corp.)	36,000,000	100.00%
	Director	Chih-Hsien Lo, Long-Hong Lu, Ying-Chieh Kao (Representative of Uni-President Enterprises Corp.)	36,000,000	100.00%
	Supervisor	Chien-Li Yin (Representative of Uni-President Enterprises Corp.)	36,000,000	100.00%
	President	Ying-Chieh Kao		
Kai Nan Investment Co., Ltd.	Chairman	Chang-Sheng Lin (Representative of Uni-President Enterprises Corp.)	379,301,362	100.00%
	Director	Chih-Hsien Lo, Lung-Yi Lin (Representative of Uni-President Enterprises Corp.)	379,301,362	100.00%
	President	Chang-Sheng Lin		
	Supervisor	Chien-Li Yin (Representative of Uni-President Enterprises Corp.)	379,301,362	100.00%
Kai Nan (BVI) Investment Co., Ltd.	Director	Chang-Sheng Lin (Representative of Kai Nan Investment Co., Ltd.)	18,550,000	100.00%

8.1.5 Directors, Supervisors and Presidents of UPEC's Affiliated Companies (Continued)

Company	Title	Name or Representative	Shareholding	
			Shares / Amount	%
President Tokyo Corp.	Chairman	Hoshino Mikio (Representative of Tokyo Leasing Co., Ltd.)	9,800,000	49.00%
	Director	Toyoda Yoshiyuki, Fujino Toru (Representative of Tokyo Leasing Co., Ltd.)	9,800,000	49.00%
		Chang-Sheng Lin, Lung-Yi Lin, Chang-Sheng Lin (Representative of Uni-President Enterprises Corp.)	10,200,000	51.00%
	Supervisor	Tsung-Ming Su (Representative of Uni-President Enterprises Corp.)	10,200,000	51.00%
	President	Chang-Sheng Lin		
President Tokyo Auto Leasing Corp.	Chairman	Hoshino Mikio (Representative of President Tokyo Corp.)	10,000,000	100.00%
	Director	Hoshino Mikio, Toyoda Yoshiyuki, Chang-Sheng Lin, Lung-Yi Lin, Chang-Sheng Lin (Representative of President Tokyo Corp.)	10,000,000	100.00%
	Supervisor	Tsung-Ming Su (Representative of President Tokyo Corp.)	10,000,000	100.00%
	President	Chang-Sheng Lin		
Presco Netmarketing Inc.	Chairman	Chih-Hsien Lo (Representative of Uni-President Enterprises Corp.)	6,500,000	100.00%
	Director	Tzong-Yi Liou, Chien-Nan Hsieh, Shui-Hsing Yeh (Representative of Uni-President Enterprises Corp.)	6,500,000	100.00%
	Supervisor	Tsung-Ming Su (Representative of Uni-President Enterprises Corp.)	6,500,000	100.00%
	President	Shui-Hsing Yeh		
Uni-President Biotechnology Co., Ltd.	Chairman	Chang-Sheng Lin (Representative of Uni-President Enterprises Corp.)	1,750,000	50.00%
	Director	Hua-Yang Lee, Du-Chang Tsai (Representative of Uni-President Enterprises Corp.)	1,750,000	50.00%
		Hsiao-Chang Chuang, Ling-Kuan Yang (Representative of Jung-Sheng Investment Co., Ltd.)	1,470,002	42.00%
	Supervisor	Chien-Li Yin (Representative of Uni-President Enterprises Corp.)	1,750,000	50.00%
		Hai-Shang Hsu (Representative of Jung-Sheng Investment Co., Ltd.)	1,470,002	42.00%
	President	Tai-Ting Chou		
Uni-President Development Corp.	Chairman	Chin-Yen Kao (Representative of Uni-President Enterprises Corp.)	30,000,000	30.00%
	Director	Chang-Sheng Lin (Representative of Uni-President Enterprises Corp.)	30,000,000	30.00%
		Lung-Yi Lin (Representative of President International Development Corp.)	20,000,000	20.00%
		Nan-Tien Chuang (Representative of Prince Housing & Development Corp.)	30,000,000	30.00%
		Chung-Jen Hsu (Representative of President Chain Store Corp.)	20,000,000	20.00%
	Supervisor	Te-Cheng Tu (Representative of Uni-President Enterprises Corp.)	30,000,000	30.00%
		Jen-Chin Chen (Representative of Prince Housing & Development Corp.)	30,000,000	30.00%
	President	Paul Chang		

8.1.5 Directors, Supervisors and Presidents of UPEC's Affiliated Companies (Continued)

Company	Title	Name or Representative	Shareholding	
			Shares / Amount	%
Q-Ware Systems & Services Corp.	Chairman	Chien-Nan Hsieh (Representative of President Chain Store Corp.)	11,098,629	23.07%
	Director	His-Lin Yang · Mu-Hsing Fang · Jui-Tang Chen (Representative of Uni-President Enterprises Corp.)	13,599,500	28.27%
		Kou-Shan Wu · Jia-Hua Chang (Representative of President Chain Store Corp.)	11,098,629	23.07%
		Po-Ming Hou (Representative of Tainan Spinning Co., Ltd.)	1,023,443	2.13%
		Hsiu-Chuan Huang (Representative of Fonmau Cereal Industrial Co., Ltd.)	1,448,329	3.01%
		Hui-Chen Chen (Representative of Der Yen Investment Co., Ltd.)	1,345,782	2.80%
	Supervisor	Ching-Hsin Chen (Representative of Uni-President Enterprises Corp.)	13,599,500	28.27%
		Fan-Bin Tseng (Representative of President Chain Store Corp.)	11,098,629	23.07%
		Meng-Hsing Liao (Representative of Nan Fan Housing Development Co., Ltd.)	4,151,254	8.63%
	President	His-Lin Yang		
Professional E-Commerce Services Ltd.(BVI)	Chairman	His-Lin Yang (Representative of Q-Ware Systems & Services Corp.)	USD 1,000,000	100.00%
Shanghai Hexun Trading Co., Ltd.	Chairman	His-Lin Yang (Representative of Q-Ware Systems & Services Corp.)	USD 1,000,000	100.00%

8.1.6 Summarized Operation Results of Affiliated Enterprises

Unit: NT\$ thousands

Name of Corporation	Paid-in Capital	Total Assets	Total Liabilities	Net Worth	Net Operating Revenues	Operating Income	Net Income	Earning Per Share (NT\$)
Uni-President Enterprises Corp.	35,553,733	95,348,059	32,116,361	63,231,698	46,025,940	1,659,204	11,016,987	3.10
President Global Corp.	162,150	537,203	97,290	439,903	193,059	17,103	64,175	2.99
Ameripecc Inc.	84,350	376,026	131,050	244,976	650,299	99,930	48,125	18.50
President Asian Enterprises Inc.	516,898	442,298	65,940	376,358	11,434	(11,664)	53,729	-
555053 British Columbia Ltd	269,042	222,732	162	222,570	0	0	(5,778)	-
Cayman President Holdings Ltd.(Note 1)	5,063,490	43,234,445	24,210,141	19,024,304	49,222,095	2,248,590	5,571,971	-
Linkhope Int'l LLC	63,076	275,475	24	275,451	0	0	215,123	-
Uni-President Southeast Asia Holdings Ltd. (Note 1)	1,491,780	6,831,282	6,659,261	172,021	10,927,975	235,418	(84,312)	-
Uni-President (Thailand) Ltd.	1,786,480	1,577,796	1,561,638	16,157	1,052,800	(79,080)	(152,964)	-
Uni-President (Thailand) Marketing Ltd.	10,960	278,797	192,069	86,729	940,632	72,073	49,148	-
Uni-President (Vietnam) Co., Ltd.	1,198,135	3,875,843	2,088,179	1,787,664	7,020,251	501,631	394,150	-
Uni-President Vietnam Aquatic Breeding Co., Ltd.	35,211	46,239	12,757	33,483	0	(1,748)	(1,749)	-
Uni-President Foods Corp.	26,690	237	620	(383)	0	(154)	(154)	-
Uni-President (Philippines) Corp.	1,149,240	398,949	255,887	143,062	378,131	(119,466)	(129,962)	-
PT. ABC President Indonesia	167,033	901,141	867,243	33,897	1,420,468	(169,148)	(246,411)	-
President Energy Development (Cayman Islands) Ltd.	1,297,200	940,168	14,991	925,177	0	(20,603)	(16,579)	-
Uni-President China Holdings Ltd. (Cayman) (Note 1)	146,828	30,602,346	7,789,112	22,813,234	37,397,278	2,152,713	1,865,623	-
Un-President Asia Holdings Ltd.	9,038,962	14,333,492	293,305	14,040,187	0	(177,775)	1,861,739	-
Tong Ren Corp Limited.	1,054	18,539	13,354	5,185	0	(3,123)	4,177	-
President Enterprises (China) Investment Co., Ltd.	9,038,962	12,358,594	982,046	11,376,548	0	(179,016)	1,903,172	-
Fuzhou President Enterprises Co., Ltd.	364,192	796,620	254,925	541,695	1,791,396	153,559	157,365	-
Xinjiang President Enterprises Food Co., Ltd.	463,199	633,105	319,696	313,409	1,593,631	71,001	65,689	-
Chengdu President Enterprises Food Co., Ltd.	719,725	2,256,679	860,254	1,396,425	5,412,410	492,388	452,132	-
Guangzhou President Enterprises Co., Ltd.	1,758,272	2,665,968	910,941	1,755,027	6,403,312	279,304	278,079	-
Beijing President Food Co., Ltd.	586,869	365,539	291,145	74,394	1,074,779	(97,583)	(72,271)	-
Beijing President Enterprises Drinks & Food Co., Ltd.	631,918	1,108,474	305,065	803,409	2,885,919	109,582	119,023	-
Integrated Marketing & Distribution Co., Ltd.	8,800	23,984	107,228	(83,244)	2,791	(62,939)	(63,860)	-
President (Shanghai) Trading Co., Ltd.	21,343	35,989	179,813	(143,824)	159,914	(63,814)	(121,671)	-
Wuhan President Enterprises Food Co., Ltd.	1,092,492	2,787,089	1,051,162	1,735,927	5,469,524	521,430	515,815	-
Nanchang President Enterprises Co., Ltd.	438,240	753,764	199,235	554,529	1,389,183	94,038	105,407	-
Kunshan President Enterprises Food Co., Ltd.	1,575,007	4,084,664	1,714,678	2,369,986	7,508,157	576,924	565,564	-
Guangzhou Wang Sheng Industrial Co., Ltd.	96,800	43,839	102	43,737	1,578	705	472	-
Shenyang President Enterprises Co., Ltd.	726,748	774,873	321,466	453,407	1,633,526	(13,474)	9,385	-
Hefei President Enterprises Co., Ltd.	364,307	1,144,024	598,152	545,872	2,391,463	134,395	129,634	-

8.1.6 Summarized Operation Results of Affiliated Enterprises (Continued)

Unit: NT\$ thousands

Name of Corporation	Paid-in Capital	Total Assets	Total Liabilities	Net Worth	Net Operating Revenues	Operating Income	Net Income	Earning Per Share (NT\$)
Harbin President Enterprises Co., Ltd.	546,437	368,940	391,210	(22,270)	499,392	(63,922)	(61,819)	-
Zhengzhou President Enterprises Co., Ltd.	437,140	1,298,914	482,574	816,340	2,821,687	425,885	363,388	-
Guangzhou President Healthly Food Technology Co., Ltd.	127,468	190,611	117,145	73,466	61,872	(14,516)	(14,427)	-
Kunming President Enterprises Corp.	326,260	333,711	0	333,711	0	(227)	98	-
Tianjiang President Enterprises Food Co., Ltd.	431,200	487,705	340,908	146,797	447,077	3,074	34,242	-
Meishan President Feed & Oil Co., Ltd.	255,200	335,782	284,535	51,247	427,374	(24,110)	(29,148)	-
Zhongshan President Enterprises Co., Ltd.	438,834	819,139	694,091	125,048	1,170,628	67,250	(139,068)	-
Changjiagang President Nisshin Food Co., Ltd.	621,078	652,318	20,698	631,620	1,182,444	11,414	13,378	-
Sanshui Jianlibao Commerce Co., Ltd.	466,400	5,309,040	5,289,794	19,246	5,203,984	(7,106)	(172,196)	-
Qingdao President Feed & Livestock Co., Ltd.	546,361	561,062	133,628	427,434	777,807	(24,348)	(1,230)	-
Shanghai Songjiang President Enterprises Co., Ltd.	294,457	349,708	461,754	(112,046)	278,369	(8,966)	(17,216)	-
President International Trade & Investment Corp. (Note 1)	1,459,746	2,531,498	35,011	2,496,487	141,991	(6,766)	(19,180)	-
Shanghai President International Food Co., Ltd.	694,002	81,177	34,031	471,446	141,993	4,181	(8,907)	-
Uni-President International (HK) Co., Ltd.	25,260	51,046	33,768	17,278	155,039	(74,256)	8,174	1.38
Century Quick Service Restaurant Corp.	130,000	89,760	74,553	15,207	373,763	3,115	1,092	-
Tung Ang Enterprises Corp.	30,000	785,358	654,056	131,302	6,999,159	86,657	86,850	28.95
Kai Yu Investment Co., Ltd. (Note 1)	4,322,054	2,173,462	963,428	1,210,034	466,647	135,443	(132,333)	(0.31)
Kai Yu (BVI) Investment Co., Ltd. (Note 1)	810,750	1,482,762	955,869	526,893	278,548	(10,073)	(79,577)	(3.18)
Tung Jun International Corp.	12,000	39,818	29,195	10,623	152,230	(1,304)	452	(0.56)
Tung Guan Enterprises Co., Ltd.	20,000	84,609	75,845	8,764	374,181	(6,274)	145	(0.36)
U-Fu Asset Management Corp.	1,000	2,191	306	1,885	0	(117)	78,649	3.95
Nanlien International Corp.	1,000,000	2,644,864	1,493,091	1,151,773	2,555,884	(57,250)	33,168	0.33
Nella Limited (HK)	42	62,352	102,857	(40,505)	40,373	16,259	(40,547)	-
Cayman Nanlien Holding Ltd.	130,044	78,937	200	78,737	0	(19,703)	(20,518)	(0.01)
Lien-Song Enterprises Corp.	65,000	72,506	15,263	57,243	317,773	(4,144)	9	0.01
Union Chinese Corp.	160,000	633,535	461,187	172,348	549,074	16,468	(1,523)	(0.10)
Wei Lien Enterprises Corp.	7,500	16,624	8,370	8,254	64,151	5,965	916	1.22
Uni-President Auto Accessories Corp.	25,000	13,089	1,886	11,203	10,631	(11,513)	(1,799)	(0.72)
Xian-Jin Food Corp.	5,000	19,301	11,058	8,243	97,522	1,485	1,348	2.70
Tung-Huang Enterprises Corp.	6,000	17,710	8,186	9,523	98,670	5,053	1,126	1.88
Hua-Zuo Corp.	8,000	35,563	25,616	9,947	153,685	2,176	1,471	1.84
Hui-Sheng Enterprise Corp.	12,000	27,622	20,793	6,829	143,942	1,325	1,248	1.04
Tung-Shen Co.,Ltd.	16,000	51,209	32,280	18,928	162,637	1,288	1,876	1.17
Jin-Yu Enterprises Corp.	10,000	24,836	13,769	11,068	105,809	(3,555)	610	0.61
Sheng-Miao Industrial Corp.	10,000	27,828	12,486	15,342	147,757	4,321	2,877	2.88
Jinguancheng Corp.	4,000	11,089	6,013	5,077	42,221	(816)	406	1.02
Tung-Li Enterprises Corp.	3,000	8,749	4,070	4,679	43,727	1,032	362	1.21
Lien-Yu Enterprises Corp.	27,500	59,432	21,468	37,964	332,170	4,358	5,038	1.83

8.1.6 Summarized Operation Results of Affiliated Enterprises (Continued)

Unit: NT\$ thousands

Name of Corporation	Paid-in Capital	Total Assets	Total Liabilities	Net Worth	Net Operating Revenues	Operating Income	Net Income	Earning Per Share (NT\$)
Tung-Yu Enterprises Corp.	80,000	150,054	57,396	92,659	890,946	10,764	9,090	1.14
Chao-Tung Enterprises Corp.	20,000	54,753	30,535	24,218	264,644	4,335	2,906	1.45
Xin-Ya Enterprises Corp.	15,000	54,134	35,112	19,023	197,107	5,976	2,458	1.64
Tung-Bo Enterprise Corp.	15,000	46,654	22,760	23,894	259,117	7,426	5,302	3.53
Tung-Shun Enterprises Corp.	45,000	279,010	220,411	58,599	1,010,982	(18,743)	8,884	1.97
Tung-Hsiang Enterprises Corp.	45,000	135,109	79,265	55,844	535,206	(29,058)	6,235	1.39
Yuan-Tai Enterprises Corp.	5,500	27,298	19,559	7,739	91,370	1,681	947	1.72
Tung-Yi Enterprises Corp.	10,000	96,479	82,589	13,890	340,205	4,675	1,932	1.93
Tung Che Enterprises Corp.	20,000	88,752	65,280	23,472	400,982	393	2,698	1.35
Tung Hsiang Corp.	80,000	683,721	575,403	108,319	2,967,310	22,206	19,523	2.44
Tung Chu Enterprise Corp.	30,000	189,095	135,967	53,128	888,547	16,349	11,392	3.80
Lien-Bo Enterprises Corp.	200,000	360,592	146,193	214,399	1,540,814	7,232	6,986	0.35
Tunnel International Marketing Corp.	649	23	354	(331)	0	(168)	(287)	(0.14)
Chi Fu Enterprises Corp.	22,000	20,313	515	19,798	0	(526)	(2,049)	(0.93)
Hennessy (HK) Limited.	47,717	98,635	17,494	81,141	149,023	(17,795)	(18,462)	(0.41)
Tunnel 88 International Marketing Corp.	649	4,049	41	4,008	0	623	360	1.80
Tunnel 88 Chain Store Co., Ltd.	88,403	47,016	12,050	34,966	78,273	(19,948)	(33,228)	-
88 Wine & Spirits Corp.	20,000	10,670	1,125	9,545	12,544	(7,160)	(6,984)	(3.49)
Shanghai E&P Trading Co., Ltd.	44,000	218,943	172,554	46,389	1,547,783	1,236	1,285	-
Shandong Nanlien Trade Co., Ltd.	10,314	18,756	12,416	6,340	11,059	(3,897)	(3,772)	-
Chie Force Trading Co., Ltd.	44,261	49,001	3,795	45,206	64,578	3,466	3,004	-
President Chain Store Corp.	9,151,604	42,637,512	26,383,032	16,254,480	102,363,841	4,853,533	3,622,413	3.96
PCSC BVI (China) Ltd.	1,182,046	877,941	4,819	873,122	0	(141)	(153,668)	(4.22)
President Chain Store (BVI) Holdings Ltd.	1,569,788	1,090,156	40,650	1,049,506	0	(80,116)	(20,367)	(0.42)
PCSC BVI (China) Drugstore Ltd.	129,136	34,236	0	34,236	0	(75)	(41,038)	(10.31)
President Cosmed Chain Store (Shen Zhen) Co, Ltd.	222,123	98,404	47,914	50,490	52,051	(46,793)	(62,999)	-
Zhuai Lizon Drugstore Chain Company Ltd.	88,849	51,964	55,440	(3,476)	52,953	(12,873)	(13,568)	-
PCSC BVI (China) Supermarket Ltd.	884,123	729,770	0	729,770	0	(77)	(54,454)	-
PCSC (Shchuan) Hypermarket Ltd.	355,397	317,042	154,180	162,862	638,856	(32,275)	(33,348)	-
PCSC (Chengdu) Hypermarket Ltd.	444,247	410,720	34,733	375,987	24,426	(69,900)	(66,729)	-
Shan Dong President Yinzuo Commercial Ltd.	266,548	739,971	442,054	297,917	2,870,251	109,286	84,714	-
PCS (Labuan) Holdings Ltd.	670,793	356,985	0	356,985	0	155	22,616	1.09
Philippine Seven Corp	167,455	1,304,382	841,544	462,838	3,530,254	892,720	36,810	0.15
Convenience Distribution Inc.	31,670	63,145	26,067	37,078	120,345	17,952	3,420	0.76
President Coffee Corp.	310,464	1,004,997	605,828	399,169	3,159,784	78,632	48,791	1.57
President Coffee(Cayman) Holdings Ltd.	194,580	885,805	354,020	531,785	1,987,972	211,037	158,686	26.45
Shanghai President Starbucks Coffee Corp.	215,824	862,898	343,396	519,502	1,987,214	218,703	142,424	-
PCSC (Vietnam) Supermarket Limited.	36,926	56,768	17,561	39,207	108,722	5,703	4,300	-
President Pharmaceutical Corp.	198,000	468,458	210,539	257,919	764,019	63,095	54,786	2.77
President Drugstore Business Corp.	365,755	1,704,369	1,225,607	478,762	5,169,640	70,421	90,779	2.48
President Direct Marketing Corp.	70,000	143,529	136,348	7,181	538,946	(23,377)	(9,661)	(1.38)
Ren-Hui Investment Corp.	853,037	721,870	122	721,748	1,978	(137,393)	(137,810)	(1.62)

8.1.6 Summarized Operation Results of Affiliated Enterprises (Continued)

Unit: NT\$ thousands

Name of Corporation	Paid-in Capital	Total Assets	Total Liabilities	Net Worth	Net Operating Revenues	Operating Income	Net Income	Earning Per Share (NT\$)
Capital Inventory Service Corp.	45,494	101,496	28,166	73,330	159,858	23,339	18,720	4.11
Wisdom Distribution Service Corp.	94,325	2,314,936	2,118,341	196,595	9,346,881	86,500	76,989	8.16
President FN Business	100,000	85,153	20,597	64,556	72,967	(31,283)	(32,282)	(3.23)
Cold Stone Creamery Taiwan, Ltd.	70,000	99,461	60,620	38,841	35,517	25,690	(31,160)	(4.45)
Uni-President Department Store Corp.	800,000	937,185	589,933	347,252	1,304,378	(379,230)	(309,374)	(3.87)
Vision Distribution Service Corp.	100,000	429,309	327,586	101,723	1,066,716	(670)	1,426	0.14
President Information Corp.	299,006	556,944	191,977	364,967	770,787	26,760	30,552	1.02
Mech-President Corp.	767,226	2,569,571	1,984,332	585,239	13,546,207	(198,404)	(217,342)	(3.15)
Shanghai President Machine Corp.	127,460	201,218	163,952	37,266	144,412	(19,513)	(25,085)	-
Safety Elevator Corp.	5,000	4,797	6,470	(1,672)	2,064	(1,543)	(1,542)	(3.08)
Mech-President (BVI) Corp.	113,505	201,094	164,308	36,786	144,515	(19,557)	(25,132)	-
Tung Jim Corp.	26,750	61,539	23,090	38,449	276,360	11,253	9,873	3.69
Uni-President Cold Chain Corp.	326,055	2,779,648	2,225,754	553,894	16,757,037	170,119	146,720	4.50
President Transnet Corp.	1,000,000	1,579,396	1,229,078	350,318	3,307,926	116,825	89,734	0.90
Uni-President Oven Bakery Corp.	290,000	169,018	105,891	63,127	311,978	(11,076)	(57,103)	(1.97)
Uni-President Oven Bakery (BVI) Corp.	100,224	16,708	65,303	(48,595)	-	(45)	(40,639)	-
Wuhan Uni-president Oven Fresh Bakery Co., Ltd.	111,062	95,424	143,907	(48,483)	70,748	(33,493)	(40,482)	-
Duskin BVI (China) Holding Limited	22,701	22,730	-	22,730	10	(28,308)	(28,308)	(0.04)
Duskin Serve Taiwan Corp.	300,000	275,795	53,412	222,383	475,049	48,529	37,109	1.24
Books.com. Co., Ltd.	199,900	531,506	328,180	203,326	1,930,127	85,481	61,656	3.08
Mister Donut Taiwan Corp.	200,000	460,057	211,169	248,888	856,106	48,585	40,455	2.02
President Yilan Art and Culture Corp.	200,000	227,278	72,072	155,206	445,425	19,362	39,691	1.98
Muji Taiwan Co., Ltd.	100,000	373,780	191,397	182,383	954,926	113,051	71,911	7.19
Bank Pro E-Service Technology Co., Ltd.	135,000	170,576	27,091	143,485	164,152	8,238	7,239	0.54
President Collect Services Co., Ltd.	15,000	365,689	327,095	38,594	128,549	25,254	19,730	13.15
Uni-President Yellow Hat Corp.	290,000	148,406	108,235	40,171	276,123	(30,410)	(30,823)	(1.06)
PCSC (China) Restaurant Limited	167,165	112,662	0	112,662	0	0	(59,565)	(11.56)
Shanghai Cold Stone Ice Cream Corporation	174,003	172,959	60,234	112,725	21,967	(59,236)	(59,543)	-
Ton Yi Industrial Corp.	15,039,479	39,680,587	21,225,799	18,454,788	26,129,049	2,170,666	1,382,135	0.92
Tovecan Corp.	103,776	148,789	21,866	126,923	164,034	1,991	6,646	-
Cayman Ton Yi Industrial Holdings Ltd. (Note 1)	3,019,136	13,847,432	11,120,142	2,727,289	11,573,152	785,709	499,787	-
Cayman Jiangsu Ton Yi Industrial Holdings Ltd.	1,622	1,485,304	1,040	1,484,264	0	(76)	306,729	-
Jiangsu Ton Yi Tinglate Co., Ltd.	1,468,566	4,579,283	2,939,891	1,639,392	4,797,159	376,633	359,576	-
Cayman Fujian Ton Yi Industrial Holdings Ltd.	2,830	2,745,603	1,332	2,744,271	0	(87)	315,603	-
Fujian Ton Yi Tinglate Co., Ltd.	2,766,991	7,701,092	4,580,981	3,120,112	6,411,342	387,547	363,416	-
Chendu Ton Yi Industrial Packing Co., Ltd.	275,738	453,083	425,480	27,603	310,127	14,122	36,361	-
Wuxi Ton Yi Industrial Packing Co., Ltd.	287,172	1,053,016	658,490	394,526	814,689	16,070	15,906	-
Hong Kong Ton Yi Industrial Holdings Co., Ltd.	324	6,719	289	6,430	8,155	(257)	(254)	-
Uni-President Organics Corp.	50,000	70,421	47,601	19,979	251,025	13,071	11,720	2.34

8.1.6 Summarized Operation Results of Affiliated Enterprises (Continued)

Unit: NT\$ thousands

Name of Corporation	Paid-in Capital	Total Assets	Total Liabilities	Net Worth	Net Operating Revenues	Operating Income	Net Income	Earning Per Share (NT\$)
President International Development Corp.	15,000,000	28,695,256	8,757,652	19,937,604	2,953,368	1,983,173	1,983,173	1.32
President (BVI) International Investment Holdings Ltd.	3,743,998	13,412,082	364,000	13,048,083	35,039,601	3,154,424	3,154,517	27.68
Uni-Home Tech Corp.	2,133,360	6,821,572	3,963,764	2,857,808	14,402,960	(394,418)	(465,887)	(7.23)
Uni-Splendor Corp.	199,000	582,011	333,032	248,979	1,060,348	(31,651)	(1,232)	(0.06)
Uni-Splendor (BVI) Corp.	32,849	5,252,751	3,245,277	2,007,474	15,231,018	296,844	198,949	199.06
Ever-Splendor Ent.(HK)Co., Ltd.	4,210	0	0	0	0	0	0	-
Ever-Splendor Electrics (Shenzhen) Co., Ltd.	2,090,814	2,305,219	1,519,814	785,405	4,439,237	(706,381)	(664,790)	-
Tong Shou Investment Corp.	139,180	142,500	1,759	140,741	18,195	(6,852)	(6,852)	(0.49)
Tong Yu Investment Corp.	1,520,000	1,406,806	156,310	1,250,496	12,439	(298,165)	(298,165)	(1.96)
Rich Universe International Limited (BVI)	972,330	4,173,420	3,267,879	905,541	6,936,438	(136,679)	(193,665)	(6.57)
Grand-Prosper (HK) Limited.	652,946	3,965,594	4,824,056	(858,462)	5,659,204	(1,220,682)	(1,226,396)	(7.91)
Uni-Splendor Technology (Huizhou) Corp.	699,315	3,808,327	4,341,685	(533,358)	5,660,808	(1,220,801)	(1,226,684)	
Tong Cheng Investment Corp.	150,000	173,847	3,136	170,711	30,857	4,585	4,585	0.31
President Life Sciences Co., Ltd.	781,000	585,656	4,333	581,323	14,146	(9,610)	(9,610)	(0.12)
President Life Sciences Cayman Co., Ltd.	891,029	218,117	0	218,117	24,867	5,223	5,223	0.19
Protein Institute Inc.	174	48,916	5,213	43,703	0	(13,350)	(13,350)	(0.05)
A-Spine Asia Co.,Ltd.	85,200	226,022	107,325	118,697	176,997	27,939	7,759	0.91
A-Spine International Co., Ltd.	42	72,165	39,969	32,196	55,497	30,460	(16,721)	(398.00)
Jiezhao Medical Technology (Xiamen) Co., Ltd.	4,599	3,420	36	3,384	0	0	0	0.00
Tung Li Development Corp.	35,200	126,696	38,604	88,092	13,256	(3,537)	648	0.18
Presitex Co., Ltd.	185,276	426,389	553,840	(127,451)	361,764	(86,239)	(93,172)	(5.02)
Presitex Corp.,S.A.	473,316	158,503	45,700	112,803	0	0	(64,267)	(0.41)
Unisebaco S.A.	155,052	143,609	343	143,266	12,674	(2,688)	(439)	0.00
Cheuk Yip Agents Limited	328	5,901	45,972	(40,071)	29,563	3,714	(3,770)	(11.47)
Presitex USA Inc.	328	0	0	0	0	0	0	-
President Natural Industrial Corp.	120,000	233,897	112,138	121,759	549,236	11,852	10,074	1.12
High Wave Biotech Corp.	1,000	2,653	1,175	1,477	4,082	192	96	0.96
Uni-President Vendor Corp.	250,000	476,231	233,000	243,232	1,379,946	(25,119)	(12,135)	(0.49)
President Baseball Team Corp.	30,000	65,987	47,363	18,624	180,121	(6,873)	67	-
Tone Sang Construction Corp.	270,000	2,593,931	2,374,245	219,686	353,911	13,802	10,260	0.38
President Entertainment Corp.	1,600,000	2,556,462	747,047	1,809,415	1,116	(15,706)	(15,315)	(0.09)
Tung Ho Development Corp.	1,350,000	3,838,831	3,299,225	539,606	520,371	(126,351)	(661,309)	(4.89)
President Being Corp.	700,000	293,381	413,233	(119,851)	310,139	(78,543)	(251,315)	(10.05)
Uni-Resort Corp.	1,000	90	10	90	114	(67)	(70)	(0.70)
President Kikkoman Inc.	120,000	412,727	165,010	247,717	766,319	60,049	56,010	4.67
Retail Support International Corp.	200,000	6,218,205	5,751,097	467,108	45,172,629	157,324	151,762	7.59
Retail Support Taiwan Corp.	56,300	231,521	160,179	71,342	234,097	8,924	6,311	1.12
President Logistics International Co., Ltd.	150,000	645,681	449,121	196,560	1,406,501	24,989	33,379	2.23
Chieh Shun Transport Corp.	60,000	168,892	92,943	75,949	408,028	12,024	12,984	2.16
President Fair Development Corp.	9,000,000	18,924,963	10,829,218	8,095,745	3,067,161	(743,877)	(901,899)	(1.00)
Kainan Plywood & Wood Mfg. Co., Ltd.	200,000	1,780,757	1,092,924	687,833	18,720	10,227	1,277	0.08

8.1.6 Summarized Operation Results of Affiliated Enterprises (Continued)

Unit: NT\$ thousands

Name of Corporation	Paid-in Capital	Total Assets	Total Liabilities	Net Worth	Net Operating Revenues	Operating Income	Net Income	Earning Per Share (NT\$)
President Nisshin Corp.	120,000	420,712	173,703	247,009	1,033,565	66,540	52,706	4.39
President Packaging Corp.	302,803	1,130,956	952,500	178,456	919,945	17,029	(111,997)	(1.17)
President Packaging (BVI) Corp.	125,280	27	32,888	(32,861)	0	(48)	(95,518)	-
Suzhou President Packaging Co., Ltd.	109,258	76,223	14	76,209	0	(46)	6,302	-
Chancshu President Packaging Co., Ltd.	31,136	124,579	233,277	(108,698)	296,347	(65,571)	(100,811)	-
Ton Yi Pharmaceutical Corp.	1,000	1,072	66	1,007	0	(96)	103	10.07
Tung Yuan Corp.	198,000	249,849	36,240	213,609	232,254	8,271	6,955	0.35
Uni-President Musashino Corp.	522,900	741,888	191,812	550,076	1,188,405	31,343	20,440	0.39
Uni-President Dream Parks Corp.	60,000	93,445	112,737	(19,292)	872,266	(17,670)	(17,907)	(2.98)
Uni-OAO Travel Service Corp.	21,000	8,582	580	8,002	1,424	245	(308)	0.15
Uni-President Glass Industrial Co., Ltd.	360,000	721,150	481,570	239,580	599,714	61,999	51,990	1.44
Kai Nan Investment Co., Ltd.(Note 1)	3,793,014	3,026,496	1,377	3,025,119	485,240	(1,847)	(436,956)	(1.20)
Kai Nan (BVI) Investment Co., Ltd.(Note1)	601,577	7,440,697	7,144,300	296,397	8,023,959	31,819	(65,658)	-
President Tokyo Corp.	200,000	1,960,328	1,700,243	260,085	745,033	66,080	30,307	1.52
President Tokyo Auto Leasing Corp.	100,000	777,986	674,718	103,267	276,072	19,657	1,533	0.15
Presco Netmarketing Inc.	65,000	208,255	137,332	70,923	485,948	25,101	20,766	3.19
Uni-President Biotechnology Co., Ltd.	35,000	53,107	37,283	15,824	60,342	(5,095)	(5,109)	(1.46)
Uni-President Development Corp.	1,000,000	4,004,633	3,211,612	793,021	0	(44,861)	(76,648)	-
Q-Ware Systems & Services Corp.	481,042	986,883	836,150	150,733	504,510	(76,325)	(76,081)	(1.58)
Professional E-Commerce Services Ltd. (BVI)	33,420	8,449	0	8,449	0	(3,651)	(3,651)	(1.09)
Shanghai Hexun Trading Co., Ltd.	33,420	28,406	68	28,338	11	(1,904)	(1,904)	(0.57)

Note1 : Those are holding companies whose net operating revenues are consolidated.

Note2 : Balance sheet accounts of foreign subsidiaries are translated into New Taiwan dollars using the exchange rates at the balance sheet date. Profit and loss accounts are translated at average rates of the year 2007.

Note3 : Exchange rates are used as follows:

(A) Exchange rate on 12/31, 2007

USD:NTD=1:32.43 ; CAD:NTD=1:31.18 ; RMB:NTD=1:4.40 ; HKD:NTD=1 : 4.21 ; NTD:VND=1:497
NTD:IDR=1:291 ; BHD:NTD=1:1.096 ; PSO:NTD=1:0.785

(B) Average exchange rate for 2007

USD:NTD=1:32.85 ; CAD:NTD=1:30.57 ; RMB:NTD=1:4.32 ; HKD:NTD=1 : 4.21 ; NTD:VND=1:491
NTD:IDR=1:279 ; BHD:NTD=1:1.015 ; PSO:NTD=1:0.713

8.1.7 Independent Auditor's UPEC and Affiliated Enterprises Consolidated Financial Statements: Please refer to Page 304.

8.1.8 Affiliation Report: None.

8.2 Issuance of Private Placement Securities: None.

8.3 Acquisition or Disposal of UPEC Shares by Subsidiaries: None.

8.4 Other Necessary Supplement

8.4.1 Status of the related licenses held by the employees

- A. CPA of Taiwan : 1 person in accounting group.
- B. Qualified Internal Auditor : 2 persons in accounting group; 1 person in audit division.

8.4.2 Supplementary Disclosure

- A. Key Indicators for Achievement: Please refer to Page 178.
- B. Evaluation Standard for Provision on Valuation Account Associated with Assets and Liabilities: Please refer to Page178.
- C. Accounting for Impairment of Assets: Please refer to Page 179.

8.5 Other Supplementary Disclosure

Any Events in 2007 That Had Significant Impacts on Shareholders' Right or Security Prices as Stated in Item 2 Paragraph 2 of Article 36 of Securities and Exchange Law of Taiwan : None.

Supplementary Disclosure

A. Key Indicators for Achievement

(1) Financial indicators

Objective: To optimize the financial structure and liquidity and control the restrictions of lending agreements.

Ratio	Formula	Target KPI	2007	2006
Debt Ratio	Debt/Equity	<100%	50.79%	73.31%
Current Ratio	Current assets/Current liabilities	>80%	108.04%	126.99%
Times Interest Earned	EBIT/Interest expenses	>2.0	18.90	7.51

(2) Achievement indicators

Objective: To evaluate the effectiveness of expenses and to generate profits.

Content	Formula	Target KPI	2007	2006
Productivity	Operating revenues/Number of employees (at the year-end) (NT\$10 thousand dollars)	903	938	859
Advertisement	Operating revenues /Advertisement expenses (NT\$)	25	36	24
R&D Expenses	Operating revenues/R&D expenses (NT\$)	138	160	131
Freight Expenses	Operating revenues /Freight expenses (NT\$)	37	39	35
Traveling Expenses	Operating revenues /Traveling expenses (NT\$)	350	411	333

B. Evaluation Standard for Provision on Valuation Account Associated with Assets and Liabilities

(1) Provision on allowance for doubtful accounts receivable and notes receivable

A. Objective: To evaluate the risks of accounts and notes receivable, and apply aging analysis method to determine the bad debt reserve ratios.

B. Provision:

a. Provision for bad debts :

(a) Evaluate the risks of accounts (notes) receivables from each sales unit based on the business entity and market condition they associated with, and classify the clients by ages of the accounts (notes) receivables, import/export and collateral in order to determine their individual bad-debt reserve ratios. The ratios will be revised to reflect the actual market condition.

(b) Clients are classified into following three types:

- Regular client: Bad debt reserve ratios are determined by the ages of the accounts.
- Special client: Any affiliates with over 20% shareholdings held by Uni-President Group are regarded as special clients and no bad-debt reserve ratios are considered.
- Bad debt client: Evaluate the losses that could be recovered from the client's collateral, and re-determine the bad-debt reserve ratios.

(c) Accounting department will incorporate the bad debt reserves calculated above and make necessary adjustment to the amount in "Allowance for Bad Debt " account.

b. To write-off allowance for bad debts:

(a) Recognize bad debt: Bad debts are recognized when payments are un-collectible upon goods being sold by salesmen or when the expired notes are un-realizable.

(b) Write-off :

- Legal evidences should be provided to verify the actual losses of bad debts.
- Bad debts should be write-off the same year as they occurred. If the allowances for bad debts are deficient, recognize them as the yearly write-off losses.
- When clients wish to pay off the loans through real estates, legal department should help them establish an “Debt Pay-off by Collateral” contract, acquire and measure the declared current value and fair market value of the property.

(2) Allowance for inventory obsolescence

Inventories are stated at the lower of cost or market value. Cost is determined using the weighted-average method except for livestock, which is based on the cost less allowance for decline in value. The allowance for decline in value of livestock is amortized over the actual breeding and production periods. Market value for raw materials, raw materials in transit and supplies is based on the replacement cost, and market values for merchandise, work in process, livestock in process, finished goods and by-products, is determined based on net realizable value. Appropriate consideration is given to deterioration, obsolescence and other factors in evaluating allowance for inventory obsolescence.

(3) Fair values of financial instruments

The method and assumptions applied on the fair values of financial instruments are summarized as follows:

- A. The carrying amounts of short-term non-derivative financial instruments which include cash and cash equivalents, notes and accounts receivable, other receivables, short-term loans, short-term bills payable, notes and accounts payable, accrued expenses, other payables, the current portion of long-term liabilities and other current liabilities, approximate the fair values.
- B. Available-for-sale financial assets are based on the market value. The fair values of available-for-sale financial assets without any market value are estimated based on the pricing method.
- C. The fair value of guaranteed deposits and long-term receivables is based on the discounted value of expected future cash inflows, which are discounted based on the interest rate of one-year time deposit of the Postal Savings System on the balance sheet date.
- D. The fair value of bonds payable, long-term loans, capital lease payables-non-current and customers' deposits is based on the discounted value of expected future cash inflows, which are discounted based on the interest rates of long-term loans on the balance sheet date.
- E. The fair value of derivative financial instruments is based on the amount receivable from or payable to the counterparty if the contracts were terminated on the balance sheet date.

C. Accounting for Impairment of Assets

(1) Long-lived assets are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount of the assets might not be recoverable. The Company does not perform a periodic assessment of assets for impairment in the absence of such information or indicators. Conditions that would necessitate an impairment assessment include a significant decline in the observable market value of an asset, a significant change in the extent or manner in which an asset is used, or a significant adverse change that would indicate that the carrying amount of an asset or group of assets is not recoverable. For long-lived assets to be held and used,

the Company measures fair value based on quoted market prices or based on discounted estimates of future cash flows.

(2) As the significant change does not exist, the impairment loss of assets could be recover except goodwill.

(3) The Company adopted the R.O.C SFAS No.35, "Accounting for impairment of assets." effective on January 1, 2005. After the reversal of impairment loss previously recognized, the total accumulated impairment as of Dec.31, 2007 was \$92,132 thousand dollars.

<u>Item</u>	<u>Statement of Income</u>	<u>Stockholder's Equity</u>
Recorded as impairment loss:		
Financial assets at cost-non-current	\$ 29,874	\$ 0
Impairment loss on the difference between the acquisition cost and the Company's share of the subsidiary's net book value on the date of acquisition	51,641	0
Idle assets	<u>10,617</u>	<u>0</u>
	<u>\$ 92,132</u>	<u>\$ 0</u>

UNI-PRESIDENT ENTERPRISES CORP.

**FINANCIAL STATEMENTS AND REPORT OF
INDEPENDENT ACCOUNTANTS**

DECEMBER 31, 2007 AND 2006

For the convenience of readers and for information purpose only, the auditors' report and the accompanying financial statements have been translated into English from the original Chinese version prepared and used in the Republic of China. In the event of any discrepancy between the English version and the original Chinese version or any differences in the interpretation of the two versions, the Chinese-language auditors' report and financial statements shall prevail.

REPORT OF INDEPENDENT ACCOUNTANTS TRANSLATED FROM CHINESE

To the Board of Directors and Stockholders of Uni-President Enterprises Corp.

We have audited the accompanying non-consolidated balance sheets of Uni-President Enterprises Corp. as of December 31, 2007 and 2006, and the related non-consolidated statements of income, of changes in stockholders' equity and of cash flows for the years then ended. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audits. We did not audit the financial statements of certain long-term investments accounted for under the equity method. These long-term equity investments amounted to \$13,315,599,000 and \$12,478,472,000 as of December 31, 2007 and 2006, respectively, and the related net investment income amounted to \$1,062,573,000 and \$865,047,000 for the years then ended, respectively. The financial statements of these investee companies were audited by other auditors whose reports thereon have been furnished to us and our opinion expressed herein, insofar as it relates to the amounts included in the financial statements and the information disclosed in Note 11 relative to these long-term investments, is based solely on the reports of the other auditors.

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

In our opinion, based on our audits and the reports of other auditors, the non-consolidated financial statements referred to above present fairly, in all material respects, the financial position of Uni-President Enterprises Corp. as of December, 2007 and 2006, and the results of its operations and its cash flows for the years then ended in conformity with the "Rules Governing the Preparation of Financial Statements of Securities Issuers", "Business Entity Accounting Law", "Regulation on Business Entity Accounting Handling" and generally accepted accounting principles in the Republic of China.

As described in Notes 3(1) and 4(7), effective January 1, 2006, the Company adopted the amended R.O.C. SFAS No. 1, No. 5, No. 7, No. 25 and No. 35 which discontinued the amortization of goodwill. As a result of the adoption of these standards, net income before income tax and earnings per share increased by \$1,020,210,000 and \$0.30, respectively, for the year ended December 31, 2006.

As described in Note 3(2), effective January 1, 2006, the Company adopted R.O.C. SFAS No. 34 “Accounting for Financial Instruments”, and SFAS No. 36, Disclosure and Presentation of Financial Instruments”. As a result of these changes in accounting principles, stockholders’ equity increased by \$1,514,189,000 as of December 31, 2006, however, net income and earnings per share was unchanged for the year ended December 31, 2006.

We have audited the consolidated financial statements of Uni-President Enterprises corp. and its subsidiaries as of and for the years then ended December 31, 2007 and 2006. In our report dated April 16, 2008, we expressed a modified unqualified opinion on those statements.

The logo for PricewaterhouseCoopers, written in a cursive, handwritten-style font.

PricewaterhouseCoopers

Tainan, Taiwan

Republic of China

April 16, 2008

The accompanying financial statements are not intended to present the financial position and results of operations and cash flows in accordance with accounting principles generally accepted in countries and jurisdictions other than the Republic of China. The standards, procedures and practices in the Republic of China governing the audit of such financial statements may differ from those generally accepted in countries and jurisdictions other than the Republic of China. Accordingly, the accompanying financial statements and report of independent accountants are not intended for use by those who are not informed about the accounting principles or auditing standards generally accepted in the Republic of China, and their applications in practice.

As the financial statements are the responsibility of the management, PricewaterhouseCoopers cannot accept any liability for the use of, or reliance on, the English translation or for any errors or misunderstandings that may derive from the translation.

UNI-PRESIDENT ENTERPRISES CORP.
BALANCE SHEETS
DECEMBER 31
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS)

	2007	2006
ASSETS		
Current Assets		
Cash and cash equivalents (Note 4(1))	\$ 108,102	\$ 141,859
Notes receivable, net (Notes 4(2) and 5)	1,010,771	715,750
Accounts receivable, net (Note 4(3))	1,156,805	1,011,691
Accounts receivable, net - related parties (Note 5)	2,915,859	3,156,560
Other receivables	198,679	204,413
Other receivables - related parties (Note 5)	227,515	276,525
Inventories (Note 4(4))	4,078,906	3,429,879
Prepayments	233,124	199,448
Deferred income tax assets - current (Note 4(22))	299,971	426,202
Total current assets	10,229,732	9,562,327
Funds and Investments		
Available-for-sale financial assets - non-current (Notes 3(2) and 4(5))	1,929,444	2,315,655
Financial assets carried at cost - non-current (Notes 3(2), 4(6)(12) and 5)	1,477,511	1,504,362
Long-term equity investments accounted for under the equity method (Notes 3(1), 4(7)(12) and 5)	66,462,656	51,283,719
Total funds and investments	69,869,611	55,103,736
Property, Plant and Equipment, Net (Notes 4(8), 5 and 6)		
Cost		
Land	1,043,683	1,609,391
Buildings	3,788,601	4,092,671
Machinery and equipment	9,166,431	9,152,378
Warehouse equipment	70,868	97,854
Piping infrastructure and electricity generation equipment	602,975	578,099
Transportation equipment	100,385	104,985
Office equipment	809,604	822,020
Leased assets	240,000	240,000
Leasehold improvements	137,829	137,925
Other equipment	3,989,264	3,873,372
Revaluation increments	2,861,663	2,945,788
Cost and revaluation increments	22,811,303	23,654,483
Less: Accumulated depreciation	(12,896,711)	(12,136,827)
Construction in progress and prepayments for equipment	145,456	314,179
Total property, plant and equipment, net	10,060,048	11,831,835
Intangible Assets		
Deferred pension costs (Note 4(17))	160,518	208,849
Other Assets		
Assets leased to others (Notes 4(8)(9) and 6)	4,631,985	3,739,423
Idle assets (Notes 4(8)(10)(12) and 6)	186,616	121,093
Refundable deposits	84,027	84,287
Deferred expenses (Note 4(11))	54,520	91,979
Other assets - other (Notes 4(8) and 6)	71,002	70,643
Total other assets	5,028,150	4,107,425
TOTAL ASSETS	\$ 95,348,059	\$ 80,814,172

(Continued)

UNI-PRESIDENT ENTERPRISES CORP.
BALANCE SHEETS (CONTINUED)
DECEMBER 31
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS)

	2007	2006
LIABILITIES AND STOCKHOLDERS' EQUITY		
Current Liabilities		
Short-term loans (Note 4(13))	\$ 351,408	\$ 2,076,748
Notes and bills payable (Note 4(14))	299,904	1,149,531
Derivative financial liabilities for hedging - current (Notes 3(2) and 10(4))	38,311	2,303
Notes payable	6,867	6,126
Accounts payable	1,659,614	1,520,595
Accounts payable - related parties (Note 5)	201,517	189,747
Income tax payable (Note 4(22))	120,131	174,790
Accrued expenses (Note 5)	2,261,297	1,916,047
Other payables	275,812	265,630
Receipts in advance	103,076	-
Long-term liabilities - current portion (Notes 4(15)(16))	4,130,000	210,000
Capital lease payables - current (Note 4(8))	20,532	18,585
Total current liabilities	9,468,469	7,530,102
Long-term Liabilities		
Derivative financial liabilities for hedging - non-current (Notes 3(2) and 10(4))	27,740	129,254
Bonds payable (Note 4(15))	8,144,387	7,180,000
Long-term loans (Note 4(16))	11,986,435	16,389,199
Capital lease payables - non-current (Note 4(8))	92,883	113,415
Total long-term liabilities	20,251,445	23,811,868
Reserve		
Land value incremental reserve (Note 4(8))	815,803	815,803
Other Liabilities		
Accrued pension liabilities (Note 4(17))	1,406,956	1,532,731
Guarantee deposits received	93,033	79,238
Deferred income tax liabilities - non-current (Note 4(22))	61,363	265,232
Other liabilities - other (Notes 4(7)(12))	19,292	150,545
Total other liabilities	1,580,644	2,027,746
Total liabilities	32,116,361	34,185,519
Stockholders' Equity		
Capital		
Common stock (Notes 1 and 4(18))	35,553,733	33,541,258
Capital Reserves (Notes 4(15)(19))		
Capital reserve from donated assets	458	288
Capital reserve from long-term investments	4,842,819	359,419
Capital reserve from stock warrants	523,481	-
Retained Earnings (Notes 4(18)(20))		
Legal reserve	5,810,436	5,449,728
Special reserve	-	1,229,967
Undistributed earnings	11,163,062	3,687,421
Other Adjustments To Stockholders' Equity		
Asset revaluations (Note 4(8))	1,790,150	1,790,351
Unrealized gain or loss on financial instruments (Notes 3(2), 4(5)(7), 10(1)(4))	4,078,991	1,428,784
Cumulative translation adjustments	556,223	97,228
Unrecognized pension cost (Note 4(17))	(1,087,655)	(955,791)
Total stockholders' equity	63,231,698	46,628,653
Contingent Liabilities And Commitments (Notes 5 and 7)		
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	\$ 95,348,059	\$ 80,814,172

The accompanying notes are an integral part of these financial statements.
See report of independent accountants dated April 16, 2008.

UNI-PRESIDENT ENTERPRISES CORP.
STATEMENTS OF INCOME
FOR THE YEARS ENDED DECEMBER 31
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS, EXCEPT FOR EARNINGS PER SHARE DATA)

	2007		2006	
Operating Revenues (Note 5)				
Sales	\$	46,590,493	\$	43,666,636
Sales returns	(	180,451)	(	155,306)
Sales discounts	(	1,167,913)	(	1,164,034)
Net Sales		45,242,129		42,347,296
Other operating revenues		783,811		497,353
Net Operating Revenues		46,025,940		42,844,649
Operating Costs (Notes 4(21) and 5)				
Cost of goods sold	(	35,116,749)	(	32,407,634)
Other operating costs	(	744,309)	(	465,771)
Net Operating Costs	(	35,861,058)	(	32,873,405)
Gross Profit		10,164,882		9,971,244
Operating Expenses (Notes 4(21) and 5)				
Sales and marketing expenses	(	6,302,641)	(	6,685,202)
General and administrative expenses	(	1,915,439)	(	1,371,143)
Research and development expenses	(	287,598)	(	326,458)
Total Operating Expenses	(	8,505,678)	(	8,382,803)
Operating Income		1,659,204		1,588,441
Non-operating Income and Gains				
Interest income		510		721
Investment income accounted for under the equity method (Notes 3(1) and 4(7))		8,827,384		1,654,499
Dividend income		149,139		199,764
Gain on disposal of property, plant and equipment		518		8,816
Gain on disposal of investments (Note 5)		454,791		205,748
Foreign exchange gain, net		18,682		20,923
Rental income (Notes 4(9) and 5)		307,777		304,853
Reversal of provision for loss on inventory obsolescence and market price declines		605		5,053
Reversal of impairment loss (Note 4(12))		-		7,265
Other non-operating income (Note 5)		1,232,213		1,588,041
Non-operating Income and Gains		10,991,619		3,995,683
Non-operating Expenses and Losses				
Interest expense (Notes 4(8) and 10(3))	(	612,262)	(	569,985)
Loss on disposal of property, plant and equipment	(	11,617)	(	31,170)
Financing charges	(	59,691)	(	55,828)
Loss on production stoppage	(	29,867)	(	24,436)
Impairment loss (Notes 4(6)(12))	(	9,175)	(	28,000)
Other non-operating losses	(	906,689)	(	1,135,430)
Non-operating Expenses and Losses	(	1,629,301)	(	1,844,849)
Income from Continuing Operations before Income Tax		11,021,522		3,739,275
Income Tax Expense (Note 4(22))	(	4,535)	(	132,194)
Net Income	\$	11,016,987	\$	3,607,081
		Before Tax		Before Tax
		After Tax		After Tax
Basic Earnings Per Share (Note 4(23))				
Net income	\$	3.10	\$	1.05
Diluted Earnings Per Share (Note 4(23))				
Net income	\$	3.03	\$	1.01

The accompanying notes are an integral part of these financial statements.
See report of independent accountants dated April 16, 2008.

UNI-PRESIDENT ENTERPRISES CORP.
STATEMENTS OF CHANGES IN STOCKHOLDERS' EQUITY
FOR THE YEARS ENDED DECEMBER 31, 2007 AND 2006
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS)

	Retained Earnings							Unrecognized Pension Cost	Cumulative Translation Adjustments	Total
	Common Stock	Capital Reserves	Legal Reserve	Special Reserve	Undistributed Earnings	Asset Revaluations	Unrealized Gain or Loss on Financial Instruments			
Year 2006										
Balance at January 1, 2006	\$ 33,541,258	\$ 256,584	\$ 5,241,240	\$ 1,866,864	\$ 2,124,173	\$ 1,790,351	\$ 85,405	\$ 305,773	\$ 43,590,503	
Reversal of special reserves	-	-	-	(869,007)	869,007	-	-	-	-	
Distribution of 2005 net income	-	-	-	-	-	-	-	-	-	
Legal reserve	-	-	208,488	-	(208,488)	-	-	-	-	
Special reserve	-	-	-	232,110	(232,110)	-	-	-	-	
Directors' and supervisors' remuneration	-	-	-	-	(50,266)	-	-	-	(50,266)	
Employees' bonuses	-	-	-	-	(241,795)	-	-	-	(241,795)	
Cash dividends	-	-	-	-	(2,180,181)	-	-	-	(2,180,181)	
Net income for 2006	-	-	-	-	3,607,081	-	-	-	3,607,081	
Non-payment of fractional cash dividend from previous year	-	37	-	-	-	-	-	-	37	
Adjustment of capital reserve due to change in ownership of subsidiaries	-	27,251	-	-	-	-	-	-	27,251	
Recognized cash dividends due to parent company change in ownership of subsidiaries	-	847	-	-	-	-	-	-	847	
Adjustment due to subsidiaries' retirement of treasury stock	-	74,988	-	-	-	-	-	-	74,988	
Adjustment due to revaluation of available-for-sale financial assets	-	-	-	-	-	-	1,252,911	-	1,252,911	
Adjustment of unrealized gain on financial instruments of long-term equity investment by subsidiaries	-	-	-	-	-	-	392,835	-	392,835	
Adjustment due to revaluation of derivative financial liabilities for hedging	-	-	-	-	-	-	(131,557)	-	(131,557)	
Cumulative translation adjustment	-	-	-	-	-	-	-	403,001	403,001	
Adjustment of unrecognized pension cost	-	-	-	-	-	-	-	(58,261)	(58,261)	
Adjustment of unrecognized pension cost by subsidiaries	-	-	-	-	-	-	-	(58,741)	(58,741)	
Balance at December 31, 2006	\$ 33,541,258	\$ 359,707	\$ 5,449,728	\$ 1,229,967	\$ 3,687,421	\$ 1,790,351	\$ 1,428,784	\$ 97,228	\$ 46,628,653	

(Continued)

UNI-PRESIDENT ENTERPRISES CORP.
STATEMENTS OF CHANGES IN STOCKHOLDERS' EQUITY (CONTINUED)
FOR THE YEARS ENDED DECEMBER 31, 2007 AND 2006
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS)

	Retained Earnings							Unrealized Gain or Loss on Financial Instruments	Cumulative Translation Adjustments	Unrecognized Pension Cost	Total
	Common Stock	Capital Reserves	Legal Reserve	Special Reserve	Undistributed Earnings	Asset Revaluations					
Year 2007											
Balance at January 1, 2007	\$ 33,541,258	\$ 359,707	\$ 5,449,728	\$ 1,229,967	\$ 3,687,421	\$ 1,790,351	\$ 1,428,784	\$ 97,228	(\$ 955,791)	\$ 46,628,653	
Reversal of special reserves	-	-	-	(1,229,967)	1,229,967	-	-	-	-	-	
Distribution of 2006 net income	-	-	-	-	-	-	-	-	-	-	
Legal reserve	-	-	360,708	-	(360,708)	-	-	-	-	-	
Directors' and supervisors' remuneration	-	-	-	-	(89,527)	-	-	-	-	(89,527)	
Employees' bonuses	-	-	-	-	(296,128)	-	-	-	-	(296,128)	
Cash dividends	-	-	-	-	(2,012,475)	-	-	-	-	(2,012,475)	
Stock dividends	2,012,475	-	-	-	(2,012,475)	-	-	-	-	-	
Net income for 2007	-	-	-	-	11,016,987	-	-	-	-	11,016,987	
Non-payment of fractional cash dividend from previous year	-	170	-	-	-	-	-	-	-	170	
Stock warrants of convertible bonds	-	523,481	-	-	-	-	-	-	-	523,481	
Adjustment of capital reserve due to change in ownership of subsidiaries	-	(3,264)	-	-	-	-	-	-	-	(3,264)	
Adjustment of capital reserve due to change in ownership of subsidiaries by subsidiaries	-	4,461,547	-	-	-	-	-	-	-	4,461,547	
Recognized cash dividends due to parent company change in ownership of subsidiaries	-	2,352	-	-	-	-	-	-	-	2,352	
Adjustment due to subsidiaries' retirement of treasury stock	-	16,462	-	-	-	-	-	-	-	16,462	
Adjustment of capital reserve due to convertible bonds payable transaction of subsidiaries	-	6,303	-	-	-	-	-	-	-	6,303	
Adjustment of asset revaluations due to change in ownership by subsidiaries	-	-	-	-	-	(201)	-	-	-	(201)	
Adjustment due to revaluation of available-for-sale financial assets	-	-	-	-	-	-	(386,211)	-	-	(386,211)	
Adjustment of unrealized gain on financial instruments of long-term equity investment by subsidiaries	-	-	-	-	-	-	2,970,912	-	-	2,970,912	
Adjustment due to revaluation of derivative financial liabilities for hedging	-	-	-	-	-	-	65,506	-	-	65,506	
Cumulative translation adjustment	-	-	-	-	-	-	-	458,995	-	458,995	
Adjustment of unrecognized pension cost	-	-	-	-	-	-	-	-	(121,521)	(121,521)	
Adjustment of unrecognized pension cost by subsidiaries	-	-	-	-	-	-	-	-	(10,343)	(10,343)	
Balance at December 31, 2007	\$ 35,553,733	\$ 5,366,758	\$ 5,810,436	\$ -	\$ 11,163,062	\$ 1,790,150	\$ 4,078,991	\$ 556,223	(\$ 1,087,655)	\$ 63,231,698	

The accompanying notes are an integral part of these financial statements.
See report of independent accountants dated April 16, 2008.

UNI-PRESIDENT ENTERPRISES CORP.
STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS)

	2007	2006
<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>		
Net income	\$ 11,016,987	\$ 3,607,081
Adjustments to reconcile net income to net cash provided by operating activities		
Provision for doubtful accounts	7,494	38,980
Reversal of allowance for doubtful accounts	(27,866)	(75,322)
Reversal of allowance for inventory obsolescence and market price decline	(605)	(5,053)
Investment income accounted for under the equity method	(8,827,384)	(1,654,499)
Cash dividends from equity subsidiaries	2,478,091	2,170,012
Gain on disposal of investments	(454,787)	(205,748)
Reduction of cumulative translation adjustment from liquidation of subsidiaries	-	(699)
Depreciation	1,227,952	1,334,546
Reversal of impairment loss	-	(7,265)
Loss on disposal of property, plant and equipment, assets leased to others, idle assets and other assets	11,099	22,354
Impairment loss	9,175	28,000
Amortization	44,170	48,565
Changes in assets and liabilities		
Notes receivable	(285,625)	2,613
Accounts receivable	(134,138)	(199,020)
Accounts receivable - related parties	240,701	(109,339)
Other receivables	10,148	160,553
Other receivables - related parties	49,010	84,708
Inventories	(648,422)	(823,485)
Prepayments	(33,676)	(47,447)
Deferred income tax assets - current	126,231	(205,255)
Deferred pension costs	48,331	42,039
Long-term notes, accounts and overdue receivables	-	25,183
Notes payable	741	(8,015)
Accounts payable	139,019	67,688
Accounts payable - related parties	11,770	(100,863)
Income tax payable	(54,659)	174,790
Accrued expenses	345,250	241,871
Other payables	77,686	(43,294)
Receipts in advance	103,076	-
Accrued pension liabilities	(247,296)	(38,098)
Deferred income tax liabilities - non-current	(203,869)	147,569
Net cash provided by operating activities	<u>5,028,604</u>	<u>4,673,150</u>
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>		
Decrease in employees' car loans	4,183	2,789
Increase in available-for-sale financial assets - non-current	-	(314,867)
Increase in long-term investments - subsidiaries	(2,552,811)	(2,564,158)
Proceeds from sale of long-term investments - subsidiaries	-	254,606
Proceeds from sale of long-term investments - non-subsidiaries	854,784	109,770
Proceeds from capital reduction of subsidiaries	1,103,191	-
Proceeds from liquidation of subsidiaries	7,869	250
Cash acquisition of property, plant and equipment, assets leased to others, idle assets and other assets	(521,200)	(1,010,754)
Cash proceeds from disposal of property, plant and equipment, assets leased to others, idle assets and other assets	2,272	286,373
Decrease (increase) in refundable deposits	260	(1,088)
(Increase) decrease in deferred expenses	(6,711)	2,183
Net cash used in investing activities	<u>(1,108,163)</u>	<u>(3,234,896)</u>

(Continued)

UNI-PRESIDENT ENTERPRISES CORP.
STATEMENTS OF CASH FLOWS (CONTINUED)
FOR THE YEARS ENDED DECEMBER 31
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS)

	2007	2006
<u>CASH FLOWS FROM FINANCING ACTIVITIES</u>		
(Decrease) increase in short-term loans	(\$ 1,725,340)	\$ 538,646
(Decrease) increase in notes and bills payable	(849,627)	799,744
Increase (decrease) in bonds payable	4,957,868	(210,000)
Decrease in long-term loans	(3,952,764)	(124,265)
Increase (decrease) in guarantee deposits received	13,795	(3,905)
Payment of directors' and supervisors' remuneration	(89,527)	(50,266)
Payment of employees' bonuses	(296,128)	(241,795)
Payment of cash dividends	(2,012,475)	(2,180,181)
Net cash used in financing activities	(3,954,198)	(1,472,022)
Decrease in cash and cash equivalents	(33,757)	(33,768)
Cash and cash equivalents at beginning of year	141,859	175,627
Cash and cash equivalents at end of year	<u>\$ 108,102</u>	<u>\$ 141,859</u>
<u>Supplemental disclosures of cash flow information</u>		
1. Interest paid (excluding capitalized interest)	<u>\$ 965,182</u>	<u>\$ 562,191</u>
2. Income taxes paid	<u>\$ 136,832</u>	<u>\$ 15,090</u>
3. Fair value of subsidiaries on the date of acquisition during the year		
Uni-President Department Store Corp.		
Cash	<u>\$ -</u>	<u>\$ 500,000</u>
Total payment for acquiring Uni-President Department Store Corp. (Based on 30% ownership)	<u>\$ -</u>	<u>\$ 150,000</u>
Less: Cash balance of Uni-President Department Store Corp. (Based on 30% ownership)	<u>-</u>	<u>(150,000)</u>
Cash acquisition of Uni-President Department Store Corp. (Based on 30% ownership)	<u>\$ -</u>	<u>\$ -</u>
<u>Investing and financing activities with partial cash payment</u>		
1. Proceeds from sales of long-term investments - non-subsidiaries	\$ 863,381	(\$ 109,770)
Less: Other receivables, end of year	(8,597)	-
Proceeds from sales of long-term investments - non-subsidiaries	<u>\$ 854,784</u>	<u>(\$ 109,770)</u>
2. Acquisition of property, plant and equipment, assets leased to others, idle assets and other assets	\$ 435,281	\$ 962,603
Add: Other payables, beginning of year	116,594	147,921
Capital lease payables, beginning of year	132,000	148,824
Less: Other payables, end of year	(49,260)	(116,594)
Capital lease payables, end of year	(113,415)	(132,000)
Cash acquisition of property, plant and equipment, assets leased to others, idle assets and other assets	<u>\$ 521,200</u>	<u>\$ 1,010,754</u>
3. Proceeds from disposal of property, plant and equipment, assets leased to others, idle assets and other assets	\$ 2,272	\$ 265,416
Add: Other receivables-related parties, beginning of year	-	20,957
Cash proceeds from disposal of property, plant and equipment, assets leased to others, idle assets and other assets	<u>\$ 2,272</u>	<u>\$ 286,373</u>
<u>Other activities with no cash flow effect</u>		
1. Non-payment of fractional cash dividends from previous year transferred to capital reserve	<u>\$ 170</u>	<u>\$ 37</u>
2. Stock warrants of convertible bonds	<u>\$ 523,481</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements.
See report of independent accountants dated April 16, 2008.

UNI-PRESIDENT ENTERPRISES CORP.
NOTES TO NON-CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2007 AND 2006
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS,
EXCEPT AS OTHERWISE INDICATED)

1. HISTORY AND ORGANIZATION

- (1) Uni-President Enterprises Corp. (the "Company") was incorporated as a company limited by shares under the provisions of the Company Law of the Republic of China (R.O.C.) in August 1967 with an initial capital of \$32,000. As of December 31, 2007, the Company's authorized capital was \$48,000,000, and the paid-in-capital was \$35,553,733, consisting of 3,555,373,000 shares of common stock with a par value of \$10 (in NT dollars) per share. The Company is primarily engaged in the manufacture, processing and sales of various soft drinks, foods, flour and animal feeds.
- (2) As of December 31, 2007, the Company had 4,905 employees.
- (3) The common shares of the Company have been listed on the Taiwan Stock Exchange since December 1987.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements are prepared in accordance with the "Rules Governing the Preparation of Financial Statements by Securities Issuers", "Business Entity Accounting Law", "Regulation on Business Entity Accounting Handling" and generally accepted accounting principles in the Republic of China. The Company's significant accounting policies are summarized as follows:

(1) Foreign currency transactions and translation

- (a) The Company maintains its accounts in New Taiwan dollars. Transactions arising in foreign currencies, except for derivative financial instruments, are translated into New Taiwan dollars at the exchange rates prevailing at the dates of the transactions. The difference is recognized as foreign exchange gain or loss upon actual receipt and disbursement.
- (b) Monetary assets and liabilities denominated in foreign currencies are translated at the spot exchange rates prevailing at the balance sheet date. Exchange gains or losses are recognized in profit or loss. However, translation exchange gains or losses on intercompany accounts that are, in nature, deemed long term is accounted for as a reduction in stockholders' equity.
- (c) When a gain or loss on a non-monetary item is recognized directly in equity, any exchange component of that gain or loss shall be recognized directly in equity. Conversely, when a gain or loss on a non-monetary item is recognized in profit or loss, any exchange component of that gain or loss shall be recognized in profit or loss. However, non-monetary items that are

measured on a historical cost basis are translated using the exchange rate at the date of the transaction.

(2) Classification of current and non-current items

- (a) Assets that meet one of the following criteria are classified as current assets; otherwise they are classified as non-current assets:
 - (i) Assets arising from operating activities that are expected to be realized or consumed, or are intended to be sold within the normal operating cycle;
 - (ii) Assets held mainly for trading purposes;
 - (iii) Assets that are expected to be realized within 12 months from the balance sheet date;
 - (iv) Cash and cash equivalents, excluding restricted cash and cash equivalents and those that are to be exchanged or used to pay off liabilities more than 12 months after the balance sheet date.
- (b) Liabilities that meet one of the following criteria are classified as current liabilities; otherwise they are classified as non-current liabilities:
 - (i) Liabilities arising from operating activities that are expected to be paid off within the normal operating cycle;
 - (ii) Liabilities arising mainly from trading activities;
 - (iii) Liabilities to be paid off within 12 months from the balance sheet date; and
 - (iv) Liabilities for which the repayment date cannot be extended unconditionally to more than 12 months after the balance sheet date.

(3) Available-for-sale financial assets

- (a) Available-for-sale financial assets in equity and debt are recognized and derecognized using trade date accounting and settlement date accounting, respectively, and are recognized initially at its fair value plus transaction costs that are directly attributable to the acquisition of the financial asset.
- (b) The financial assets are remeasured and stated at fair value, and the gain or loss is recognized in equity. The fair value of listed stocks, OTC stocks and closed-end mutual funds is based on latest quoted fair prices of the accounting period. The fair value of open-end and balanced mutual funds is based on the net asset value at the balance sheet date.
- (c) If there is any objective evidence that the financial asset is impaired, the cumulative loss that had been recognized directly in equity shall be removed from equity and recognized in profit or loss. Impairment losses recognized previously in profit or loss for an investment in an equity instrument shall not be reversed through profit or loss, and if, subsequently, the fair value of a debt instrument increases and the increase can be objectively related to an event occurring after the impairment loss was recognized in profit or loss, the impairment loss shall

be reversed, and the amount of the reversal recognized in profit or loss.

(4)Financial assets carried at cost

- (a) Investment in unquoted equity instruments is recognized or derecognized using trade date accounting, and is recognized initially at its fair value plus transaction costs that are directly attributable to the acquisition of the financial asset.
- (b) If there is any objective evidence that the financial asset is impaired, the impairment loss is recognized in profit or loss. Such impairment loss shall not be reversed when the fair value of the asset subsequently increases.

(5)Derivative financial instruments for hedging

Derivatives are initially recognized at fair value on the date a contract is entered into and are subsequently remeasured at their fair value. The method of recognizing the resulting gain or loss depends on whether the derivative is designated as a hedging instrument and the nature of the hedged item.

Cash flow hedges: The effective portion of changes in the fair value of derivatives that are designated and qualify as cash flow hedges is recognized in equity. The gain or loss relating to the ineffective portion is recognized immediately in profit or loss.

- (a) If a hedge of a forecast transaction subsequently results in the recognition of a financial asset or a financial liability, the associated gains or losses that were recognized directly in equity are transferred to profit or loss in the same period or periods when the hedged item affects profit or loss.
- (b) If a hedge of a forecast transaction subsequently results in the recognition of a non-financial asset or a non-financial liability, the associated gains or losses that were recognized directly in equity are transferred to profit or loss in the same period or periods during which the asset acquired or liability assumed affects profit or loss.

(6)Allowance for doubtful accounts

Allowance for doubtful accounts is determined based on historical experience of occurrence of bad debts, evaluation of the collectibility and the aging of accounts, notes and other receivables.

(7)Inventories

Inventories are stated at the lower of cost or market value. Cost is determined using the weighted average method except for livestock, which is based on the cost less allowance for decline in value. The cost of livestock is amortized over the actual breeding and production periods. Market value for raw materials, raw materials in transit and supplies is determined based on the replacement cost, and market value for merchandise, work in process, livestock in process, finished goods and by products is determined based on the net realizable value. Appropriate consideration is given to deterioration, obsolescence and other factors in evaluating

allowance for inventory obsolescence.

(8) Long-term equity investments accounted for under the equity method

- (a) Long-term equity investments in which the Company holds more than 20% of the investee company's voting shares or has the ability to exercise significant influence on the investee's operational decisions are accounted for under the equity method. The excess of the initial investment cost over the acquired net asset value of the investee attributable to goodwill is no longer amortized, effective January 1, 2006. Retrospective adjustment of the amount of goodwill amortized in previous year(s) is not required. The excess of acquired net asset value of investee over the initial investment cost is allocated proportionately and applied as a reduction to the book values of identifiable non-current assets, and any remaining amount of such excess after this allocation is credited to Extraordinary gains. However, negative goodwill prior to December 31, 2005 is continuously amortized.
- (b) Long-term investments in which the Company owns at least 50% of the investee company's voting rights, or in which the Company has the ability to exercise significant influence, are included in the consolidated financial statements.
- (c) Effective January 1, 2005, investment loss on the non-controlled entities over which the Company has the ability to exercise significant influence is recognized to the extent that the amount of long-term investments in such investees is written down to zero. However, if the Company continues to provide endorsements, guarantees or financial support for such investees, the investment loss is recognized continuously in proportion to the Company's equity interest in such investees. In the case of controlled entities, the Company recognizes all the losses incurred by such entities that will not be covered by other stockholders. When the operations of such investees become profitable, the profits shall be allocated to the Company to the extent that the amount of losses previously recognized by the Company is fully recovered.
- (d) "Cumulative Translation Adjustment" resulting from translation of all assets and liabilities of the Company's share in the subsidiaries investee foreign companies, which are accounted for using the equity method, is recognized proportionately based on the percentage of ownership of the Company and is reflected in the stockholders' equity account.

(9) Property, plant and equipment, assets leased to others, idle assets and other assets

- (a) Property, plant and equipment, assets leased to others, idle assets and other assets are stated at either cost or cost plus revaluation increment. Interest incurred in connection with the purchase or construction required to bring the assets to the condition and location for their intended use is capitalized. Major renewals, betterments and additions are capitalized and depreciated accordingly. Maintenance and repairs are expensed as incurred.

- (b) Depreciation is determined using the straight-line method over the estimated economic useful lives. Fully depreciated assets still in use are depreciated based on the residual value over the estimated remaining useful lives. The useful lives of major depreciable assets are 2-55 years, except for machinery and equipment which are 2-19 years. Containers are expensed when damaged.
 - (c) When an asset is sold or retired, the cost and accumulated depreciation are removed from the respective accounts and any resulting gain or loss on disposal is recorded as non-operating income or expense.
 - (d) Idle assets are stated at the lower of book value or net realizable value and are classified as other assets. The difference between the book value and net realizable value is recorded as a loss in the current period. Depreciation recognized for the period is recorded as non-operating expenses and losses.
- (10) Deferred expenses
- (a) The Company leases its dairy and juice packing machines. The minimum advance rental payments are amortized over a period of 8-12 years, the estimated economic lives of the packing machines. The incremental rent paid quarterly or based on units-of-production is recorded as current expense.
 - (b) The issuance costs of exchangeable bonds are classified as deferred expenses and amortized over the life of the bonds.
 - (c) Other deferred expenses are amortized over a period of 2-10 years.
- (11) Impairment of non-financial assets
- (a) The Company recognizes impairment loss when there is indication that the recoverable amount of an asset is less than its carrying amount. The recoverable amount is the higher of the fair value less costs to sell and value in use. The fair value less costs to sell is the amount obtainable from the sale of the asset in an arm's length transaction after deducting any direct incremental disposal costs. The value in use is the present value of estimated future cash flows to be derived from continuing use of the asset and from its disposal at the end of its useful life.
 - (b) When the impairment no longer exists, the impairment loss recognized in prior years shall be recovered. However, impairment loss of goodwill is not recoverable.
- (12) Convertible bonds
- (a) For the bonds payable embedded in conversion rights issued after January 1, 2006, the issuer shall classify the instrument, on initial recognition as a financial liability, a financial asset or an equity instrument (capital reserve from stock warrants). These bonds are accounted for as follows:

- (i) The difference between the issue price and face value of convertible corporate bonds is accounted for as premium or discount which is required to be amortized over the period from the date of issuance to maturity date using the interest method and is recorded as “interest expense”.
 - (ii) A conversion option embedded in the bonds issued by the Company, which is convertible to an equity instrument, is recognized and included in “capital reserve from stock warrants”, net of income tax effects. When a bondholder exercises his/her conversion rights, the liability component of the bonds (including corporate bonds and embedded derivatives) shall be revalued, and the resulting difference shall be recognized as “gain or loss” in the current period. The book value of the common stock issued due to the conversion shall be based on the adjusted book value of the abovementioned liability component plus the book value of the stock warrants.
 - (iii) Costs incurred on issuance of convertible bonds are proportionately charged to the liabilities and equities of the underlying instruments based on initial recognition costs.
- (b) If the difference between payment amount before the maturity date and the book value at liquidation date is significant, it should be recognized as extraordinary gain or loss in the current period.

(13) Retirement plan and net pension cost

Under the defined benefit pension plan, net periodic pension costs are recognized in accordance with the actuarial calculations. Net periodic pension costs include service cost, interest cost, expected return on plan assets, unrecognized net transition asset (obligation), and amortization of gains or losses on plan assets and prior service cost. Under the defined contribution pension plan, net periodic pension costs are recognized as incurred.

(14) Income tax

- (a) The Company adopted R.O.C. SFAS No. 22 "Accounting for Income Tax", whereby income tax is provided based on accounting income after adjusting for permanent differences, and inter-period and intra-period allocation of income tax was adopted. The tax effects of taxable temporary differences are recorded as deferred tax liabilities, while the tax effects of deductible temporary differences, net operating loss carryforwards and income tax credits are recorded as deferred tax assets. A valuation allowance on deferred tax assets is provided to the extent that it is more likely than not that the tax benefits will not be realized. Deferred tax assets or liabilities are classified into current or non-current items in accordance with the nature of the balance sheet accounts or the period realization is expected. Adjustments of prior years' income tax liabilities are included in the current year's income tax expense.
- (b) The Company adopted R.O.C. SFAS No. 12 “Accounting for Investment Tax Credits”,

whereby investment tax credits from the acquisition of machinery and equipment, research expenditures, personnel training expenditures and investments in stocks are recognized in the period the related expenditures are incurred.

- (c) The additional 10% corporate income tax on earnings derived on or after January 1, 1998, which is not distributed in the following year, is included in the income tax expense in the year the stockholders approve the resolution to retain the earnings.
- (d) Effective January 1, 2006, the Company adopted the “Income Basic Tax Act”. If the amount of regular income tax is more than or equal to the amount of basic tax, the income tax payable shall be calculated in accordance with the Income Tax Act and other relevant laws. Whereas the amount of regular income tax is less than the amount of basic tax, the income tax payable shall also include the difference between the amount of regular income tax and basic tax, in addition to the amount as calculated in accordance with the “Income Tax Act” and other relevant laws. The balance calculated in accordance with the provisions shall not allow for deductions claimed in regard to investment tax credits granted under the provisions of other laws.

(15) Use of estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

(16) Revenues, costs and expenses

Revenues are recognized when the earning process is substantially completed and realized or realizable. Costs and expenses are recorded as incurred.

(17) Settlement date accounting

If an entity recognizes financial assets using settlement date accounting, any change in the fair value of the asset to be received during the period between the trade date and the settlement date is not recognized for assets carried at cost or amortized cost. For financial assets or financial liabilities classified as at fair value through profit or loss, the change in fair value is recognized in profit or loss. For available-for-sale financial assets, the change in fair value is recognized directly in equity.

3. CHANGES IN ACCOUNTING PRINCIPLES

(1) Goodwill

Effective January 1, 2006, the Company adopted the amended R.O.C. SFAS No. 1, No. 5, No. 7, No. 25 and No. 35 which discontinued the amortization of goodwill. As a result of the adoption of

these amended standards, net income before income tax increased by \$1,020,210 and earnings per share increased by \$0.30 (in NT dollars) for the year ended December 31, 2006.

(2) Financial instruments

Effective January 1, 2006, the Company adopted the R.O.C. SFAS No. 34, "Accounting for Financial Instruments" and No. 36, "Disclosure and Presentation of Financial Instruments". As a result of the adoption of these standards, stockholders' equity increased by \$1,514,189 as of December 31, 2006; however, net income and earnings per share were unchanged for the year then ended.

4. DETAILS OF SIGNIFICANT ACCOUNTS

(1) Cash and cash equivalents

	<u>December 31, 2007</u>	<u>December 31, 2006</u>
Cash on hand	\$ 1,398	\$ 1,344
Checking accounts	30,617	31,671
Demand deposits	76,087	108,844
	<u>\$ 108,102</u>	<u>\$ 141,859</u>

(2) Notes receivable, net

	<u>December 31, 2007</u>	<u>December 31, 2006</u>
Notes receivable	\$ 1,100,665	\$ 815,040
Less: Allowance for doubtful accounts	(89,894)	(99,290)
	<u>\$ 1,010,771</u>	<u>\$ 715,750</u>

(3) Accounts receivable, net

	<u>December 31, 2007</u>	<u>December 31, 2006</u>
Accounts receivable	\$ 1,225,661	\$ 1,091,523
Less: Allowance for doubtful accounts	(68,856)	(79,832)
	<u>\$ 1,156,805</u>	<u>\$ 1,011,691</u>

(4) Inventories

	<u>December 31, 2007</u>	<u>December 31, 2006</u>
Merchandise	\$ 280,118	\$ 256,796
Raw materials	1,342,688	1,127,278
Raw materials in transit	1,359,317	1,008,679
Supplies	74,312	95,379
Work in process	334,787	262,947
Livestock in process	31,448	23,569
Finished goods	650,896	649,382
Livestock	16,025	18,685
Less: Allowance for decline in value of livestock (	11,096)	(12,230)
By-products	<u>1,103</u>	<u>691</u>
	4,079,598	3,431,176
Less: Allowance for price decline and obsolescence of inventories	<u>(692)</u>	<u>(1,297)</u>
	<u>\$ 4,078,906</u>	<u>\$ 3,429,879</u>

(5) Available-for-sale financial assets

	<u>December 31, 2007</u>		<u>December 31, 2006</u>	
	<u>Amount</u>	<u>Percentage owned</u>	<u>Amount</u>	<u>Percentage owned</u>
Non-current items:				
Listed (TSE and OTC) stocks:				
The Tait Marketing & Distribution Co., Ltd.	\$ 314,866	19.50%	\$ 314,866	19.50%
Prince Housing Development Corp.	<u>747,878</u>	10.45%	<u>747,878</u>	10.45%
	1,062,744		1,062,744	
Adjustment of financial assets held for trading	<u>866,700</u>		<u>1,252,911</u>	
	<u>\$ 1,929,444</u>		<u>\$ 2,315,655</u>	

(6) Financial assets carried at cost

	<u>December 31, 2007</u>		<u>December 31, 2006</u>	
	<u>Amount</u>	<u>Percentage owned</u>	<u>Amount</u>	<u>Percentage owned</u>
Non-current items:				
Unlisted stocks:				
Grand Bill Finance Co., Ltd.	\$ 691,085	14.46%	\$ 691,085	14.46%
Hi-Life International Co., Ltd.	97,490	7.41%	97,490	7.41%
PK Venture Capital Corp.	100,000	6.67%	100,000	6.67%
CDIB & PARINERS Investment Holding Corp.	250,000	2.48%	250,000	2.48%
KaoHsiung Rapid Transit Corp.	203,714	2.00%	203,714	2.00%
Others (individually less than 5%)	<u>165,096</u>	0.13%~ 14.29%	<u>190,073</u>	1.11%~ 14.29%
	1,507,385		1,532,362	
Less: Accumulated impairment	(<u>29,874</u>)		(<u>28,000</u>)	
	<u>\$ 1,477,511</u>		<u>\$ 1,504,362</u>	

- (a) The investments were measured at cost since its fair value cannot be measured reliably.
- (b) Hantech Venture Capital Corp. reduced its capital in 2007 and the Company received \$12,533 as return of capital.
- (c) Taiwan Aerospace Corp., Kuang Chuan Dairy Co., Ltd. and Chinese Professional Baseball Business Co., Ltd. have been experiencing financial difficulties. Accordingly, the Company recognized an impairment loss of \$1,874 and \$28,000 in 2007 and 2006, respectively.
- (d) For details of accumulated impairment, please refer to Note 4(12).

(7) Long-term equity investments accounted for under the equity method

A. Details of long-term equity investments accounted for under the equity method with debit balances are set forth below:

Name of subsidiaries	December 31, 2007		December 31, 2006	
	Amount	Percentage owned	Amount	Percentage owned
Cayman President Holdings, Ltd.	\$ 12,509,295	100.00	\$ 2,105,519	100.00
Kai Nan Investment Co., Ltd.	3,024,798	"	3,508,762	"
President International Trade and Investment Corp.	2,732,169	"	2,516,288	"
Kai Yu Investment Co., Ltd.	1,200,211	"	1,314,169	"
President International Development Corp.	12,562,845	62.50	8,335,216	62.50
President Entertainment Corp.	1,118,278	61.80	1,127,632	61.80
Ton Yi Industrial Corp.	8,143,070	45.55	7,795,280	45.55
President Chain Store Corp.	6,324,023	45.40	5,977,200	45.24
President Fair Development Corp.	3,278,777	40.50	3,644,046	40.50
Kuang Chuan Pasture Co., Ltd.	1,199,651	31.25	1,152,774	31.25
President Securities Corp.	5,228,103	26.56	4,870,303	26.56
Presicarre Corp.	1,918,857	20.50	1,654,520	20.50
Others (individually less than 2%)	7,274,220	12.67~	7,282,010	10.10~
(Note)		100.00		100.00
	<u>66,514,297</u>		<u>51,283,719</u>	
Less: Accumulated impairment	(<u>51,641</u>)		<u>-</u>	
	<u>\$ 66,462,656</u>		<u>\$ 51,283,719</u>	

(Note) The equity method was used to account for investments in Scino Pharm Taiwan Ltd., etc. due to the Company's ability to exercise significant influence on these investees, though the Company's ownership was less than 20%.

(b) Details of long-term equity investments accounted for under the equity method with credit balances are set forth below:

Name of subsidiaries	December 31, 2007		December 31, 2006	
	Amount	Percentage owned	Amount	Percentage owned
Uni-President Dream Parks Corp.	\$ 19,292	100.00	\$ 1,480	100.00
Tung-Ho Development Co., Ltd.	-	-	97,424	70.24
	19,292		98,904	
Add: Accumulated impairment	-		51,641	
	<u>\$ 19,292</u>		<u>\$ 150,545</u>	

(c) Long-term investment income accounted for under the equity method was \$8,827,384 and \$1,654,499 for the years ended December 31, 2007 and 2006, respectively.

(d) Effective January 1, 2006, the Company adopted the amended R.O.C. SFAS No. 1, No. 5, No. 7, No. 25 and No. 35 which discontinued the amortization of goodwill. As a result of the adoption of these SFAS, investment income under the equity method increased by \$1,020,210 for the year ended December 31, 2006.

(e) Cayman President Holdings Ltd. and Ton Yi Pharmaceutical Corp. reduced its capital and the Company received \$1,087,193 and \$3,465 as return of capital, respectively.

(f) Qware System & Services Corp. (Qware) set up the subsidiary, Atech System Integrated Co., Ltd. as a result of the spin-off of its wireless-internet department at the stockholders' meeting in April 2007 and issued new shares (34,930,000 shares) to Atech System Integrated Co., Ltd. as shareholding ratio. Qware proposed capital reduction and elimination of shares and the effective date of the share swap was July 1, 2007. The Company obtained Atech System Integrated Co., Ltd. common stock (9,875,000 shares) as shareholding ratio and reduced Qware common stock (9,875,000 shares) on the effective date of the share swap.

(g) As a result of the adoption of R.O.C. SFAS No. 5 "Long-term Investments under Equity Method", the Company recognized unrealized gain on financial instruments of \$2,970,912 and \$392,835 as of December 31, 2007 and 2006, respectively.

(h) For details on the accumulated impairment, please refer to Note 4(12).

(8) Property, plant and equipment

(a) As of December 31, 2007 and 2006, the details of revaluation increment and accumulated depreciation of property, plant and equipment are listed as follows:

Assets	December 31, 2007		December 31, 2006	
	Revaluation increment	Accumulated depreciation	Revaluation increment	Accumulated depreciation
Land	\$ 2,664,519	\$ -	\$ 2,744,574	\$ -
Buildings	127,778	1,838,486	127,778	1,734,319
Machinery and equipment	37,929	6,611,446	40,503	6,260,920
Piping infrastructure and electricity generation equipment	6,675	387,826	6,809	355,823
Transportation equipment	858	92,474	1,178	94,284
Office equipment	289	699,479	289	675,733
Leased assets	-	165,693	-	149,784
Leasehold improvements	-	105,549	-	99,170
Other equipment	23,615	2,995,758	24,657	2,766,794
	<u>\$ 2,861,663</u>	<u>\$ 12,896,711</u>	<u>\$ 2,945,788</u>	<u>\$ 12,136,827</u>

(b) In the years 1975, 1979, 1981, 1983, 1990, 1995 and 2005, the Company revalued certain property, plant and equipment (including assets leased to others and idle assets) in accordance with the Regulations for the Revaluation of Assets in the Republic of China. Total amount of appraisal increments credited to asset revaluations, net of applicable tax, was \$2,521,590. The balance of asset revaluation (before the amended “Business Entity Accounting Law”, shown as capital reserve from asset revaluations) was \$1,511,316 as of December 31, 2007 and 2006. In addition, as a result of the adoption of R.O.C. SFAS No. 5 “Long-term Investments in Equity Securities”, the Company recognized unrealized asset revaluation amounting to \$278,834 and \$279,035 as of December 31, 2007 and 2006, respectively.

(c) The balances of the provision for asset appraisal increments tax was \$815,803 as of December 31, 2007 and 2006.

(d) Interest expense before capitalization in 2007 and 2006 was \$615,589 and \$573,790, respectively. Interest capitalized totaled \$3,327 and \$3,805 with interest rates of 2.19% and 2.04% in 2007 and 2006, respectively.

(e) As of December 31, 2007 and 2006, the Company owned certain agricultural land amounting

to \$65,702 and \$65,343, respectively, for the expansion of plant facilities. This agricultural land has yet to be rezoned for industrial use, and accordingly, the land title has not been officially transferred to the Company. However, the Company has secured the land deeds and other ownership documents to ensure ownership.

(f) Leased assets

The terms of the major leased assets are summarized as follows:

- (i) Upon the maturity of the lease contracts, the titles of the leased properties accounted for under the capital leases are transferred to the Company at no additional cost.

The rental payments and the leased properties are listed below:

Category of property	Present value discounted on the implicit interest rate	Period
Buildings, piping infrastructure and electricity and generation equipment and other equipment	<u>\$ 240,000</u>	8.1.1997-7.2012 180 equal monthly installments

- (ii) As of December 31, 2007, total amount of future rental payments and their present value were listed as follows:

	Rent Payable	
	Present value of future rental payments	Total future rental payments
1.1.2008-12.31.2008	\$ 20,532	\$ 30,949
1.1.2009-12.31.2009	22,681	30,949
1.1.2010-12.31.2010	25,056	30,949
1.1.2011-12.31.2011	27,680	30,949
1.1.2012-7.31.2012	<u>17,466</u>	<u>18,053</u>
	113,415	<u>\$ 141,849</u>
Less: Liabilities under capital lease within one year	(20,532)	
Capital lease payable - non-current	<u>\$ 92,883</u>	

(9) Assets leased to others

	December 31, 2007		December 31, 2007		December 31, 2007		Net book value
	Historical cost	Revaluation	Total	Historical cost	Revaluation	Total	
Land	\$ 2,587,746	\$ 370,789	\$ 2,958,535	\$ -	\$ -	\$ 2,958,535	
Buildings	1,937,719	14,075	1,951,794	(278,876)	(13,378)	1,659,540	
Machinery and equipment	420	-	420	(385)	-	35	
Piping infrastructure and electricity generation equipment	8,046	-	8,046	(7,605)	-	441	
Office equipment	2,717	-	2,717	(2,399)	-	318	
Other equipment	159,612	4,290	163,902	(146,496)	(4,290)	13,116	
	<u>\$ 4,696,260</u>	<u>\$ 389,154</u>	<u>\$ 5,085,414</u>	<u>(\$ 435,761)</u>	<u>(\$ 17,668)</u>	<u>\$ 4,631,985</u>	

December 31, 2006

	Cost		Accumulated depreciation		Net book value
	Historical cost	Revaluation	Historical cost	Revaluation	
Land	\$ 2,022,038	\$ 290,734	\$ 2,312,772	\$ -	\$ 2,312,772
Buildings	1,636,195	14,075	1,650,270	(13,247)	1,408,101
Machinery and equipment	420	-	420	(380)	40
Piping infrastructure and electricity generation equipment	8,356	-	8,356	(7,624)	732
Office equipment	3,209	-	3,209	(2,521)	688
Other equipment	158,867	4,290	163,157	(4,290)	17,090
	<u>\$ 3,829,085</u>	<u>\$ 309,099</u>	<u>\$ 4,138,184</u>	<u>(\$ 17,537)</u>	<u>\$ 3,739,423</u>

A. Rental revenues for the years ended December 31, 2007 and 2006 were \$240,253 and \$219,232, respectively.

B. The Company revalued certain assets leased to others in accordance with the Regulations for the Revaluation of Assets in the Republic of China. Please refer to Note 4(8).

(10) Idle assets

Assets	Cost			Accumulated depreciation			Net book value
	Historical cost	Revaluation	Total	Historical cost	Revaluation	Total	
Land	\$ 115,632	\$ 566	\$ 116,198	\$ -	\$ -	\$ -	\$ 116,198
Buildings	47,234	4,373	51,607	(42,533)	(4,356)	(46,889)	4,718
Machinery and equipment Piping infrastructure and electricity generation equipment	196,187	-	196,187	(124,013)	-	(124,013)	72,174
Office equipment	1,950	-	1,950	(1,546)	-	(1,546)	404
Other equipment	1,604	-	1,604	(1,383)	-	(1,383)	221
	21,443	978	22,421	(17,925)	(978)	(18,903)	3,518
	<u>\$ 384,050</u>	<u>\$ 5,917</u>	<u>\$ 389,967</u>	<u>(\$ 187,400)</u>	<u>(\$ 5,334)</u>	<u>(\$ 192,734)</u>	197,233
Less: Accumulated impairment							(10,617)
							<u>\$ 186,616</u>

	December 31, 2006		
	Cost		Net book value
	Historical cost	Revaluation	Total
Land	\$ 115,040	\$ 566	\$ 115,606
Buildings	55,661	6,847	62,508
Machinery and equipment	23,660	-	23,660
Office equipment	3,082	-	3,082
Other equipment	13,224	978	14,202
	<u>\$ 210,667</u>	<u>\$ 8,391</u>	<u>\$ 219,058</u>
Less: Accumulated impairment			
			<u>\$ 115,606</u>
			<u>3,899</u>
			<u>3,679</u>
			<u>163</u>
			<u>1,062</u>
			<u>124,409</u>
			<u>(3,316)</u>
			<u>\$ 121,093</u>

(a) The Company revalued certain idle assets in accordance with the Regulations for the Revaluation of Assets in the Republic of China. Please refer to Note 4(8) Property, Plant and Equipment.

(b) For details of accumulated impairment, please refer to Note 4(12) Impairment of assets.

(11) Deferred expenses

	<u>2007</u>	<u>2006</u>
Beginning balance	\$ 91,979	\$ 142,727
Additions	6,711	12,351
Deductions	-	(14,534)
Amortization	(44,170)	(48,565)
Ending balance	<u>\$ 54,520</u>	<u>\$ 91,979</u>

- (a) The deferred expenses include the lease of packing machines. The minimum advance rental payments are amortized over a period of 8~12 years, the estimated economic lives of the packing machines, and the contingent rental paid quarterly or based on the units-of-production is treated as current expense.
- (b) The deduction in 2006 was due to the return of leased vending machines.

(12) Impairment of assets

After reversal of impairment loss previously recognized, the total accumulated impairment as of December 31, 2007 and 2006 was \$92,132 and \$82,957, respectively. Details are set forth below:

<u>Item</u>	<u>December 31,</u>	
	<u>2007</u>	<u>2006</u>
Recorded as impairment loss:		
Financial assets carried at cost - non-current (Note)	\$ 29,874	\$ 28,000
Impairment loss on the difference between the acquisition cost and the Company's share of the subsidiary's net book value on the date of acquisition	51,641	51,641
Idle assets (Note)	<u>10,617</u>	<u>3,316</u>
	<u>\$ 92,132</u>	<u>\$ 82,957</u>

The accumulated impairment summarized by department are as follows:

<u>Department</u>	<u>December 31,</u>	
	<u>2007</u>	<u>2006</u>
Company	\$ 83,059	\$ 81,551
Foods	8,263	596
Feeds	<u>810</u>	<u>810</u>
	<u>\$ 92,132</u>	<u>\$ 82,957</u>

(Note) The impairment loss on financial assets carried at cost - non-current for the years ended December 31, 2007 and 2006 was \$1,874 and \$28,000, respectively, and part of idle assets had been disposed or transferred to property, plant and equipment. Accordingly, an impairment loss of \$7,301 and reversal of impairment loss of \$7,265 was recognized during the years ended December 31, 2007 and 2006, respectively.

(13) Short-term loans

	<u>December 31, 2007</u>	<u>December 31, 2006</u>	<u>Collateral or security</u>
Unsecured bank loans	\$ 351,408	\$ 2,076,748	—
Range of interest rates	<u>2.37%~5.50%</u>	<u>1.75%~6.11%</u>	

(14) Notes and bills payable

	<u>December 31, 2007</u>	<u>December 31, 2006</u>	<u>Collateral or security</u>
Commercial papers payable	\$ 300,000	\$ 1,150,000	—
Less: prepaid interests	(96)	(469)	
	<u>\$ 299,904</u>	<u>\$ 1,149,531</u>	
Interest rates	<u>2.50%</u>	<u>1.79%~1.81%</u>	

The above commercial papers were issued and secured by China Bills Finance Corporation and other financial institutions.

(15) Bonds payable

	<u>December 31, 2007</u>	<u>December 31, 2006</u>	<u>Collateral or security</u>
Secured domestic bonds payable in 2002	\$ 1,500,000	\$ 1,650,000	—
Secured domestic bonds payable in 2003	1,300,000	1,300,000	—
Secured domestic bonds payable in 2003	300,000	300,000	—
Secured domestic bonds payable in 2003	580,000	640,000	—
Secured domestic bonds payable in 2004	<u>3,500,000</u>	<u>3,500,000</u>	—
	<u>7,180,000</u>	<u>7,390,000</u>	
Unsecured convertible bonds payable in 2007	5,000,000	-	—
Less: Discount on bonds payable	(355,613)	-	
	<u>4,644,387</u>	<u>-</u>	
	11,824,387	7,390,000	
Less: Current portion of bonds payable	(3,680,000)	(210,000)	
	<u>\$ 8,144,387</u>	<u>\$ 7,180,000</u>	

A. The Company issued secured domestic bonds in January 2003. The significant terms of the bonds are as follows:

(Note) The impairment loss on financial assets carried at cost - non-current for the years ended December 31, 2007 and 2006 was \$1,874 and \$28,000, respectively, and part of idle assets had been disposed or transferred to property, plant and equipment. Accordingly, an impairment loss of \$7,301 and reversal of impairment loss of \$7,265 was recognized during the years ended December 31, 2007 and 2006, respectively.

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	<u>December 31, 2007</u>	<u>December 31, 2006</u>	<u>Collateral or security</u>
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Commercial papers payable	\$ 300,000	\$ 1,150,000	—
Less: prepaid interests	(96)	(469)	
	<u>\$ 299,904</u>	<u>\$ 1,149,531</u>	
Interest rates	<u>2.50%</u>	<u>1.79%~1.81%</u>	

The above commercial papers were issued and secured by China Bills Finance Corporation and other financial institutions.

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	<u>December 31, 2007</u>	<u>December 31, 2006</u>	<u>Collateral or security</u>
Secured domestic bonds payable in 2002	\$ 1,500,000	\$ 1,650,000	—
Secured domestic bonds payable in 2003	1,300,000	1,300,000	—
Secured domestic bonds payable in 2003	300,000	300,000	—
Secured domestic bonds payable in 2003	580,000	640,000	—
Secured domestic bonds payable in 2004	<u>3,500,000</u>	<u>3,500,000</u>	—
	<u>7,180,000</u>	<u>7,390,000</u>	
Unsecured convertible bonds payable in 2007	5,000,000	-	—
Less: Discount on bonds payable	(355,613)	-	
	<u>4,644,387</u>	<u>-</u>	
	11,824,387	7,390,000	
Less: Current portion of bonds payable	(3,680,000)	(210,000)	
	<u>\$ 8,144,387</u>	<u>\$ 7,180,000</u>	

A. The Company issued secured domestic bonds in January 2003. The significant terms of the bonds are as follows:

(a) Total issue amount:

The Company issued secured domestic bonds totaling \$1,800,000, including \$500,000 of A bonds, \$300,000 of B bonds, \$200,000 of C bonds, \$400,000 of D and E bonds.

(b) Issue price: At par value of \$1,000 per bond.

(c) Coupon rate:

The secured domestic bonds consist of five types of bonds, A, B, C, D and E. The coupon rate of A, B and D bonds is 3.95% less the floating interest rate. The coupon rate of C and E bonds is 3.951% less the floating rate.

(d) Term of interest repayment:

The bond interest is payable in installments every six months from July 2003 based on the coupon rate.

(e) Repayment term:

The A bonds are repayable starting January 2006 to January 2008 in three annual installments at the rate of 30%, 30% and 40%, respectively. The B, C, D, and E bonds are repayable in January 2008 upon the maturity of the bonds.

(f) Period: 5 years, from January 28, 2003 to January 28, 2008.

(g) Guarantee Bank:

A bonds are guaranteed by Mega International Commercial Bank Co., Ltd. (formerly International Commercial Bank of China), B and C bonds are guaranteed by Chang Hwa Commercial Bank, and D and E bonds are guaranteed by Bank of Taiwan.

B. The Company issued secured domestic bonds in September 2003. The significant terms of the bonds are as follows:

(a) Total issue amount:

The Company issued secured domestic bonds totaling \$1,300,000, including \$300,000 of A, B and C bonds, \$200,000 of D and E bonds.

(b) Issue price: At par value of \$10,000 per bond.

(c) Coupon rate:

The secured domestic bonds consist of five types of bonds, A, B, C, D and E. The coupon rate is determined as follows:

(i) If the floating rate is equal to or less than 0.75% per annum, the coupon rate is equal to the floating rate.

(ii) If the floating rate is greater than 0.75% per annum, but is equal to or less than 2.50% per annum, the coupon rate is 2.69% per annum.

(iii) If the floating rate is greater than 2.50% per annum, the coupon rate is 4.00% minus the floating rate.

(d) Term of interest repayment:

The bond interest is calculated on simple rate every six months and payable in annual installments starting September 2004 based on the coupon rate.

(e) Repayment term:

The bonds are repayable in September 2008 upon the maturity of the bonds.

(f) Period:

5 years. The maturity dates of the bonds are from September 22~26, 2003 to September 22~26, 2008.

(g) Guarantee Bank:

The bonds are guaranteed by Chang Hwa Commercial Bank, Bank of Taiwan and Taiwan Land Bank.

C. The Company issued secured domestic bonds in September 2003. The significant terms of the bonds are as follows:

(a) Total issue amount:

The Company issued secured domestic bonds totaling \$300,000.

(b) Issue price: At par value of \$10,000 per bond.

(c) Coupon rate:

The coupon rate in the first year is 3.00% per annum. The coupon rate from the second year to the fifth year is determined as follows:

(i) If the floating rate is less than 1.25% per annum, the coupon rate is the floating rate plus 0.70% per annum.

(ii) If the floating rate is greater than or equal to 1.25% per annum, the coupon rate is 4.20% minus the floating rate.

(d) Term of interest repayment:

The bond interest is calculated on simple rate every three months and payable in annual installments every year starting September 2004 based on the coupon rate.

(e) Repayment term:

The bonds are repayable in September 2008 upon the maturity of the bonds.

(f) Period: 5 years, from September 29, 2003 to September 29, 2008.

(g) Guarantee Bank:

The bonds are guaranteed by Hwa Nan Commercial Bank.

D. The Company issued secured domestic bonds in December 2003. The significant terms of the bonds are as follows:

(a) Total issue amount:

The Company issued secured domestic bonds totaling \$700,000, including \$300,000 of A, \$200,000 of B and C bonds.

(b) Issue price: At par value of \$10,000 per bond.

(c) Coupon rate:

The secured domestic bonds consists of three types of bonds, A, B and C. The coupon rate is determined as follows:

Bonds	Coupon rate
A	If 6M LIBOR < 1.20%, the coupon rate is 6M LIBOR. If $1.20\% \leq 6M \text{ LIBOR} \leq 2.00\%$, the coupon rate is 3.50%. If $6M \text{ LIBOR} > 2.00\%$, the coupon rate is 5.00% minus 6M LIBOR. The floor of coupon rate is zero.
B	If 6M LIBOR < 1.20%, the coupon rate is 6M LIBOR plus 0.0001%. If $1.20\% \leq 6M \text{ LIBOR} \leq 2.00\%$, the coupon rate is 3.50%. If $6M \text{ LIBOR} > 2.00\%$, the coupon rate is 5.00% minus 6M LIBOR. The floor of coupon rate is zero.
C	If 6M LIBOR < 1.05%, the coupon rate is 6M LIBOR. If $1.05\% \leq 6M \text{ LIBOR} \leq 2.00\%$, the coupon rate is 3.25%. If $6M \text{ LIBOR} > 2.00\%$, the coupon rate is 4.00% minus 6M LIBOR. The floor of coupon rate is zero.

(d) Term of interest repayment:

The bond interest is payable in installments every six months starting June 2003 based on the coupon rate.

(e) Repayment term:

The A and B bonds are repayable in December 2008 upon the maturity of the bonds. The C bonds are repayable starting December 2006 to December 2008 in three annual installments at the rate of 30%, 30% and 40%, respectively.

(f) Period: 5 years, from December 24, 2003 to December 24, 2008.

(g) Guarantee Bank:

A and B bonds are guaranteed by Taipei Fubon Bank, and C bond is guaranteed by Mega International Commercial Bank (formerly International Commercial Bank of China).

E. The Company issued secured domestic bonds in September 2004. The significant terms of the bonds are as follows:

(a) Total issue amount:

The Company issued secured domestic bonds totaling \$3,500,000, including \$500,000 of A, B, C, D, E, F and G bonds.

(b) Issue price: At par value of \$10,000 per bond.

(c) Coupon rate:

The secured domestic bonds consist of seven types of bonds, A, B, C, D, E, F and G. The coupon rate is determined as follows:

Bonds	Coupon rate
A, B and C	The coupon rate is 2.14% per annum.
D and E	The coupon rate is $3 \times (5 \text{ Year TWD IRS} - 2 \text{ Year TWD IRS}) + 0.92\%$ per annum. The floor of coupon rate is zero.
F and G	If $(5 \text{ Year TWD IRS} - 2 \text{ Year TWD IRS}) \leq 1.15\%$, then the coupon rate is $3 \times (5 \text{ Year TWD IRS} - 2 \text{ Year TWD IRS}) + 1.1\%$ and the floor of coupon rate is not less than zero. If $(5 \text{ Year TWD IRS} - 2 \text{ Year TWD IRS}) > 1.15\%$, then the coupon rate is 2.1%.

(d) Term of interest repayment:

The interest of A, B and C bonds is calculated and repayable in installments every six months starting March 2005 based on the coupon rate. The interest of D, E, F and G bonds is calculated every three months and repayable in the same way as A, B and C bonds.

(e) Repayment term:

The bonds are repayable in September 2009 upon the maturity of the bonds.

(f) Period: 5 years, from September 1~3, 2004 to September 1~3, 2009.

(g) Guarantee Bank:

The bonds are guaranteed by Chinatrust Financial Holding Co., Ltd. and 12 other financial institutions.

F. The Company issued unsecured convertible bonds at premium price on October 2007 and listed in the OTC on October 29, 2007. The significant terms of the bonds are as follows:

(A) Total issue amount: \$5,000,000.

(B) Issue price: At 103% of par value of \$100 per bond.

(C) Coupon rate: 0%.

(D) Repayment term:

In addition to the bondholders converting the bonds to common stocks under the terms of the bonds, the bonds are repayable upon the maturity of the bonds.

(E) Period: 3 years, from October 25, 2007 to October 25, 2010.

(F) Conversion Period:

Except for the closed period, the bonds may be converted into the Company's common stocks on or after November 26, 2007 and on or prior to October 15, 2010. As of December 31, 2007, no bonds have been converted to common stocks.

(G) Conversion price and adjustment:

The conversion price is \$56 (in NT dollars) per share. Except for the common stocks converted from securities with conversion rights or options issued by the Company, the Company shall adjust the conversion price under the terms of the bonds in the cases of new shares issued, stock dividends, free distribution, cash dividends or equity dilution to the original shareholders. As of December 31, 2007, the conversion price was \$56 (in NT dollars), per share.

(H) Under the terms of the bonds, the rights and obligations of the new common stocks converted from the bonds equal to those issued originally.

G. For issued unsecured convertible bonds, the Company separates the conversion rights from the liabilities, which amounted to \$523,481 as "capital reserve-stock warrants" in accordance with R.O.C. SFAS No. 36 "Disclosure and Presentation Financial Instruments".

(16) Long-term loans

	<u>December 31, 2007</u>	<u>December 31, 2006</u>	<u>Collateral or security</u>
Unsecured bank loans	\$ 7,445,000	\$ 11,107,000	—
Revolving credit facility	<u>5,000,000</u>	<u>5,300,000</u>	—
	12,445,000	16,407,000	
Less: Prepaid interest	(8,565)	(17,801)	
Current portion of long-term loans	(<u>450,000</u>)	<u>-</u>	
	<u>\$ 11,986,435</u>	<u>\$ 16,389,199</u>	
Range of maturity dates	<u>11.21.2008~9.14.2010</u>	<u>4.13.2008~9.14.2010</u>	
Range of interest rates	<u>2.33%~2.98%</u>	<u>1.75%~2.34%</u>	

(17) Retirement plan

1. The Company has set up a defined benefit pension plan in accordance with the Labor Standards Law, which applies to all regular employees before the enforcement of the Labor Pension Act (the "Act") on July 1, 2005 and the employees who choose to be covered under the pension scheme of the Labor Standards Law after the enforcement of the Act. Under the defined benefit plan, two units are granted for each year of service for the first 15 years and one unit is granted for each additional year thereafter, subject to a maximum of 45 units. Pensions paid upon retirement are based on the number of units granted and the average monthly salaries and wages in the last six months prior to retirement. The Company contributes monthly an amount equal to 12.32% (13.76% prior to January 2006) of the

employees' monthly salaries and wages to the retirement fund deposited with Bank of Taiwan under the name of the independent retirement fund committee.

2. The following sets forth the pension information based on the actuarial report:

(1) The Company adopted R.O.C. SFAS No. 18 "Accounting for pensions". The assumptions used to measure the funded status of the plan are as follows:

	<u>2007</u>	<u>2006</u>
Discount rate	3.50%	3.50%
Rate of increase in compensation levels	3.25%	2.75%
Expected return on plan assets	2.50%	2.50%

(2) The funded status of the plans with measurement date as at November 30, 2007 and 2006 are as follows:

<u>Item</u>	<u>November 30, 2007</u>	<u>November 30, 2006</u>
Benefit obligation		
Vested benefit obligation	(\$ 1,975,395)	(\$ 1,804,598)
Non-vested benefit obligation	(2,176,465)	(2,089,413)
Accumulated benefit obligation	(4,151,860)	(3,894,011)
Additional benefits based on future salaries	(1,359,940)	(1,102,955)
Project benefit obligation	(5,511,800)	(4,996,966)
Fair value of plan assets	<u>2,760,425</u>	<u>2,366,057</u>
Plan funded status	(2,751,375)	(2,630,909)
Unrecognized net transitional obligation	86,145	105,798
Unrecognized prior service cost	74,374	103,051
Unrecognized plan assets loss	<u>2,324,494</u>	<u>1,945,988</u>
Accrued pension liability	(\$ <u>266,362</u>)	(\$ <u>476,072</u>)
Minimum pension liability	(\$ <u>1,391,435</u>)	(\$ <u>1,527,954</u>)
Vested benefit	<u>\$ 2,391,503</u>	<u>\$ 2,200,569</u>

- (3) The net periodic pension cost for the years ended December 31, 2007 and 2006 consists of the following:

	<u>2007</u>	<u>2006</u>
Service costs	\$ 130,969	\$ 148,150
Interest costs	167,910	178,157
Expected return on plan assets	(63,156)	(54,720)
Amortization of unrecognized net obligation at transition	24,953	25,763
Amortization of unrecognized prior service cost	15,765	16,277
Amortization of unrecognized plan asset losses	117,717	154,798
Curtailment and settlement gains	<u>81,763</u>	<u>-</u>
Net periodic pension costs	<u>\$ 475,921</u>	<u>\$ 468,425</u>

3. As of December 31, 2007 and 2006, the balance of the independent retirement trust fund was \$2,745,406 and \$2,352,854, respectively.
4. As a result of the enforcement of the Act, the Company set up a defined contribution pension plan which took effect from July 1, 2005. The local employees are eligible for the defined contribution plan. For employees who choose to be covered under the pension scheme of the Act, the Company contributes monthly an amount not less than 6% of the employees' monthly salaries and wages to the employees' individual pension accounts at the Bureau of Labor Insurance. Pensions are paid in monthly installments or in lump sum based on the accumulated balances of the employees' individual pension accounts. The net pension costs recognized under the defined contribution plan were \$50,406 and \$44,604 for the years ended December 31, 2007 and 2006, respectively.

(18) Common stock

The stockholders at their annual stockholders' meeting on June 28, 2007 adopted a resolution to increase the authorized capital by \$13,756,132 and increase capital through unappropriated retained earnings of \$2,012,475. Pursuant to the approval by the Financial Supervisory Commission, Securities and Futures Bureau, the capital increase was effective on August 23, 2007. After the capital increase, the authorized capital was \$48,000,000, and the paid-in capital was \$35,553,733, consisting of 3,555,373,000 shares with a par value of \$10 (in NT dollars) per share.

(19) Capital reserve

- (i) The R.O.C. Company Law requires that capital reserve shall be exclusively used to cover accumulated deficit or to increase capital and shall not be used for any other purpose. However, capital reserve arising from paid-in capital in excess of par value on issuance of

common stock and donations can be capitalized once a year, provided that the Company has no accumulated deficit and the amount to be capitalized does not exceed 10% of the paid-in capital.

(ii) For stock warrants of convertible bonds, please refer to Note 4 (15) Bonds payable.

(20) Retained earnings

- (a) According to the R.O.C. Company Law, the annual net income should be used initially to cover any accumulated deficit; thereafter 10% of the annual net income should be set aside as legal reserve until the legal reserve has reached 100% of contributed capital. The legal reserve shall be exclusively used to cover accumulated deficit or, if the balance of reserve exceeds 50% of contributed capital, to increase capital not exceeding 50% of reserve balance and shall not be used for any other purpose.
- (b) According to the Company's Articles of Incorporation, 10% of the annual net income, after offsetting any loss of prior years and paying all taxes and dues, shall be set aside as legal reserve. The remaining net income and the unappropriated retained earnings from prior years can be distributed in accordance with a resolution passed during a meeting of the Board of Directors and approved at the stockholders' meeting. Of the amount to be distributed by the Company, stockholders' bonuses shall comprise 50% to 100% of the unappropriated retained earnings, directors' and supervisors' remuneration shall comprise 2% and at least 0.2% for employees' bonuses. As approved by the stockholders during their meeting on June 28, 2007, the percentage of cash dividends shall not be less than 30% of dividends distributed.
- (c) As approved by the stockholders during their meeting, cash dividend distributed from 2006 and 2005 undistributed earnings was \$0.60 (in NT dollars) and \$0.65 (in NT dollars) per share, respectively, and stock dividend distributed from 2006 and 2005 undistributed earnings was \$0.60 (in NT dollars) and \$- per share, respectively.
- (d) As of April 16, 2008, the Company had not yet held the Board of Directors' meeting to discuss the earnings distribution proposal for 2007. The related information will be available in the Market Observation Post System website of the Taiwan Stock Exchange Corporation once the resolution is approved by the Board of Directors and stockholders. The information on the distribution of 2006 earnings in accordance with the resolution adopted by the Board of Directors and approved in the stockholders' meeting were as follows:

Approved in the
Board of Directors and
Stockholders' meeting

(i) Distribution:		
(i) Employees' cash bonuses	\$	296,128
(ii) Employees' stock bonuses		-
(iii) Directors' and supervisors' remuneration		89,527
(ii) Information about earnings per share ("EPS") (in dollars)		
(i) Original EPS		1.08
(ii) Imputed EPS (Note)		0.96

(Note) Imputed EPS = (net income – employees' bonuses – directors' and supervisors' remuneration) / weighted average number of shares outstanding for 2006.

(e) As of December 31, 2007 and 2006, the details of unappropriated earnings were as follows:

	<u>December 31, 2007</u>	<u>December 31, 2006</u>
(i) Unappropriated earnings before 1998	\$ 36,165	\$ 36,165
(ii) Unappropriated earnings in and after 1998		
A: 10% income tax unpaid balance	11,016,987	3,607,081
B: 10% income tax paid balance	<u>109,910</u>	<u>44,175</u>
	<u>\$ 11,163,062</u>	<u>\$ 3,687,421</u>

(f) As of December 31, 2007 and 2006, the imputation tax credit account balance amounted to \$30,064 and \$10,222, respectively. The Company distributed the 2006 undistributed earnings as dividends in accordance with the resolution adopted at the stockholders' meeting on June 28, 2007 and the date of dividend distribution was August 23, 2007. The 2006 creditable ratio was 27.22%. As of December 31, 2007, the estimated creditable ratio was 0.27%. The amount of deductible tax distributable by the company to its stockholders shall be limited to an amount not exceeding the amount of the imputation tax credit account balance on the date of distribution of the dividends. Accordingly, the actual creditable ratio for the distribution of 2007 undistributed earnings will be based on the imputation tax credit account balance up to the date of distribution of the dividends.

(21) Personnel expenses, depreciation and amortization

For the years ended December 31, 2007 and 2006, personnel expenses, depreciation and amortization were as follows:

	2007		
	<u>Operating costs</u>	<u>Operating expenses</u>	<u>Total</u>
Personnel expenses			
Salaries and wages	\$ 1,968,454	\$ 2,044,510	\$ 4,012,964
Insurances	124,864	104,401	229,265
Pension	243,219	255,560	498,779
Others	110,884	63,505	174,389
	<u>\$ 2,447,421</u>	<u>\$ 2,467,976</u>	<u>\$ 4,915,397</u>
Depreciation	<u>\$ 987,068</u>	<u>\$ 115,267</u>	<u>\$ 1,102,335</u>
Amortization	<u>\$ 4,088</u>	<u>\$ 26,020</u>	<u>\$ 30,108</u>
	2006		
	<u>Operating costs</u>	<u>Operating expenses</u>	<u>Total</u>
Personnel expenses			
Salaries and wages	\$ 2,005,557	\$ 1,534,030	\$ 3,539,587
Insurances	126,800	116,143	242,943
Pension	270,605	221,127	491,732
Others	96,242	55,489	151,731
	<u>\$ 2,499,204</u>	<u>\$ 1,926,789</u>	<u>\$ 4,425,993</u>
Depreciation	<u>\$ 1,049,476</u>	<u>\$ 139,306</u>	<u>\$ 1,188,782</u>
Amortization	<u>\$ 8,158</u>	<u>\$ 30,979</u>	<u>\$ 39,137</u>

(22) Deferred income tax and income tax expense

(a) Adjustments for corporate income tax benefit and income tax payable are as follows:

	<u>2007</u>	<u>2006</u>
Income tax benefit	(\$ 120,028)	(\$ 57,686)
Tax effect of alternative minimum tax	<u>124,563</u>	<u>189,880</u>
Income tax expense	4,535	132,194
Net changes in deferred income tax assets	77,638	57,686
Income tax on separately taxed income	(10)	(8)
Over provision of prior year's income taxes	42,400	-
Prepaid income taxes	<u>(4,432)</u>	<u>(15,082)</u>
Income tax payable	<u>\$ 120,131</u>	<u>\$ 174,790</u>

(b) The details of deferred income tax assets or liabilities resulting from temporary differences, loss carryforwards and investments tax credits were as follows:

	December 31, 2007		December 31, 2006	
	Amount	Tax effect	Amount	Tax effect
Current items:				
Temporary differences				
Bad debts expense	\$ 115,168	\$ 28,792	\$ 135,505	\$ 33,876
Unrealized inventory obsolescence loss	692	173	1,297	324
Employee benefit	4,025	1,006	-	-
Unrealized expenses	-	-	88,009	22,002
Investments tax credits		<u>270,000</u>		<u>370,000</u>
		<u>\$ 299,971</u>		<u>\$ 426,202</u>
Non-current items:				
Temporary differences				
Investment loss	\$ 351,845	\$ 87,961	\$ 351,845	\$ 87,961
Depreciation	(2,051,271)	(512,818)	(2,094,924)	(523,731)
Impairment loss	10,617	2,654	1,865	466
Pension cost	252,187	63,047	451,860	112,965
Employee benefit	14,423	3,606	-	-
Investments tax credits		<u>294,187</u>		<u>57,107</u>
		<u>(\$ 61,363)</u>		<u>(\$ 265,232)</u>

(c) As of December 31, 2007, the Company's investment tax credits consisted of the following:

Regulation	Tax credit item	Total credits	Unused amounts	Year of expiry
Statute for Upgrading Industries	Research and development expenditures	\$ 241,708	\$ 241,708	2011
"	Acquisition of automation equipment	224,498	181,547	2011
"	Personnel training	20,767	20,767	2011
"	Shareholders' investment credit	<u>120,165</u>	<u>120,165</u>	2009
		<u>\$ 607,138</u>	<u>\$ 564,187</u>	

(d) As of April 16, 2008, the Company's income tax returns through 2003 have been assessed

(b) The details of deferred income tax assets or liabilities resulting from temporary differences, loss carryforwards and investments tax credits were as follows:

	December 31, 2007		December 31, 2006	
	Amount	Tax effect	Amount	Tax effect
Current items:				
Temporary differences				
Bad debts expense	\$ 115,168	\$ 28,792	\$ 135,505	\$ 33,876
Unrealized inventory obsolescence loss	692	173	1,297	324
Employee benefit	4,025	1,006	-	-
Unrealized expenses	-	-	88,009	22,002
Investments tax credits		<u>270,000</u>		<u>370,000</u>
		<u>\$ 299,971</u>		<u>\$ 426,202</u>
Non-current items:				
Temporary differences				
Investment loss	\$ 351,845	\$ 87,961	\$ 351,845	\$ 87,961
Depreciation	(2,051,271)	(512,818)	(2,094,924)	(523,731)
Impairment loss	10,617	2,654	1,865	466
Pension cost	252,187	63,047	451,860	112,965
Employee benefit	14,423	3,606	-	-
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"	Shareholders' investment credit	<u>120,165</u>	<u>120,165</u>	2009
		<u>\$ 607,138</u>	<u>\$ 564,187</u>	

(d) As of April 16, 2008, the Company's income tax returns through 2003 have been assessed

by the Tax Authority and there were no disputes existing between the Company and the Tax Authority.

(23) Earnings per common share ("eps")

		2007				
		Amount		Weighted average number of shares outstanding during the year (shares in thousands)	EPS (in NT dollars)	
		Before tax	After tax		Before tax	After tax
Basic EPS						
Net income		\$11,021,522	\$11,016,987	3,555,373	<u>\$ 3.10</u>	<u>\$ 3.10</u>
Dilutive effect of common stock equivalents:						
Convertible bonds		<u>23,119</u>	<u>17,339</u>	<u>89,286</u>		
Diluted EPS						
Net income		<u>\$11,044,641</u>	<u>\$11,034,326</u>	<u>3,644,659</u>	<u>\$ 3.03</u>	<u>\$ 3.03</u>
				2006		
		Amount		Weighted average number of shares outstanding during the year (shares in thousands)	EPS (in NT dollars)	
		Before tax	After tax		Before tax	After tax
Basic EPS						
Net income		\$ 3,739,275	\$ 3,607,081	3,555,373	<u>\$ 1.05</u>	<u>\$ 1.01</u>
Dilutive effect of common stock equivalents:						
Convertible bonds		<u>-</u>	<u>-</u>	<u>-</u>		
Diluted EPS						
Net income		<u>\$ 3,739,275</u>	<u>\$ 3,607,081</u>	<u>3,555,373</u>	<u>\$ 1.05</u>	<u>\$ 1.01</u>

The above weighted average outstanding common shares have been adjusted retroactively in proportion to retained earnings as of December 31, 2006.

5. RELATED PARTY TRANSACTIONS

(a) Related parties and their relationship with the Company

<u>Name of related parties</u>	<u>Relationship with the Company</u>
Cayman President Holdings Ltd.	Subsidiary accounted for under the equity method
Kai Nan Investment Co., Ltd.	"
Uni-President Vendor Corp.	"
Presco Netmarketing Inc.	"
President Baseball Team Corp.	"
Uni-President Dream Parks Corp.	"
President International Development Corp.	"
President Nisshin Corp.	"
President Packaging Corp.	"
President Kikkoman Inc.	"
Ton Yi Industrial Corp.	"
President Chain Store Corp.	"
TTET Union Corp.	"
Presicarre Corp.	"
Uni-President Cold Chain Corp.	"
Retail Support International Corp.	"
Mospec Semiconductor Corp.	"
Uni-President Southeast Asia Holdings Limited	A subsidiary of Cayman President Holdings Ltd. (accounted for under the equity method)
Sanshui Jianlibao Commerce Co., Ltd.	A subsidiary of Kai Nan Investment Co., Ltd. (accounted for under the equity method)
Tung Ang Enterprises Corp.	A subsidiary of Kai Yu Investment Co., Ltd. (accounted for under the equity method)
Tung Guan Enterprises Co., Ltd.	"
Kuan Chang Enterprises Corp.	A subsidiary of Nanlien International Corp. (accounted for under the equity method)
Tung Shun Enterprises Corp.	"
Tun Hsiang Enterprises Corp.	"
Tung Yu Enterprises Corp.	"

Name of related parties	Relationship with the Company
Tung Li Development Corp.	A subsidiary of President International Development Corp. (accounted for under the equity method)
Da Tong Ying Corp.	"
Hi-Life International Corp.	A subsidiary of Kuang Chuan Dairy Corp. (accounted for under the equity method) (Note 1)
Ta Chen Construction & Engineering Corp.	A subsidiary of Prince Housing & Development Corp. (Note 2) (accounted for under the equity method)

(Note 1) Subsidiary accounted for under the equity method.

(Note 2) The Company is a director.

(b) Transactions with related parties

1. Sales

	2007		2006	
	Amount	Percentage of net sales	Amount	Percentage of net sales
Uni-President Cold Chain Corp.	\$ 6,629,347	15	\$ 6,586,839	16
Tung Ang Enterprises Corp.	6,056,123	13	5,901,237	14
President Chain Store Corp.	1,726,919	4	1,819,880	4
Tun Hsiang Enterprises Corp.	1,623,796	4	1,692,134	4
TTET Union Corp.	1,459,661	3	1,371,240	3
Others	<u>11,177,190</u>	<u>24</u>	<u>10,734,011</u>	<u>25</u>
	<u>\$28,673,036</u>	<u>63</u>	<u>\$28,105,341</u>	<u>66</u>

The collection period for third parties was two weeks after sales of foods, 60~120 days after sales of foodstuff and animal feed products (prior to September 30, 2006 - 60~75 days after sales) and 10~15 days after sales of soybean products. The collection period for related parties was approximately one month after sales, except as follows: two months for sales to companies of outlet channel and one month for sales to companies that operate both in outlet channel and traditional channel; two weeks for sales to companies of traditional channel; Retail Support International Corp. closes its accounts 30 days after the end of each month; Uni-President Vendor Corp. closes its accounts 20 days after the end of each month; Tung Ang Enterprises Corp. closes its accounts 10 days and remit in 28 days after sales (Prior to September 30, 2006 - remitted in 30 days after sales but prior to June 30, 2006 - closed its accounts 10 days and remitted in 40 days after sales); Uni-President Cold Chain Corp. closes its accounts 30 days after the end of each month (prior to September 30, 2006 - closed its accounts 40 days after the end of each month);

President Chain Store Corp. closes its accounts 30 days after the end of each month. Except for the collection period mentioned above, other terms of sales were the same for related and third parties.

2. Purchases

	2007		2006	
	Amount	Percentage of net purchases	Amount	Percentage of net purchases
TTET Union Corp.	\$ 1,135,604	4	\$ 852,196	3
President Kikkoman Inc.	887,669	3	881,370	3
President Nisshin Corp.	471,191	1	318,608	1
President Packaging Corp.	238,807	1	243,664	1
Others	512,388	1	353,344	2
	\$ 3,245,659	10	\$ 2,649,182	10

The terms of purchases and payments (due within one month) to related parties were the same with third party suppliers except for the following companies:

- (i) The payment term for purchases from TTET Union Corp. was 30 days after the end of each month (prior to September 30, 2006 – closed its accounts at the end of each month, and paid within one week with post dated checks due within 30 ~45 days).
- (ii) The payment term for purchases from Ton Yi Industrial Corp. was 30 days after the end of each month (prior to September 30, 2006 – 50 days).
- (iii) The payment term for purchases from President Nisshin Corp. was 15 days.

3. Purchases of long-term investments

	2007	2006
Tung Li Development Corp.	\$ -	\$ 246,304
TTET Union Corp.	-	200,000
Da Tong Ying Corp.	-	100,000
Mospec Semiconductor Corp.	-	100,000
	\$ -	\$ 646,304

The Company negotiated with Tung Li Development Corp., TTET Union Corp., Da Tong Ying Corp. and Mospec Semiconductor Corp. to purchase 20,000,000 shares, 20,000,000 shares, 10,000,000 shares and 10,000,000 shares of President International Development Corp., respectively.

4. Disposal of long-term investments

	2006		
	<u>Selling price</u>	<u>Book value</u>	<u>Gain</u>
Kai Nan Investment Co., Ltd.	\$ 2,913,014	\$ 2,913,014	\$ -
President Chain Store Corp.	<u>254,606</u>	<u>113,076</u>	<u>141,530</u>
	<u>\$ 3,167,620</u>	<u>\$ 3,026,090</u>	<u>\$ 141,530</u>

There was no such transaction during 2007.

(i) In September 2006, the Company acquired additional shares of Kai Nan Investment Co., Ltd. in exchange for 146,167,000 shares of Toppoly Optoelectronics Corp. and 126,800,000 shares of New Century Info-Comm. Co., Ltd. with a book value of \$1,645,014 and \$1,268,000, respectively. The investments in these two companies were shown as financial assets carried at cost - non-current.

(ii) In August 2006, the Company sold 10,640,000 of common stock of President Pharmaceutical Corp. to President Chain Store Corp. at negotiated prices based on financial analysis by experts.

5. Disposal of property, plant, and equipment

	2007			2006		
	<u>Selling price</u>	<u>Book value</u>	<u>Gain (loss)</u>	<u>Selling price</u>	<u>Book value</u>	<u>Gain (loss)</u>
Uni-President Vendor Corp.	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$209,249</u>	<u>\$209,249</u>	<u>\$ -</u>

The Company sold fixed assets to the related party at negotiated prices.

6. Processing expenses

	2007	2006
TTET Union Corp.	<u>\$ 247,266</u>	<u>\$ 261,848</u>

7. Other expenses

	<u>2007</u>	<u>2006</u>
Advertising expenses:		
Uni-President Dream Parks Corp.	\$ 380,714	\$ 657,221
President Baseball Team Corp.	97,998	91,118
Presco Netmarketing Inc.	50,143	43,976
President Chain Store Corp.	46,458	15,888
Tun Hsiang Enterprises Corp.	38,032	11,681
Others	<u>65,901</u>	<u>149,653</u>
	<u>679,246</u>	<u>969,537</u>
Other expenses:		
Uni-President Cold Chain Corp.	301,921	366,956
Tun Hsiang Enterprises Corp.	157,325	184,149
Tan Shun Enterprises Corp.	94,610	62,214
Kuan Chang Enterprises Corp.	80,467	75,029
Others	<u>847,821</u>	<u>847,674</u>
	<u>1,482,144</u>	<u>1,536,022</u>
	<u>\$ 2,161,390</u>	<u>\$ 2,505,559</u>

8. Rental income

	<u>Collection frequency</u>	<u>2007</u>	<u>2006</u>
Retail Support International Corp.	Monthly	\$ 49,291	\$ 45,344
Uni-President Cold Chain Corp.	"	39,254	37,364
President Kikkoman Inc.	"	26,580	25,878
Uni-President Vendor Corp.	"	275	34,214
Others	"	<u>53,270</u>	<u>57,114</u>
		<u>\$ 168,670</u>	<u>\$ 199,914</u>

Rentals are charged based on the existing lease agreements at negotiated prices.

9. Other income

	<u>2007</u>	<u>2006</u>
Management and technical consultancy fees:		
Uni-President Southeast Asia Holdings Ltd.	\$ 64,847	\$ 72,784
Cayman President Holdings Ltd.	22,376	181,207
Others	<u>306,580</u>	<u>316,074</u>
	<u>393,803</u>	<u>570,065</u>
Other income:		
Tung-Yu Enterprises Corp.	42,004	43,202
Cayman President Holdings Ltd.	36,202	35,037
Tun Hsiang Enterprises Corp.	33,902	34,459
Others	<u>165,981</u>	<u>190,616</u>
	<u>278,089</u>	<u>303,314</u>
	<u>\$ 671,892</u>	<u>\$ 873,379</u>

10. Notes receivable

	<u>December 31, 2007</u>		<u>December 31, 2006</u>	
	<u>Amount</u>	<u>Percentage</u>	<u>Amount</u>	<u>Percentage</u>
Tung Guan Enterprises Co., Ltd.	\$ 20,141	2	\$ 4,453	-
Hi-life International Corp.	13,230	1	13,066	2
Others	<u>9,923</u>	<u>1</u>	<u>1,050</u>	<u>-</u>
	<u>\$ 43,294</u>	<u>4</u>	<u>\$ 18,569</u>	<u>2</u>

11. Accounts receivable

	<u>December 31, 2007</u>		<u>December 31, 2006</u>	
	<u>Amount</u>	<u>Percentage</u>	<u>Amount</u>	<u>Percentage</u>
Uni-President Cold Chain Corp.	\$ 836,048	20	\$ 799,303	19
Tun Ang Enterprises Corp.	484,869	12	517,700	12
Others	<u>1,594,942</u>	<u>38</u>	<u>1,839,557</u>	<u>43</u>
	<u>\$ 2,915,859</u>	<u>70</u>	<u>\$ 3,156,560</u>	<u>74</u>

12. Other receivables

	<u>December 31, 2007</u>		<u>December 31, 2006</u>	
	<u>Amount</u>	<u>Percentage</u>	<u>Amount</u>	<u>Percentage</u>
Tung Ang Enterprises Corp.	\$ 52,622	12	\$ 38,337	8
Uni-President Vendor Corp	44,741	10	45,526	9
Uni-President Cold Chain Corp.	15,855	4	30,440	6
Cayman President Holdings Ltd.	10,779	3	51,271	11
Others	<u>103,518</u>	<u>24</u>	<u>110,951</u>	<u>23</u>
	<u>\$ 227,515</u>	<u>53</u>	<u>\$ 276,525</u>	<u>57</u>

13. Accounts payable

	<u>December 31, 2007</u>		<u>December 31, 2006</u>	
	<u>Amount</u>	<u>Percentage</u>	<u>Amount</u>	<u>Percentage</u>
President Kikkoman Inc.	\$ 58,635	3	\$ 57,761	3
TTET Union Corp.	56,653	3	60,799	4
President Nisshin Corp.	30,314	2	18,595	1
President Packaging Corp.	25,088	1	23,375	1
Others	<u>30,827</u>	<u>2</u>	<u>29,217</u>	<u>2</u>
	<u>\$ 201,517</u>	<u>11</u>	<u>\$ 189,747</u>	<u>11</u>

14. Accrued expenses

	<u>December 31, 2007</u>		<u>December 31, 2006</u>	
	<u>Amount</u>	<u>Percentage</u>	<u>Amount</u>	<u>Percentage</u>
Uni-President Cold Chain Corp.	\$ 108,603	5	\$ 102,804	5
Presicarre Corp.	67,849	3	56,424	3
President Chain Store Corp.	27,856	1	84,546	5
Uni-President Dream Parks Corp.	19,248	1	65,789	3
Others	<u>293,328</u>	<u>13</u>	<u>275,803</u>	<u>14</u>
	<u>\$ 516,884</u>	<u>23</u>	<u>\$ 585,366</u>	<u>30</u>

(c) Contingent liabilities and commitments

(1) The details of endorsements and guarantees provided to related parties were as follows:

	<u>December 31, 2007</u>	<u>December 31, 2006</u>
Cayman President Holdings Ltd.	\$ 17,031,538	\$ 14,011,230
President International Development Corp.	3,650,000	4,000,000
Others	<u>7,745,477</u>	<u>6,900,100</u>
	<u>\$ 28,427,015</u>	<u>\$ 24,911,330</u>

As of December 31, 2007 and 2006, the actual amount of endorsements and guarantees provided to related parties were \$17,619,511 and \$23,764,969, respectively.

(2) In July 2000, President Chain Store Corp. signed a permanent technical cooperation contract (the "Contract") with the Southland Corporation. The terms of the Contract are as follows:

- (i) The Company guarantees that President Chain Store Corp. will fulfill all payments or other obligations to Southland Corporation due under the Contract.
- (ii) Without the written approval of Southland Corporation in advance, the Company may not sell, transfer, donate, or pledge the ownership or the assets of President Chain Store Corp.
- (iii) The Company should maintain no less than 40% ownership of President Chain Store Corp.

(3) In 2005, the Company and President Chain Store Corp. signed a contract with Ta Chen

Construction & Engineering Corp. to construct a building which will be donated to National Cheng Kung University for research purposes. The construction project costs approximately \$230,000 (including tax) which will be shared equally by the Company and President Chain Store Corp. As of December 31, 2007 and 2006, the accrued construction costs amounted to \$108,603 and \$88,009, respectively, which was recorded under “donations”

(4) In November 2007, Uni-President Southeast Asia Holdings Ltd. borrowed from Chinatrust Bank and other banks under a 3-year syndicated credit facility agreement from December 19, 2007 to December 19, 2010. Under the terms of the loan agreement, the Company agrees that:

- (1) The current ratio computed from the year-end audited non-consolidated financial statements shall not be below 75%.
- (2) The debt-to-equity ratio computed from the year-end audited non-consolidated financial statements shall not be above 160%.
- (3) The interest coverage ratio computed from the year-end audited non-consolidated financial statements shall not be below 150%.
- (4) The year-end audited consolidated tangible stockholders' equity shall not be less than \$30,000,000.

(5) In March 2007, Sanshui Jianlibao Commerce Co., Ltd. borrowed from Standard Chartered Bank and other banks under a 2-year syndicated credit facility agreement from March 26, 2007 to March 26, 2009. Under the terms of the loan agreement, the Company agrees that:

- (1) The current ratio computed from the year-end audited non-consolidated financial statements shall not be below 75%.
- (2) The debt-to-equity ratio computed from the year-end audited non-consolidated financial statements shall not be above 160%.
- (3) The interest coverage ratio computed from the year-end audited non-consolidated financial statements shall not be below 150%.
- (4) The year-end audited consolidated tangible stockholders' equity shall not be less than \$30,000,000.

6. PLEDGED ASSETS

As of December 31, 2007 and 2006, the details of pledged assets were as follows:

	<u>Usage</u>	<u>December 31, 2007</u>	<u>December 31, 2006</u>
Land (Note)	Revolving credit facility	\$ 116,928	\$ 116,928
Building-net (Note)	Revolving credit facility	6,132	7,366
		<u>\$ 123,060</u>	<u>\$ 124,294</u>

(Note) Includes property, plant and equipment, assets leased to others, idle assets and other assets.

7. COMMITMENTS AND CONTINGENT LIABILITIES

As of December 31, 2007 and 2006, the contingent liabilities and commitments of the Company in addition to Note 5(3) were as follows:

(1) The remaining balance due for construction in progress and prepayments for equipment were as follows:

	<u>December 31, 2007</u>	<u>December 31, 2006</u>
Prepayments for equipment	\$ 37,110	\$ 122,938

(2) As of December 31, 2007 and 2006, the unused letters of credit amounted to \$1,381,860 and \$792,399, respectively.

(3) In August 2004, the Company borrowed from Chinatrust Bank, BNP PARIBAS, Taiwan Bank, and Standard Chartered Bank under a 5-year syndicated credit facility agreement consisting of domestic bonds guarantee and unsecured bank loans from August 2, 2004 to August 2, 2009. Under the terms of the loan agreement, the Company agrees that:

(a) The current ratio computed from the year-end audited non-consolidated financial statements shall not be below 75%.

(b) The debt-to-equity ratio computed from the year-end audited non-consolidated financial statements shall not be above 150%.

(c) The interest coverage ratio computed from the year-end audited non-consolidated financial statements shall not be below 150%.

(d) The year-end audited consolidated tangible stockholders' equity shall not be less than \$30,000,000.

(4) In September 2005, the Company borrowed from Chinatrust Bank and 7 other banks under a 5-year syndicated credit facility agreement, including domestic bonds guarantee and note issuance facilities and unsecured bank loans from September 14, 2005 to September 14, 2010. Under the terms of the loan agreement, the Company agrees that:

(a) The current ratio computed from the year-end audited non-consolidated financial statements shall not be below 75%.

- (b) The debt-to-equity ratio computed from the year-end audited non-consolidated financial statements shall not be above 150%.
- (c) The interest coverage ratio computed from the year-end audited non-consolidated financial statements shall not be below 150%.
- (d) The year-end audited consolidated tangible stockholders' equity shall not be less than \$30,000,000.

8. SIGNIFICANT CATASTROPHE

None.

9. SUBSEQUENT EVENTS

None.

10. OTHERS

(1) The fair values of the financial instruments

	December 31, 2007			December 31, 2006		
	Fair value			Fair value		
	Book value	Quotations in an active market	Estimated using a valuation method	Book value	Quotations in an active market	Estimated using a valuation method
<u>Non-derivative financial instruments</u>						
<u>Assets</u>						
Financial assets with book value equal to fair value	\$ 5,617,731	\$ -	\$ 5,617,731	\$ 5,506,798	\$ -	\$ 5,506,798
Available-for-sale financial assets - non-current	1,929,444	1,929,444	-	2,315,655	2,315,655	-
Financial assets carried at cost - non-current	1,477,511	-	-	1,504,362	-	-
Refundable deposits	84,027	-	84,027	84,287	-	84,287
<u>Liabilities</u>						
Financial liabilities with book value equal to fair value	9,327,082	-	9,327,082	7,527,799	-	7,527,799
Bonds payable	8,144,387	-	8,144,387	7,180,000	-	7,180,000
Long-term loans	11,986,435	-	11,986,435	16,389,199	-	16,389,199
Capital lease payables - non-current	92,883	-	92,883	113,415	-	113,415
Guarantee deposits received	93,033	-	93,033	79,238	-	79,238
<u>Derivative financial instruments</u>						
<u>Liabilities</u>						
Interest Rate Swap Contracts	66,051	-	66,051	131,557	-	131,557

- (a) The methods and assumptions used to estimate the fair values of financial instruments are summarized as follows:
- (i) The due dates of short-term financial instruments are near the balance sheet date. Accordingly, the fair value of short-term financial instruments are estimated based on the amount at the balance sheet which include the accounts of cash and cash equivalents, notes and accounts receivable, other receivables, short-term loans, notes and bills payable, notes and accounts payable, income tax payable, accrued expenses, other payables, current portion of long-term liabilities and capital lease payable - current.
 - (ii) Available-for-sale financial assets are regarded as quoted in an active market. If the market for a financial asset is not active, an entity establishes fair value by using a valuation technique. The Company's available-for-sale financial instruments pertain to listed companies; therefore, quoted prices are readily and regularly available from the closing price of stock exchange at the balance sheet date.
 - (iii) The fair value of refundable deposits is based on the discounted value of expected future cash inflows, which are discounted based on the interest rate of one-year time deposit of the Postal Savings System at December 31, 2007 and 2006.
 - (iv) The fair value of bonds payable, long-term loans, capital lease payable - non-current and guarantee deposits received is based on the discounted value of expected future cash flow amounts, which are discounted based on the interest rates of similar long-term loans at December 31, 2007 and 2006.
 - (v) The fair values of derivative financial instruments which include unrealized gains or losses on unsettled contracts were determined based on the amounts to be received or paid assuming that the contracts were settled as of the reporting date.
- (b) The Company recognized the amount of (\$386,211) and \$1,252,911 as deduction and addition to stockholders' equity for the changes in fair value of available-for-sale financial assets as of December 31, 2007 and 2006, respectively.

(2) Procedure of financial risk control and hedge

The Company's activities expose it to a variety of financial risks: market risk, credit risk, liquidity risk and cash flow interest rate risk. The Company's overall risk management program focuses on the unpredictability of financial markets and seeks to minimize potential adverse effects on the Company's financial performance. The Company uses derivative financial instruments to hedge certain risk exposures.

(3) Information of financial risk

(a) Market risk

(i) Exchange rate risk

Some purchases are valued in US dollars; therefore the fair value changes with market exchange rate. The Company holds equivalent assets and liabilities in foreign currencies, and the period of collection and payment is equivalent to offset the market risk, thus the risk is minimal.

(ii) Interest rate risk

The Company entered into interest-rate swap transactions by PVBP (Present Value of Basis Point) method to assess market risk and has set a stop-loss point for any changes in the contract value. This strategy will limit losses in certain amounts and have no significant market risk. Short-term and long-term loans are debts with floating interest rates, however, the risk is minimal due to the minimal fluctuations. Commercial papers payable has no market risk due to fixed interest rates.

(iii) Price risk

The Company entered into equity derivative financial instruments which are affected by changes in market price. The Company has set a stop-loss point in these transactions, therefore, the Company does not expect to have significant market risk.

(b) Credit risk

The Company entered into derivative financial instruments with financial institutions with good credit ratings. The Company trades equity derivative financial instruments in centralized trading market and GreTai Securities Market. The counterparties to the foregoing financial instruments are reputable institutions. The Company also assesses the credit ratings of the counterparties when they trade. The possibility of default by those parties is low. The maximum loss to the Company is the carrying amount of derivative financial instruments. Loan guarantees provided by the Company follows the "Endorsements and Guarantees Procedure". Since the Company has assessed the credit rating of the guaranteed companies, the Company did not require the guaranteed companies to provide collateral. The possible credit risk loss is equal to the guaranteed amount.

(c) Liquidity risk

The interest receipts or payments for computing net settlements are notional amounts multiplied by the difference in interest rate on each settlement date. The amounts are insignificant and there are no cash flows of principal amounts on settlement date. The Company has sufficient operating capital to meet cash needs upon settlement date. Therefore, the cash flow risk is low. The available-for-sale financial assets are publicly

traded stocks which have active markets and the Company can sell these assets near their fair value. In the case of financial assets carried at cost without active market, the liquidity risk is material.

(d) Interest change cash flow risk

The interest receipts or payments for computing net settlements are notional amounts multiplied by the difference in interest rate on each settlement date. The amounts are insignificant and there are no cash flows of principal amounts on settlement date. The Company has sufficient operating capital to meet cash needs upon settlement date. Therefore, the cash flow risk is low. Short-term and long-term loans are debts with floating interest rates that changes with market interest rate fluctuations. Commercial papers payable have no market risk due to fixed interest rate.

(e) The information of the derivative financial instruments is disclosed as follows (units in the thousands of currencies indicated):

Items	December 31, 2007		December 31, 2006	
	Notional principal amount	Contract period	Notional principal amount	Contract period
Interest Rate Swap Contracts	\$5,680,000	2003.1~2009.9	\$ 5,890,000	2003.1~2009.9

The Company entered in derivative financial instruments to manage exposures related to foreign exchange rate and interest rate fluctuations. The loss on derivative financial instruments was \$69,677 and \$63,349 (as additions to interest expense) for the years ended December 31, 2007 and 2006, respectively.

(4) Bonds and cash flow hedges

The Company bears the risk of floating interest rates, therefore, the fluctuations in interest rates may affect the future cash flow risk of assets and liabilities. Since the Company is concerned with the cash flow risk, the Company entered into an interest rate swap contract to hedge the risk.

Hedged item	Financial instrument was designated for hedging instrument	Designated for hedging instruments		Period of anticipated cash flow	Period of gain (loss) recognized in income statement
		Contract amount			
		December 31, 2007	December 31, 2006		
Bonds payable	Interest rate swap contracts	\$5,680,000	\$5,890,000	January 2008 to September 2009	January 2008 to September 2009

Item	December 31, 2007	December 31, 2006
Amount of equity adjustment	<u>\$ 65,506</u>	<u>(\$ 131,557)</u>

11. ADDITIONAL DISCLOSURES REQUIRED BY THE SECURITIES AND FUTURE

(1) Related information of significant transactions

(For the year ended December 31, 2007.)

(1) Financing activities with any company or person (Units in thousands of currencies indicated):

Number	Name	Name of counterparty	Account	Maximum balance during 2007	Ending balance	Interest rate	Nature of financing activity (Note 1)	Total transaction amount	Reason for financing	Allowance for doubtful accounts	Assets pledged		Loan limit per entity	Maximum amount available for loan
											Item	Value		
1	President International Trade & Investment Corp.	Cayman President Holdings Ltd.	Long-term receivables	US 6,920	US 6,630	-	2	\$ -	-	\$ -	-	US 28,000	US 30,562 (Note 2)	
2	Cayman President Holdings Ltd.	Uni-President Southeast Asia Holdings Ltd.	"	US 9,320	US 9,270	-	"	-	Investment loan	"	-	US 10,000	US159,759 (Note 2)	
		Prospect Top Development Ltd.	Long-term accounts receivable-related parties	US 7,326	-	-	"	-	"	"	-	"	"	
3	President Global Corp.	President East Co.	Notes receivable	US 600	US 600	8.75%	1	US 370 (Sales)	Additional operating capital	"	Real estates	US 3,000	US 4,000 (Note 2)	
		Tungpee Inc.	"	US 25	US 15	4.00%	"	US 575 (Sales)	"	"	-	"	"	
4	Tung Ho Development Corp.	President Being Corp.	Prepayments	130,000	-	4.00%	2	-	Payment of loans and additional operating capital	"	-	100,000	100,000 (Note 2)	
5	President International Development Corp.	Presitex Co., Ltd.	Other receivables	471,800	471,800	2.50%	2	-	Payment of loans	"	-	500,000	7,975,042 (Note 3)	
		President Life Sciences Co., Ltd.	"	25,000	-	2.50% ~2.8%	"	-	Additional operating capital	"	-	"	"	
		Ton Yu Investment Inc.	"	102,500	-	-	"	-	"	"	-	"	"	

Number	Name	Name of counterparty	Account	Maximum balance during 2007	Ending balance	Interest rate	Nature of financing activity (Note 1)	Total transaction amount	Reason for financing	Allowance for doubtful accounts		Loan limit per entity	Maximum amount available for loan
										Receivable-related party	Value			Item
6	President Tokyo Packaging Corp.	President Tokyo Packaging Corp.	Receivable-related party	\$ 65,100	\$ 10,000	2.18%~2.76%	2	\$ -	Additional operating capital	-	-	\$ 100,000	\$ 104,034 (Note 2)
7	President Packaging (BVI) Corp.	President Packaging (BVI) Corp.	"	100,000	-	4.17%~6.25%	"	-	"	-	-	100,000	71,382 (Note 2)
8	Ton-Yi Industrial Corp.	Cayman Ton Yi Industrial Holdings Ltd.	Other financial assets - current	584,239	-	-	1	8,164,063 (Sales)	"	-	-	8,164,063	8,937,088 (Note 4)
9	Kai Yu (BVI) Investment Co., Ltd.	Cayman President Holdings Ltd.	Other receivables	US 20,000	US 20,000	-	2	-	"	-	-	US 20,000	1,000,000 (Note 2)
		Uni-President Southeast Asia Holdings Ltd.	"	US 5,812	US 5,812	-	"	-	"	-	-	"	"
		Cheuk Yip Agents Limited	"	US 2,000	-	6.82%	"	-	"	-	-	"	"
10	Nella Ltd.	Tunnel International Marketing Corp.	"	HK 78	HK 78	-	"	-	"	-	-	200,000	300,000 (Note 2)
		Prospect Top Development Ltd.	"	HK 25,493	-	-	"	-	"	-	-	"	"
		Tunnel 88 International Corp.	"	HK 495	-	-	"	-	"	-	-	"	"
11	Cayman Naniien Holding Ltd.	Nella Ltd.	"	US 1,826	US 1,267	-	"	-	"	-	-	"	"
12	President (B.V.I) International Investment Holdings Ltd.	President Medical Technologies Corp., Ltd.	"	US 1,700	-	4.00%	"	-	"	-	-	US 15,000	US158,886 (Note 5)

Number	Name	Name of counterparty	Account	Maximum balance during 2007	Ending balance	Interest rate	Nature of financing activity (Note 1)	Total transaction amount	Reason for financing	Allowance for doubtful accounts		Loan limit per entity	Maximum amount available for loan
										Item	Value		
13	Ton Cheng Investment Inc.	President International Development Corp.	Other receivables	\$ 85,000	\$ -	-	2	\$ -	Additional operating capital	-	\$ 500,000	68,285 (Note 2)	
14	Ton Shou Investment Inc.	"	"	17,500	-	-	"	"	"	-	"	56,297 (Note 2)	
15	President Packaging (BVI) Corp.	Suzhou President Packaging Co., Ltd.	Receivable-related party	US 3,000	-	4.29%~4.98%	"	"	"	-	US 3,000	US 3,863 (Note 2)	
16	Cayman Ton Yi Industrial Holdings Ltd.	Chengdu Ton Yi Industrial Packaging Co., Ltd.	Other receivables	US 10,000	US 7,000	-	1 + 2	US 115 (Sales)	"	-	4,468,544	8,937,088 (Note 4)	
		Cayman Fujian Ton Yi Industrial Holdings Ltd.	"	US 41	US 41	-	2	-	"	-	"	"	
		Cayman Jiangsu Ton Yi Holdings Ltd.	"	US 32	US 32	-	"	-	"	-	"	"	
17	President Enterprises (China) Investment Co., Ltd.	Integrated Marketing & Distribution Co., Ltd. President (Shanghai) Trading Co., Ltd.	Receivable-related party	RMB 23,200	RMB 23,200	5.30%~6.48%	"	-	"	-	RMB300,000	RMB500,000 (Note 2)	
			"	RMB 3,000	-	5.00%	"	-	"	-	"	"	
18	President Life Sciences Cayman Co., Ltd.	Z-Kat Inc President Life Sciences Co., Ltd. A-spine Holding Group Corp.	Other receivables Long-term account notes Other receivables	US 50	US 50	-	"	-	"	-	US 5,000	US 2,656 (Note 2)	
				US 2,886	-	-	"	-	"	-	"	"	
				US 2,000	-	8.00%	"	-	"	-	"	"	

Number	Name	Name of counterparty	Account	Maximum balance during 2007	Ending balance	Interest rate	Nature of financing activity (Note 1)	Total transaction amount	Reason for financing	Additional operating capital	Allowance for doubtful accounts		Loan limit per entity	Maximum amount available for loan
											Item	Value		
19	Suzhou President Packaging Co., Ltd.	Chanchu President Packaging Co., Ltd.	Other receivables	RMB 41,167	\$ -	-	2	\$ -	-	-	\$ -	RMB 30,000	RMB 30,000 (Note 2)	
20	Hong Kong Ton Yi Industrial Holdings Ltd.	Ton Yi Industrial Holdings Ltd.	"	US 191	US 189	-	"	-	"	"	-	4,468,544	8,937,088 (Note 4)	
21	Zhongshan President Enterprises Co., Ltd.	Meishan President Feed & Oil Co., Ltd.	Receivable-related party	RMB 4,000	RMB 4,000	6.4%	"	-	"	"	-	RMB 90,000	RMB100,000 (Note 2)	
		Songjiang President Enterprises Co., Ltd.	"	RMB 21,000	-	4.80%~5.40%	"	-	"	"	-	"	"	
		Sanshui Jianlibao Commerce Co., Ltd	"	RMB 20,000	-	5.88%	"	-	"	"	-	"	"	
		Shanghai President International Food Co., Ltd.	"	RMB 7,000	-	5.71%	"	-	"	"	-	"	"	
22	Tianjiang President Enterprises Food Co., Ltd.	Sanshui Jianlibao Commerce Co., Ltd	Other receivables	RMB 30,000	RMB 30,000	6.55%	"	-	"	"	-	RMB 30,000	RMB 30,000 (Note 2)	
23	Meishan President Feed & Oil Co., Ltd.	Zhongshan President Enterprises Co., Ltd.	"	RMB 24,000	RMB 24,000	6.4%	"	-	"	"	-	"	"	
24	Qingdao President Feed & Livestock Co., Ltd.	President Fuche (Qingdao) Co., Ltd.	Receivable-related party	RMB 500	RMB 500	6.66%	"	-	"	"	-	RMB 10,000	RMB 38,858 (Note 2)	
25	Songjiang President Enterprises Co., Ltd.	Zhongshan President Enterprises Co., Ltd.	"	RMB 17,000	-	6.34%	"	-	"	"	-	RMB 20,000	RMB 20,000 (Note 2)	
26	Uni-President Philippines Corp.	Uni-President Land Corp.	Long-term notes and accounts receivable	PHP 45,650	PHP 45,650	7.00%	"	-	Investment loan	"	-	PHP 50,000	PHP 50,000 (Note 2)	

Number	Name	Name of counterparty	Account	Maximum balance during 2007	Ending balance	Interest rate	Nature of financing activity (Note 1)	Total transaction amount	Reason for financing	Allowance for doubtful accounts		Loan limit per entity	Maximum amount available for loan
										Item	Value		
27	Shanghai Hexun Trading Co., Ltd.	Life Information Service (Shanghai) Ltd.	Other receivables	RMB 5,079	RMB 4,017	-	2	\$ -	Additional operating capital	\$ -	RMB 5,152	RMB 5,152 (Note 6)	
28	PCSC (Chengdu) Hypermarket Co., Ltd.	Wuhan Uni-President Oven Fresh Bakery Co., Ltd.	"	RMB 3,000	RMB 3,000	7.13%	"	"	"	-	(Note 7)	(Note 7)	
29	Wuhan President Enterprises Food Co., Ltd.	Bojour-Fabao (Qing-dao) Supermarket party	Receivable-related party	RMB 33,000	-	5.71%~6.20%	"	"	"	-	RMB100,000	RMB157,812 (Note 2)	
30	Beijing President Enterprises Drinks & Food Co., Ltd.	Wuhan Uni-President Oven Fresh Bakery Co., Ltd.	"	RMB 15,000	-	4.70%~6.00%	"	"	"	-	"	"	
31	Kunshan President Enterprises Food Co., Ltd.	Hefei President Enterprises Co., Ltd. President (Shanghai) Trading Co., Ltd. Beijing President Food Co., Ltd. Shanghai President International Food Co., Ltd.	"	RMB 25,000	-	5.00%	"	"	"	-	RMB 72,090	RMB 73,037 (Note 2)	
31	Kunshan President Enterprises Food Co., Ltd.	Hefei President Enterprises Co., Ltd. President (Shanghai) Trading Co., Ltd. Beijing President Food Co., Ltd.	"	RMB 40,000	RMB 40,000	5.00%	"	"	"	-	RMB200,000	RMB215,453 (Note 2)	
32	Guangzhou President Enterprises Co., Ltd.	Guangzhou President Healthy Food Technology Co., Ltd. Sanshui Jianlibao Commerce Co., Ltd.	Receivable-related party	RMB 24,000	RMB 20,000	"	"	"	"	-	"	"	
				RMB 20,000	RMB 20,000	4.00%~5.10%	"	"	"	-	"	"	
				RMB 7,000	-	4.25%~5.25%	"	"	"	-	"	"	
				RMB 5,000	-	5.67%	"	"	"	-	"	"	
				RMB 21,000	RMB 21,000	6.50%	"	"	"	-	RMB100,000	RMB159,548 (Note 2)	
				RMB100,000	-	5.00%~5.50%	"	"	"	-	"	"	

Number	Name	Name of counterparty	Account	Maximum balance during 2007	Ending balance	Interest rate	Nature of financing activity (Note 1)	Total transaction amount	Reason for financing	Additional operating capital	Allowance for doubtful accounts		Loan limit per entity	Maximum amount available for loan
											Item	Value		
33	Chengdu President Enterprises Food Co., Ltd.	Wuhan President Enterprises Food Co., Ltd party	Receivable-related	RMB 20,000	RMB 20,000	6.48%	2	\$	-	-	\$	-	RMB100,000	RMB126,948 (Note 2)
34	Fuzhou President Enterprises Food Co., Ltd.	President (Shanghai) Trading Co., Ltd.	"	RMB 10,000	RMB 10,000	4.00%	"	-	"	"	-	-	RMB 40,000	RMB 49,245 (Note 2)
35	Guangzhou Wang Sheng Industrial Co., Ltd.	Guangzhou President Healthy Food Technology Co., Ltd.	"	RMB 4,000	RMB 4,000	4.00%~4.86%	"	-	"	"	-	-	RMB 8,000	RMB 3,976 (Note 2)
36	Store Sites Holding Inc.	Convenience Distribution Inc.	Other receivables	US 200	US 200	10.00%~10.95%	"	-	"	"	-	-	(Note 8)	(Note 8)
37	Uni-Splendor Corp.	Rich Universe International Limited	Long-term receivables	US 2,100	US 2,100	-	"	-	"	"	-	-	300,000	US 24,445 (Note 9)
38	Da Tong Ying Corp.	Rich Universe International Limited	"	161,900	161,900	3.00%	"	-	"	"	-	-	300,000	99,592 (Note 9)

(Note 1) The code represents the nature of financing activities as follows :

1. Trading partner

2. Short-term financing

(Note 2) In accordance with related regulations, the loan requires the Board of Directors' approval and reported at the stockholders' meeting.

(Note 3) The maximum amount available for loan of President International Development Corp. is 40% of its net worth; the maximum amount for trading partner is \$1,000,000; the maximum amount for any single entity is \$500,000.

(Note 4) The maximum amount available for loan of Ton-Yi Industrial Corp. and its subsidiaries is 50% of its net worth; the maximum amount for trading partner is the latest year trading amount; the maximum amount for any single entity is 25% of its net worth.

(Note 5) The maximum amount available for loan of President (BVI) International Investment Holdings Ltd. is 40% of its net worth; the maximum amount for trading partner is US\$30,000; the maximum amount for any single entity is US\$15,000.

(Note 6) The maximum amount available for financing activities of Shanghai Hexun Trading Co., Ltd. and its subsidiaries is 80% of its paid-in capital.

(Note 7) The total amount for loan is 40% of its net worth; the maximum amount for short-term financing is \$50,000.

(Note 8) The total amount for loan is 40% of its net worth; the maximum amount for short-term financing is PHP\$10,000.

(Note 9) The total amount for loan is 40% of its net worth; the maximum amount for short-term financing is \$300,000.

(2) The Company provided endorsements and guarantees to the following entities (Units in thousands of currencies indicated) :

Number	Name of endorser	Endorsee		Relationship (Note 1)	Endorsement limit for a single entity	Highest balance during the period	Outstanding balance as at December 31, 2007	Balance secured by collateral	Ratio of accumulated endorsement amount to net worth of the Company	Maximum amount of endorsement
		Name of endorser	Name of endorsee							
0	Uni-President Enterprises Corp.			2	\$ 31,615,849	\$ 19,008,110	\$ 17,031,538	\$ -	26.94	\$ 63,231,698 (Note 2)
		Cayman President Holdings Ltd.	President International Development Corp.	"	"	4,000,000	3,650,000	-	5.77	"
		Kai Yu Investment Co., Ltd.	Tone Sang Construction Corp.	"	"	1,970,000	1,840,000	-	2.91	"
			Uni-President Southeast Asia Holdings Ltd.	3	"	1,486,000	1,235,000	-	1.95	"
			Kai Nan (BVI) Investment Co., Ltd.	"	"	1,789,430	980,246	-	1.55	"
			Kai Yu (BVI) Investment Co., Ltd.	"	"	857,975	703,517	-	1.11	"
			Uni-President (Thailand) Ltd.	"	"	651,874	651,874	-	1.03	"
			Zhongshan President Enterprises Co., Ltd., etc.	1, 2, 3	"	620,400	609,290	-	0.96	"
					"	2,689,037	1,725,550	-	2.73	"
1	Cayman President Holdings Ltd.		Uni-President Southeast Asia Holdings Ltd.	2	US 100,000	US 46,000	US 46,000	-	11.50	US 100,000 (Note 3)
			PT ABC President Enterprises Indonesia	6	"	US 4,456	US 4,456	-	1.12	"
2	Nanlien International Corp.		Nella Limited	2	"	160,800	138,776	-	12.05	1,000,000 (Note 4)
			Wei Lian Enterprises Corp.	"	"	30,000	30,000	-	2.60	"
			Tung Chang Enterprises Corp.	1	"	7,400	7,400	-	0.64	"
			Hui-Sheng Enterprises Corp.	2	"	15,000	7,000	-	0.61	"
			Sheng-Miao Industrial Corp.	1	"	3,600	3,600	-	0.31	"
			Tung Lien Enterprises Corp.	"	"	2,000	2,000	-	0.17	"
			Tung Yu Enterprises Corp.	2	"	60,000	-	-	"	"
			Lien Bo Enterprises Corp.	"	"	30,000	-	-	"	"
			Tung-Hsiang Enterprises Corp.	"	"	29,000	-	-	"	"
			Tung-Sheng Co., Ltd.	"	"	29,000	-	-	"	"
			Chi Fu Enterprises Corp.	3	"	28,000	-	-	"	"
			Tung Shun Enterprises Corp.	2	"	25,000	-	-	"	"
			Liang Tung Enterprises Corp.	1	"	2,700	-	-	"	"
3	Tung Ho Development Corp.		President (Bering) Corp.	2	"	24,820	-	-	-	269,803 (Note 5)
4	President International Development Corp.		President (B.V.I.) International Investment Holdings Ltd.	"	996,880	574,200	487,500	-	2.45	3,987,521 (Note 6)
			Presitex Co., Ltd.	"	"	500,000	250,000	-	1.25	"

Number	Name of endorser	Name of endorsees	Relationship (Note 1)	Endorsement limit for a single entity	Highest balance during the period	Outstanding balance as at December 31, 2007	Balance secured by collateral	Ratio of accumulated endorsement amount to net worth of the Company	Maximum amount of endorsement	(Note 7)	(Note 8)	(Note 9)	(Note 10)	(Note 11)	(Note 12)	(Note 13)	(Note 14)	(Note 15)	(Note 16)	(Note 17)	
																					Endorsee
5	President Tokyo Corp.	President Tokyo Renting Corp.	3	\$ 1,500,000	\$ 520,000	\$ 520,000	\$ -	199.93	\$ 1,500,000												
6	President Packaging Corp.	Chaneshu President Packaging Co., Ltd.	3	89,228	153,000	136,499	-	76.49	178,456												
7	Ton-Yi Industrial Corp.	Cayman Ton Yi Industrial Holdings Ltd.	"	12,511,923	100,500	90,000	-	16.35	12,511,923												
		Fujian Ton Yi Timplat Co., Ltd.	"	"	77,600	75,600	-	13.74	"												
		Jiangsu Ton Yi Timplat Co., Ltd.	"	"	66,400	61,400	-	11.16	"												
		Wuxi Ton Yi Industrial Packaging Co., Ltd.	"	"	10,500	10,500	-	1.91	"												
		Chengdu Ton Yi Timplat Co., Ltd.	"	"	8,500	8,500	-	1.54	"												
8	President Chain Store Corp.	Retail Support International Corp.	1	3,250,896	600,000	600,000	-	3.69	8,127,240												
		Uni-President Department Stores Corp.	3	"	177,349	177,349	-	1.10	"												
		Philippine Seven Corp.	"	"	7,883	4,000	-	0.80	"												
		Wuhan Uni-President Oven Fresh Bakery Co., Ltd.	"	"	3,500	3,500	-	0.70	"												
		Mech-President Corp.	"	"	3,000	3,000	-	0.60	"												
		Wisdom Distribution Services Corp.	"	"	50,000	50,000	-	0.31	"												
		President Yilan Art and Culture Corp.	"	"	65,000	15,000	-	0.09	"												
		President Information Corp.	"	"	8,000	8,000	-	0.05	"												
9	President Fair Development Corp.	Tung-Hong Media Corp.	"	4,047,872	35,000	-	-	-	8,095,745												
10	Tung Guan Enterprises Co., Ltd.	Uni-President Enterprises Corp.	4	4,000	300	300	-	3.42	4,000												
11	Tung Jun International Corp.	Uni-President Enterprises Corp.	"	4,000	300	300	-	2.87	4,000												
12	President Information Corp.	President Drugstore Business Corp.	1	72,993	2,000	2,000	2,000	0.55	182,483												
13	Mech-President Corp.	Shanghai President Machine Corp.	2	117,048	97,140	97,140	-	16.60	292,620												
14	Kainan Plywood & Wood Mfg. Co., Ltd.	President Fair Development Corp.	3	1,375,688	500,000	500,000	-	72.69	1,719,584												
15	President Enterprises (China) Investment Co., Ltd.	Shenyang President Enterprises Co., Ltd.	"	RMB 775,674	RMB 159,701	RMB 159,701	-	6.18	RMB 2,585,579												
		Jinmailang Beverage (Beijing) Co., Ltd.	"	"	RMB 150,270	RMB 150,270	-	5.81	"												
		Beijing President Enterprises Drinks & Food Co., Ltd.	"	"	RMB 200,000	RMB 120,000	-	4.64	"												
		Harbin President Enterprises Co., Ltd.	"	"	RMB 69,425	RMB 69,425	-	2.69	"												
		Beijing President Food Co., Ltd.	"	"	RMB 50,000	RMB 50,000	-	1.93	"												
		Xinjiang President Enterprises Food Co., Ltd.	"	"	US 4,000	US 3,000	-	0.85	"												
		President (Shanghai) Trading Co., Ltd.	"	"	RMB 24,000	-	-	-	"												

Number	Name of endorser	Endorsee	Relationship (Note 1)	Endorsement limit for a single entity	Highest balance during the period	Outstanding balance as at December 31, 2007	Balance secured by collateral	Ratio of accumulated endorsement amount to net worth of the Company	
								Maximum amount of endorsement	Maximum amount of endorsement (Note 17)
15	President Enterprises (China) Investment Co., Ltd.	Sanshui Jianlibao Commerce Co., Ltd Tianjiang President Enterprises Food Co., Ltd. Qingdao President Feed & Livestock Co., Ltd.	3 " "	RMB 775,674 " "	RMB 100,000 RMB 58,000 RMB 25,000	\$ - - -	- - -	RMB 2,585,579 " "	" " "
16	Fujian Ton Yi Timplite Co., Ltd.	Zhongshan President Enterprises Co., Ltd. President Fuche (Qingdo) Co., Ltd. Jiangsu Ton Yi Timplite Co., Ltd.	6 3 "	" " 12,511,923	US 1,500 RMB 3,000 US 32,749	- - US 32,749	- - -	" " 5.95	" " 12,511,923 (Note 18)
17	Jiangsu Ton Yi Timplite Co., Ltd.	Wuxi Ton Yi Industrial Packaging Co., Ltd. Fujian Ton Yi Timplite Co., Ltd. Wuxi Ton Yi Industrial Packaging Co., Ltd.	" " "	" " "	US 10,500 US 32,773 US 2,000	US 7,500 US 31,273 US 2,000	- - -	1.36 5.68 0.36	" " "
18	Wuxi Ton Yi Industrial Packaging Co., Ltd.	Jiangsu Ton Yi Timplite Co., Ltd. Fujian Ton Yi Timplite Co., Ltd.	" "	" "	US 2,000 US 6,845	- -	- -	" "	" "
19	Chengdu Ton Yi Industrial Packaging Co., Ltd.	Jiangsu Ton Yi Timplite Co., Ltd.	"	"	"	-	-	"	"
20	Guangzhou President Enterprises Co., Ltd.	Guangzhou President Healthy Food Technology Co., Ltd Fuzhou President Enterprises Co., Ltd.	" "	RMB 159,548 "	RMB 44,055 RMB 55,000	44,055 -	- -	11.04 -	RMB 398,870 (Note 19) "
21	Zhongshan President Enterprises Co., Ltd.	Sanshui Jianlibao Commerce Co., Ltd	"	RMB1,000,000	RMB 1,000,000	RMB 1,000,000	-	3,417.71	RMB 1,000,000 (Note 20)
22	Meishan President Feed & Oil Co., Ltd.	President Fuche (Qingdo) Co., Ltd.	"	RMB 3,494	RMB 3,250	RMB 3,250	-	27.90	RMB 11,647 (Note 21)
23	Kunshan President Enterprises Food Co., Ltd.	Shanghai E & P Trading Co., Ltd.	1	RMB 538,633	RMB 4,000	RMB -	-	-	RMB 538,633 (Note 22)

(Note 1) The following code represents the relationship with Company :

- 1.Trading partner.
- 2.Majority owned subsidiary.
- 3.The Company and subsidiary owns over 50% ownership of the investee company.
- 4.A subsidiary jointly owned by the Company and the Company's directly-owned subsidiary.
- 5.Guaranteed by the Company according to the construction contract.
- 6.An investee company.The guarantees were provided based on the Company's proportionate share in the investee company.

(Note 2) The total amount of transactions of endorsement equal to 100% of the Company's net worth, the limit of endorsement for any single entity is 50% of the Company's net worth, and all of the related transactions are to be submitted to the stockholders' meeting for reference. The actual amount of endorsements and guarantees provided to related parties was \$17,619,511 as of December 31, 2007.

- (Note 3) The total amount of transactions of endorsement and the limit of endorsement for any single entity for Cayman President Holdings Ltd. is US\$100,000 and all of the related transactions are to be submitted to the Board of Directors' meeting for reference.
- (Note 4) The total amount of transactions of endorsement for Nanlien International Corp. is \$1,000,000, the limit of endorsement for any single entity is \$500,000, and all of the related transactions are to be submitted to stockholders' meeting for reference.
- (Note 5) The total amount of transactions of endorsement equal to 50% of its net worth for Tung Ho Development Co. Ltd., the limit of endorsement for any single entity is 40% of its net worth, and all of the related transactions are to be submitted to stockholders' meeting for reference.
- (Note 6) The total amount of transactions of endorsement equal to 20% of its net worth for President International Development Corp., the limit of endorsement for any single entity is 5% of its net worth, and all of the related transactions are to be submitted to stockholders' meeting for reference.
- (Note 7) The total amount of transactions of endorsement for President Tokyo Corp. is \$1,500,000, the limit of endorsement for any single entity is \$1,500,000, and all of the related transactions are to be submitted to stockholders' meeting for reference.
- (Note 8) The total amount of transactions of endorsement equal to 100% of its net worth for President Packaging Corp., the limit of endorsement for any single entity is 50% of its net worth, and all of the related transactions are to be submitted to stockholders' meeting for reference.
- (Note 9) The total amount of transactions of endorsement equal to 70% of its net worth for Ton Yi Industrial Corp., the limit of endorsement for any single entity is 70% of its net worth, and all of the related transactions are to be submitted to stockholders' meeting for reference.
- (Note 10) The total amount of transactions of endorsement equal to 50% of its net worth for President Chain Store Corp., the limit of endorsement for any single entity is 20% of its net worth, and all of the related transactions are to be submitted to stockholders' meeting for reference.
- (Note 11) The total amount of transactions of endorsement equal to 100% of its net worth for President Fair Development Corp., the limit of endorsement for any single entity is 50% of its net worth, and all of the related transactions are to be submitted to stockholders' meeting for reference.
- (Note 12) The total amount of transactions of endorsement for Tung Guan Enterprises Co., Ltd. is \$4,000, the limit of endorsement for any single entity is \$4,000, and all of the related transactions are to be submitted to stockholders' meeting for reference.
- (Note 13) The total amount of transactions of endorsement for Tung Jun International Corp. is \$4,000, the limit of endorsement for any single entity is \$4,000, and all of the related transactions are to be submitted to stockholders' meeting for reference.
- (Note 14) The total amount of transactions of endorsement equal to 50% of its net worth for President Information Corp., the limit of endorsement for any single entity is 20% of its net worth, and all of the related transactions are to be submitted to stockholders' meeting for reference.
- (Note 15) The total amount of transactions of endorsement equal to 50% of its net worth for Mech-President Corp., the limit of endorsement for any single entity is 20% of its net worth, and all of the related transactions are to be submitted to the Board of Directors' meeting for reference.
- (Note 16) The total amount of transactions of endorsement equal to 250% of its net worth for Kainan Plywood & Wood Mfg. Co. Ltd., the limit of endorsement for any single entity is 200% of its net worth, and all of the related transactions are to be submitted to stockholders' meeting for reference.
- (Note 17) The limit of transactions of endorsement equal to 100% of its net worth for President Enterprises (China) Investment Co. Ltd., and the limit of transactions of endorsement for any single entity is 30% of its net worth.
- (Note 18) Cayman Ton Yi Industrial Holdings Ltd. for its subsidiaries in Mainland China are guaranteed by Ton Yi Industrial Holdings Corp., and the limit of transactions of endorsement for any single entity is 70% of Ton Yi Industrial Corp.'s net worth.
- (Note 19) For all subsidiaries of President Enterprises (China) Investment Co. Ltd., the maximum amount of transactions of endorsement equal to 100% of their respective net worth, and the limit of endorsement for any single entity is 40% of their respective net worth.
- (Note 20) The total amount of transactions of endorsement and the limit of endorsement for any single entity for the subsidiary of Kai Nian (BYI) Investment Co. Ltd. is RMB\$1,000,000.
- (Note 21) For the subsidiary of Kai Nian (BYI) Investment Co. Ltd., the maximum amount of transactions of endorsement equal to 100% of its net worth, and the limit of endorsement for any single entity is 30% of its net worth.
- (Note 22) For all subsidiaries of President Enterprises (China) Investment Co. Ltd., the maximum amount of transactions of endorsement equal to 100% of their respective net worth, and the limit of endorsement for any single entity is 100% of their respective net worth.

(3) The balance of securities held as of December 31, 2007 are summarized as follows (Units in thousands of currencies indicated):

		December 31, 2007						
Investor	Type of securities	Relationship with the issuer	Accounts (Note)	Number of shares (in thousands)	Book value	Percentage of ownership	Market value	Note
Uni-President Enterprises Corp.	Stock :							
	The Tait Marketing & Distribution Co., Ltd.	—	7	32,248	\$ 238,635	19.50%	\$ 238,635	—
	Prince Housing Development Corp.	Director	"	97,173	1,690,809	10.45%	1,690,809	—
	Grand Bills Finance Co.	—	9	78,219	691,065	14.46%	—	—
	PK Venture Capital Corp., etc.	—	"	83,652	786,426	0.13%~	—	—
						14.29%		
	Cayman President Holdings Ltd.	Subsidiary accounted for under the equity method	11	156,136	12,509,295	100.00%	12,952,465	—
	Kai Nan Investment Co., Ltd.	"	"	379,301	3,024,798	"	3,025,119	—
	President International Trade & Investment Corp.	"	"	45,012	2,732,169	"	2,477,816	—
	Kai Yu Investment Co., Ltd.	"	"	432,205	1,200,211	"	1,210,034	—
	President Global Corp.	"	"	500	555,587	"	556,731	—
	Nanlien International Corp.	"	"	99,999	950,566	99.99%	1,151,767	—
	President International Development Corp.	"	"	937,500	12,562,845	62.50%	12,461,003	—
	President Entertainment Corp.	"	"	98,885	1,118,278	61.80%	1,118,278	—
	President Musashino Corp.	"	"	26,145	306,769	50.00%	275,038	—
	Ton-Yi Industrial Corp.	"	"	685,102	8,143,070	45.55%	9,214,626	—
	President Chain Store Corp.	"	"	415,490	6,324,023	45.40%	35,399,732	—
	President Fair Development Corp.	"	"	364,500	3,278,777	40.50%	3,278,777	—
	Eagle Cold Storage Enterprises Co., Ltd.	"	"	40,887	534,878	34.23%	654,187	—
	Kuang Chuan Dairy Co., Ltd.	"	"	30,038	1,199,651	31.25%	1,272,048	—
	TJET Union Corp.	"	"	47,991	774,957	30.00%	1,398,952	—
	President Securities Corp.	"	"	312,585	5,228,103	26.56%	5,689,045	—
	Presicare Corp.	"	"	93,293	1,918,857	20.50%	1,918,857	—
	Ziong Yee Industrial Co., Ltd.	"	"	18,042	313,962	20.00%	313,962	—
	Scino Pharm Taiwan Ltd.	"	"	69,794	385,408	12.67%	320,910	—
	Uni-President Dream Parks Corp., etc.	"	"	433,996	3,381,160	12.67%~	3,796,134	—
						100.00%		
Cayman President Holdings Ltd.	Beneficiary Certificates :							
	Asia Equity Fund	—	6	61	US 61,371	—	US 61,232	—
	The Pacific (ABC) Equity Fund	—	"	19	US 18,434	—	US 18,645	—
	Stock :							
	Chongqing Carrefour Commercial Co., Ltd., etc.	—	9	—	US 3,741	0.00%~	—	—
						10.00%		

December 31, 2007

Investor	Type of securities	Relationship with the issuer	Accounts (Note)	Number of shares (in thousands)	Book value	Percentage of ownership	Market value	Note
Cayman President Holdings Ltd.	Linkhope Intl. LLC	An investee company accounted for under the equity method	II	-	US 29,588	100.00%	US 29,588	-
	Uni-President Enterprises China Holdings Ltd.	"	"	2,645,090	US 511,583	75.00%	US 2,065,286	-
	Zhangjiagang President Nisshin Food Co., Ltd.	"	"	-	US 11,791	60.00%	US 11,791	-
	Queen Holdings (BVI) Ltd.	"	"	5	US 11,263	45.40%	US 11,263	-
	Cargill President Holdings Pte Ltd.	"	"	15,820	US 21,934	38.20%	US 21,934	-
	Uni-President Southeast Asia Holdings Ltd., etc.	An investee company accounted for under the equity method etc.	"	63,170	US 22,000	10.00%~100.00%	US 22,000	-
Kai Nan Investment Co., Ltd.	Stock : Dalian Beiliang Logistics Services Corp. Toppoly Optoelectronics Corp.	-	9	-	4,158	17.20%	-	-
		The subsidiary of Ton Shou Investment Inc. is its director	"	146,167	1,299,429	3.46%	-	(Note 1)
	New Century Info-Comm. Co., Ltd.	The subsidiary of President International Development Corp. is its director	"	106,779	971,688	2.67%	-	-
	Kai Nan (BVI) Investment Co., Ltd.	An investee company accounted for under the equity method	II	-	210,140	100.00%	210,140	-
President International Trade & Investment Corp.	Chang Tung Corporation Limited President Securities Corp. Beneficiary Certificates : The Pacific (ABC) Equity Fund	"	"	1,000	12,006	25.00%	12,605	-
		Subsidiary accounted for under the equity method	"	31,634	525,232	2.68%	575,739	(Note 2)
	Stock : Shanghai President International Food Co., Ltd.	-	6	71	US 68,885	-	US 69,028	-
		An investee company accounted for under the equity method	II	-	(US 891)	60.75%	(US 1,232)	-
Kai Yu Investment Co., Ltd.	Stock : President Securities Corp. Toppoly Optoelectronics Corp. Qualtop Co., Ltd., etc.	Subsidiary accounted for under the equity method	7	1	9	-	10	(Note 3)
		"	9	99,700	886,333	3.45%	-	-
		"	"	775	7,753	5.00%~7.96%	-	-
	Kai Yu (BVI) Investment Co., Ltd.	An investee company accounted for under the equity method	II	25,000	539,371	100.00%	536,893	-
	Tung Ang Enterprises Corp., etc.	An investee company accounted for under the equity method etc.	"	62,318	734,454	1.67%~100.00%	688,387	(Note 3)
Nanliten International Corp.	Stock : Toppoly Optoelectronics Corp., etc.	The subsidiary of Ton Shou Investment Inc. is its director, etc.	9	36,579	333,582	0.34%~15.44%	-	-

December 31, 2007

Investor	Type of securities	Relationship with the issuer	Accounts (Note)	Number of shares (in thousands)	Book value	Percentage of ownership	Market value	Note
Nanlien International Corp.	Lien Bo Enterprises Corp., etc.	An investee company accounted for under the equity method etc.	11	110,222	\$ 1,330,215	20.00%~100.00%	\$ 1,330,215	—
President International Development Corp.	Beneficiary Certificates : Taiwan Power Fund Stock : Synnex Technology International Corp. Formosa Plastics Corporation, etc. EPISTAR Corporation Formosa Petrochemical Corp., etc. New Century Info-Comm. Co., Ltd. Toppoly Optoelectronics Corp. Taiwan Genome Sciences Inc., etc.	— — — — — — — — — — —	6 " " 7 " 9 "	10,000 3,808 5,646 2,987 6,092 213,221 144,848 120,392	92,300 308,489 382,933 415,129 547,420 1,940,311 1,287,702 1,195,887	— — — — — 6.15% 3.42% 0.91%~16.56%	92,300 308,489 382,933 415,129 547,420 — — —	— (Note 4) — (Note 5) (Note 6) (Note 7) (Note 8) (Note 9)
	President (BVI) International Investment Holdings Ltd. Ton Yu Investment Inc. President Life Sciences Co., Ltd. President Fair Development Corp. President Entertainment Corp. Kang Na Hsiung Enterprises Co., Ltd. Ton Shou Investment Inc., etc.	An investee company accounted for under the equity method " " Subsidiary accounted for under the equity method " An investee company accounted for under the equity method An investee company accounted for under the equity method etc.	11 " " " " " "	113,975 152,000 78,100 364,500 61,115 58,410 138,277	12,881,661 1,250,496 581,323 3,278,777 691,197 807,276 938,536	100.00% " " 40.50% 38.20% 29.93% 6.02%~100.00%	12,881,661 1,250,496 581,323 3,278,777 691,197 938,811 938,536	— — (Note 10) (Note 11) (Note 12) (Note 13) (Note 14)
Ton-Yi Industrial Corp.	Stock : President International Development Corp. Sino Swearingen Aircraft Corporation etc. Financial Bonds : Calyon Bank Bond etc. Stock : Cayman Ton Yi Industrial Holdings Ltd.	Subsidiary accounted for under the equity method — — — An investee company accounted for under the equity method	9 " 10 11	50,000 1,109 — — 9,310	500,000 1,177 45,000 2,208,868	3.33% 0.02%~1.11% — 100.00%	— — — 2,208,868	— — — —
President Chain Store Corp.	Beneficiary Certificates : Polaris De-li Fund Capital Safe Income Fund Prudential Financial Bond Fund	— — — —	" 6 " "	— 39,217 33,051 33,680	64,666 600,000 500,000 500,000	51.00% — — —	64,666 600,000 500,000 500,000	— — — —

December 31, 2007

Investor	Type of securities	Relationship with the issuer	Accounts (Note)	Number of shares (in thousands)	Book value	Percentage of ownership	Market value	Note
President Chain Store Corp.	Beneficiary Certificates :							
	UPAMC James Bond Fund	—	6	31,903	\$ 500,000	—	\$ 500,000	—
	Mega Diamond Bond Fund	—	"	38,486	450,000	—	450,000	—
	Cathay Bond Fund, etc.	—	"	—	140,000	—	140,000	—
	Stock :							
	President Securities Corp.	Subsidiary accounted for under the equity method	7	30,355	571,147	2.58%	571,147	—
	Duskin Co., Ltd.	—	"	300	168,721	0.45%	168,721	—
	Presicare Corp.	Subsidiary accounted for under the equity method	9	88,740	6,818,529	19.50%	—	—
	President Fair Development Corp.	"	"	171,000	1,941,500	19.00%	—	—
	Topoly Optoelectronics Corp.	—	"	146,449	1,301,931	3.47%	—	—
	President International Development Corp.	Subsidiary accounted for under the equity method	"	50,000	500,000	3.33%	—	—
	New Century Info-Comm. Co., Ltd., etc.	—	"	—	1,247,208	0.02%~	—	—
	President Chain Store (BVI) Holdings Ltd.	An investee company accounted for under the equity method	11	48,405	1,049,506	19.93%	1,049,506	—
Uni-President Enterprises China Holdings Ltd.	PCSC BVI (China) Ltd.	"	"	36,449	873,122	"	873,122	—
	Ren-Hui Investment Corp.	"	"	85,304	721,748	"	721,748	—
	President Drugstore Business Corp.	"	"	36,576	478,762	"	478,762	—
	President Pharmaceutical Corp.	"	"	14,600	348,987	73.74%	190,189	—
	Meeh-President Corp.	"	"	48,699	371,452	63.47%	371,452	—
	Uni-President Cold Chain Corp.	"	"	19,563	340,996	60.00%	332,336	—
	Muji (Taiwan) Co. Ltd., etc.	"	"	260,707	2,543,629	20%~	2,502,192	—
	Stock :							
	Uni-President Asia Holdings Ltd.	"	"	—	RMB 3,215,052	100.00%	RMB 3,215,052	—
	Uni-President Asia Holdings Ltd.	President Enterprises (China) Investment Co., Ltd.	"	"	—	RMB 2,585,579	"	RMB 2,585,579
Tong Ren Corp. Limited		"	"	—	RMB 1,178	"	RMB 1,178	—
Stock :								
Uni-President (Vietnam) Co., Ltd.		"	"	—	US 55,826	"	US 55,073	—
Uni-President Southeast Asia Holdings Ltd.	Uni-President (Thailand) Ltd., etc.	"	"	146,440	US 7,610	40.00%~	US 9,328	—
						100.00%		—

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Investor	Type of securities	Relationship with the issuer	Accounts (Note)	Number of shares (in thousands)	Book value	Percentage of ownership	Market value	Note
President (B.V.I) International Investment Holdings Ltd.	Credit Linked Notes :							
	Equity Linked Notes		6	30	US 2,882	-	US 2,882	
	Beneficiary Certificates :							
	300~World Index Shares ETFs-CS1300 China Tracker, etc.		"	125	HKD 14,774	-	HKD 14,774	
	Vietnam Frastristure Fund		"	500	US 475	-	US 475	
	Stock :							
	Yorkkey Optical International (cayman) Ltd., etc.		"	59,243	US 17,361	-	US 17,361	
	New Focus Auto, etc.		7	17,960	HK 97,486	-	HK 97,486	
	Accury Inc.		"	9,669	US 147,161	-	US 147,161	
	AURORA IMAGE Corp., etc.		9	99,999	US 33,855	0.42%~	-	
	President Enterprises (China) Investment Co., Ltd.	Uni-Home Tech Corp.	An investee company accounted for under the equity method	11	32,472	US 43,499	19.28% 50.00%	US 43,499
President Energy Development (Cayman Islands) Ltd.		"	"	16,117	US 11,495	40.29%	US 11,495	
Outlook Investment Pte Ltd.		"	"	9,608	US 11,597	25.00%	US 11,597	
China Technology Venture Company Limited		"	"	2	US 923	20.27%	US 923	
Stock :								
Kunshan Sanwa Food Industry Co., Ltd.			9	-	RMB 733	15.00%	-	
Kunshan President Enterprises Food Co., Ltd.		An investee company accounted for under the equity method	11	-	RMB 538,633	100.00%	RMB 538,633	
Guangzhou President Enterprises Co., Ltd.		"	"	-	RMB 398,870	"	RMB 398,870	
Wuhan President Enterprises Food Co., Ltd.		"	"	-	RMB 394,529	"	RMB 394,529	
Chengdu President Enterprises Food Co., Ltd.		"	"	-	RMB 317,369	"	RMB 317,369	
Zhengzhou President Enterprises Food Co., Ltd.		"	"	-	RMB 185,532	"	RMB 185,532	
Beijing President Enterprises Drinks & Food Co., Ltd.	"	"	-	RMB 182,593	"	RMB 182,593		
Hefei President Enterprises Co., Ltd.	"	"	-	RMB 124,062	"	RMB 124,062		
Fuzhou President Enterprises Co., Ltd.	"	"	-	RMB 123,113	"	RMB 123,113		
Shenyang President Enterprises Co., Ltd.	"	"	-	RMB 103,047	"	RMB 103,047		
Xinjiang President Enterprises Food Co., Ltd.	"	"	-	RMB 71,229	"	RMB 71,229		
Jinmailiang Beverage (Beijing) Co., Ltd.	"	"	-	RMB 229,561	50.00%	RMB 229,561		
Nanchang President Enterprises Co., Ltd., etc.	"	"	-	RMB 100,188	40.00%~ 100.00%	RMB 100,188		

December 31, 2007

Investor	Type of securities	Relationship with the issuer	Accounts (Note)	Number of shares (in thousands)	Book value	Percentage of ownership	Market value	Note
Cayman Ton Yi Industrial Holdings Ltd.	Stock :							
	Cayman Fujian Ton Yi Industrial Holdings Ltd.	An investee company accounted for under the equity method	11	9	US 86,793	100.00%	US 84,626	—
	Cayman Jiansu Ton Yi Holdings Ltd.	"	"	5	US 49,618	"	US 45,770	—
Cayman Fujian Ton Yi Industrial Holdings Ltd.	Wuxi Ton Yi Industrial Packaging Co., Ltd.	"	"	—	US 12,275	"	—	—
	Hong Kong Ton Yi Industrial Holdings Ltd., etc.	"	"	1	US 1,057	"	US 1,057	—
Cayman Fujian Ton Yi Industrial Holdings Ltd.	Stock :							
	Fujian Ton Yi Tinplate Co., Ltd.	"	11	—	US 84,662	86.80%	—	—
Cayman Jiansu Ton Yi Holdings Ltd.	Stock :							
	Jiansu Ton Yi Tinplate Co., Ltd.	"	"	—	US 45,800	82.86%	—	—
Tung Ho Development Corp., etc.	Beneficiary Certificates :							
	Tong Shing Fund, etc.	—	1	5,172	55,769	—	—	—
	Uni-President Taiwan Power Fund, etc.	—	2	1,000	2,783	—	—	—
	ING Global Bond Portfolio, etc.	—	6	21,757	976,991	—	977,236	—
	Fuhwatrust Bond Fund, etc.	—	10	4,991	70,000	—	70,329	—
	Stock :							
	EPISTAR Corporation, etc.	—	7	3,596	100,870	—	—	—
	NITC Bond Fund, etc.	—	9	137,731	1,473,136	—	—	—
	Gu-Hsiang Corp., etc.	An investee company accounted for under the equity method etc.	11	554,025	4,327,584	—	4,031,604	—

(Note 1) 10,000,000 shares of outstanding common stock of Toppoly Optoelectronics Corp. with book value of \$88,900 was used as collateral for loan.

(Note 2) 30,504,000 shares of outstanding common stock of President Securities Corp. with book value of \$306,470 was used as collateral for loan.

(Note 3) 89,000,000 shares of outstanding common stock of Toppoly Optoelectronics Corp. with book value of \$791,210 ; 12,224,000 shares of outstanding common stock of TTET Union Corp. with book value of \$195,744 ; 24,008,000 shares of outstanding common stock of Ton-Yi Industrial Corp. with book value of \$273,170 were used as collateral for issuance of commercial papers.

(Note 4) 1,000,000 shares of outstanding common stock of Synnex Technology International Corp. with book value of \$81,011 was used as collateral for loan.

(Note 5) 2,020,000 shares of outstanding common stock of EPISTAR Corporation with book value of \$280,737 was used as collateral for loan.

(Note 6) 1,930,000 shares of outstanding common stock of Formosa Petrochemical Corp. with book value of \$187,210 ; 645,000 shares of outstanding common stock of Formosa Advanced Technologies Co., Ltd with book value of \$36,134 were used as collateral for loan.

(Note 7) 73,000,000 shares of outstanding common stock of New Century Info-Comm. Co., Ltd. with book value of \$664,300 was used as collateral for loan.

(Note 8) 116,500,000 shares of outstanding common stock of Toppoly Optoelectronics Corp. with book value of \$1,035,688 was used as collateral for loan.
 (Note 9) 27,000,000 shares of outstanding common stock of CDIB & PARTNERS Investment Holding Corp. with book value of \$250,000 was used as collateral for loan.
 (Note 10) 70,000,000 shares of outstanding common stock of President Life Sciences Co., Ltd. with book value of \$521,032 was used as collateral for loan.
 (Note 11) 238,000,000 shares of outstanding common stock of President Fair Development Corp. with book value of \$2,140,875 was used as collateral for loan.
 (Note 12) 35,100,000 shares of outstanding common stock of President Entertainment Corp. with book value of \$396,973 was used as collateral for loan.
 (Note 13) 51,737,000 shares of outstanding common stock of Kang Na Hsiung Enterprises Co., Ltd. with book value of \$715,049 was used as collateral for loan.
 (Note 14) 3,000,000 shares of outstanding common stock of Trident Medical Corp. with book value of \$30,836 was used as collateral for loan.

(Note) The code number explanation is as follows :

1. Financial assets held for trading
2. Available-for-sale financial assets-current
3. Held-to-maturity financial assets-current
4. Financial assets carried at cost-current
5. Investments in bonds without active markets-current
6. Financial assets at fair value through profit or loss-current
7. Available-for-sale financial assets-non-current
8. Held-to-maturity financial assets-non-current
9. Financial assets carried at cost-non-current
10. Investments in bonds without active markets-non-current
11. Long-term equity investments accounted for under the equity method

(4) The cumulative buying or selling amount of one specific security exceeding the lower of \$100,000 or 20 percent of the contributed capital (Unit in thousands of currencies indicated).

Investor	Type of securities	General ledger account (Note)	Name of the counter-party	Relationship	Beginning balance		Addition		Disposal		Other increase (decrease)		Ending balance		
					Number of shares (in thousands)	Amount	Number of shares (in thousands)	Amount	Number of shares (in thousands)	Amount	Number of shares (in thousands)	Amount	Number of shares (in thousands)	Amount	Number of shares (in thousands)	Amount
Uni-President Enterprises Corp.	Stock :														
	Cayman President Holdings Ltd.	11	Capital increase	-	156,060	\$2,105,519	33,000	\$ 1,071,658	-	\$ -	-	(32,924)	\$8,655,320	156,136	\$12,509,295
	Kai Nian Investment Co., Ltd.	"	"	-	351,301	3,508,762	28,000	280,000	-	-	-	(763,964)	379,301	3,024,798	
	Tung Ho Development Corp.	"	"	-	70,245	(149,065)	97,556	976,433	-	-	-	(71,406)	(565,316)	96,395	262,052
	President Chain Store Corp.	"	-	-	414,043	5,977,200	1,447	107,790	-	-	-	-	239,033	415,490	6,324,023
	Mospec Semiconductor Corp.	"	-	-	25,373	291,406	-	-	(10,584)	512,199	(121,342)	390,857	9,453	14,789	179,517
	Allianz President Life Insurance Co., Ltd.	"	-	-	24,166	298,709	-	-	(24,166)	351,182	(282,674)	68,508	(16,035)	-	-
Cayman President Holdings Ltd.	Stock :														
	Linkhope Int'l. LLC	"	Capital increase	-	-	-	-	US 27,043	-	-	-	-	US 2,545	-	US 29,588
	Uni-President Enterprises Ltd.	"	-	-	-	-	3,000,000	US 387,751	(354,910)	US 188,717	(US 48,880)	US 137,837	US 172,712	2,645,090	US 511,583
	China Holdings Ltd.														
Kai Nian Investment Co., Ltd.	Stock :														
	Kai Nian (BVI) Investment Co., Ltd.	"	Capital increase	-	-	139,739	-	451,008	-	-	-	(380,607)	-	210,140	
Uni-President Vendor Corp.	Beneficiary Certificates :														
	UPAMC James Bond Fund	6	-	-	-	-	14,713	228,500	(14,713)	228,620	(228,500)	120	-	-	
Nantien International Corp.	Stock :														
	Tung Ho Development Corp.	9	Capital increase	-	8,437	12,444	10,251	102,514	-	-	-	(7,953)	(30,600)	10,735	84,358

Investor	Type of securities	General ledger account (Note)	Name of the counter-party	Relationship	Beginning balance		Addition		Disposal			Other increase (decrease)		Ending balance		
					Number of shares (in thousands)	Amount	Number of shares (in thousands)	Amount	Number of shares (in thousands)	Sales price	Book value	Gain (loss) on disposal	Number of shares (in thousands)	Amount	Number of shares (in thousands)	Amount
President	Beneficiary Certificates :															
International Development Corp.	UPAMC James Bond Fund	6	-	-	40,404	\$ 25,000	1,621	\$ 625,300	(42,025)	\$ 650,722	(\$ 650,300)	\$ 422	-	\$ -	-	\$ -
	TSEC Taiwan 50 Index	"	-	-	2,586	150,128	(2,586)	141,287	(150,128)	(8,841)	-	-	-	-	-	-
	Taiwan Power Fund	"	-	-	10,000	100,000	-	-	-	-	-	(7,700)	-	(7,700)	10,000	92,300
	Stock :															
	Synnex Technology International Corp.	"	-	-	4,661	27,421	661	332,351	(1,514)	83,918	(67,229)	16,688	-	15,946	3,808	308,489
	Formosa Petrochemical Corp.	"	-	-	4,211	285,480	(1,281)	285,480	(1,281)	109,572	(86,844)	22,728	-	85,574	2,830	284,210
	Cathay Financial Holding Co., Ltd.	"	-	-	2,160	162,988	(2,160)	162,988	(2,160)	176,459	(162,988)	13,521	-	-	-	-
	Everflight Electronics Co., Ltd.	"	-	-	1,440	155,881	(1,440)	155,881	(1,440)	188,628	(155,881)	32,747	-	-	-	-
	Chunghua Picture Tubes, Ltd.	"	-	-	17,699	150,750	(17,699)	150,750	(17,699)	160,652	(150,750)	9,902	-	-	-	-
	Innohub Display Corp.	"	-	-	2,190	149,573	(2,190)	149,573	(2,190)	185,924	(149,573)	36,351	-	-	-	-
	Hon-Hai precision industry Co., Ltd.	"	-	-	518	97,768	(518)	119,572	(1,018)	279,585	(217,275)	62,310	-	-	-	-
	Eternal Chemical Co., Ltd.	"	-	-	2,361	112,729	(2,361)	112,729	(2,361)	15,835	(15,559)	276	-	(23,890)	2,082	73,280
	Holtek Semiconductor Inc.	"	-	-	1,727	100,740	(1,657)	100,740	(1,657)	84,067	(68,628)	15,439	-	1,020	670	33,132
	Formosa Plastics Corporation	"	-	-	1,120	100,165	(1,120)	100,165	(1,120)	-	-	-	-	1,887	1,120	102,032
	MediaTek Inc.	"	-	-	220	78,280	(220)	81,108	(275)	121,183	(105,290)	15,963	-	2,688	135	56,836
	Foxconn Technology Co., Ltd.	7	-	-	1,000	112,000	(1,000)	112,000	(1,000)	-	-	-	-	(12,500)	1,000	99,500

Investor	Type of securities	General ledger account (Note)	Name of the counter-party	Relationship	Beginning balance		Addition		Disposal			Other increase (decrease)		Ending balance		
					Number of shares (in thousands)	Amount	Number of shares (in thousands)	Amount	Number of shares (in thousands)	Sales price	Book value	Gain (loss) on disposal	Number of shares (in thousands)	Amount	Number of shares (in thousands)	Amount
President International Development Corp.	Darfon Electronics Corp.	7	-	-	-	\$ -	1,000	\$ 103,547	(500)	\$ 51,795	(\$ 51,774)	\$ 21	-	(\$ 5,873)	500	\$ 45,900
	New Century Info-Comm. Co., Ltd.	9	Capital decrease	-	253,200	2,532,000	-	-	(39,979)	-	(399,790)	-	(191,899)	213,221	1,940,311	
	Reliance Presting Private Fund	"	-	-	-	-	20,000	200,000	-	-	-	-	-	-	20,000	200,000
	Ton Yu Investment Inc.	11	Capital increase	-	117,750	1,232,859	13,750	201,100	-	-	-	-	20,500	(183,502)	152,000	1,250,496
	Tai Med Biologics Co. Ltd.	"	"	-	-	-	13,200	132,000	-	-	-	-	-	(6,687)	13,200	125,363
	President Life Sciences Co., Ltd.	"	"	-	193,000	533,902	10,000	100,000	-	-	-	-	(124,900)	(52,579)	78,100	581,323
	President (BVI) International Investment Holdings Ltd.	"	Capital decrease	-	123,975	7,344,286	-	-	(10,000)	-	(329,500)	-	-	5,866,925	113,975	12,881,661
	Allianz President Life Insurance Co., Ltd.	"	-	-	22,260	274,172	-	-	(22,260)	333,885	(274,172)	59,723	-	-	-	-
President Chain Store Corp.	Beneficiary Certificates : Prudential Financial Bond Fund	6	-	-	-	-	961,153	14,190,000	(927,473)	13,696,125	(13,690,000)	6,125	-	-	33,680	500,000
	Mega Diamond Bond Fund	"	-	-	-	-	485,557	5,760,000	(457,071)	5,313,162	(5,310,000)	3,162	-	-	38,486	450,000
	UPAMC James Bond Fund	"	-	-	-	-	385,492	5,690,000	(333,589)	5,193,819	(5,190,000)	3,819	-	-	31,903	500,000
	Polaris De-H Fund	"	-	-	-	-	249,058	3,800,000	(209,841)	3,292,823	(3,200,000)	2,823	-	-	39,217	600,000
	First Global Investment Trust Wan Tai Bond Fund	"	-	-	-	-	187,165	2,640,000	(187,165)	2,641,977	(2,640,000)	1,977	-	-	-	-
	Fuhwastrust Bond Fund	"	-	-	-	-	167,026	2,240,000	(163,335)	2,190,810	(2,190,000)	810	-	-	3,691	50,000
	Capital Sale income Fund	"	-	-	-	-	79,374	1,198,000	(46,323)	698,365	(698,000)	365	-	-	33,051	500,000

Investor	Type of securities	General ledger account (Note)	Name of the counter-party	Relationship	Beginning balance		Addition		Disposal			Other increase (decrease)		Ending balance		
					Number of shares (in thousands)	Amount	Number of shares (in thousands)	Amount	Number of shares (in thousands)	Sales price	Book value	Gain (loss) on disposal	Number of shares (in thousands)	Amount	Number of shares (in thousands)	Amount
President Chain Store Corp.	NITC Taiwan Bond Fund	6	-	-	-	\$	54,889	\$ 780,000	(54,888)	\$ 781,051	(\$ 780,000)	\$ 1,051	-	-	\$	
	JF (Taiwan) Bond Fund	"	-	-	-	-	18,910	290,000	(18,910)	290,259	(290,000)	259	-	-	-	
	Cadbury Bond Fund	"	-	-	-	-	22,284	260,000	(14,596)	(170,097)	(170,000)	97	-	-	7,688	90,000
	Asia Pacific Bond Fund	"	-	-	-	-	15,603	200,000	(15,603)	200,070	(200,000)	70	-	-	-	-
	Stock :															
	Tung Ho Development Corp.	9	Capital increase	-	-	-	26,906	269,055	(19,830)	-	-	-	-	(159,813)	26,906	109,242
	Allianz President Life Insurance Co., Ltd.	"	-	-	-	-	24,167	241,688	-	(24,167)	361,415	(241,688)	119,747	-	-	-
	PCSC (China) Supermarket Ltd.	11	Capital increase	-	-	-	15,727	518,457	-	-	-	-	-	(126,475)	36,449	873,122
	Uni-President Department Stores Corp.	"	"	-	-	-	35,000	249,117	-	-	-	-	-	(210,041)	56,000	243,076
	Marks & Spencer (Taiwan) Corp.	"	"	-	-	-	-	128,264	-	-	-	-	-	(66,213)	12,826	62,051
Mech-President Corp.	Beneficiary Certificates : Mega Diamond Bond Fund	6	-	-	-	-	48,629	565,000	(48,629)	565,226	(565,000)	226	-	-	-	-
	Capital Safe income Fund	"	-	-	-	-	38,064	570,000	(38,064)	570,235	(570,000)	235	-	-	-	-
	Ta-chong Bond Fund	"	-	-	-	-	36,683	480,000	(36,683)	480,180	(480,000)	180	-	-	-	-
	Polaris De-li Fund	"	-	-	-	-	21,028	320,000	(21,028)	320,138	(320,000)	138	-	-	-	-
	Fuhwatrast Bond Fund	"	-	-	-	-	20,117	270,000	(20,117)	270,130	(270,000)	130	-	-	-	-
	Fuhwatrast Yuli Bond Fund	"	-	-	-	-	18,220	228,650	(18,220)	228,731	(228,650)	81	-	-	-	-
	NITC Taiwan Bond Fund	"	-	-	-	-	15,482	220,000	(15,482)	220,081	(220,000)	81	-	-	-	-
	Dressher Bond Dam Fund	"	-	-	-	-	16,274	190,000	(16,274)	190,070	(190,000)	70	-	-	-	-

Investor	General ledger account (Note)	Name of the counter-party	Relationship	Beginning balance		Addition		Disposal			Other increase (decrease)		Ending balance	
				Number of shares (in thousands)	Amount	Number of shares (in thousands)	Amount	Number of shares (in thousands)	Sales price	Book value	Gain (loss) on disposal	Number of shares (in thousands)	Amount	Number of shares (in thousands)	Amount
Mech-President Corp.	6	-	-	-	\$ -	16,036	\$ 180,000	(10,036)	\$ 180,085	(180,000)	\$ 85	-	-	-
		-	-	-	-	11,037	172,000	(11,037)	172,072	(172,000)	72	-	-	-
		-	-	-	-	11,267	160,000	(11,267)	160,057	(160,000)	57	-	-	-
		-	-	-	-	10,196	125,000	(10,196)	125,048	(125,000)	48	-	-	-
		-	-	-	-	28,686	446,500	(26,133)	406,813	(406,394)	419	-	-	40,106
		-	-	-	-	27,589	428,000	(27,589)	428,740	(428,000)	740	-	-	-
		-	-	-	-	140,247	1,889,000	(138,548)	1,867,156	(1,886,000)	1,156	-	-	23,000
		-	-	4,051	61,000	70,630	1,072,000	(71,855)	1,091,007	(1,090,000)	1,007	-	-	43,000
		-	-	12,290	US 12,707	20,863	US 10,573	-	-	-	-	-	(US 777)	US 22,503
		-	-	5,155	US 5,155	5,155	US 5,155	-	-	-	-	-	(US 1,681)	US 3,474
		-	-	US 1,818	US 3,930	-	-	-	-	-	-	-	(US 1,051)	US 4,697
		-	-	US 6,445	US 6,573	-	-	-	-	-	-	-	(US 1,431)	US 11,587

Investor	Type of securities	General ledger account (Note)	Name of the counter-party	Relationship	Beginning balance		Addition		Disposal			Other increase (decrease)		Ending balance	
					Number of shares (in thousands)	Amount	Number of shares (in thousands)	Amount	Number of shares (in thousands)	Sales price	Book value	Gain (loss) on disposal	Number of shares (in thousands)	Amount	Number of shares (in thousands)	Amount
POSC (China) Restaurant Limited	Stock : Shanghai Cold Stone Ice Cream Corporation	11	-	-	-	5,155	US 5,155	-	-	-	-	-	(\$ US 1,681)	5,155	US 3,474
Retail Support International Corp.	Beneficiary Certificates : UPAMC James Bond Fund	6	-	-	13,342	205,770	55,446	861,952	(66,690)	1,034,853	560	-	-	2,088	32,869
Vision Distribution Service Corp.	Beneficiary Certificates : Fubwatrust Bond Fund	7	-	-	1,182	194,311	4,212	698,202	(5,324)	880,814	435	-	-	70	11,699
Ren-Hui Investment Corp.	Beneficiary Certificates : NITC Bond Fund	7	-	-	2,092	41,000	18,457	248,000	(19,479)	261,717	717	-	-	1,070	28,000
Uni-President Enterprises China Holdings Ltd.	Beneficiary Certificates : NITC Bond Fund	11	-	-	1,023	166,890	1,108	183,757	(1,912)	316,779	2,664	-	-	219	36,532
Retail Support Taiwan Corp.	Beneficiary Certificates : UPAMC James Bond Fund	7	-	-	830	12,806	16,090	250,030	(15,706)	244,107	289	-	-	1,214	19,018
President Logistics International Corp.	Beneficiary Certificates : UPAMC James Bond Fund	7	-	-	746	11,501	9,209	143,200	(9,401)	146,111	86	-	-	554	8,676
PCA WELLS FUND	IBT 5599 Bond Fund	7	-	-	1,062	11,905	12,323	138,900	(11,989)	134,973	68	-	-	1,396	15,900
	PCA WELLS FUND	7	-	-	-	-	8,017	101,500	(7,503)	95,006	48	-	-	514	6,542

Investor	Type of securities	General ledger account (Note)	Name of the counter-party	Relationship	Beginning balance		Addition			Disposal			Other increase (decrease)		Ending balance		
					Number of shares (in thousands)	Amount	Number of shares (in thousands)	Number of shares (in thousands)	Amount	Number of shares (in thousands)	Sales price	Book value	Gain (loss) on disposal	Number of shares (in thousands)	Amount	Number of shares (in thousands)	Amount
Kai Nam	Stock :																
(B.V.I.)	Zhongshan President Enterprises Co., Ltd.	11	Note 2	-	-	US 8,827	-	US 8,827	-	US 8,827	-	US 4,822	-	US 4,005	-	US 4,005	
Investment Co., Ltd.	Qingdao President Feed & Livestock Co., Ltd.	"	"	-	-	US 9,880	-	US 9,880	-	US 759	-	US 10,639	-	US 10,639	-	US 10,639	
	Tianjiang President Enterprises Food Co., Ltd.	"	"	-	-	US 3,971	-	US 3,971	-	US 586	-	US 4,567	-	US 4,567	-	US 4,567	
President	Kikkoman Inc. UPAMC James Bond Fund	"	-	-	2,219	34,205	17,759	276,500	(17,479)	272,127	(271,572)	555	-	-	2,499	39,133	
	Tung Ho Development Corp. Beneficiary Certificates : UPAMC James Bond Fund	"	-	-	-	-	47,362	784,400	(47,362)	783,270	(784,400)	(1,130)	-	-	-	-	
President	Information Corp. Beneficiary Certificates : UPAMC James Bond Fund	"	-	-	854	13,162	11,311	175,744	(9,304)	144,500	(144,192)	308	-	-	2,861	44,714	
	Uni-President Oven Bakery Corp. Beneficiary Certificates : UPAMC James Bond Fund	"	-	-	1,492	19,841	20,400	274,515	(18,907)	254,500	(253,983)	517	-	-	2,985	40,373	
	International Investment Holdings Ltd. Equity Linked Notes	"	-	-	1,272	19,568	6,422	100,544	(6,414)	100,369	(100,142)	227	-	-	1,280	20,000	
	International Investment Holdings Ltd. Credit Linked Notes	"	-	-	-	-	181	US 22,238	(151)	-	(US 19,356)	-	-	-	30	US 2,882	
	International Investment Holdings Ltd. Stock : Teva Pharma-ceutical Industries Ltd.	"	-	-	192	US 7,984	3	US 112	(195)	US 8,357	(US 8,106)	US 251	-	-	-	-	
	Pfizer Inc. Sincere Pharmaceutical Group	"	-	-	44	US 1,189	150	US 3,562	(18)	US 426	(US 141)	US 285	-	(US 616)	176	US 3,994	
	Tomo Therapy Inc. Beijing Jingkelong Co., Ltd.	"	-	-	-	-	205	US 3,210	-	-	-	-	-	(US 378)	205	US 2,832	
		"	-	-	-	-	221	US 4,666	(121)	US 3,100	(US 2,633)	US 467	-	(US 77)	100	US 1,956	
		"	-	-	1,110	HKD 7,378	4,030	HKD 29,518	-	-	-	-	-	(HKD1,738)	5,140	HKD 35,158	

Investor	Type of securities	General ledger account (Note)	Name of the counter-party	Relationship	Beginning balance		Addition		Disposal			Other increase (decrease)		Ending balance				
					Number of shares (in thousands)	Amount	Number of shares (in thousands)	Amount	Number of shares (in thousands)	Sales price	Book value	Gain (loss) on disposal	Number of shares (in thousands)	Amount	Number of shares (in thousands)	Amount		
President (B.V.I)	Acquity Inc.	7	-	-	-	15,501	US 2,053	-	\$ -	-	(5,832)	US 97,628	(US 758)	US 96,870	-	US 145,866	US 9,669	US 147,161
International Investment Holdings Ltd.	Promontoria Holdings XXI B.V. Xiang Lu Petrochemicals (Xiamen) Co., Ltd.	9 11	-	-	-	-	-	US 15,001	-	-	-	-	-	-	-	-	-	US 15,001
President Life Sciences Co., Ltd.	Stock : Andro Science Corp.	11	-	-	-	49,700	US 104,120	-	-	(US 49,700)	US 119,309	(US104,120)	US 15,189	-	-	-	-	-
Capital increase		11	-	-	-	-	-	6,726	US 5,001	-	-	-	-	-	(US 3,088)	6,726	US 1,913	1,913
Ton Cheng Investment Inc.	Stock : UPAMC James Bond Fund	6	-	-	-	6,232	96,097	11,244	173,700	(16,105)	248,900	(248,595)	305	-	298	1,371	21,500	21,500
Ton Yu Investment Inc.	Stock : Rich Universe International Limited	11	-	-	-	9,800	361,608	5,000	164,166	-	-	-	-	-	(42,516)	14,800	483,258	483,258
Enterprise (China) Investment Co., Ltd.	Stock : Zhongshan President Enterprises Co., Ltd. Qingdao President Feed & Livestock Co., Ltd. Tianjiang President Enterprises Food Co., Ltd.	7 7 7	-	-	-	-	-	-	-	-	RMB 76,558	(RMB63,281)	RMB13,277	-	RMB 2,300	-	-	-
Beijing President Enterprises Food Co., Ltd.	Beijing President Enterprises Food Co., Ltd.	7	-	-	-	-	-	-	RMB 46,140	-	-	-	-	-	(RMB14,705)	-	RMB 16,908	16,908
Kunming President Enterprises Food Co., Ltd.	Kunming President Enterprises Food Co., Ltd.	7	-	-	-	-	-	-	RMB 38,746	-	-	-	-	-	RMB 11	-	RMB 38,757	38,757

Investor	Type of securities	General ledger account (Note)	Name of the counter-party	Relationship	Beginning balance		Addition		Disposal			Other increase (decrease)		Ending balance	
					Number of shares (in thousands)	Amount	Number of shares (in thousands)	Amount	Number of shares (in thousands)	Gain (loss) on disposal	Number of shares (in thousands)	Amount	Number of shares (in thousands)	Amount	
Chengdu President Enterprises Food Co., Ltd.	Kunming President Enterprises Food Co., Ltd.	II	-	-	-	-	RMB 37,075	-	-	-	-	RMB 11	-	RMB 37,086	
President Coffee Beneficiary Certificates :															
Corp.	Fuhwaarust Yuli Bond Fund	I	-	4,432	55,000	7,614	95,000	(12,046)	150,145	(154,000)	145	-	-	-	
	Capital Side income Fund	"	-	2,435	37,000	7,009	105,000	(9,494)	142,222	(142,000)	222	-	-	-	
	JF(Taiwan) Bond Fund	"	-	1,312	20,000	8,123	125,000	(9,435)	145,131	(145,000)	131	-	-	-	
	NITC Taiwan Bond Fund	"	-	-	-	7,038	100,000	(5,990)	85,080	(85,000)	80	-	-	15,000	
Uni-President (Vietnam) Co., Ltd.	Saigon Beverage Joint Stock Company	II	-	-	-	2,200	167,494	-	-	-	-	-	-	2,200 167,494	
Zhongshan President Enterprises Co., Ltd.	Sanshui Jianlibao Commerce Co., Ltd.	"	Capital increase	-	(RMB 54,664)	-	RMB 105,600	-	-	-	-	(RMB45,961)	-	RMB 4,375	

(Note 1) The code number explanation is as follows :

1. Financial assets held for trading
2. Available-for-sale financial assets-current
3. Held-to-maturity financial assets-current
4. Financial assets carried at cost-current
5. Investments in bonds without active markets-current
6. Financial assets at fair value through profit or loss-current
7. Available-for-sale financial assets-non-current
8. Held-to-maturity financial assets-non-current
9. Financial assets carried at cost-non-current
10. Investments in bonds without active markets-non-current
11. Long-term equity investments accounted for under the equity method

(Note 2) The President Enterprises (China) Investment Co., Ltd. sold the shares to Kai Nan (BV) Investment Co., Ltd.

(5) Acquisition of real estate with an amount exceeding the lower of \$100,000 or 20 percent

Company name	Types of property	Transaction date	Transaction amount	Payment term	Name of the counterparty	Prior transaction of related counterparty				Price reference	Purpose of Acquisition	Other terms	
						Relationship	Owner	Relationships	Transfer date				Amount
Tung Ho Development Corp.	Buildings	2007. 11. 1	\$ 166, 976	Paid	Gu-Hsiang Corp.	Subsidiary	-	-	-	-	Book value	The liquidation of Gu-Hsiang Corp.	None

(6) Disposal of real estate with an amount exceeding \$100,000 or 20 percent of the contributed capital (Unit in thousands of currencies indicated):

Company name	Property	Transaction date	Date of acquisition	Book value	Disposal amount	Status of collection of proceeds	Gain (loss) on disposal	Name of the counterparty	Relationship	Reason for disposal	Price reference	Other terms

(7) Purchase or sales transactions with related parties amounting to \$100,000 or 20 percent of the contributed capital (Unit in thousands of currencies indicated):

Purchases/sales company	Name of the counterparty	Relationship	Description of transaction				Description and reasons for difference in transaction terms compared to non-related party transactions			
			Purchases/sales (Sales)	Amount	Percentage of net (sales) /purchases (15%)	Credit terms (Note 1)	Unit Price	Credit Period (Note 1)	Amount	Percentage of notes or accounts receivable (payable)
Uni-President Enterprises Corp.	Uni-President Cold Chain Corp.	Subsidiary accounted for under the equity method	"	(\$ 6,629,347)	(15%)	"	"	\$ 836,048	16	
	Tung Ang Enterprises Corp.	An investee company of Kai Yu Investment Co., Ltd. accounted for under the equity method	"	(6,056,123)	(13%)	"	"	484,869	9	
	President Chain Store Corp.	Subsidiary accounted for under the equity method	"	(1,726,919)	(4%)	"	"	133,772	3	
	Tun Hsiang Enterprises Corp.	An investee company of Nantien International Corp. accounted for under the equity method	"	(1,623,796)	(4%)	"	"	225,836	4	
	TTET Union Corp.	Subsidiary accounted for under the equity method	"	(1,459,661)	(3%)	"	"	56,232	1	
	Retail Support International Corp.	"	Purchases (Sales)	(1,135,604)	4%	"	"	(56,653)	3)	
	Tung Shun Enterprises Corp.	An investee company of Nantien International Corp. accounted for under the equity method	"	(1,419,760)	(3%)	"	"	199,817	4	
	Uni-President Vendor Corp.	Subsidiary accounted for under the equity method	"	(933,368)	(2%)	"	"	196,865	4	
	Tone Chu Enterprises Corp.	An investee company of Nantien International Corp. accounted for under the equity method	"	(612,083)	(1%)	"	"	51,114	1	
	Kuan Chang Enterprises Corp.	An investee company of Nantien International Corp. accounted for under the equity method	"	(573,409)	(1%)	"	"	60,347	1	
	Far-Tung Enterprises Corp.	Subsidiary accounted for under the equity method	"	(561,378)	(1%)	"	"	70,645	1	
	Tung-Hsiang Enterprises Corp.	"	"	(509,938)	(1%)	"	"	51,475	1	
	Tung Chang Enterprises Corp.	"	"	(477,719)	(1%)	"	"	60,409	1	
	Tung Yi Enterprises Corp.	"	"	(361,232)	(1%)	"	"	15,687	-	
	Tung Che Enterprises Corp.	"	"	(347,826)	(1%)	"	"	70,065	1	
	Tung Yu Enterprises Corp.	"	"	(347,779)	(1%)	"	"	43,262	1	
	Hsin Tung Enterprises Corp.	"	"	(317,883)	(1%)	"	"	11,141	-	
	Chang Tung Corporation Limited	"	"	(246,057)	(1%)	"	"	7,197	-	
			"	(186,377)	-	"	"	5,663	-	

Purchases/sales company	Name of the counterparty	Relationship	Description of transaction			Description and reasons for difference in transaction terms compared to non-related party transactions			Notes or accounts receivable (payable)		
			Purchases/sales	Amount	Percentage of net (sales) /purchases	Unit Price	Credit Period	Amount	Percentage of notes or accounts receivable (payable)	Note	
Uni-President Enterprises Corp.	Xin Ya Enterprises Corp.	An investee company of Naanlien International Corp. accounted for under the equity method	(Sales)	(\$ 183,698)	-	\$ -	(Note 1)	\$ 30,616	1	-	
	Uni-President (Vietnam) Co., Ltd.	An investee company of Southeast Asia Holdings accounted for under the equity method	"	(183,454)	-	-	"	-	-	-	
	Tung-Ying Enterprises Corp.	An investee company of Naanlien International Corp. accounted for under the equity method	(Sales)	(165,316)	-	-	"	4,315	-	-	
	Tung-Shen Co., Ltd.	"	"	(145,188)	-	-	"	11,852	-	-	
	Tung Guan Enterprises Co., Ltd.	An investee company of Kai Yu Investment Co., Ltd. accounted for under the equity method	"	(140,146)	-	-	"	30,911	1	-	
	Hua Zuo Corp.	An investee company of Naanlien International Corp. accounted for under the equity method	"	(140,111)	-	-	"	13,106	-	-	
	Uni-President Oven Bakery Corp.	Subsidiary accounted for under the equity method	"	(131,511)	-	-	"	22,290	-	-	
	Hui-Sheng Enterprises Corp.	An investee company of Naanlien International Corp. accounted for under the equity method	"	(130,878)	-	-	"	16,742	-	-	
	Kai Xin Food Corp.	"	"	(116,561)	-	-	"	7,341	-	-	
	He-Zhi Enterprises Corporation	"	"	(111,719)	-	-	"	3,890	-	-	
	Wei-Tong Enterprises Corporation	"	"	(105,006)	-	-	"	18,960	-	-	
	Tung-Bo Enterprises Corp. President Kikkoman Inc.	Subsidiary accounted for under the equity method	"	(100,021)	-	-	"	3,275	-	-	
	President Nisshin Corp.	"	Purchases	887,669	4%	-	"	(58,635)	3)	-	
	President Packaging Corp.	"	"	471,191	1%	-	"	(30,314)	2)	-	
	Uni-President Enterprises Corp.	"	"	238,807	1%	-	"	(25,088)	1)	-	
Uni-President Vendor Corp.	Uni-President Enterprises Corp.	The Company	"	612,083	81%	-	-	(51,114)	72)	-	

Closes its accounts 20 days after the end of each month

Purchases/sales company	Name of the counterparty	Relationship for under the equity method	Description of transaction				Description and reasons for difference in transaction terms compared to non-related party transactions				Notes or accounts receivable (payable)	
			Purchases/sales (Sales)	Amount (\$)	Percentage of net (sales) /purchases	Credit terms	Unit Price	Credit Period	Amount	Percentage of notes or accounts receivable (payable)	Note	
Nanlun International Corp.	Lien Bo Enterprises Corp.	An investee company accounted for under the equity method	"	(\$ 1,231,098)	(48%)	Closes its accounts ~60 days after the end of each month	\$ -	-	\$ 85,330	54	-	
	Lien Song Enterprises Corp.	"	"	(206,869)	(8%)	12 days after shipping	-	-	4,848	4	-	
	Tun Hsiang Enterprises Corp.	"	"	(139,810)	(5%)	Closes its accounts ~60 days after the end of each month	-	-	21,763	14	-	
President Nisslin Corp.	Uni-President Enterprises Corp.	The Company	"	(471,191)	(48%)	15 days	-	-	30,314	22	-	
President Packaging Corp.	Uni-President Enterprises Corp.	The Company	"	(238,807)	(27%)	One month	-	-	25,088	25	-	
President Retail Support International Corp.	Retail Support International Corp.	Subsidiary accounted for under the equity method	"	(178,764)	(19%)	Closes its accounts ~45 days after the end of each month	-	-	29,699	28	-	
President Musashino Corp.	Uni-President Cold Chain Corp.	"	"	(1,176,597)	(99%)	Closes its accounts ~30 days after the end of each month	-	-	189,451	100	-	
President Kikkoman Inc.	Uni-President Enterprises Corp.	The Company	"	(887,669)	(97%)	One month	-	-	58,635	92	-	
Ton-Yi Industrial Corp.	Cayman Ton Yi Industrial Holdings Ltd.	An investee company accounted for under the equity method	"	(8,164,063)	(36%)	Closes its accounts 45 days after the end of each month	-	-	747,187	62	-	
	TTEF Union Corp.	Subsidiary accounted for under the equity method	"	(272,111)	(1%)	(Note 4)	-	-	24,531	2	-	
	Tovecan Corp.	An investee company accounted for under the equity method	"	(130,144)	(1%)	"	-	-	2,054	-	-	
	Toyota-Tsusho-Corp.	The director of Ton-Yi Industrial Corp.	Purchases	5,348,948	30%	The same as regular	-	(	91,414)	(	22)
President Information Corp.	President Chain Store Corp.	Subsidiary accounted for under the equity method	(Service revenue)	(577,992)	(81%)	Closes its accounts 30 days after the end of each month	-	-	68,375	54	-	
President Chain Store Corp.	Retail Support International Corp.	"	Purchases	40,396,485	57%	Closes its accounts ~80 days after the end of each month	(Note 2)	(	3,031,910)	(	44)

Purchases/sales company	Name of the counterparty	Relationship	Description of transaction			Unit Price	Credit Period	Amount	Percentage of net (sales) /purchases	Credit terms	Notes or accounts receivable (payable)		
			Purchases/sales	Amount	Percentage of net (sales) /purchases						Amount	Percentage of notes or accounts receivable (payable)	Note
President Chain Store Corp.	Uni-President Cold Chain Corp.	Subsidiary accounted for under the equity method	Purchases	\$ 16,014,350	2%	(Note 2)	-	1,174,557	-	Closes its accounts 15 ~30 days after the end of each month	(\$ 1,174,557)	(17)	-
	Wisdom Distribution Services Corp.	An investee company accounted for under the equity method	"	8,254,575	12%	(Note 2)	-	1,524,247	-	Closes its accounts 20 ~40 days after the end of each month	(1,524,247)	(22)	-
	Uni-President Enterprises Corp.	The Company	"	1,726,919	2%	-	-	133,772	-	Closes its accounts 30 days after the end of each month	(133,772)	(2)	-
	Qware Systems & Services Corp.	An investee company accounted for under the equity method	"	220,920	-	-	-	43,075	-	Closes its accounts 30 ~40 days after the end of each month	(43,075)	(1)	-
	President Transnet Corp.	"	Operating cost	638,906	1%	-	-	52,037	-	Closes its accounts 15 days after the end of each month	(52,037)	(1)	-
	Qware Systems & Services Corp.	Subsidiary accounted for under the equity method	(Sales)	(220,920)	(38%)	-	-	43,075	-	Closes its accounts 30 ~40 days after the end of each month	43,075	52	-
	Uni-President Cold Chain Corp.	"	"	(16,014,350)	(99%)	(Note 3)	-	1,174,557	-	Closes its accounts 15 ~30 days after the end of each month	1,174,557	95	-
	Hi-Life International Co., Ltd.	An investee company of Kuang Chuan Dairy Co., Ltd. accounted for under the equity method	"	(204,563)	1%	-	-	34,908	-	Closes its accounts 45 days after the end of each month	34,908	3	-
	Uni-President Enterprises Corp.	The Company	Purchases	6,629,347	46%	-	-	836,048	-	Closes its accounts 30 days after the end of each month	(836,048)	(45)	-
	President Musashino Corp.	Subsidiary accounted for under the equity method	"	1,176,597	8%	-	-	189,451	-	Closes its accounts 25 ~30 days after the end of each month	(189,451)	(10)	-
	Tung Ang Enterprises Corp.	An investee company of Kai Yu Investment Co., Ltd. accounted for under the equity method	"	205,605	1%	-	-	15,580	-	Closes its accounts 30 days after the end of each month	(15,580)	(1)	-
	Century Quick Services Restaurant Corp.	"	"	217,699	1%	-	-	44,997	-	"	(44,997)	(2)	-

Purchases/sales company	Name of the counterparty	Relationship	Description of transaction			Unit Price (Note 3)	Credit Period	Amount	Percentage of net (sales) /purchases	Credit terms	Description and reasons for difference in transaction terms compared to non-related party transactions	
			Purchases/sales (Sales)	Amount (\$)	(%)						Notes or accounts receivable (payable)	Percentage of notes or accounts receivable (payable)
Retail Support International Corp.	President Chain Store Corp.	Subsidiary accounted for under the equity method	"	(\$ 40,396,485)	(91%)	Closes its accounts 10 ~80 days after the end of each month	-	\$ 3,031,910	80	-	-	
	President Drugstore Business Corp.	An investee company of President Chain Store Corp. accounted for under the equity method	"	(3,320,064)	(7%)	Closes its accounts 50 days after the end of each month	-	657,307	17	-	-	
	President Coffee Corp.	"	"	(366,099)	(1%)	Closes its accounts 28 days after the end of each month	-	42,462	1	-	-	
	Uni-President Dream Parks Corp.	Subsidiary accounted for under the equity method	"	(104,885)	-	Closes its accounts 30 days after the end of each month	-	18,323	1	-	-	
	Tung Ang Enterprises Corp.	An investee company of Kai Yu Investment Co., Ltd. accounted for under the equity method	Purchases	1,961,765	4%	"	-	(157,723)	(3)	-	-	
	Uni-President Enterprises Corp.	The Company	"	1,419,760	3%	"	-	(199,817)	(4)	-	-	
	Lien Bo Enterprises Corp.	An investee company of Nanlun International Corp. accounted for under the equity method	"	986,162	2%	Closes its accounts 15 ~70 days after the end of each month	-	(111,931)	(2)	-	-	
	President Pharmaceutical Corp.	An investee company of President Chain Store Corp. accounted for under the equity method	"	428,581	1%	Closes its accounts 30 ~60 days after the end of each month	-	(101,380)	(2)	-	-	
	President Packaging Corp.	Subsidiary accounted for under the equity method	"	178,764	-	Closes its accounts 30 ~45 days after the end of each month	-	(29,699)	(1)	-	-	
Retail Support Taiwan Corp.	Retail Support International Corp.	"	(Sales)	(229,735)	(98%)	Closes its accounts 15 ~20 days after the end of each month	-	21,062	99	-	-	

Purchases/sales company	Name of the counterparty	Relationship Subsidiary accounted for under the equity method	Description of transaction			Description and reasons for difference in transaction terms compared to non-related party transactions			Notes or accounts receivable (payable)		
			Purchases/sales (Sales)	Amount (\$)	Percentage of net (sales) /purchases (69%)	Credit terms	Unit Price \$	Credit Period	Amount	Percentage of notes or accounts receivable (payable)	Note
Chieh Shun Transport Corp.	President Transnet Corp.	"	(Sales)	(280,040)	(69%)	Closes its accounts 65 days after the end of each month	-	-	45,372	69	-
President Coffee Corp.	President Chain Store Corp.	"	"	(137,562)	4%	Closes its accounts 30 days after the end of each month	-	-	16,062	17	-
	Retail Support International Corp.	"	Purchases	366,099	26%	Closes its accounts 28 days after the end of each month	-	-	(42,462)	(20)	-
	Starbucks Corporation	The parent Company of President Coffee Corp.	"	331,941	27%	Closes its accounts 30 days after the end of each month	-	-	(42,462)	(28)	-
	Tung Chang Enterprises Corp.	An investee company of Nanlien International Corp. accounted for under the equity method	"	134,077	11%	"	-	-	(16,025)	(10)	-
President Pharmaceutical Corp.	Retail Support International Corp.	Subsidiary accounted for under the equity method	(Sales)	(428,581)	62%	Closes its accounts 30 ~60 days after the end of each month	-	-	101,380	59	-
Uni-President Dream Parks Corp.	Retail Support International Corp.	"	Purchases	104,885	40%	Closes its accounts 30 days after the end of each month	-	-	(18,323)	(20)	-
President Transnet Corp.	President Chain Store Corp.	"	(Sales)	(638,906)	(19%)	Closes its accounts 15 days after the end of each month	-	-	52,037	12	-
President Drugstore Business Corp.	"	"	Purchases	3,320,064	(99%)	Closes its accounts 50 days after the end of each month	-	-	(657,307)	(94)	-
Wisdom Distribution Services Corp.	President Chain Store Corp.	"	(Sales)	(8,254,575)	(98%)	Closes its accounts 20 ~40 days after the end of each month	-	-	1,524,247	97	-
	Vision Distribution Service Corp.	An investee company of Wisdom Distribution Service Corp. accounted for under the equity method	Purchases	554,896	6%	Closes its accounts 65 days after the end of each month	-	-	(131,465)	(7)	-

Purchases/sales company	Name of the counterparty	Relationship	Description of transaction			Credit terms	Unit Price	Credit Period	Amount	Description and reasons for difference in transaction terms compared to non-related party transactions	
			Purchases/sales (Sales)	Amount (\$)	Percentage of net (sales) /purchases (29%)					Notes or accounts receivable (payable)	Percentage of notes or accounts receivable (payable)
Tung Ang Enterprises Corp.	Retail Support International Corp.	Subsidiary accounted for under the equity method	"	(\$ 1,961,765)	(29%)	Closes its accounts 30 days after the end of each month	-	-	\$ 157,723	23	-
	Tun Hsiang Enterprises Corp.	An investee company of Nanlien International Corp. accounted for under the equity method	"	(1,206,192)	(18%)	77 days after shipping	-	-	233,188	33	-
	Tung Yu Enterprises Corp.	"	"	(500,771)	(8%)	15 days after shipping	-	-	19,965	3	-
	Far-Tung Enterprises Corp.	An investee company of Nanlien International Corp. accounted for under the equity method	"	(460,757)	(7%)	77 days after shipping	-	-	50,870	7	-
	Tone Chu Enterprises Corp.	"	"	(285,704)	(4%)	Closes its accounts 30 days after the end of each month	-	-	47,165	7	-
	Hsin Tung Enterprises Corp.	"	"	(227,680)	(3%)	15 days after shipping	-	-	4,203	1	-
	Uni-President Cold Chain Corp.	Subsidiary accounted for under the equity method	"	(205,605)	(3%)	Closes its accounts 30 days after the end of each month	-	-	15,580	2	-
	Huei Tung Enterprises Corp.	A board chairman of an investee company of Nanlien International Corp.	"	(187,057)	(3%)	120 days after shipping	-	-	27,307	4	-
	Chang Tung Corporation Limited	An investee company of Kai Nan Investment Co., Ltd. accounted for under the equity method	"	(165,601)	(3%)	12 days after shipping	-	-	1,609	-	-
	Tung-Bo Enterprises Corp.	An investee company of Nanlien International Corp. accounted for under the equity method	"	(141,173)	(2%)	"	-	-	5,679	1	-
	Lien Yu Enterprises Corp.	"	"	(112,407)	(2%)	"	-	-	3,629	1	-
	Uni-President Enterprises Corp.	The Company	Purchases	6,056,123	100%	(Note 5)	-	-	(484,869)	(74)	-
Tung Guan Enterprises Co., Ltd.	Uni-President Enterprises Corp.	"	"	140,146	40%	Two months	-	-	(30,911)	(55)	-

Purchases/sales company	Name of the counterparty	Relationship	Description of transaction			Description and reasons for difference in transaction terms compared to non-related party transactions			Notes or accounts receivable (payable)	Percentage of notes or accounts receivable (payable)
			Purchases/sales	Amount	Percentage of net (sales) /purchases	Credit terms	Unit Price	Credit Period			Amount
Vision Distribution Service Corp.	Wisdom Distribution Services Corp.	An investee company accounted for under the equity method	(Sales)	\$ 554,896	52%	Closes its accounts 65 days after the end of each month	\$ -	-	\$ 131,405	58
Uni-President Oven Bakery Corp.	Uni-President Enterprises Corp.	The Company	Purchases	131,511	89%	Closes its accounts 60 days after the end of each month	-	-	(22,290)	(81)
Muji (Taiwan) Co. Ltd.	Representatives of Ryohin Keikaku Co., Ltd.	An investee company of Muji (Taiwan) Co. Ltd. etc. accounted for under the equity method	"	357,005	67%	Closes its accounts 30 days after the end of each month	-	-	(54,887)	(66)
Century Quick Services Restaurant Corp.	Uni-President Cold Chain Services Corp.	Subsidiary accounted for under the equity method	(Sales)	(217,699)	(58%)	Closes its accounts 30 days after the end of each month	-	-	44,997	83
Hui-Sheng Enterprises Corp.	Uni-President Enterprises Corp.	The Company	Purchases	130,878	98%	Closes its accounts 60 days after the end of each month	-	-	(16,742)	(91)
Lien Bo Enterprises Corp.	Retail Support International Corp.	Subsidiary accounted for under the equity method	(Sales)	(986,162)	(64%)	Closes its accounts 5 ~70 days after the end of each month	-	-	111,931	47
	Nanlien International Corp.	"	Purchases	1,231,098	78%	Closes its accounts 5 ~60 days after the end of each month	-	-	(85,330)	(75)
	Union Chinese Corp.	An investee company of Nanlien International Corp. accounted for under the equity method	"	354,138	22%	Closes its accounts 60 days after the end of each month	-	-	(21,422)	(19)
Tun Hsiang Enterprises Corp.	Presicare Corp.	Subsidiary accounted for under the equity method	(Sales)	(740,312)	(25%)	Closes its accounts 60 days after the end of each month	-	-	159,164	29
	Hi-Life international Co., Ltd.	An investee company of Kuang Chuan Dairy Co., Ltd. accounted for under the equity method	"	(304,378)	(10%)	"	-	-	52,735	10
	Nanlien International Corp.	Subsidiary accounted for under the equity method	Purchases	139,810	5%	Closes its accounts 5 ~60 days after the end of each month	-	-	(21,763)	(4)

Purchases/sales company	Name of the counterparty	Relationship	Description of transaction				Description and reasons for difference in transaction terms compared to non-related party transactions				Notes or accounts receivable (payable)	
			Purchases/sales	Amount	Percentage of net (sales) /purchases	Credit terms	Unit Price	Credit Period	Amount	Percentage of notes or accounts receivable (payable)	Note	
Tun Hsiang Enterprises Corp.	Uni-President Enterprises Corp.	The Company	Purchases	\$ 1,623,796	53%	Two months	\$ -	-	(\$ 225,836)	(46)	-	
Tung Ang Enterprises Corp.	An investee company of Kai Yu Investment Co., Ltd. accounted for under the equity method	The Company	"	1,206,192	39%	77 days after shipping	-	-	(233,188)	(47)	-	
Hi-Life international Co., Ltd.	An investee company of Kuang Chuan Dairy Co., Ltd. accounted for under the equity method	The Company	(Sales)	(312,709)	(31%)	Closes its accounts 60 days after the end of each month	-	-	54,658	24	-	
Uni-President Enterprises Corp.	The Company	The Company	Purchases	933,368	89%	Two months	-	-	(196,865)	(96)	-	
Hua Zuo Corp.	"	"	"	140,111	97%	The same as regular	-	-	(13,106)	(92)	-	
Tone Chu Enterprises Corp.	"	"	"	573,409	63%	Two months	-	-	(60,347)	(55)	-	
Tung Ang Enterprises Corp.	An investee company of Kai Yu Investment Co., Ltd. accounted for under the equity method	The Company	"	285,704	31%	Closes its accounts 30 days after the end of each month	-	-	(47,165)	(43)	-	
Presicare Corp.	Subsidiary accounted for under the equity method	The Company	(Sales)	(356,182)	(40%)	Closes its accounts 60 days after the end of each month	-	-	70,614	51	-	
Tung-Hsiang Enterprises Corp.	The Company	The Company	Purchases	477,719	92%	Two months	-	-	(60,499)	(88)	-	
Lien Yu Enterprises Corp.	An investee company of Nanlien International Corp. accounted for under the equity method	The Company	"	112,407	51%	12 days after purchases	-	-	(3,629)	(8)	-	
Xin Ya Enterprises Corp.	Uni-President Enterprises Corp.	The Company	"	183,698	99%	Closes its accounts 60 days after the end of each month	-	-	(30,616)	(99)	-	
Mister Dount Taiwan Co., Ltd.	Representatives of Duskin Co., Ltd.	An investee company of President Chain Store Corp. accounted for under the equity method	"	179,228	63%	Closes its accounts 30 days after the end of each month	-	-	-	-	-	

Purchases/sales company	Name of the counterparty	Relationship	Description of transaction			Description and reasons for difference in transaction terms compared to non-related party transactions				Note
			Purchases/sales	Amount	Percentage of net (sales) /purchases	Credit terms	Unit Price	Credit Period	Amount		Percentage of notes or accounts receivable (payable)
Tung Che Enterprises Corp.	Presicare Corp.	Subsidiary accounted for under the equity method	(Sales)	(\$ 151,556)	(36%)	Closes its accounts 60 days after the end of each month	\$ -	-	\$ 27,135	50
Rich Universe International Limited	Uni-President Enterprises Corp.	The Company	Purchases	347,779	8%	Two months	-	-	(43,262)	(94)
	Uni-Splendor Corp.	An investee company of UNI -HOME TECH CORP. accounted for under the equity method	(Sales)	(US 209,570)	(73%)	(Note 6)	-	-	US 2,826	100
	Grand-Prosper(HK) Ltd.	An investee company accounted for under the equity method	Purchases	US 44,986	18%	"	-	-	-	-
	Da Tong Ying Corp.	An investee company of UNI -HOME TECH CORP. accounted for under the equity method	(Sales)	(US 75,911)	(27%)	"	-	-	-	-
	Uni-President Enterprises Corp.	The Company	Purchases	US 170,470	69%	"	-	-	-	-
	Tung Ang Enterprises Corp.	An investee company of Kai Yu Investment Co., Ltd. accounted for under the equity method	"	US 15,713	14%	"	-	-	(US 1,189)	(28)
	Tung Yu Enterprises Corp.	The Company	"	317,883	39%	Two weeks after sales	-	-	(11,141)	(27)
	Tung Yi Enterprises Corp.	An investee company of Kai Yu Investment Co., Ltd. accounted for under the equity method	"	500,771	57%	15 days after shipping	-	-	(19,965)	(57)
	Tung-Bo Enterprises Corp.	The Company	"	347,826	0.96	Two weeks after sales	-	-	(70,065)	(96)
	Uni-President Enterprises Corp.	An investee company of Kai Yu Investment Co., Ltd. accounted for under the equity method	"	141,173	56%	12 days after purchases	-	-	(5,679)	(53)
	Tung Shen Enterprises Corp.	The Company	"	100,021	41%	Two months	-	-	(3,275)	(30)
	Union Chinese Enterprises Corp.	"	"	145,188	97%	"	-	-	(11,852)	(97)
	Lien Bo Enterprises Corp.	An investee company of Nantien International Corp. accounted for under the equity method	(Sales)	(354,138)	(62%)	Closes its accounts 60 days after the end of each month	-	-	21,422	38

Purchases/sales company	Name of the counterparty	Relationship	Description of transaction			Description and reasons for difference in transaction terms compared to non-related party transactions			Notes or accounts receivable (payable)		
			Purchases/sales	Amount	Percentage of net (sales) /purchases	Credit terms	Unit Price	Credit Period	Amount	Percentage of notes or accounts receivable (payable)	Note
President Logistics International Corp.	Retail Support International Corp.	Subsidiary accounted for under the equity method	(Sales)	(\$ 527, 118)	(37%)	Closes its accounts 20 days after the end of each month	\$ -	-	\$ 45, 626	28	-
	Uni-President Cold Chain Corp.	"	"	(491, 324)	(35%)	Closes its accounts 45 days after the end of each month	-	-	81, 375	51	-
	Wisdom Distribution Services Corp.	An investee company of President Chain Store Corp. accounted for under the equity method	"	(162, 824)	(12%)	Closes its accounts 20 days after the end of each month	-	-	14, 559	9	-
Lien Song Enterprises Corp.	Nanlian International Corp.	Subsidiary accounted for under the equity method	Purchases	206, 889	70%	12 days after purchases	-	-	(4, 848)	(49)	-
Qingdao President Feed & Livestock Co., Ltd.	San Tong Wan Fu (Qingdao) Food Industry Co., Ltd.	An investee company accounted for under the equity method	(Sales)	(RMB 44, 367)	(24%)	Closes its accounts 60 days after the end of each month	-	-	RMB 5, 820	73	-
Cayman Ton Yi Industrial Holdings Ltd.	Jiangsu Ton Yi Timplate Co., Ltd.	An investee company accounted for under the equity method	"	(US 102, 469)	(41%)	Closes its accounts 45 days after the end of each month	-	-	US 14, 325	62	-
	Fujian Ton Yi Timplate Co., Ltd.	"	"	(US 146, 331)	(58%)	"	-	-	US 8, 756	38	-
	Ton-Yi Industrial Corp.	Subsidiary accounted for under the equity method	Purchases	US 249, 649	100%	Closes its accounts 45 days after the end of each month	-	-	(US 23, 076)	(100)	-
Tovecan Corp.	"	"	"	US 3, 974	83%	(Note 4)	-	-	(US 63)	(100)	-
Uni-President (Thailand) Ltd.	Uni-President Marketing Ltd.	An investee company accounted for under the equity method	(Sales)	(THB 849, 399)	(82%)	Closes its accounts 60 days after the end of each month	-	-	THB 152, 380	91	-
Uni-President Marketing Ltd.	Uni-President (Thailand) Ltd.	An investee company accounted for under the equity method	Purchases	THB 849, 399	99%	"	-	-	(THB 153, 380)	(99)	-

Purchases/sales company	Description of transaction				Description and reasons for difference in transaction terms compared to non-related party transactions				Notes or accounts receivable (payable)	Percentage of net (sales) /purchases	Credit terms	Unit Price	Credit Period	Amount	Percentage of notes or accounts receivable (payable)	Note
	Name of the counterparty	Relationship	Purchases/sales	Amount	Purchases/sales	Amount	Unit Price	Credit Period									Amount	Percentage of notes or accounts receivable (payable)
Jiangsu Ton Yi Tinplate Co., Ltd.	Cayman Ton Yi Industrial Holdings Ltd.	An investor company of Jiangsu Ton Yi Tinplate Co., Ltd. Accounted for under the equity method	Purchases	US 102,469	91%	Closes its accounts 45 days after the end of each month	\$ -	-	(US 14,325)	86)	-					
	Fujian Ton Yi Tinplate Co., Ltd.	An investor company of Cayman Ton Yi Industrial Holdings Ltd. Accounted for under the equity method	"	US 4,834	4%	"	-	-	-	-	-					
	Wuxi Ton Yi Industrial Packing Co., Ltd.	"	(Sales)	(US 13,922)	(10%)	Closes its accounts 4 months after the end of each month	-	-	US 4,405	16	-					
Uni-President (Vietnam) Co., Ltd.	Uni-President Enterprises Corp.	The Company	"	(154,050)	(2%)	15~90 days	-	-	-	-	-					
Fujian Ton Yi Tinplate Co., Ltd.	Jiangsu Ton Yi Tinplate Co., Ltd.	An investee company of Cayman Ton Yi Industrial Holdings Ltd. accounted for under the equity method	Purchases	183,454	1%	30~90 days	-	-	-	-	-					
	Cayman Ton Yi Industrial Holdings Ltd.	An investee company of Fujian Ton Yi Tinplate Co., Ltd. accounted for under the equity method	(Sales)	(US 4,834)	(3%)	Closes its accounts 45 days after the end of each month	-	-	(US 8,756)	(62)	-					
PT ABC President Indonesia	PT Andaiam Prima Indonesia	An investee company accounted for under the equity method	(Sales)	(IDR64,245,576)	(16%)	50 days	-	-	IDR11,173,106	18	-					
	PT Everbright Battery Factory	An investee company of PT Andaiam accounted for under the equity method	"	(IDR96,544,424)	(24%)	"	-	-	IDR14,341,519	23	-					
Wuxi Ton Yi Industrial Packing Co., Ltd.	Jiangsu Ton Yi Tinplate Co., Ltd.	An investee company of Cayman Ton Yi Industrial Holdings Ltd. accounted for under the equity method	Purchases	US 13,922	97%	Closes its accounts 4 months after the end of each month	-	-	(US 4,405)	68	-					

Purchases/sales company	Name of the counterparty	Relationship	Description of transaction			Description and reasons for difference in transaction terms compared to non-related party transactions					
			Purchases/sales	Amount	Percentage of net (sales) /purchases	Credit terms	Unit Price	Credit Period	Amount	Percentage of notes or accounts receivable (payable)	Note
Wuhan President Enterprises Food Co., Ltd.	Nanchang President Enterprises Co., Ltd.	An investee company of President Enterprises (China) Investment Corp. accounted for under the equity method	(Sales)	(RMB) 35,612	(74%)	Closes its accounts 30 days after the end of each month	\$ -	-	RMB 3,409	56	-
	"	"	Purchases	RMB 38,869	57%	"	(Note 7)	-	(RMB) 1,900	(45)	-
	Shanghai E&P Trading Co., Ltd.	An investee company of Nanlien International Corp. accounted for under the equity method	"	RMB 28,229	38%	"	-	-	(RMB) 2,293	(70)	-
	Zhangjiagang President Nisshin Food Co., Ltd.	An investee company of Cayman President Holdings Ltd. accounted for under the equity method	"	RMB 35,448	48%	"	-	-	(RMB) 1,605	(49)	-
Nanchang President Enterprises Co., Ltd.	Wuhan President Enterprises Food Co., Ltd.	An investee company of President Enterprises (China) Investment Corp. accounted for under the equity method	(Sales)	(RMB) 38,869	(12%)	"	-	-	RMB 1,900	39	-
	"	"	Purchases	RMB 35,612	17%	"	-	-	(RMB) 3,409	(12)	-
	Fuzhou President Enterprises Co., Ltd.	"	(Sales)	(RMB) 70,494	(48%)	"	-	-	RMB 5,578	7	-
	Shanghai E&P Trading Co., Ltd.	An investee company of Nanlien International Corp. accounted for under the equity method	Purchases	RMB 64,085	6%	Closes its accounts 15 days after the end of each month	-	-	(RMB) 3,958	(4)	-
Fuzhou President Enterprises Co., Ltd.	Guangzhou President Enterprises Co., Ltd.	An investee company of President Enterprises (China) Investment Corp. accounted for under the equity method	"	RMB 70,494	26%	Closes its accounts 30 days after the end of each month	(Note 7)	-	(RMB) 5,578	(22)	-

Purchases/sales company	Name of the counterparty	Relationship	Description of transaction			Description and reasons for difference in transaction terms compared to non-related party transactions				Notes or accounts receivable (payable)	
			Purchases/sales	Amount	Percentage of net (sales) /purchases	Credit terms	Unit Price	Credit Period	Amount	Percentage of notes or accounts receivable (payable)	Note
Kunshan President Enterprises Food Co., Ltd.	Hefei President Enterprises Co., Ltd.	An investee company of Cayman President Holdings Ltd. accounted for under the equity method	(Sales) Purchases	RMB 30,763	(28%)	"	-	-	RMB 5,566	39	-
				RMB 140,125	43%	"	-	-	(RMB 10,805)	(11)	-
Shanghai E&P Trading Co., Ltd.		An investee company of Nanlun International Corp. accounted for under the equity method	"	RMB 89,432	28%	"	(Note 7)	-	(RMB 952)	(4)	-
	Zhangjiagang President Nisshin Food Co., Ltd.	An investee company of Cayman President Holdings Ltd. accounted for under the equity method	"	RMB 43,129	14%	"	-	-	(RMB 5,171)	(23)	-
Hefei President Enterprises Co., Ltd.	Chanchu President Packaging Co., Ltd.	An investee company of President Packaging (BYI) Corp. accounted for under the equity method	"	RMB 26,121	8%	"	-	-	(RMB 2,740)	-	-
			(Sales) Purchases	RMB 140,125	(26%)	"	-	-	RMB 10,805	45	-
Shanghai E&P Trading Co., Ltd.		An investee company of President Enterprises (China) Investment Corp. accounted for under the equity method	"	RMB 30,763	10%	"	-	-	(RMB 5,566)	(11)	-
			(Sales)	RMB 89,432	(25%)	"	-	-	RMB 952	8	-
Beijing President Enterprises Drinks & Food Co., Ltd.			"	RMB 64,085	(18%)	Closes its accounts 15 days after the end of each month	-	-	RMB 3,958	34	-
			"	RMB 31,056	(9%)	Closes its accounts 30 days after the end of each month	-	-	-	-	-
Zhengzhou President Enterprises Food Co., Ltd.			"	RMB 28,229	(8%)	"	-	-	RMB 2,293	20	-
			"	RMB 31,714	(9%)	Closes its accounts 15 days after the end of each month	-	-	RMB 207	2	-
Zhengzhou President Enterprises Food Co., Ltd.			"	RMB 79,450	(12%)	Closes its accounts 60 days after the end of each month	-	-	RMB 6,957	71	-
			Purchases	RMB 31,714	9%	Closes its accounts 15 days after the end of each month	-	-	(RMB 207)	(55)	-

Purchases/sales company	Name of the counterparty	Relationship	Description of transaction			Description and reasons for difference in transaction terms compared to non-related party transactions			Notes or accounts receivable (payable)	
			Purchases/sales	Amount	Percentage of net (sales) /purchases	Credit terms	Unit Price	Credit Period	Amount	Percentage of notes or accounts receivable (payable)
Beijing President Food Co., Ltd.	Zhengzhou President Enterprises Food Co., Ltd.	An investee company of President Enterprises (China) Investment Corp. accounted for under the equity method	Purchases	RMB 79,450	40%	Closes its accounts 60 days after the end of each month	\$ -	-	(RMB 6,957)	(27)
	Shenyang President Enterprises Co., Ltd.	"	"	RMB 51,064	26%	Closes its accounts 30 days after the end of each month	-	-	(RMB 4,405)	(17)
Beijing President Enterprises Drinks & Food Co., Ltd.	Shanghai E&P Trading Co., Ltd.	An investee company of Nanhien International Corp. accounted for under the equity method	"	RMB 31,056	8%	"	-	-	-	-
Shenyang President Enterprises Co., Ltd.	Beijing President Enterprises Food Co., Ltd.	An investee company of President Enterprises (China) Investment Corp. accounted for under the equity method	(Sales)	(RMB 51,064)	(14%)	"	-	-	RMB 4,405	19
	Harbin President Enterprises Co., Ltd.	"	"	(RMB 30,199)	(8%)	Closes its accounts 30 days after the end of each month	-	-	RMB 13,790	53
Harbin President Enterprises Co., Ltd.	Shenyang President Enterprises Co., Ltd.	"	Purchases	RMB 30,199	34%	"	-	-	(RMB 13,790)	(86)
Zhangjiagang President Nisshin Food Co., Ltd.	Kunshan President Enterprises Food Co., Ltd.	"	(Sales)	(RMB 43,129)	(16%)	"	-	-	RMB 5,171	18
	Wuhan President Enterprises Food Co., Ltd.	"	"	(RMB 35,448)	(18%)	"	-	-	RMB 1,605	6
Uni-Splendor Corp.	Rich Universe International Limited	An investee company of Ton Yu Investment Inc. accounted for under the equity method	Purchases	(US 44,986)	(10%)	(Note 6)	-	-	-	-
	Ever-Splendor Electrics (Shenzhen) Co., Ltd.	An investee company of Uni-Splendor Corp. accounted for under the equity method	(Sales)	(US 47,498)	(10%)	"	-	-	(US 2,826)	(24)
	Da Tung Ying Corp.	An investee company of Uni-Home Tech Corp. accounted for under the equity method	Purchases	(US 135,100)	31%	"	-	-	-	-
			"	(US 8,806)	2%	"	-	-	(US 3,234)	(27)

Purchases/sales company	Name of the counterparty	Relationship	Description of transaction			Description and reasons for difference in transaction terms compared to non-related party transactions			Percentage of net (sales) /purchases (27%)	Credit terms (Note 6)	Unit Price	Credit Period	Amount	Percentage of notes or accounts receivable (payable)	Note
			Purchases/sales (Sales)	Amount (\$)	Amount (€)	Amount (HK)	Amount	Notes or accounts receivable (payable)							
Da Tung Ying Corp.	Uni-Splendor Corp.	An investee company of Uni-Home Tech Corp. accounted for under the equity method		287,792								103,471	54	-	
Rich Universe International Limited	Rich Universe International Limited	An investee company of Tom Yu Investment Inc. accounted for under the equity method		514,435								44,778	23	-	
Grand-Prosper (HK) Ltd.	Rich Universe International Limited			(HKD)1,330,611								-	-	-	
	Uni-Splendor Technology (Huizhou) Corp.	An investee company of Grand -Prosper(HK) Corp. accounted for under the equity method	Purchases (Sales)	592,587								-	-	-	
			Purchases	592,587								901,002	100	-	
				(HKD)1,330,611								-	-	-	
Chaneshu President Packaging Co., Ltd.	Kunshan President Enterprises Food Co., Ltd.	An investee company of President Enterprises (China) Investment Corp. accounted for under the equity method	(Sales)	(RMB) 26,121					Closes its accounts 30 days after the end of each month			(RMB) 2,740	30	-	
Uni-Splendor Technology (Huizhou) Corp.	Grand-Prosper (HK) Ltd.	An investee company of Rich Universe International Limited accounted for under the equity method		(RMB)1,306,007					(Note 6)			-	-	-	
			Purchases	570,415								(RMB) 843,635	(90)	-	
Ever-Splendor Electrics (Shenzhen) Co., Ltd.	Uni-Splendor Corp.	An investee company of Uni-Home Tech Corp. accounted for under the equity method	(Sales)	(RMB)1,024,313								-	-	-	
			Purchases	359,349								-	-	-	

(Note 1) Please refer to Note 5 for the terms of purchases and sales transactions. The above terms are in accordance with the Company's regulations on credit management.

(Note 2) The purchase cost from Retail Support International Corp., Uni-President Cold Chain Corp. and Wisdom Distribution Service Corp. includes markup computed by negotiated rates according to types of goods.

(Note 3) The sales of Retail Support International Corp. and Uni-President Cold Chain Corp. includes markup computed by negotiated rates according to types of goods.

(Note 4) The average collection term for related parties is 24 days.

(Note 5) The company Closes its accounts at 10th of each month, and pays the Company with postdated checks due after 28 days.

(Note 6) The prices are decided by mutual agreements, while the terms of payments are flexible under the consideration of the Group's financial condition.

(Note 7) The purchase price it cost plus freight.

(8) Receivable from related parties exceeding \$100,000 or 20 percent of the capital stock (Units in thousands of currencies indicated):

The name of the Company	Name of the counterparty	Relationship	General ledger accounts		Overdue receivables			Allowance for doubtful accounts
			Accounts receivable	Amount	Turnover rate	Amount	Action adopted for overdue accounts		Subsequent collections
Uni-President Enterprises Corp.	Uni-President Cold Chain Corp.	Subsidiary accounted for under the equity method	\$ 836,048	\$ 836,048	8.11	\$ -	\$ 833,357	\$ -
	Tung Ang Enterprises Corp.	An investee company of Kai Yu Investment Co., Ltd. accounted for under the equity method	"	484,869	12.08	-	484,869	-
	Tun Hsiang Enterprises Corp.	An investee company of Nanlien International Corp. accounted for under the equity method	"	225,836	6.52	-	225,836	-
	Retail Support International Corp.	Subsidiary accounted for under the equity method	"	199,817	8.35	-	196,949	-
	Tung Shun Enterprises Corp.	An investee company of Nanlien International Corp. accounted for under the equity method	"	196,865	5.57	-	196,865	-
	President Chain Store Corp.	Subsidiary accounted for under the equity method	"	133,772	7.87	-	133,596	-
Cayman President Holdings Ltd.	Uni-President Southeast Asia Holdings Ltd.	An investee company accounted for under the equity method	"	9,270	-	-	-	-
President International Trade & Investment Corp.	Cayman President Holdings Ltd.	"	US 6,630	Long-term receivables	-	-	-	-
President International Development Corp.	Presitex Co., Ltd.	"	471,800	Other receivables	-	-	-	-
	President (BVI) International Holdings Ltd.	"	324,300	"	-	-	-	-
Ton-Yi Industrial Corp.	Cayman Ton Yi Industrial Holdings Ltd.	"	747,187	Accounts receivable	11.97	-	735,955	-
Uni-President Cold Chain Corp.	President Chain Store Corp.	Subsidiary accounted for under the equity method	"	1,174,557	10.00	-	1,174,557	-
Retail Support International Corp.	President Chain Store Corp.	An investee company of President Chain Store Corp. accounted for under the equity method	"	3,031,910	12.00	-	1,553,984	-
	President Drugstore Business Corp.	"	657,307	"	5.00	-	539,894	-

The name of the Company	Name of the counterparty	Relationship	Other receivables-related party			Overdue receivables			Allowance for doubtful accounts
			General ledger accounts	Amount	Turnover rate	Amount	Action adopted for overdue accounts	Subsequent collections	
President Pharmaceutical Corp.	Retail Support International Corp.	Subsidiary accounted for under the equity method	Accounts receivable	\$ 101,380	5.00	\$ -	\$ -	\$ -	
President Musashino Corp.	Uni-President Cold Chain Corp.	"	"	189,451	7.93	-	-	-	
Wisdom Distribution Services Corp.	President Chain Store Corp.	Subsidiary accounted for under the equity method	"	1,524,247	7.00	-	-	-	
Kai Yu (BVI) Investment Co., Ltd.	Cayman President Holdings Ltd. Uni-President Southeast Asia Holdings Ltd.	An investee company of Cayman President Holdings Ltd. accounted for under the equity method	Other receivables	US 20,000	-	-	-	-	
Tung Ang Enterprises Corp.	Tun Hsiang Enterprises Corp.	An investee company of Nanlien International Corp. accounted for under the equity method	Accounts receivable	233,188	5.12	-	-	-	
Lien Bo Enterprises Corp.	"	Subsidiary accounted for under the equity method	"	157,723	11.80	-	-	-	
Tun Hsiang Enterprises Corp.	Presicare Corp.	"	"	111,931	8.20	-	-	-	
Cayman Ton Yi Industrial Holdings Ltd.	Jiangsu Ton Yi Tinplate Co., Ltd.	An investee company accounted for under the equity method	Accounts receivable	US 14,325	7.20	-	US 14,325	-	
Meishan President Feed & Oil Co., Ltd.	Fujian Ton Yi Tinplate Co., Ltd. Chengdu Ton Yi Industrial Packaging Co., Ltd. Zhongshan President Enterprises Co., Ltd.	"	"	US 8,756	23.23	-	US 8,379	-	
Tianjiang President Enterprises Food Co., Ltd.	Sanshui Jianlibao Commerce Co., Ltd.	An investee company of Kai Nan (BVI) Investment Co., Ltd. accounted for under the equity method	Other receivables	US 7,000	-	-	-	-	
Uni-President (Thailand) Ltd.	Uni-President Marketing Ltd.	An investee company of Zhongshan President Enterprises Co., Ltd. accounted for under the equity method	"	RMB 30,000	-	-	RMB 24,000	-	
President Enterprises (China) Investment Co., Ltd.	Integrated Marketing & Distribution Co., Ltd.	An investee company accounted for under the equity method	Accounts receivable	TWD 152,380	6.81	-	-	-	
		"	Other receivables	RMB 23,200	-	-	-	-	

The name of the Company	Name of the counterparty	Relationship	Other receivables-related party			Overdue receivables			Allowance for doubtful accounts
			General ledger accounts	Amount	Turnover rate	Amount	Action adopted for overdue accounts	Subsequent collections	
Jiangsu Ton Yi Tinplate Co., Ltd.	Wuxi Ton Yi Industrial Packing Co., Ltd.	An investee company accounted for under the equity method	Accounts receivable	US 4,405	4.26	-	US 4,405	-	
Vision Distribution Service Corp.	Wisdom Distribution Services Corp.	"	"	131,495	5.00	-	131,495	-	
Kunshan President Enterprises Food Co., Ltd.	Hefei President Enterprises Co., Ltd.	An investee company of President Enterprises (China) Investment Corp. accounted for under the equity method	Other receivables	RMB 40,000	-	-	-	-	
Da Tong Ying Corp.	Uni-Splendor Corp.	An investee company of Uni-Home Tech Corp. accounted for under the equity method	Accounts receivable	103,471	3.47	-	70,834	-	
Uni-Splendor Corp.	Rich Universe International Limited	An investee company of Ton Yu Investment Inc. accounted for under the equity method	Long-term receivables	161,900	-	-	-	-	
Grand-Prosper (HK) Ltd.	Rich Universe International Limited Uni-Splendor Technology (Huizhou) Corp.	" An investee company of Grand-Prosper (HK) Corp. accounted for under the equity method	" Accounts receivable	US 2,100 HK 901,002	- 0.85	-	-	-	

9. Derivative financial instrument trans:

(1) For the Company's derivative financial instrument transactions, please refer to Note 10(4).

(2) The derivative financial instrument transactions of the subsidiaries :

(A) The related information of derivative financial instruments for hedging by the Company's subsidiaries as of December 31, 2007 are as follows :

Hedged item	Hedged instrument	Fair value		Period of gain (loss) recognized hedged in income statement
		December 31, 2007	Period of anticipated cash flow	
Bonds payable	Interest rate swap contract	(\$ 5,070)	June 2003~June 2008	2006~2008

(B) Additional disclosure information :

The Company's subsidiaries recognized a net loss of \$84 for twelve-month period ended December 31, 2007.

2. Related information on investee companies for the year ended December 31, 2007: (Units in thousands of currencies indicated)

Investors	Original investments				Holding status				Income (loss) recognized by the Company	Note	
	Name of investees	Address	Main Business	Ending balance of the current period	Ending balance of prior period	Shares (in thousands)	Percentage of ownership	Book value			Net income (loss) of the investee
Uni-President Enterprises Corp.	Cayman President Holdings Ltd.	Grand Cayman	Professional investment	\$ 5,072,955	\$ 5,088,491	156,136	100.00%	\$ 12,509,295	\$ 5,571,971	\$ 5,571,971	
	Kai Nan Investment Co., Ltd.	Tainan Hsien	"	3,793,014	3,513,014	379,301	"	3,024,798	(436,956)	(436,956)	"
	President International Trade & Investment Corp.	Trotola, British Virgin Islands	"	1,750,533	1,750,533	45,012	"	2,732,169	(19,180)	(19,180)	"
	Kat Yu Investment Co., Ltd.	Tainan Hsien	"	4,322,054	4,322,054	432,205	"	1,200,211	(132,333)	(133,564)	"
	President Global Corp.	Buena Park, CA, U.S.A.	Instant noodles and juice can importation	147,250	147,250	500	"	555,587	64,175	63,928	"
	Nanien International Corp.	Taipei City	Import and export business etc.	525,890	525,890	99,999	99.99%	950,566	33,168	33,130	"
	President International Development Corp.	"	Investment on manufacturing business	9,421,304	9,421,304	937,500	62.50%	12,562,845	1,983,173	1,239,483	"
	President Entertainment Corp.	Tainan Hsien	Entertainment business	1,250,717	1,250,717	98,885	61.80%	1,118,278	(15,135)	(9,354)	"
	President Musashino Corp.	Taipei Hsien	Fresh food	290,994	290,994	26,145	50.00%	306,769	20,440	10,202	"
	Ton-Yi Industrial Corp.	Tainan Hsien	Manufacturing of template	9,061,326	9,061,326	685,102	45.55%	8,143,070	1,382,135	600,172	"
	President Chain Store Corp.	Taipei City	Operation of supermarkets	5,493,775	5,385,985	415,490	45.40%	6,324,023	3,622,413	1,619,302	"
	President Fair Development Corp.	Tainan City	Shopping mall, Department store and trading	3,741,750	3,741,750	364,500	40.50%	3,278,777	(901,899)	(365,269)	"

Investors	Original investments				Holding status				Income (loss) recognized by the Company	Note	
	Name of investees	Address	Main Business	Ending balance of the current period	Ending balance of prior period	Shares (in thousands)	Percentage of ownership	Book value			Net income (loss) of the investee
Uni-President Enterprises Corp.	Eagle Cold Storage Enterprises Co., Ltd.	Taichung City	Storage equipment of refrigerating and freezing	\$ 534,324	\$ 534,324	40,887	34.23%	\$ 534,878	\$ 111,222	\$ 38,620	-
	Kuang Chuan Dairy Co., Ltd.	Taipei City	Manufacturing and sales of dairy products & soft drinks etc.	961,560	961,560	30,038	31.25%	1,199,651	12,782	61,897	-
Uni-President Enterprises Corp.	TTEF Union Corp.	Tainan Hsien	Soybean crushing	362,859	362,859	47,991	30.00%	774,957	514,257	149,985	-
	President Securities Corp.	Taipei City	Securities trading	2,141,370	2,141,370	312,585	26.56%	5,228,103	2,406,345	619,273	-
Uni-President Enterprises Corp.	Presicare Corp.	"	General merchandise	198,677	198,677	93,293	20.50%	1,918,857	1,290,390	264,337	-
	Zong Yee Industrial Co., Ltd.	Tainan Hsien	Manufacturing of battery	148,824	148,824	18,042	20.00%	313,962	5,488	1,098	-
Uni-President Enterprises Corp.	Sceno Pharm Taiwan Ltd.	Tainan Hsien	Biochemistry	732,140	732,140	69,794	12.67%	385,408	613,267	77,682	-
	Uni-President Dream Parks Corp., etc.	Tainan City, etc.	Sales of foods etc., advertising and travel consulting service etc.	7,023,730	6,399,721	433,996	12.67%	3,381,160	1,005,191	559,373	-
Cayman President Holdings Ltd.	Linkhope Int'l LLC	Delaware, USA	General investments	27,043	-	-	100.00%	29,588	6,549	-	-
	Uni-President Enterprises China Holdings Ltd.	Grand Cayman, Cayman Islands	Food investment	338,871	-	2,645,090	75.00%	511,563	56,000	-	Subsidiary
Uni-President Enterprises Corp.	Zhangjiagang President Nishin Food Co., Ltd.	Zhangjiagang Free Trade Zone, Jiangsu	Manufacturing and sales of fats, feed, flour	10,200	10,200	-	60.00%	11,791	408	-	-
	Queen Holdings (BVI) Ltd.	Tortola, British Virgin Island	General investments	12,067	12,067	5	45.40%	11,263	1,951	-	-
Uni-President Southeast Asia Holdings Ltd. etc.	Cargill President Holdings Pte Ltd.	Ocean Towers, Singapore	"	15,280	15,280	15,820	38.20%	21,934	14,710	-	-
	Uni-President Southeast Asia Holdings Ltd. etc.	Grand Cayman, Cayman Islands, etc.	General Investment etc.	67,567	62,337	63,170	10.00%	22,000	3,810	-	-
							~100.00%				

Investors	Original investments				Holding status				Income (loss) recognized by the Company	Note	
	Name of investees	Address	Main Business	Ending balance of the current period	Ending balance of prior period	Shares (in thousands)	Percentage of ownership	Book value			Net income (loss) of the investee
Kai Yu Investment Co., Ltd.	Kai Yu (BVI) Investment Co., Ltd.	Tortola, British Virgin Islands	Investment on manufacturing business, etc.	\$ 858,062	\$ 1,343,127	25,000	100.00%	\$ 539,371	\$ 79,577	-	-
Nanlien International Corp.	Tung Ang Enterprises Corp., etc.	Tainan Hsien, etc.	Manufacturing and sales of soft drinks etc.	1,182,980	1,827,980	62,318	1.67%	734,454	65,124	-	-
	Lien Bo Enterprises etc.	Taipei City, etc.	Sales of food etc.	1,324,111	1,328,885	110,222	20.00%	1,330,215	409,032	-	-
President International Development Corp.	President (BVI) International Investment Holdings Ltd.	Tortola, British Virgin Islands	Investment on manufacturing business	3,705,268	4,034,768	113,975	100.00%	12,881,661	3,154,517	-	-
	Ton Yu Investment Inc.	Taipei City	Professional investment etc.	1,481,100	1,280,000	152,000	✓	1,250,496	(298,165)	-	✓
President Life Sciences	President Life Sciences	✓	Manufacturing of chemical material and instrument	2,030,000	1,930,000	78,100	✓	581,323	(9,610)	-	✓
	President Fair Development Corp.	Tainan Hsien	Operation of shopping mall, department store, international trade etc.	4,041,750	4,041,750	364,500	40.50%	3,278,777	(901,899)	-	✓
Kang Na Hsiung Enterprises Co., Ltd.	President Entertainment	✓	Entertainment business	1,401,819	1,401,819	61,115	38.20%	691,197	(15,135)	-	✓
	Enterprises Co., Ltd.	✓	Manufacturing and sales of sanitary napkin, wipe, diaper	579,540	578,540	58,410	29.93%	807,276	162,315	-	-
Ton-Yi Industrial Corp.	Ton Shou Investment Inc., etc.	Taipei City, etc.	Professional investment etc.	2,031,741	1,941,741	138,277	6.02%	938,536	380,924	-	-
	Cayman Ton Yi Industrial Holdings Ltd.	Grand Caymen, Cayman Islands	Investment and trading	3,144,727	3,144,727	9,310	100.00%	2,208,868	499,666	-	-
Tovecan Corp.	Tovecan Corp.	Ho Chi Minh city, Vietnam	Manufacturing of can etc.	43,740	43,740	-	51.00%	64,666	6,644	-	✓

Investors	Original investments				Holding status				Income (loss) recognized by the Company	Note	
	Name of investees	Address	Main Business	Ending balance of the current period	Ending balance of prior period	Shares (in thousands)	Percentage of ownership	Book value			Net income (loss) of the investee
President Chain Store Corp.	President Chain Store (BVI) Holdings Ltd.	Trotola, British Virgin Islands	Professional investments	\$ 1,586,018	\$ 1,520,766	48,405	100.00%	\$ 1,049,506	\$ 20,367	-	-
	PSCS (China) Supermarket Limited	"	"	1,198,253	679,796	36,449	"	873,122	(153,668)	-	"
	Ren-Hui Investment Corp.	Taipei City	"	853,037	853,037	85,304	"	721,748	(137,810)	-	"
	President Drugstore Business Corp.	"	Sales of cosmetics and medicines	396,000	396,000	36,576	"	478,762	90,779	-	"
	President Pharmaceutical Corp.	Tainan Hsien	Wholesale of medicines and medical appliances	330,216	330,216	14,600	73.74%	348,987	54,786	-	"
	Mech-President Corp.	"	Operation of gas station and elevators	451,767	364,683	48,699	63.47%	371,452	(217,342)	-	"
	Uni-President Cold Chain Corp.	"	Distribution center	237,437	237,437	19,563	60.00%	340,996	146,720	-	"
	Muji (Taiwan) Co. Ltd., etc.	Taipei City, etc.	General merchandise etc.	3,634,250	3,125,986	260,707	20.00%	2,543,629	210,379	-	-
Uni-President Enterprises China Holdings Ltd.	Uni-President Asia Holdings Ltd.	Grand Cayman, Cayman Island	Professional investments	RMB 2,054,310	-	-	~100.00%	RMB 3,215,052	RMB 430,958	-	-
Uni-President Asia Holdings Ltd.	President Enterprises (China) Investment Co., Ltd.	Shanghai City	"	RMB 2,054,310	RMB 2,054,310	-	100.00%	RMB2,585,579	RMB 440,549	-	-
	Tong Ren Corp. Limited	Tainan Hsien	Manpower services	RMB 240	RMB 240	-	"	RMB 1,178	RMB 949	-	-
Uni-President Southeast Asia Holdings Ltd.	Uni-President (Vietnam) Co., Ltd.	Ho Chi Minh, City, Vietnam	Manufacturing and sales of fats, feed, flour	US 34,898	US 34,898	-	"	US 55,826	US 11,987	-	Subsidiary
	Uni-President (Thailand) Ltd., etc.	Bangkok, Thailand, etc.	Manufacturing and sales of instant noodles, soft drinks etc.	US 62,905	US 54,868	146,440	40.00%	US 7,610	(US 15,773)	-	-
							~100.00%				

Investors	Original investments				Holding status				Income (loss) recognized by the Company	Note
	Name of investees	Address	Main Business	Ending balance of the current period	Ending balance of prior period	Shares (in thousands)	Percentage of ownership	Book value			Net income (loss) of the investee
President International Investment Holdings Ltd	Uni-Home Tech Corp.	Trotola, British Virgin Islands	General investment	US 32,472	US 32,472	32,472	50.00%	US 43,409	(US 14,183)	\$ -
	President Energy Development (Cayman Island) Ltd.	Grand Cayman, Cayman Islands	Energy investments	US 16,231	US 15,834	16,117	40.29%	US 11,495	(US 505)	-
	OutLook Investment Pte Ltd.	Singapore	Professional investments	US 9,608	US 7,421	9,608	25.00%	US 11,597	US 6,213	-
China Technology Venture Company Limited	China Technology Venture Company Limited	Trotola, British Virgin Islands	Professional investments	US 1,170	US 20,148	2	20.27%	US 923	US 236	-
	Kunshan President Enterprises Food Co., Ltd.	Kunshan City, Jiangsu Province	Manufacturing and sales of instant noodles, soft drinks, dairy products, food	RMB 364,222	RMB 364,222	-	100.00%	RMB 538,653	RMB 128,422	- Subsidiary
Guangzhou President Enterprises Co., Ltd.	Guangzhou President Enterprises Co., Ltd.	Guangzhou City	"	RMB 397,300	RMB 397,300	-	"	RMB 398,870	RMB 63,120	- "
	Wuhan President Enterprises Food Co., Ltd.	Wuhan City	"	RMB 245,519	RMB 245,519	-	"	RMB 394,529	RMB 117,117	- "
Chengdu President Enterprises Food Co., Ltd.	Chengdu President Enterprises Food Co., Ltd.	Wenjiang Hsien, Sichuan Province	"	RMB 165,586	RMB 165,586	-	"	RMB 317,369	RMB 102,672	- "
	Zhengzhou President Enterprises Food Co., Ltd.	Zhengzhou City, Henan Province	"	RMB 99,350	RMB 99,350	-	"	RMB 185,532	RMB 82,505	- "
Beijing President Enterprises Drinks & Food Co., Ltd.	Beijing City	"	RMB 142,540	RMB 142,540	-	"	RMB 182,593	RMB 27,023	- "	

Investors	Original investments				Holding status				Income (loss) recognized by the Company	Note		
	Name of investees	Address	Main Business	Ending balance of the current period	Ending balance of prior period	Shares (in thousands)	Percentage of ownership	Book value			Net income (loss) of the investee	
Enterprises (China) Investment Co., Ltd.	Hefei President Enterprises Co., Ltd.	Hefei City, Anhui Province	Manufacturing and sales of instant noodles, soft drinks, dairy products, food	RMB 82,791	RMB 82,791	-	100.00%	RMB 124,062	RMB 29,434	\$ -	-	Subsidiary
	Fuzhou President Enterprises Co., Ltd.	Fuzhou City, Fujian Province	Manufacturing and sales of instant noodles, soft drinks	RMB 78,100	RMB 78,100	-	"	RMB 123,113	RMB 35,742	-	-	"
	Shenyang President Enterprises Co., Ltd.	Shenyang City	Manufacturing and sales of instant noodles, soft drinks, dairy products, food	RMB 164,746	RMB 164,746	-	"	RMB 103,047	RMB 2,133	-	-	"
Cayman Ton Yi Industrial Holdings Ltd.	Xinjiang President Enterprises Food Co., Ltd.	Urumqi City, Xinjiang Province	Manufacturing and sales of tomato products, instant noodles, soft drinks	RMB 128,304	RMB 128,304	-	"	RMB 71,229	RMB 14,929	-	-	"
	Jinniang Beverage (Beijing) Co., Ltd.	Beijing City	Manufacturing, processing and sales of food	RMB 300,000	RMB 300,000	-	50.00%	RMB 229,561	(RMB 79,709)	-	-	"
	Nanchang President Enterprises Co., Ltd., etc.	Nanchang City, Jiangxi Province, etc.	Manufacturing and sales of instant noodles, soft drinks, dairy products, food, etc.	RMB 383,203	RMB 689,024	-	40.00% ~100.00%	RMB 100,188	(RMB 39,342)	-	-	"
Cayman Ton Yi Industrial Holdings Ltd.	Cayman Fujian Ton Yi Industrial Holdings Ltd.	Grand Cayman, Cayman Islands	General investments	US 64,062	US 64,062	9	100.00%	US 86,793	US 9,607	-	-	Indirect owned subsidiary
	Cayman Jiangsu Ton Yi Holdings Ltd.	"	"	US 35,903	US 35,903	5	"	US 49,618	US 9,337	-	-	"
	Wuxi Ton Yi Industrial Packaging Co., Ltd.	Wuxi City, Jiangsu Province	Manufacturing of cans	US 7,720	US 7,720	-	"	US 12,275	US 485	-	-	"
Hong Kong Ton Yi Industrial Holdings Ltd., etc.	Hong Kong Ton Yi Industrial Holdings Ltd., etc.	Hong Kong, etc.	General Investment etc.	US 7,510	US 7,510	1	"	US 1,057	US 1,100	-	-	"

Investors	Original investments				Holding status				Income (loss) recognized by the Company	Note	
	Name of investees	Address	Main Business	Ending balance of the current period	Ending balance of prior period	Shares (in thousands)	Percentage of ownership	Book value			Net income (loss) of the investee
Cayman Fujian Ton Yi Industrial Holdings Ltd.	Fujian Ton Yi Tinplate Co., Ltd.	Longhai City, Fujian Province	Manufacturing of tinplates	US 55,755	US 55,755	-	86.80%	US 84,662	US 11,072	\$ -	Indirect owned subsidiary
Cayman Jiangsu Ton Yi Holdings Ltd.	Jiangsu Ton Yi Tinplate Co., Ltd.	Wuxi City, Jiangsu Province	"	US 31,217	US 31,217	-	82.86%	US 45,800	US 10,955	-	"
Tung Ho Development Corp., etc.	Gu-Hsiang Corp., etc.	Taipei City, etc.	Operation of tours etc.	8,940,593	6,539,483	586,668	-	5,545,553	5,956,468	-	-

(3) Disclosure of information on indirect investments in Mainland China

3. Disclosure of information on indirect investment in Mainland China (Units in thousands of currencies indicated)

(1) The basic information of investments in Mainland China as of December 31, 2007 are as follows:

Name of investee in Mainland China	Main Business	Capital	Investment method	Beginning investment balance from Taiwan	Investment Payment	Investment Amount Remittance	Ending investment balance from Taiwan	Percentage of ownership held by the Company (direct or indirect)	Investment gain (loss)	Investment balance as of December 31, 2007	Accumulated remittance
President Enterprises (China) Investment Co., Ltd.	Professional investments	US\$ 248,160	(Note 1)	US\$ -	US\$ -	US\$ -	US\$ -	75.00%	RMB\$ 330,412 (Note 3)	RMB\$ 1,939,184	-
Kunshan President Enterprises Food Co., Ltd.	Manufacturing and sales of instant noodles, soft drinks, dairy products, food	US 44,000	(Note 1)	US 40,000	US -	US -	US -	"	RMB 96,317 (Note 3)	RMB 403,975	-
Guangzhou President Enterprises Co., Ltd.	"	US 48,000	(Note 1)	US 48,000	US -	US -	US -	"	RMB 47,340 (Note 3)	RMB 299,152	-
Wuhan President Enterprises Food Co., Ltd.	"	US 29,600	(Note 1)	US 26,440	US -	US -	US -	"	RMB 87,838 (Note 3)	RMB 295,897	-
Chengdu President Enterprises Food Co., Ltd.	"	US 20,000	(Note 1)	US 20,000	US -	US -	US -	"	RMB 77,004 (Note 3)	RMB 238,027	-
Zhengzhou President Enterprises Food Co., Ltd.	"	US 12,000	(Note 1)	US -	US -	US -	US -	"	RMB 61,879 (Note 3)	RMB 139,149	-
Beijing President Enterprises Drinks & Food Co., Ltd.	"	US 17,500	(Note 1)	US -	US -	US -	US -	"	RMB 20,267 (Note 3)	RMB 136,945	-
Hebei President Enterprises Co., Ltd.	"	US 10,000	(Note 1)	US 10,000	US -	US -	US -	"	RMB 22,076 (Note 3)	RMB 93,047	-
Fuzhou President Enterprises Co., Ltd.	Manufacturing and sales of instant noodles, soft drinks, mineral water	US 10,000	(Note 1)	US -	US -	US -	US -	"	RMB 26,807 (Note 3)	RMB 92,355	-

Name of investee in Mainland China	Main Business	Capital	Investment method	Beginning investment balance from Taiwan	Investment Amount		Ending investment balance from Taiwan	Percentage of ownership held by the Company (direct or indirect)	Investment gain (loss)	Investment balance	
					Payment	Remittance				as of December 31, 2007	Accumulated remittance
Shenyang President Enterprises Co., Ltd.	Manufacturing and sales of instant noodles, soft drinks, dairy products, food	US\$ 19,900	(Note 1)	US\$ 15,000	US\$ --	US\$ --	15,000	"	RMB\$ 1,600 (Note 3)(Note 7)	RMB\$ 77,285	-
Nanchang President Enterprises Co., Ltd.	"	US 12,000	(Note 1)	US --	US --	US --	--	75.00%	RMB 17,951 (Note 3)(Note 7)	RMB 94,522	-
Kunming President Enterprises Food Co., Ltd.	"	US 10,000	(Note 1)	US --	US --	US --	--	"	RMB 17 (Note 3)(Note 7)	RMB 56,883	-
Xinjiang President Enterprises Food Co., Ltd.	Manufacturing and sales of Tomato products, soft drinks, instant noodles	US 15,500	(Note 1)	US 13,077	US --	US --	13,077	"	RMB 11,197 (Note 3)(Note 7)	RMB 53,422	-
Beijing President Food Co., Ltd.	Manufacturing and sales of instant noodles	US 18,400	(Note 1)	US 3,828	US --	US --	3,828	"	(RMB 12,319) (Note 3)(Note 7)	RMB 12,681	-
Guangzhou President Heathly Food Technology Co., Ltd	Manufacturing and sales of juice, soft drinks	US 3,500	(Note 1)	US --	US --	US --	--	"	(RMB 2,459) (Note 3)(Note 7)	RMB 12,523	-
Harbin President Enterprises Co., Ltd.	Manufacturing and sales of instant noodles, soft drinks, dairy products, food	US 15,000	(Note 1)	US 15,000	US --	US --	15,000	"	(RMB 10,537) (Note 3)(Note 7)	(RMB 3,796)	-

Name of investee in Mainland China	Main Business	Capital	Investment method	Beginning investment balance from Taiwan	Investment Amount		Ending investment balance from Taiwan	Percentage of ownership held by the Company (direct or indirect)	Investment gain (loss)	Investment balance as of December		Accumulated remittance
					Payment	Remittance				31, 2007	31, 2007	
President (Shanghai) Trading Co., Ltd.	Sales of flour, fats, feed	US\$ 600	(Note 1)	US\$ -	US\$ -	US\$ -	US\$ -	0	(RMB\$ 20,739) (Note 3)(Note 7)	(RMB\$ 24,516)	-	
Jinmaliang Beverage (Beijing) Co., Ltd.	Manufacturing, processing and sales of food	RMB 600,000	(Note 1)	US -	US -	US -	US -	37.50%	(RMB 29,891) (Note 3)(Note 7)	RMB 172,171	-	
Beijing President Krim Beverage Corporation	Manufacturing and sales of soft drinks	US 3,000	(Note 1)	US -	US -	US -	US -	0	(RMB 710) (Note 3)(Note 7)	RMB 4,365	-	
Kunshan Sanwa Food Industry Co., Ltd.	Flavoring	US 1,200	(Note 1)	US 180	US -	US -	US -	11.25%	- (Note 7)	RMB 550	-	
Shanghai President International Food Co., Ltd.	Sales of biscuits, food	US 21,400	(Note 1)	US 13,000	US -	US -	US -	100.00%	(US 271) (Note 2)	US 1,467	-	
Guangzhou Wang Sheng Industrial Co., Ltd.	Manufacturing, processing and sales of food	RMB 22,000	(Note 1)	US -	US -	US -	US -	75.00%	RMB 80 (Note 3)	RMB 7,455	-	
Integrated Marketing & Distribution Co., Ltd.	Sales and packaging of food, ironware, office supplies etc.	RMB 2,000	(Note 1)	US -	US -	US -	US -	75.00%	(RMB 10,885) (Note 3)	(RMB 14,189)	-	
Zhongshan President Enterprises Co., Ltd.	Manufacturing and sales of marine products, livestock, pet products	US 12,000	(Note 1)	US 12,000	US -	US -	US -	100.00%	(US 2,394) (Note 2)	US 4,005	-	
Meishan President Feed & Oil Co., Ltd.	Animal feeds, vegetable oil	US 10,000	(Note 1)	US 9,400	US -	US -	US -	0	(US 740) (Note 2)	US 1,595	-	
Tianjiang President Enterprises Food Co., Ltd.	Manufacturing and sales of flour, instant noodles, etc.	US 15,210	(Note 1)	US 13,207.4	US -	US -	US -	0	US 577 (Note 2)	US 4,567	-	

Name of investee in Mainland China	Main Business	Capital	Investment method	Beginning investment balance from Taiwan	Investment Amount		Ending investment balance from Taiwan	Percentage of ownership held by the Company (direct or indirect)	Investment gain (loss)	Investment balance	
					Payment	Remittance				as of December 31, 2007	Accumulated remittance
		RMB\$106,000	(Note 1)	US\$	US\$	US\$	US\$	99.91%	(RMB\$ 36,086) (Note 2)	RMB\$	4,375
Sanshui Jianlibao Commerce Co., Ltd	Sale of soft drinks		(Note 1)	US\$	US\$	US\$	US\$	99.91%	(RMB\$ 36,086) (Note 2)	RMB\$	4,375
Guangzhou Yanchu Trading Co., Ltd (Note 8)	Wholesale and retail business	RMB 1,000	(Note 1)	US	US	US	US	90.00%	-	-	-
Qingdao President Feed & Livestock Co., Ltd.	Manufacturing and sales of marine products, livestock, pet foods	US 15,000	(Note 1)	US	US	US	US	80.00%	(US 23) (Note 2)	US	10,639
Zhangjiagang President Nisshin Food Co., Ltd.	Manufacturing and sales of fats, feed, flour	US 17,000	(Note 1)	US	US	US	US	60.00%	US 245 (Note 2)	US	11,791
Cargill-President (Donguan) Feed Protein Technology Co., Ltd.	Manufacturing and sales of animal feeds	US 40,000	(Note 1)	US	US	US	US	50.00%	US 9,290 (Note 3)	US	24,402
President Fuche (Qingbo) Co., Ltd.	Manufacturing and processing of eggs	US 1,500	(Note 1)	US	US	US	US	-	(RMB 286) (Note 2)	-	-
Tianjin Fuye Commercial Co., Ltd.	Manufacturing and sales of hypermarket	US 12,000	(Note 1)	US	US	US	US	45.00%	US 598 (Note 3)	US	6,250
San Tong Wan Fu (Qingbo) Food Industry Co., Ltd.	Manufacturing and sales of feed, breed stock and poultry	US 12,000	(Note 1)	US	US	US	US	30.00%	RMB 6,178 (Note 2)	RMB	35,161
Ningbo Malting Co., Ltd. (Note 9)	Manufacturing and sales of malt	US 26,000	(Note 1)	US	US	US	US	20.00%	RMB 3,403 (Note 3)	RMB	-
Guangzhou Jiaguang Supermarket Co., Ltd.	Warehouse & wholesale	US 12,000	(Note 1)	US	US	US	US	20.00%	RMB 3,514 (Note 3)	RMB	10,520
Chongqing Carrefour Commercial Co., Ltd.	Warehouse & wholesale	US 29,280	(Note 1)	US	US	US	US	10.00%	-	US	2,971

(2) The ceiling amount of investment in Mainland China

	Accumulated investment balance from Taiwan to Mainland China	Amount approved by MOEA	Ceiling amount of investment in Mainland China by MOEA
\$	10,050,608 (Note 4)	\$ 10,133,757 (Note 5)	\$ 14,146,340 (Note 6)
(US\$)	309,439.9 (US\$)	311,999.9	

(Amount : in thousand US dollars & NT dollars)

(Note 1) Indirect investment in PRC through existing companies located in the third area.

(Note 2) The financial statements are audited by the CPA of parent company in Taiwan.

(Note 3) The financial statements are audited by international accounting offices affiliated with local auditor with the accounting offices in Republic of China.

(Note 4) Calculated at exchange rate of \$32.48 (US dollars to NT dollars). If calculated at exchange rate when approved by MOEA, the amount is \$8,794,950.

(Note 5) Calculated at exchange rate of \$32.48 (US dollars to NT dollars). If calculated at exchange rate when approved by MOEA, the amount is \$8,878,570.

(Note 6) If the net capital is over 10 billion; the first 5 billion counted by 4%, over 5 billion and less than 10 billion counted by 20%; therefore, the over all ceiling is the combination of these three amounts.

(Note 7) An investee company of President Enterprises (China) Investment Corp. accounted for under the equity method.

(Note 8) The Company was liquidated in March 2007.

(Note 9) The investee was sold in June 2007.

(3) The transactions across third region company with the investees in Mainland China:

(a) Purchase: None.

(b) Sales: None.

(c) Accounts receivable: None.

(d) Accounts payable: None.

(e) Endorsement, guarantee and security:

<u>Name of endorsee</u>	<u>December 31, 2007</u>	<u>Purpose of guarantee</u>
Zhongshan President Enterprises Co., Ltd.	<u>\$ 306,567</u>	Loan

(f) Other events having significant effects on the operating results and financial condition: None.

12. Financial information disclosures for industry segments

(1) Segment information

(a) Information about the Company's operations in different industries in 2007 and 2006.

	2007			Consolidated
	Feeds	Foods	Adjustment and Elimination	
Sales to unaffiliated customers	\$16,596,943	\$30,970,110	\$ -	\$47,567,053
Intersegment sales	<u>3,224,053</u>	<u>245,215</u>	<u>(3,469,268)</u>	-
Total revenues	<u>\$19,820,996</u>	<u>\$31,215,325</u>	<u>(\$ 3,469,268)</u>	<u>\$47,567,053</u>
Operating profit	<u>\$ 596,846</u>	<u>\$ 2,603,471</u>	<u>\$ -</u>	\$ 3,200,317
Equity in net income of Subsidiaries				8,827,384
Interest expenses				(612,262)
General corporate revenues				623,122
General corporate expenses				(1,017,039)
Consolidated income from continuing operations before income tax				<u>\$11,021,522</u>
Identifiable assets	<u>\$ 4,450,835</u>	<u>\$12,672,380</u>	<u>\$ -</u>	<u>\$17,123,215</u>
Long-term investments by equity				66,462,656
Corporate assets				<u>11,762,188</u>
Total assets				<u>\$95,348,059</u>
Depreciation expense	<u>\$ 73,675</u>	<u>\$ 1,127,291</u>		<u>\$ 1,200,966</u>
Amortization expense	<u>\$ 7,474</u>	<u>\$ 36,696</u>		<u>\$ 44,170</u>
Capital expenditure	<u>\$ 49,410</u>	<u>\$ 385,871</u>		<u>\$ 435,281</u>

2006

	<u>Feeds</u>	<u>Foods</u>	<u>Adjustment and Elimination</u>	<u>Consolidated</u>
Sales to unaffiliated customers	\$15,463,565	\$29,282,794	\$ -	\$44,746,359
Intersegment sales	<u>2,332,659</u>	<u>220,636</u>	<u>(2,553,295)</u>	<u>-</u>
Total revenues	<u>\$17,796,224</u>	<u>\$29,503,430</u>	<u>(\$ 2,553,295)</u>	<u>\$44,746,359</u>
Operating profit	<u>\$ 547,987</u>	<u>\$ 2,942,164</u>	<u>\$ -</u>	<u>\$ 3,490,151</u>
Equity in net income of				
Subsidiaries				1,654,499
Interest expenses				(569,985)
General corporate revenues				439,474
General corporate expenses				(1,274,864)
Consolidated income from continuing operations before income tax				<u>\$ 3,739,275</u>
Identifiable assets	<u>\$ 4,003,947</u>	<u>\$12,909,076</u>	<u>\$ -</u>	<u>\$16,913,023</u>
Long-term investments by equity				51,283,719
Corporate assets				<u>12,617,430</u>
Total assets				<u>\$80,814,172</u>
Depreciation expense	<u>\$ 68,020</u>	<u>\$ 1,231,151</u>		<u>\$ 1,299,171</u>
Amortization expense	<u>\$ 6,344</u>	<u>\$ 42,221</u>		<u>\$ 48,565</u>
Capital expenditure	<u>\$ 96,330</u>	<u>\$ 866,273</u>		<u>\$ 962,603</u>

- (b) The revenue of an industry segment includes revenue both from sales to unaffiliated customers (including sales, other operating revenue, rent revenue, gain on disposal of segment and other income), intersegment sales and revenue from broadcasting, except for the investment income.
- (c) Operating profit or loss of industry segment is its department segment revenues minus segment costs and expenses, which was generated in relation to the segment revenues except interest expense. The Company accounts for the intersegment purchases and intersegment sales in the same way as the revenue from broadcasting.
- (d) The identified assets of an industry segment are those tangible and intangible enterprise assets that are used by the industry segment, but the following items are not included:
- (i) Assets not used by industry segment.
 - (ii) Long-term investments.
- (2) Financial Information on Geographic Areas: No foreign operation.
- (3) Information on Export
Export sales of the Company for 2007 and 2006, constituted less than 10% of the total revenues of 2007 and 2006.
- (4) Information on Significant Customers:
In 2007 and 2006 customers constituted more than 10% of the Company's total revenue of 2007 and 2006 respectively were as follows:

<u>Name of customers</u>	<u>2007</u>		<u>2006</u>	
	<u>Amount</u>	<u>Percentage of net operating revenues</u>	<u>Amount</u>	<u>Percentage of net operating revenues</u>
A Corp.	\$ 6,629,347	14	\$ 6,586,839	15
B Corp.	6,056,123	13	5,901,237	14
	<u>\$ 12,685,470</u>	<u>27</u>	<u>\$ 12,488,076</u>	<u>29</u>

UNI-PRESIDENT ENTERPRISES CORP.

CONSOLIDATED FINANCIAL STATEMENTS

AND REPORT OF INDEPENDENT ACCOUNTANTS

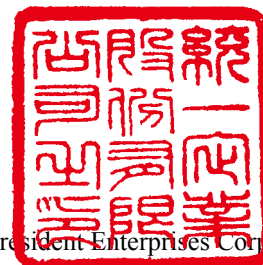
DECEMBER 31, 2007 AND 2006

For the convenience of readers and for information purpose only, the auditors' report and the accompanying financial statements have been translated into English from the original Chinese version prepared and used in the Republic of China. In the event of any discrepancy between the English version and the original Chinese version or any differences in the interpretation of the two versions, the Chinese-language auditors' report and financial statements shall prevail.

REPRESENTATION LETTER

The entities included in the combined financial statements of Uni-President Enterprises Corp. as of and for the year ended December 31, 2007, which were prepared in conformity with the Criteria Governing the Preparation of Affiliation Reports, Consolidated Business Reports and Consolidated Financial Statements of Affiliated Enterprises, are the same as the entities included in the consolidated financial statements prepared in conformity with the revised R.O.C. Statement of Financial Accounting Standards No. 7 "Consolidated Financial Statements". In addition, the information needed to be disclosed in the combined financial statements is included in the consolidated financial statements. Thus, Uni-President Enterprises Corp. and Subsidiaries did not prepare a separate set of combined financial statements.

Very truly yours,



Uni-President Enterprises Corp.
By Chin-Yen Kao Chairman
April 16, 2008



REPORT OF INDEPENDENT ACCOUNTANTS TRANSLATED FROM CHINESE

To the Board of Directors and Stockholders of Uni-President Enterprises Corp.

We have audited the accompanying consolidated balance sheets of Uni-President Enterprises Corp. and subsidiaries as of December 31, 2007 and 2006, and the related consolidated statements of income, of changes in stockholders' equity and of cash flows for the years then ended. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audits. We did not audit the 2007 and 2006 financial statements of five and four consolidated subsidiaries such as President Global Corp., respectively, which statements reflect total assets consisting 15% and 13% of consolidated total assets as of December 31, 2007 and 2006, respectively, and total sales constituting 10% and 9% of consolidated total sales for the years then ended, respectively. In addition, we also did not audit the financial statements of certain investee companies accounted for under the equity method. These long-term investments amounted to \$12,088,242,000 and \$12,295,066,000 as of December 31, 2007 and 2006, respectively, and the related net investment income amounted to \$627,123,000 and \$986,656,000 for the years then ended, respectively. Those statements were audited by other auditors whose reports thereon have been furnished to us, and our opinion expressed herein, insofar as it relates to the amounts included in the financial statements and information disclosed in Note 11 relative to these consolidated subsidiaries and certain investee companies accounted for under the equity method, is based solely on the reports of the other auditors.

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

In our opinion, based on our audits and the reports of the other auditors, the consolidated financial statements referred to above present fairly, in all material respects, the financial position of Uni-President Enterprises Corp. and subsidiaries as of December 31, 2007 and 2006, and the results of their operations and their cash flows for the years then ended in conformity with the "Rules Governing the Preparation of Financial Statements by Securities Issuers", "Business Entity Accounting Law", "Regulation on Business Entity Accounting Handling" and generally accepted accounting principles in the Republic of China

As described in Notes 3(1) and 4(10), effective January 1, 2006, the Company and its subsidiaries adopted the amended R.O.C. SFAS No. 1, No. 5, No. 7, No. 25 and No. 35 which discontinued the amortization of goodwill. As a result of the adoption of these amended standards, the consolidated net income before income tax and earnings per share increased by \$1,165,928,000 and \$0.35, respectively, for the year then ended December 31, 2006.

As described in Note 3(2), effective January 1, 2006, the Company and its subsidiaries adopted R.O.C. SFAS No. 34 "Accounting for Financial Instruments", and SFAS No. 36, "Disclosure and Presentation of Financial Instruments". As a result of these changes in accounting principles, the consolidated stockholders' equity increased by \$1,514,189,000, the consolidated net income increased by \$301,343,000 and earnings per share increased by \$0.09 for the year ended December 31, 2006.

PricewaterhouseCoopers
Tainan, Taiwan
Republic of China
April 16, 2008



The accompanying consolidated financial statements are not intended to present the financial position and results of operations and cash flows in accordance with accounting principles generally accepted in countries and jurisdictions other than the Republic of China. The standards, procedures and practices in the Republic of China governing the audit of such financial statements may differ from those generally accepted in countries and jurisdictions other than the Republic of China. Accordingly, the accompanying consolidated financial statements and report of independent accountants are not intended for use by those who are not informed about the accounting principles or auditing standards generally accepted in the Republic of China, and their applications in practice.

As the financial statements are the responsibility of the management, PricewaterhouseCoopers cannot accept any liability for the use of, or reliance on, the English translation or for any errors or misunderstandings that may derive from the translation.

UNI-PRESIDENT ENTERPRISES CORP. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
DECEMBER 31
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS)

	2007	2006
ASSETS		
Current Assets		
Cash and cash equivalents (Note 4(1))	\$ 30,163,514	\$ 13,465,250
Financial assets at fair value through profit or loss - current (Notes 3(2), 4(2) and 6)	10,759,790	7,968,350
Available-for-sale financial assets - current (Notes 3(2) and 4(3))	32,685	-
Notes receivable, net (Notes 4(4) and 5)	3,498,755	1,965,780
Accounts receivable, net (Note 4(5))	9,221,469	10,369,531
Accounts receivable, net - related parties (Note 5)	1,092,202	1,014,519
Other receivables (Notes 4(6)(27) and 5)	5,010,091	7,141,620
Other financial assets - current (Note 6)	59,231	69,729
Inventories, net (Notes 4(7)(11) and 6)	25,354,491	22,146,878
Prepayments	7,328,538	7,641,460
Deferred income tax assets - current (Note 4(27))	665,048	637,204
Other current assets (Note 7)	568,219	316,437
Total current assets	<u>93,754,033</u>	<u>72,736,758</u>
Funds and Investments		
Available-for-sale financial assets - non-current (Notes 3(2), 4(3) and 6)	9,294,493	3,414,519
Financial assets carried at cost - non-current (Notes 3(2), 4(8)(16) and 6)	16,407,197	18,769,608
Investments in bonds without active markets - non-current (Notes 3(2) and 4(9))	45,000	45,000
Long-term equity investments accounted for under the equity method (Notes 3(1),4(10), 5 and 6)	23,981,182	22,432,658
Investments in real estate	3,935	-
Total funds and investments	<u>49,731,807</u>	<u>44,661,785</u>
Other financial assets - non-current (Note 6)	56,170	116,121
Property, Plant and Equipment, Net (Notes 4(11)(16), 5 and 6)		
Cost		
Land	10,058,639	10,431,155
Buildings	33,472,954	23,367,168
Machinery and equipment	65,630,058	63,224,421
Piping infrastructure and electricity generation equipment	4,789,965	1,407,431
Transportation equipment	6,280,742	3,120,385
Office equipment	4,804,991	3,817,234
Leased assets	1,083,396	873,184
Leasehold improvements	8,126,301	6,774,282
Other equipment	26,208,904	25,633,732
Revaluation increments	5,191,588	4,049,001
Cost and revaluation increments	165,647,538	142,697,993
Less: Accumulated depreciation	(67,132,913)	(58,970,714)
Accumulated impairment	(279,851)	(165,018)
Construction in progress and prepayments for equipment	4,544,895	15,575,511
Total property, plant and equipment, net	<u>102,779,669</u>	<u>99,137,772</u>
Intangible Assets		
Deferred pension costs (Note 4(21))	274,912	374,780
Other intangible assets (Notes 3(3), 4(12)(16) and 6)	4,300,604	3,861,599
Total intangible assets	<u>4,575,516</u>	<u>4,236,379</u>
Other Assets		
Assets leased to others (Notes 4(11)(13)(16) and 6)	6,735,104	7,278,474
Idle assets (Notes 4(11)(14)(16) and 6)	1,394,365	1,747,000
Refundable deposits (Notes 6 and 7)	2,323,475	2,262,606
Deferred expenses (Note 4(15))	1,129,647	1,461,677
Long-term notes, accounts and overdue receivables	29,358	64,096
Long-term notes, accounts and overdue receivables - related parties (Note 5)	33,375	266,861
Deferred income tax assets - non-current (Note 4(27))	11,762	-
Other assets - other (Notes 4(11) and 6)	3,673,611	3,557,432
Total other assets	<u>15,330,697</u>	<u>16,638,146</u>
TOTAL ASSETS	<u>\$ 266,227,892</u>	<u>\$ 237,526,961</u>

(Continued)

UNI-PRESIDENT ENTERPRISES CORP. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS (CONTINUED)
DECEMBER 31
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS)

	2007	2006
LIABILITIES AND STOCKHOLDERS' EQUITY		
Current Liabilities		
Short-term loans (Notes 4(17) and 6)	\$ 24,116,093	\$ 35,123,691
Notes and bills payable (Notes 4(18) and 6)	10,010,639	12,142,278
Derivative financial liabilities for hedging - current (Notes 3(2) and 10(4))	43,381	2,303
Notes payable	2,013,796	3,178,094
Accounts payable (Note 5)	16,967,667	15,795,538
Income tax payable (Note 4(27))	1,353,134	1,369,412
Accrued expenses (Note 5)	9,364,975	9,332,826
Other payables (Note 5)	10,956,798	6,578,465
Receipts in advance	3,028,275	2,735,093
Long-term liabilities - current portion (Notes 4(19)(20)(22) and 6)	12,008,753	7,976,146
Capital lease payables - current (Note 4(11))	20,532	18,585
Other current liabilities	555,339	636,910
Total current liabilities	90,439,382	94,889,341
Long-term Liabilities		
Derivative financial liabilities for hedging - non-current (Notes 3(2) and 10(4))	27,740	144,248
Bonds payable (Note 4(19))	8,144,387	8,280,000
Long-term loans (Notes 4(20) and 6)	57,670,387	49,817,830
Long-term notes payable	486,134	645,111
Capital lease payables - non-current (Note 4(11))	92,883	113,415
Long-term notes, accounts and overdue payable - related parties (Note 5)	113,888	35,029
Total long-term liabilities	66,535,419	59,035,633
Reserve		
Land value incremental reserve (Note 4(11))	1,773,357	1,773,357
Other Liabilities		
Accrued pension liabilities (Note 4(21))	2,522,480	2,697,925
Guarantee deposits received	3,764,435	3,732,153
Deferred income tax liabilities - non-current (Note 4(27))	-	102,654
Other liabilities - other (Note 4(22))	2,118,385	1,492,850
Total other liabilities	8,405,300	8,025,582
Total liabilities	167,153,458	163,723,913
Stockholders' Equity		
Capital		
Common stock (Notes 1 and 4(23))	35,553,733	33,541,258
Capital Reserves (Notes 4(19)(24))		
Capital reserve from donated assets	458	288
Capital reserve from long-term investments	4,842,819	359,419
Capital reserve from stock warrants	523,481	-
Retained Earnings (Notes 4(23)(25))		
Legal reserve	5,810,436	5,449,728
Special reserve	-	1,229,967
Undistributed earnings	11,163,062	3,687,421
Other Adjustments to Stockholders' Equity		
Asset revaluations (Note 4(11))	1,790,150	1,790,351
Unrealized gain or loss on financial instruments (Notes 3(2), 4(3)(10), 10(1)(4))	4,078,991	1,428,784
Cumulative translation adjustments	556,223	97,228
Unrecognized pension cost (Note 4(21))	(1,087,655)	(955,791)
Total parent company's equity	63,231,698	46,628,653
Minority interest	35,842,736	27,174,395
Total stockholders' equity	99,074,434	73,803,048
Contingent Liabilities and Commitments (Notes 5 and 7)		
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	\$ 266,227,892	\$ 237,526,961

The accompanying notes are an integral part of these consolidated financial statements.
See report of independent accountants dated April 16, 2008.

UNI-PRESIDENT ENTERPRISES CORP. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF INCOME
FOR THE YEARS ENDED DECEMBER 31
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS, EXCEPT FOR EARNINGS PER SHARE DATA)

	2007		2006	
Operating Revenues (Note 5)				
Sales	\$ 289,555,529	\$	256,171,716	
Sales returns	(962,863)	(	1,202,266)
Sales discounts	(9,203,385)	(	6,166,363)
Net Sales	279,389,281		248,803,087	
Other operating revenues	9,203,102		8,863,442	
Net Operating Revenues	288,592,383		257,666,529	
Operating Costs (Notes 4(26) and 5)				
Cost of goods sold	(207,089,246)	(	186,089,856)
Other operating costs	(2,765,404)	(	2,838,653)
Net Operating Costs	(209,854,650)	(	188,928,509)
Gross Profit	78,737,733		68,738,020	
Operating Expenses (Notes 4(26) and 5)				
Sales and marketing expenses	(53,120,883)	(	48,250,309)
General and administrative expenses	(14,232,040)	(	12,414,973)
Research and development expenses	(481,301)	(	500,109)
Total Operating Expenses	(67,834,224)	(	61,165,391)
Operating Income	10,903,509		7,572,629	
Non-operating Income and Gains				
Interest income (Note 5)	508,178		274,268	
Investment income accounted for under the equity method (Notes 3(1) and 4(10))	2,743,690		1,340,420	
Dividend income	285,506		439,287	
Gain on disposal of property, plant and equipment	93,674		4,027	
Gain on disposal of investments (Note 4(2))	8,970,351		1,340,614	
Foreign exchange gain, net	540,325		432,952	
Rental income (Note 4(13))	255,308		392,174	
Reversal of allowance for inventory obsolescence and market price decline	15,097		617,472	
Other non-operating income (Note 5)	1,605,652		1,966,575	
Total Non-operating Income and Gains	15,017,781		6,807,789	
Non-operating Expenses and Losses				
Interest expense (Notes 4(11), 5 and 10(3))	(4,642,162)	(	3,901,357)
Loss on valuation of financial assets (Notes 3(2) and 4(2))	(35,366)	(	43,890)
Loss on disposal of property, plant and equipment	(203,918)	(	214,903)
Impairment loss (Notes 4(8)(11)(12)(13)(14)(16))	(2,115,476)	(	454,322)
Other non-operating losses (Note 5)	(1,447,485)	(	1,404,489)
Total Non-operating Expenses and Losses	(8,444,407)	(	6,018,961)
Income before Income Tax	17,476,883		8,361,457	
Income Tax Expense (Note 4(27))	(2,439,215)	(	2,428,252)
Income before Cumulative Effect of Changes in Accounting Principles	15,037,668		5,933,205	
Cumulative Effect of Changes in Accounting Principles (less applicable income tax of \$ -) (Notes 3(2) and 4(27))	-		301,343	
Consolidated Net Income	\$ 15,037,668	\$	6,234,548	
Attributable to:				
Equity holders of the Company	\$ 11,016,987	\$	3,607,081	
Minority interest	4,020,681		2,627,467	
	\$ 15,037,668	\$	6,234,548	
	Before Tax	After Tax	Before Tax	After Tax
Basic Earnings Per Common Share (Note 4(28))				
Net income	\$ 4.92	\$ 3.10	\$ 2.35	\$ 1.01
Diluted Earnings Per Share (Note 4(28))				
Net income	\$ 4.80	\$ 3.03	\$ 2.35	\$ 1.01

The accompanying notes are an integral part of these consolidated financial statements.
See report of independent accountants dated April 16, 2008.

UNI-PRESIDENT ENTERPRISES CORP. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CHANGES IN STOCKHOLDERS' EQUITY
FOR THE YEARS ENDED DECEMBER 31, 2007 AND 2006
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS)

	Retained Earnings										Total	
	Common Stock	Capital Reserves	Legal Reserve	Special Reserve	Undistributed Earnings	Asset Revaluations	Unrealized Gain or Loss on Financial Instruments	Cumulative Translation Adjustments	Unrecognized Pension Cost	Minority Interest		
Year 2006												
Balance at January 1, 2006	\$ 33,541,258	\$ 256,584	\$ 5,241,240	\$ 1,866,864	\$ 2,124,173	\$ 1,790,351	\$ 85,405	(\$ 305,773)	(\$ 838,789)	\$ 26,708,198	\$ 70,298,701	
Reversal of special reserves	-	-	-	(869,007)	869,007	-	-	-	-	-	-	
Distribution of 2005 net income	-	-	-	-	-	-	-	-	-	-	-	
Legal reserve	-	-	208,488	-	(208,488)	-	-	-	-	-	-	
Special reserve	-	-	-	232,110	(232,110)	-	-	-	-	-	-	
Directors' and supervisors' remuneration	-	-	-	-	(50,266)	-	-	-	-	-	(50,266)	
Employees' bonuses	-	-	-	-	(241,795)	-	-	-	-	-	(241,795)	
Cash dividends	-	-	-	-	(2,180,181)	-	-	-	-	-	(2,180,181)	
Consolidated net income for 2006	-	-	-	-	3,607,081	-	-	-	-	2,627,467	6,234,548	
Non-payment of fractional cash dividend from previous year	-	37	-	-	-	-	-	-	-	-	37	
Adjustment of capital reserve due to change in ownership of subsidiaries	-	27,251	-	-	-	-	-	-	-	-	27,251	
Recognized of cash dividends due to provide of parent company change in ownership of subsidiaries	-	847	-	-	-	-	-	-	-	-	847	
Adjustment due to subsidiaries' retirement of treasury stock	-	74,988	-	-	-	-	-	-	-	-	74,988	
Adjustment due to valuation of available-for-sale financial assets	-	-	-	-	-	-	1,252,911	-	-	-	1,252,911	
Adjustment of unrealized gain on financial instruments of long-term equity investments by subsidiaries	-	-	-	-	-	-	392,835	-	-	-	392,835	
Adjustment due to valuation of derivative financial liabilities for hedging	-	-	-	-	-	-	(131,557)	-	-	-	(131,557)	
Cumulative translation adjustment	-	-	-	-	-	-	-	403,001	-	-	403,001	
Adjustment of unrecognized pension cost	-	-	-	-	-	-	-	-	(58,261)	-	(58,261)	
Adjustment of unrecognized pension cost by subsidiaries	-	-	-	-	-	-	-	-	(58,741)	-	(58,741)	
Changes in minority interest	-	-	-	-	-	-	-	-	-	(2,161,270)	(2,161,270)	
Balance at December 31, 2006	\$ 33,541,258	\$ 359,707	\$ 5,449,728	\$ 1,229,967	\$ 3,687,421	\$ 1,790,351	\$ 1,428,784	\$ 97,228	(\$ 955,791)	\$ 27,174,395	\$ 73,803,048	

(Continued)

UNI-PRESIDENT ENTERPRISES CORP. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CHANGES IN STOCKHOLDERS' EQUITY (CONTINUED)
FOR THE YEARS ENDED DECEMBER 31, 2007 AND 2006
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS)

	Retained Earnings							Cumulative Translation Adjustments	Unrecognized Pension Cost	Minority Interest	Total
	Common Stock	Capital Reserves	Legal Reserve	Special Reserve	Undistributed Earnings	Asset Revaluations	Unrealized Gain or Loss on Financial Instruments				
Year 2007											
Balance at January 1, 2007	\$ 33,541,258	\$ 359,707	\$ 5,449,728	\$ 1,229,967	\$ 3,687,421	\$ 1,790,351	\$ 1,428,784	\$ 97,228	\$ 955,791	\$ 27,174,395	\$ 73,803,048
Reversal of special reserves	-	-	-	(1,229,967)	1,229,967	-	-	-	-	-	-
Distribution of 2006 net income	-	-	-	-	(360,708)	-	-	-	-	-	-
Legal reserve	-	-	360,708	-	(89,527)	-	-	-	-	-	(89,527)
Directors' and supervisors' remuneration	-	-	-	-	(296,128)	-	-	-	-	-	(296,128)
Employees' bonuses	-	-	-	-	(2,012,475)	-	-	-	-	-	(2,012,475)
Cash dividends	2,012,475	-	-	-	(2,012,475)	-	-	-	-	-	-
Stock dividends	-	-	-	-	11,016,987	-	-	-	-	4,020,681	15,037,668
Non-payment of fractional cash dividend from previous year	-	170	-	-	-	-	-	-	-	-	170
Stock warrants of convertible bonds	-	523,481	-	-	-	-	-	-	-	-	523,481
Adjustment of capital reserve due to change in ownership of subsidiaries	-	(3,264)	-	-	-	-	-	-	-	-	(3,264)
Adjustment of capital reserve due to change in ownership of their subsidiaries by subsidiaries	-	4,461,547	-	-	-	-	-	-	-	-	4,461,547
Recognized cash dividends due to parent company change in ownership of subsidiaries	-	2,352	-	-	-	-	-	-	-	-	2,352
Adjustment due to subsidiaries' retirement of treasury stock	-	16,462	-	-	-	-	-	-	-	-	16,462
Adjustment of capital reserve due to convertible bonds payable transaction of subsidiaries	-	6,303	-	-	-	-	-	-	-	-	6,303
Adjustment of asset revaluations due to change in ownership by subsidiaries	-	-	-	(201)	-	(201)	-	-	-	-	(201)
Adjustment due to valuation of available-for-sale financial assets	-	-	-	-	-	-	(386,211)	-	-	-	(386,211)
Adjustment of unrealized gain on financial instruments of long-term equity investment by subsidiaries	-	-	-	-	-	-	2,970,912	-	-	-	2,970,912
Adjustment due to valuation of derivative financial liabilities for hedging	-	-	-	-	-	-	65,506	-	-	-	65,506
Cumulative translation adjustment	-	-	-	-	-	-	458,995	458,995	-	-	458,995
Adjustment of unrecognized pension cost	-	-	-	-	-	-	-	(121,521)	-	-	(121,521)
Adjustment of unrecognized pension cost by subsidiaries	-	-	-	-	-	-	-	-	(10,343)	-	(10,343)
Changes in minority interest	-	-	-	-	-	-	-	-	4,647,660	-	4,647,660
Balance at December 31, 2007	\$ 35,553,733	\$ 5,366,758	\$ 5,810,436	\$ -	\$ 11,163,062	\$ 1,790,150	\$ 4,078,991	\$ 556,223	(\$ 1,087,655)	\$ 35,842,736	\$ 99,074,434

The accompanying notes are an integral part of these consolidated financial statements.
See report of independent accountants dated April 16, 2008.

UNI-PRESIDENT ENTERPRISES CORP. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS)

	2007		2006
<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>			
Consolidated net income	\$ 15,037,668	\$	6,234,548
Adjustments to reconcile net income to net cash provided by operating activities			
Loss on valuation of financial assets	38,706		161
Provision for doubtful accounts	201,685		175,345
Reversal of allowance for doubtful accounts	(223,618)	(	293,425)
Reversal of allowance for inventory obsolescence and market price decline	(15,097)	(	617,472)
Investment income accounted for under the equity method	(2,743,690)	(	1,340,420)
Cash dividends from equity subsidiaries	515,563		153,545
Gain on disposal of investments	(8,270,219)	(	559,662)
Depreciation	10,195,759		9,073,187
Loss on disposal of property, plant and equipment, assets leased to others, idle assets and other assets	110,244		210,876
Impairment loss	2,115,476		454,322
Amortization	1,107,264		855,030
Changes in assets and liabilities			
Notes receivable	(1,522,910)	(	39,299)
Accounts receivable	1,173,417	(	478,499)
Accounts receivable - related parties	(77,349)	(	1,014,853)
Other receivables	(196,237)	(	2,702,846)
Inventories	(3,192,516)	(	762,602)
Prepayments	312,922	(	2,227,409)
Deferred income tax assets - current	(27,844)	(	63,263)
Other current assets	(251,782)		110,201
Deferred pension costs	99,868	(	53,798)
Long-term notes, accounts and overdue receivables	34,738	(	38,680)
Long-term notes, accounts and overdue receivables - related parties	28,118	(	28,118)
Deferred income tax assets - non-current	(11,762)		-
Notes payable	(1,164,298)		861,548
Accounts payable	1,172,129		1,471,986
Income tax payable	(16,278)		478,379
Accrued expenses	32,149		1,436,456
Other payables	4,000,316		321,819
Receipts in advance	293,182		703,527
Other current liabilities	(81,571)		629,643
Accrued pension liabilities	(165,102)		33,471
Deferred income tax liabilities - non-current	(102,654)		42,703
Net cash provided by operating activities	<u>18,406,277</u>		<u>18,432,093</u>

(Continued)

UNI-PRESIDENT ENTERPRISES CORP. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS (CONTINUED)
FOR THE YEARS ENDED DECEMBER 31
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS)

	2007	2006
CASH FLOWS FROM INVESTING ACTIVITIES		
(Increase) decrease in financial assets at fair value through profit or loss - current	(\$ 2,830,146)	\$ 356,045
Increase in available-for-sale financial assets - current	(32,390)	-
Decrease in employees' car loans	4,183	2,789
Decrease (increase) in other receivables - related parties	455,425	(2,205)
Decrease in other financial assets - current	10,498	138,736
Decrease (increase) in other financial assets - non-current	59,951	(116,121)
Increase in available-for-sale financial assets - non-current	(1,326,644)	(934,311)
Decrease (increase) in financial assets carried at cost - non-current	463,242	(1,946,039)
Increase in long-term investments - non subsidiaries	(469,492)	(378,760)
Proceeds from capital reduction and liquidation	89,776	-
Proceeds from sale of long-term investments - subsidiaries	6,055,222	-
Proceeds from sale of long-term investments - non-subsubsidiaries	7,773,467	232,534
(Increase) decrease in investments in real estate	(3,935)	3,020
Cash acquisition of property, plant and equipment, assets leased to others, idle assets and other assets	(14,108,444)	(13,691,595)
Cash proceeds from disposal of property, plant and equipment, assets leased to others, idle assets and other assets	1,083,665	1,138,402
Increase in other intangible assets	(690,685)	(1,090,837)
Increase in refundable deposits	(60,869)	(227,471)
Increase in deferred expenses	(320,776)	(618,768)
Net cash used in investing activities	(3,847,952)	(17,134,581)
CASH FLOWS FROM FINANCING ACTIVITIES		
(Decrease) increase in short-term loans	(11,007,598)	9,805,319
(Decrease) increase in notes and bills payable	(2,131,639)	778,285
Decrease in other payables - related parties	-	(26,458)
Increase (decrease) in bonds payable	4,057,868	(410,000)
Increase (decrease) in long-term loans	8,669,021	(3,361,258)
Decrease in long-term notes, accounts and overdue payable	(158,977)	(2,036,035)
Decrease in long-term notes, accounts and overdue receivables	78,859	35,029
Increase in guarantee deposits received	32,282	203,941
Increase in other liabilities - other	625,535	337,282
Payment of directors' and supervisors' remuneration	(89,527)	(50,266)
Payment of employees' bonuses	(296,128)	(241,795)
Payment of cash dividends	(2,012,475)	(2,180,181)
Increase (decrease) in minority interest	4,647,660	(2,161,270)
Net cash provided by financing activities	2,414,881	692,593
Effect of foreign exchange rate change on cash	(274,942)	-
Increase in cash and cash equivalents	16,698,264	1,990,105
Cash and cash equivalents at beginning of year	13,465,250	11,475,145
Cash and cash equivalents at end of year	\$ 30,163,514	\$ 13,465,250
Supplemental disclosure of cash flow information		
Interest paid (excluding capitalized interest)	\$ 4,474,394	\$ 3,094,772
Income tax paid	\$ 2,597,753	\$ 1,970,433
Investing and financing activities with partial cash payment		
1. Proceeds from sale of long-term investments - non subsidiaries	\$ 5,713,762	\$ 4,345,747
Add: accounts receivable of long-term investment, beginning of year	4,113,213	-
Less: accounts receivable of long-term investment, end of year	(2,053,508)	(4,113,213)
Proceeds from sale of long-term investments - non subsidiaries	\$ 7,773,467	\$ 232,534
2. Acquisition of property, plant and equipment, assets leased to others, idle assets and other assets	\$ 14,468,046	\$ 13,816,625
Add: Other payables, beginning of year	719,105	577,251
Capital lease payables, beginning of year	132,000	148,824
Less: Other payables, end of year	(1,097,292)	(719,105)
Capital lease payable, end of year	(113,415)	(132,000)
Cash acquisition of property, plant and equipment, assets leased to others, idle assets and other assets	\$ 14,108,444	\$ 13,691,595
Other activities with no cash flow effect		
1. Payment of fractional cash dividends from previous year transferred to capital reserve	\$ 170	\$ 37
2. Stock warrants of convertible bonds	\$ 523,481	\$ -

The accompanying notes are an integral part of these consolidated financial statements.
See report of independent accountants dated April 16, 2008.

UNI-PRESIDENT ENTERPRISES CORP. AND SUBSIDIARIES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2007 AND 2006
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS,
EXCEPT AS OTHERWISE INDICATED)

1. HISTORY AND ORGANIZATION

- (1) Uni-President Enterprises Corp. (the “Company”) was incorporated as a company limited by shares under the provisions of the Company Law of the Republic of China (R.O.C.) in August 1967 with an initial capital of \$32,000. As of December 31, 2007, the Company’s authorized capital was \$48,000,000, and the paid-in capital was \$35,553,733, consisting of 3,555,373,000 shares of common stock with a par value of \$10 (in NT dollars) per share. The Company is primarily engaged in the manufacture, processing and sales of various soft drinks, food, animal feeds and flour.
- (2) As of December 31, 2007, the Company and its subsidiaries had approximately 71,615 employees.
- (3) The common shares of the Company have been listed on the Taiwan Stock Exchange since December 1987.

- (4) Names of consolidated subsidiaries, their major business activities, the percentage owned by the Company and their changes in 2007 were as follows:

Name of Investors	Name of subsidiaries	Business activities	Percentage owned by the Company		Note
			December 31, 2007	December 31, 2006	
Uni-President Enterprises Corp.	Cayman President Holdings Ltd.	Professional investment	100.00%	100.00%	—
	Kai Nan Investment Co., Ltd.	"	"	"	—
	President International Trade & Investment Corp.	"	"	"	—
	Kai Yu Investment Co., Ltd.	"	"	"	—
	President Global Corp.	Instant noodle and juice can importation	"	"	—
	Uni-President Glass Industrial Co., Ltd.	Manufacturing and sales of glass products	"	"	—
	Uni-President Vendor Corp.	Sales of soft drinks and food	"	"	—
	Tone Sang Construction Corp.	Construction of buildings	"	"	—
	U-Chains Enterprises	Distribution center	"	"	—
	Presco Netmarketing Inc.	Information services	"	"	—

Name of Investors	Name of subsidiaries	Business activities	Percentage owned by the Company		Note
			December 31, 2007	December 31, 2006	
Uni-President Enterprises Corp.	President Baseball Team Corp.	Management of professional baseball	100.00%	100.00%	—
	Uni-President Dream Parks Corp.	Wholesale and retailing of food, advertising, etc.	"	"	—
	President Entertainment Corp.	Entertainment business	"	"	(Note 1)
	President Organics Corp.	Sales of rice, vegetable, tea and drinks, etc.	"	"	"
	President Fair Development Corp.	Operation of shopping mall, department store, international trade etc.	"	"	"
	Nanlien International Corp.	Importation and exportation business	99.99%	99.99%	—
	Tung Ho Development Corp.	Entertainment business	99.28%	98.61%	(Note 1)
	President Musashino Corp.	Sales of fresh food	90.00%	90.00%	"
	President Natural Industrial Corp.	Sales of healthy food	74.85%	74.85%	—
	Uni-President Development Corp.	General investments	70.00%	70.00%	(Note 1)

Name of Investors	Name of subsidiaries	Business activities	Percentage owned by the Company		Note
			December 31, 2007	December 31, 2006	
Uni-President Enterprises Corp.	President International Development Corp.	Industry investment	69.83%	69.83%	(Note 1)
	Qware Systems & Services Corp.	Data processing and software design services, etc.	51.34%	50.47%	"
	President Tokyo Corp.	Car rental	51.00%	51.00%	—
	President Nissin Corp.	Processing, manufacturing and sales of vegetable oil	"	"	—
	Ton Yi Pharmaceutical Corp.	Distribution of pharmaceuticals	"	"	—
	President Packaging Corp.	Package and container sales	50.59%	50.59%	—
	President Asia Enterprises Inc.	Operation of supermarket, landed estates and hotels, etc.	50.01%	50.01%	(Note 1)
	President Kikkoman Inc.	Manufacturing and sales of soya sauce	50.00%	50.00%	—
	Uni-President Biotechnologies Co., Ltd.	Research and development of traditional chinese medicine, wholesale	"	"	—

Name of Investors	Name of subsidiaries	Business activities	Percentage owned by the Company		Note
			December 31, 2007	December 31, 2006	
Uni-President Enterprises Corp.	Ton Yi Industrial Corp.	Manufacturing of tinplates	47.24%	47.29%	(Note 1)
	President Chain Store Corp.	Operation of supermarkets	45.40%	45.24%	—
	Parabola Creative Inc.	Advertising	—	60.00%	(Note 2)
Cayman President Holdings Ltd.	Uni-President Southeast Asia Holdings Limited and its subsidiaries	Professional investment, etc.	100.00%	100.00%	—
	Linkhope Intl. LLC.	General investments	"	—	(Note 3)
	Uni-President Foods Corp.	Manufacturing and sales of instant noodles	"	100.00%	—
	Uni-President International (HK) Co., Ltd.	Trading	"	"	—
	Uni-President Enterprises China Holdings Ltd. and its subsidiaries	Professional investment, etc.	75.00%	—	(Note 3) (Note 4)
	President Energy Development (Cayman Islands) Ltd.	Investment in energy resources	65.08%	65.08%	(Note 1)

Name of Investors	Name of subsidiaries	Business activities	Percentage owned by the Company		Note
			December 31, 2007	December 31, 2006	
Cayman President Holdings Ltd.	Zhangjiagang President Nisshin Food Co., Ltd.	Manufacturing and sales of fats, feeds and flour	60.00%	60.00%	—
	Uni-President Asia Holdings Ltd. and its subsidiaries	Professional investment, etc.	—	100.00%	(Note 4)
Kai Nan Investment Co., Ltd.	Kai Nan (BVI) Investment Co., Ltd. and its subsidiaries	Professional investment, etc.	100.00%	100.00%	—
President International Trade & Investment Corp.	Shanghai President International Food Co., Ltd.	Sales of biscuits and food	"	"	(Note 1)
Kai Yu Investment Co., Ltd.	Kai Yu (BVI) Investment Co., Ltd. and its subsidiaries	Investment in manufacturing business, etc.	"	"	—
	Tung Ang Enterprises Corp.	Sales of soft drinks, etc.	"	"	—
	Tung Guan Enterprises Co., Ltd.	Sales of livestock products	"	"	—
	Tung Jun International Corp.	Wholesale of poultry and livestock, etc.	"	"	—
	U-Fu Asset Management Corporation	Financing	"	"	—
	Century Quick Services Restaurant Corp.	Operation of fastfood chain restaurant	80.00%	80.00%	(Note 1)

Name of Investors	Name of subsidiaries	Business activities	Percentage owned by the Company		Note
			December 31, 2007	December 31, 2006	
			President Global Corp.	Ameripecc Inc.		Manufacturing of food	100.00%	100.00%	—
Uni-President Dream Parks Corp.	Uni-Oao Travel Services Corp.	Tours business	"	"	(Note 1)
President Fair Development Corp.	Kainan Plywood & Wood Mfg. Co., Ltd.	Manufacturing and sales of wood	"	"	—
Nanlien International Corp.	Cayman Nanlien Holdings Ltd. and its subsidiaries	Professional investment, etc.	"	"	—
	Nella Limited and its subsidiaries	Trade agency and general investments	"	"	—
	Wei Lien Enterprises Corp. and its subsidiaries	"	"	"	—
	Uni-President Auto Accessories Corp.	Wholesale of motor vehicle parts and supplies	"	"	—
	Union Chinese Corp. and its subsidiaries	Sales of food	63.78%	63.78%	—
	Tun Hsiang Enterprises Corp., etc.	"	36.00%~ 100.00%	36.00%~ 100.00%	—

Name of Investors	Name of subsidiaries	Business activities	Percentage owned by the Company		Note
			December 31, 2007	December 31, 2006	
Tung Ho Development Corp.	Gu-Hsiang Co., Ltd.	Operation of restaurants and hotels	100.00%	100.00%	—
	President Being Corp.	Operation of gymnasium, spa, etc.	"	"	—
	Uni-Resort Corp.	Operation of restaurants, hotels and gymnasium, spa, etc.	"	"	—
President Natural Industrial Corp.	High Wave Biotech Corp.	Sales of healthy food	"	"	—
President International Development Corp.	President (BVI) International Investment Holdings Ltd. and its subsidiaries	Investment in manufacturing business, etc.	"	"	—
	Ton Shou Investment Inc.	Professional investment, etc.	"	"	—
	Ton Cheng Investment Inc.	"	"	"	—
	Ton Yu Investment Inc. and its subsidiaries	Professional investment, etc.	"	"	—
	President Life Sciences Co., Ltd. and its subsidiaries	Manufacturing of chemical materials and instruments	"	"	—

Name of Investors	Name of subsidiaries	Business activities	Percentage owned by the Company		Note
			December 31, 2007	December 31, 2006	
President International Development Corp.	Presitex Co., Ltd. and its subsidiaries	Manufacturing and sales of clothing	100.00%	100.00%	—
	Tung Li Development Co., Ltd.	Land development	50.00%	50.00%	—
Qware Systems & Services Corporation	Professional E-Commerce (BVI) Services Ltd. and its subsidiaries	Information services	100.00%	100.00%	—
President Tokyo Corp.	President Tokyo Renting Corp.	Car rental	"	"	—
President Packaging Corp.	President Packaging (BVI) Corp. and its subsidiaries	Professional investment, etc.	"	"	—
President Asian Enterprises Inc.	555053 British Columbia Ltd.	Operation of trust	"	"	—
Ton-Yi Industrial Corp.	Cayman Ton Yi Industrial Holdings Ltd. and its subsidiaries	Professional investment, etc.	"	"	—
	Tovecan Corp.	Manufacturing of cans, etc.	51.00%	51.00%	—
President Chain Store Corp.	PCSC (China) Supermarket Limited and its subsidiaries	Professional investment, etc.	100.00%	100.00%	—
	President Chain Store (BVI) Holdings Co., Ltd.	"	"	"	(Note 5)

Name of Investors	Name of subsidiaries	Business activities	Percentage owned by the Company		Note
			December 31, 2007	December 31, 2006	
President Chain Store Corp.	President Drugstore Business Corp.	Sales of cosmetics and medicine	100.00%	100.00%	—
	President Direct Marketing	Sales of various merchandise by mail order	"	"	—
	Ren-Hui Investment Corp.	Professional investment	"	"	—
	Capital Inventory Services Corp.	Enterprise management consultancy	"	"	—
	Wisdom Distribution Services Corp. and its subsidiaries	Delivery of magazines, etc.	"	"	—
	Uni-President Cold Chain Corp.	Distribution center	"	"	(Note 1)
	Uni-President Oven Bakery Corp. and its subsidiaries	Bread retailing	"	"	"
	Uni-President Department Store Corp.	Retail business	"	"	"
	President FN Business Corp.	"	"	"	—
	Cold Stone Creamery Taiwan Ltd.	Restaurant business	"	"	—

Name of Investors	Name of subsidiaries	Business activities	Percentage owned by the Company		Note
			December 31,	December 31,	
			2007	2006	
President Chain Store Corp.	President Lanyang Art Center Co., Ltd.	Arts and culture	90.00%	90.00%	—
	President Transnet Corp.	Distribution business	"	"	(Note 1)
	President Information Corp.	Information services	86.00%	86.00%	"
	Mech-President Co. Ltd. and its subsidiaries	Operation of gas stations and manufacturing of elevator, etc.	83.74%	83.06%	"
	President Pharmaceutical Corp.	Wholesale of medicines and medical appliances	73.74%	73.74%	—
	President Collect Service Co., Ltd.	Collection agent for government institutions	70.00%	70.00%	—
	Retail Support International Corp. and its subsidiaries	Distribution centers, etc.	65.00%	65.00%	(Note 1)
	Bank Pro E-Services Technology Company	Information services	58.33%	58.33%	"
	Duskin Serve Taiwan Co., Ltd. and its subsidiaries	Sales of cleaning instruments	51.00%	51.00%	—

Name of Investors	Name of subsidiaries	Business activities	Percentage owned by the Company		Note
			December 31, 2007	December 31, 2006	
President Chain Store Corp.	Muji (Taiwan) Co., Ltd.	Retail of supplies	51.00%	51.00%	(Note 1)
	Books.Com.Tw	Network bookstore	50.03%	50.03%	—
	Mister Donut Co., Ltd.	Bread retailing	50.00%	50.00%	(Note 5)
	President Starbucks Coffee Corp.	Operation of a chain of coffee shops	"	"	(Note 1) (Note 5)
	Uni-President Yellowhat Corp.	Wholesale and retail of automotive accessories	"	"	(Note 1) (Note 5)

(Note 1) : Jointly owned by the Company and the subsidiaries.

(Note 2) : Phrabola Creative Inc. had been liquidated in August 2007.

(Note 3) : New corporation.

(Note 4) : Under the Company's restructuring, the ownership of Uni-President Asia Holdings Ltd. and its subsidiaries were transferred to Uni-President Enterprises Ltd. in July 2007.

(Note 5) : In accordance with R.O.C. SFAS No.31, "Accounting for Joint Ventures", President Chain Store Corp. adopted the proportionate consolidation method to account for its share in the respective accounts of certain investees' assets, liabilities, revenues, and expenses in the consolidated financial statements of President Chain Store Corp. The financial statements of certain investees were consolidated based on their audited financial statements.

- (5) Subsidiaries not included in the consolidated financial statements: None.
- (6) Adjustments for subsidiaries with different balance sheet dates: None.
- (7) Special operating risk of foreign subsidiaries : No significant special operating risks which would have impact on the Company.
- (8) Nature and extent of the restrictions on fund remittance from subsidiaries to the parent company: None.
- (9) Contents of subsidiaries' securities issued by the parent company: None.
- (10) Information on convertible bonds and common stock issued by subsidiaries: Please refer to Note 4 (19) Bonds payable.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accompanying consolidated financial statements of the Company and its subsidiaries (collectively referred herein as the “Group”) are prepared in accordance with the “Rules Governing the Preparation of Financial Statements by Securities Issuers”, “Business Entity Accounting Law”, “Regulation on Business Entity Accounting Handling” and generally accepted accounting principles in the Republic of China. The Group’s significant accounting policies are as follows:

(1) Principles of consolidation

- (a) All majority-owned subsidiaries or controlled entities, which meet the criteria of the amended Statement of Financial Accounting Standards No. 7 “Consolidated Financial Statements”, even though the Company owns less than 50% of the voting rights of the investee companies directly or indirectly, are included in the consolidated financial statements. The income (loss) of the subsidiaries is included in the consolidated statement of income effective on the date the Company gains control over the subsidiaries. The income (loss) of the subsidiaries is excluded from the consolidated statement of income effective the date on which the Company loses control over the subsidiaries.
- (b) The consolidated financial statements include the accounts of the Company and its majority owned subsidiaries after eliminating all significant intercompany accounts and transactions.

(2) Translation of financial statements of foreign subsidiaries

Assets and liabilities of foreign subsidiaries are translated into New Taiwan dollars using the exchange rates at the balance sheet date. Equity accounts are translated at historical rates except for beginning retained earnings, which is carried forward from prior year’s balance. Dividends are translated at the rates prevailing at the date of declaration. Profit and loss accounts are translated at weighted-average rates of the year. The resulting translation differences are included in

“cumulative translation adjustments” under stockholders’ equity.

(3)Foreign currency transactions

- (a) The Group maintains its accounts in New Taiwan dollars, except for the accounts of Cayman President Holdings Ltd., President International Trade and Investment Corp., and President Global Corp., etc. which are maintained in US dollars, President Asian Enterprises Inc. which is maintained in CAD dollars, and others which are maintained in their respective local currency. Foreign currency transactions are measured and recorded in their regular functional currencies using the exchange rate in effect on that date. Any change in the exchange rate between the date of transaction and the settlement date which results in an exchange gain or loss is charged to income for the period. The unrealized exchange gain or loss on monetary assets and liabilities denominated in foreign currencies at the balance sheet date is included in income for the period.
- (b) Monetary assets and liabilities denominated in foreign currencies are translated at the spot exchange rates prevailing at the balance sheet date. Exchange gains or losses are recognized in profit or loss. However, translation exchange gains or losses on intercompany accounts that are, in nature, deemed long term is accounted for as a reduction in stockholders’ equity.
- (c) When a gain or loss on a non-monetary item is recognized directly in equity, any exchange component of that gain or loss shall be recognized directly in equity. Conversely, when a gain or loss on a non-monetary item is recognized in profit or loss, any exchange component of that gain or loss shall be recognized in profit or loss. However, non-monetary items that are measured on a historical cost basis are translated using the exchange rate at the date of the transaction.

(4)Classification of current and non-current items

Assets and liabilities relating to construction contracts are classified according to the construction periods which may exceed one year.

Except for the above, the Group classifies its assets and liabilities based on the following criteria:

- A. Assets that meet one of the following criteria are classified as current assets; otherwise they are classified as non-current assets:
 - a) Assets arising from operating activities that are expected to be realized or consumed, or are intended to be sold within the normal operating cycle;
 - b) Assets held mainly for trading purposes;
 - c) Assets that are expected to be realized within 12 months from the balance sheet date;
 - d) Cash and cash equivalents, excluding restricted cash and cash equivalents and those that

are to be exchanged or used to pay off liabilities more than 12 months after the balance sheet date.

- B. Liabilities that meet one of the following criteria are classified as current liabilities; otherwise they are classified as non-current liabilities:
- a) Liabilities arising from operating activities that are expected to be paid off within the normal operating cycle;
 - b) Liabilities arising mainly from trading activities;
 - c) Liabilities to be paid off within 12 months from the balance sheet date; and
 - d) Liabilities for which the repayment date cannot be extended unconditionally to more than 12 months after the balance sheet.

(5) Cash equivalents

- (a) Cash equivalents are short-term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to insignificant risk of change in value resulting from fluctuations in interest rate.
- (b) The Group's statement of cash flows is prepared on the basis of cash and cash equivalents.

(6) Financial assets and liabilities at fair value through profit or loss

- (a) Financial assets and financial liabilities at fair value through profit or loss are recognized and derecognized using settlement date accounting and are recognized initially at fair value.
- (b) These financial instruments are subsequently remeasured and stated at fair value, and the gain or loss is recognized in profit or loss. The fair value of listed stocks, OTC stocks and closed-end mutual funds is based on latest quoted fair prices of the accounting period. The fair value of open-end and balanced mutual funds is based on the net asset value at the balance sheet date.
- (c) When a derivative is an ineffective hedging instrument, it is initially recognized at fair value on the date a derivative contract is entered into and is subsequently remeasured at its fair value. If a derivative is a non-option derivative, the fair value initially recognized is zero.
- (d) Financial assets and financial liabilities at fair value through profit and loss are classified into asset or liability held for trading and those designated at fair value through profit or loss at inception. Financial assets and financial liabilities are classified as held for trading if acquired principally for the purpose of selling in the short-term. Financial assets and financial liabilities designated at fair value through profit or loss at inception are those that are managed and whose performance is evaluated on a fair value basis, in accordance with a documented Group's investment strategy. Information about these financial assets and

financial liabilities are provided internally on a fair value basis to the Group entity's management personnel. The Group's investment strategy is to invest free cash resources in equity securities or convertible bonds as part of the Group's long-term capital growth strategy. The Group has designated almost all of its compound debt instruments as financial liabilities at fair value through profit or loss.

(7) Available-for-sale financial assets

- (a) Available-for-sale financial assets in equity and debt are recognized and derecognized using trade date accounting and settlement date accounting, respectively, and are recognized initially at its fair value plus transaction costs that are directly attributable to the acquisition of the financial asset.
- (b) The financial assets are remeasured and stated at fair value, and the gain or loss is recognized in equity. The fair value of listed stocks, OTC stocks and closed-end mutual funds is based on latest quoted fair prices of the accounting period. The fair value of open-end and balanced mutual funds is based on the net asset value at the balance sheet date.
- (c) If there is any objective evidence that the financial asset is impaired, the cumulative loss that had been recognized directly in equity shall be removed from equity and recognized in profit or loss. Impairment losses recognized previously in profit or loss for an investment in an equity instrument shall not be reversed through profit or loss, and if, subsequently, the fair value of a debt instrument increases and the increase can be objectively related to an event occurring after the impairment loss was recognized in profit or loss, the impairment loss shall be reversed, and the amount of the reversal is recognized in profit or loss.

(8) Financial assets carried at cost

- (a) Investment in unquoted equity instruments is recognized or derecognized using trade date accounting, and is recognized initially at its fair value plus transaction costs that are directly attributable to the acquisition of the financial asset.
- (b) If there is any objective evidence that the financial asset is impaired, the impairment loss is recognized in profit or loss. Such impairment loss cannot be reversed.

(9) Investment in bonds without active markets

- (a) Investment in bonds without active markets is recognized or derecognized using trade date accounting, and is recognized initially at its fair value plus transaction costs that are directly attributable to the acquisition of the financial asset.
- (b) This financial asset is carried at amortized cost.

- (c) If there is any objective evidence that the financial asset is impaired, the cumulative loss that had been recognized directly in equity shall be removed from equity and recognized in profit or loss. Impairment losses recognized previously in profit or loss for an investment in an equity instrument shall not be reversed through profit or loss, and if, subsequently, the fair value of a debt instrument increases and the increase can be objectively related to an event occurring after the impairment loss was recognized in profit or loss, the impairment loss shall be reversed, and the amount of the reversal recognized in profit or loss.

(10) Derivative financial instruments for hedging

Derivatives are initially recognized at fair value on the date a contract is entered into and are subsequently remeasured at their fair value. The method of recognizing the resulting gain or loss depends on whether the derivative is designated as a hedging instrument and the nature of the hedged item.

Cash flow hedges: The effective portion of changes in the fair value of derivatives that are designated and qualify as cash flow hedges is recognized in equity. The gain or loss relating to the ineffective portion is recognized immediately in profit or loss.

- (a) If a hedge of a forecast transaction subsequently results in the recognition of a financial asset or a financial liability, the associated gains or losses that were recognized directly in equity are transferred to profit or loss in the same period or periods when the hedged item affects profit or loss.
- (b) If a hedge of a forecast transaction subsequently results in the recognition of a non-financial asset or a non-financial liability, the associated gains or losses that were recognized directly in equity are transferred to profit or loss in the same period or periods during which the asset acquired or liability assumed affects profit or loss.

(11) Allowance for doubtful accounts

Allowance for doubtful accounts is determined based on past experience of occurrence of bad debts and evaluation of the collectibility of receivables and the aging of accounts, notes and other receivables.

(12) Inventories

- (a) Inventories are stated at the lower of cost or market value. Cost is determined using the weighted average method except for livestock which is based on the cost less allowance for decline in value. The allowance for decline in value of livestock is amortized over the

actual breeding and production periods. Market value for raw materials, raw materials in transit and supplies is based on the replacement cost, and market value for merchandise, work in process, livestock in process, finished goods and by-products is determined on the basis of lower of replacement cost or net realizable value. Appropriate consideration is given to deterioration, obsolescence and other factors in evaluating allowance for inventory obsolescence.

- (b) Except for President Chain Store Corp. and subsidiaries, Philippine Seven Corporation, President Drugstore Business Corp., Uni-President Oven Bakery Corp., MUJI Co., Ltd. and Uni-President Yellowhat Corp., which adopt the retail method and Tone Sang Construction Corp. which adopts construction accounting, the subsidiaries adopt the same accounting principle for inventories as the Company.

(13) Construction accounting

- (a) The construction projects are accounted for under the completed contract method. Costs incurred are recorded as “Buildings in process of construction” and receipts from customers are recorded as “Receipts in advance” during the period of construction. Upon completion, receipts in advance are transferred to construction revenues and all costs are divided into construction costs and building and land held for sale in the proportion of sold and unsold. Marketing expenditures are deferred under “Deferred expenses” and transferred to expense in the year of the related revenue is recognized.
- (b) Land for construction is defined as constructing or planning to construct and the cost is determined based on the purchase price plus the fee for obtaining the land.
- (c) Interest incurred in connection with the purchase of land and construction is capitalized as part of the cost of the building in process of construction, and amortized over the period which the asset provides benefits in accordance with the revenue and expense matching principle.
- (d) Appropriate consideration is given to deterioration, obsolescence and other factors in evaluating allowance for obsolescence of building and land held for sale. Market value for land held for construction, construction in progress-land, construction in progress-buildings, buildings and land held for sale is determined on the basis of lower of cost or net realizable value.

(14) Long-term equity investments accounted for under the equity method

- (a) Long-term equity investments in which the Company holds more than 20% of the investee company’s voting shares or has the ability to exercise significant influence on the investee’s

operational decisions are accounted for under the equity method. The excess of the initial investment cost over the acquired net asset value of the investee attributable to goodwill is no longer amortized, effective January 1, 2006. Retrospective adjustment of the amount of goodwill amortized in previous year(s) is not required. The excess of acquired net asset value of investee over the initial investment cost is allocated proportionately and applied as a reduction to the book values of identifiable non-current assets, and any remaining amount of such excess after this allocation is credited to Extraordinary gains. However, negative goodwill prior to December 31, 2005 is continuously amortized.

- (b) Long-term investments in which the Group owns at least 50% of the investee company's voting rights, or in which the Group has the ability to exercise significant influence, are included in the consolidated financial statements.
- (c) "Cumulative Translation Adjustment" resulting from translation of all assets and liabilities of the Group's share in the foreign subsidiaries investee companies, which are accounted for under the equity method, are recognized proportionately based on the percentage of ownership of the Group and are reflected in the stockholders' equity account.

(15) Real estate investments

The cost of real estate is accounted for based on the acquisition price. Interest incurred in connection with the purchase or construction required to bring the assets to the condition and location for their intended use is capitalized. Major renewals, betterments and additions are capitalized and recorded as depreciable assets. Maintenance and repairs are expensed as incurred. No depreciation is recognized and the cost is removed when an asset is sold or retired.

(16) Property, plant and equipment, assets leased to others, idle assets and other assets

- (a) Property, plant and equipment, assets leased to others, idle assets and other assets are stated at either cost or cost plus revaluation increment. Interest incurred in connection with the purchase or construction required to bring the assets to the condition and location for their intended use is capitalized. Major renewals, betterments and additions are capitalized and recorded as depreciable assets. Maintenance and repairs are expensed as incurred.
- (b) Depreciation is computed using the straight-line method based on the cost and revaluation increment over the estimated economic useful lives of depreciable assets. Fully depreciated assets still in use are depreciated based on the residual value over the estimated remaining useful lives. The useful lives of depreciable assets are: machinery and equipment 2-30 years; other fixed assets 2-55 years. Containers are expensed when damaged.
- (c) When an asset is sold or retired, the cost and accumulated depreciation are removed from

their respective accounts and any resulting gain or loss on disposal is recorded as non-operating income or expense.

- (d) Idle assets are stated at the lower of book value or net realizable value and are classified as other assets. The difference between the book value and net realizable value is recorded as a loss in the current period. Depreciation expense recognized for the period is recorded as non-operating expenses and losses.

(17) Intangible assets

- (a) Trademarks are stated at cost and amortized on the straight-line basis over the estimated useful life of 10-20 years.
- (b) Copyrights are stated at cost and amortized based on the estimated frequency of broadcasts.
- (c) Licenses are stated at cost and amortized using the straight-line basis over the contract period.
- (d) Land use rights are stated at present value and amortized using the straight-line basis over the lease period of 50 years.
- (e) Land occupancy rights are stated at cost and amortized using the straight-line basis over the lease period of 14-70 years.
- (f) Other intangible assets are stated at cost and amortized based on estimated or reasonable useful life.

(18) Deferred expenses

- (a) The Company leases its dairy and juice packing machines. The minimum advance rental payments are depreciated over a period of 8-12 years, the estimated economic lives of the packing machines. The contingent rent paid quarterly based on units-of-production is recorded as current expense.
- (b) The issuance costs of exchangeable bonds are classified as deferred expenses and amortized over the life of the bonds.
- (c) Payments for the land for construction relating to the Tinplate Plant and Tin Mill Black Plate Plants are depreciated over 20 years.
- (d) Golf club memberships and horse riding club memberships are amortized over 20 years or the rate of membership years.
- (e) Other deferred expenses are depreciated or amortized over a period of 2-10 years.

(19) Impairment of non-financial assets

- (a) The Group recognizes impairment loss when there is indication that the recoverable amount of

an asset is less than its carrying amount. The recoverable amount is the higher of the fair value less costs to sell and value in use. The fair value less costs to sell is the amount obtainable from the sale of the asset in an arm's length transaction after deducting any direct incremental disposal costs. The value in use is the present value of estimated future cash flows to be derived from continuing use of the asset and from its disposal at the end of its useful life.

- (b) When the impairment no longer exists, the impairment loss recognized in prior years shall be recovered. However, impairment loss of goodwill is not recoverable.

(20)Convertible bonds

- A. For the bonds payable embedded in conversion rights issued after January 1, 2006, the issuer shall classify the instrument, on initial recognition as a financial liability, a financial asset or an equity instrument (capital reserve from stock warrants). These bonds are accounted for as follows:
 - (a) The difference between the issue price and face value of convertible corporate bonds is accounted for as premium or discount which is required to be amortized over the period from the date of issuance to maturity date using the interest method and is recorded as "interest expense".
 - (b) A conversion option embedded in the bonds issued by the Company, which is convertible to an equity instrument, is recognized and included in "capital reserve from stock warrants", net of income tax effects. When a bondholder exercises his/her conversion rights, the liability component of the bonds (including corporate bonds and embedded derivatives) shall be revalued, and the resulting difference shall be recognized as "gain or loss" in the current period. The book value of the common stock issued due to the conversion shall be based on the adjusted book value of the abovementioned liability component plus the book value of the stock warrants.
 - (c) Costs incurred on issuance of convertible bonds are proportionately charged to the liabilities and equities of the underlying instruments based on initial recognition costs.
- B. If the difference between payment amount before the maturity date and the book value at liquidation date is significant, it should be recognized as extraordinary gain or loss in the current period.

(21)Retirement plan and net periodic pension cost

- (a) Under the defined benefit pension plan, net periodic pension costs are recognized in accordance with the actuarial calculations. Net periodic pension costs include service cost,

interest cost, expected return on plan assets, unrecognized net transition asset (obligation), and amortization of gains or losses on plan assets and prior service cost. Under the defined contribution pension plan, net periodic pension costs are recognized as incurred.

- (b) The Group adopts the defined benefit and defined contribution plans, except for the following subsidiaries:

Cayman President Holdings Ltd., Kai Nan Investment Corp., President International Trade Investment Corp. and Kai Yu Investment Co., Ltd. have no retirement plans as they have no full-time employees. President Global Corp. and President Asian Enterprises Inc. adopt a defined contribution pension plan and make contributions to the plan in accordance with the laws in the respective countries they operate.

(22) Treasury stock

- A. The cost of treasury stock acquired by the Group is accounted for under the weighted-average method. The treatments are as follows:

- (a) Acquisition: Shares purchased are based on cost; shares donated are based on the fair value.
- (b) Disposal: If the disposal value is higher than cost, any excess is recorded as Capital Reserve-Treasury Stock; if the disposal value is lower than the cost, the difference is first charged against the Capital Reserve-Treasury Stock account and any deficiency is charged against Retained Earnings.
- (c) Retirement: The cost is charged against the Treasury Stock account, and the related Additional Paid-in Capital and Common Stock accounts. If the cost of the treasury stock is higher than the sum of the par value and the Additional Paid-in Capital, the difference is charged against the Capital Reserve-Treasury Stock account and any deficiency is charged against Retained Earnings; if the cost of the treasury stock is lower than the sum of par value and the Additional Paid-in Capital, the difference is added to the Capital Reserve-Treasury Stock account.

- B. Effective January 1, 2002, the Company adopted R.O.C SFAS No. 30 "Accounting for Treasury Stocks", under which the parent company's stocks held by the subsidiaries are deemed as treasury stock when recognizing investment income (loss) and when preparing the financial statements.

(23) Income tax

- (a) The Group adopted R.O.C. SFAS No. 22 "Accounting for Income Tax", whereby income tax is provided based on accounting income after adjusting for permanent differences, and

inter-period and intra-period allocation of income tax is adopted. The tax effects of taxable temporary differences are recorded as deferred tax liabilities; while the tax effects of deductible temporary differences, net operating loss carryforwards and income tax credits are recorded as deferred tax assets. A valuation allowance on deferred tax assets is provided to the extent that it is more likely than not that the tax benefits will not be realized. Deferred tax assets or liabilities are classified into current or non-current items in accordance with the nature of the balance sheet accounts or the period realization is expected. Adjustments of prior years' income tax liabilities are included in the current year's income tax expense.

- (b) The Company and its R.O.C. subsidiaries adopted R.O.C. SFAS No. 12 "Accounting for Investment Tax Credits", whereby investment tax credits from the acquisition of machinery and equipment, research expenditures, training expenditures and investments in stocks are recognized in the period the related expenditures are incurred.
- (c) The additional 10% corporate income tax on earnings derived on or after January 1, 1998, which is not distributed in the following year, is included in the income tax expense in the year the stockholders approve the resolution to retain the earnings
- (d) Effective January 1, 2006, the Company and its R.O.C. subsidiaries adopted the "Income Basic Tax Act". If the amount of regular income tax is more than or equal to the amount of basic tax, the income tax payable shall be calculated in accordance with the Income Tax Act and other relevant laws. Whereas the amount of regular income tax is less than the amount of basic tax, the income tax payable shall also include the difference between the regular income tax and basic tax, in addition to the amount as calculated in accordance with the Income Tax Act and other relevant laws. The balance calculated in accordance with the provisions shall not allow for deductions claimed with regards to investment tax credits granted under the provisions of other laws.

(24) Assets or services exchange

In accordance with the R.O.C. SFAS No. 1 "Conceptual Framework for Financial Accounting and Preparation of Financial Statements" when different fixed assets are exchanged, the assets is exchanged should be stated at fair value and any difference between cost and fair value recognized as exchange gain or loss. According to related regulations, the fair value of exchanged non-monetary assets shall be referred to the same or similar assets which are traded in cash, market price, independent appraisal price, the estimated market value and reasonable evidences of exchanged assets or obtained services. If the price for acquiring fixed assets, other assets or services, is paid by selling member cards to counterpart proceeds from selling member cards should be recorded as entrance fee income, or customers' deposits. The assets or services

obtained should be recorded as assets or expenses at fair value depending on their nature.

(25) Use of estimates

The preparation of consolidated financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

(26) Revenues, costs and expenses

- (a) Revenues are recognized when the earning process is substantially completed and payment is realized or realizable; costs and expenses are recorded as incurred.
- (b) In accordance with the Regulation issued by the R.O.C. Accounting Research and Development Foundation, Tung Ho Development Co., Ltd. (Tung Ho) computes interest income on members' deposits using the regular interest rate which is debited as interest expense and credited as service income. Further, Tung Ho computes interest expense on security deposits paid to various golf clubs using the regular interest rate which is debited as service cost and credited as interest income.
- (c) Lodging gift coupons for associate members are expensed at their par value as expenses on the accrual basis in accordance with the regulation issued by the R.O.C. Accounting Research and Development Foundation. When the coupons are redeemed, service revenue is recognized. The unused expired coupons are treated as reduction of expenses or increase in revenues.

(27) Settlement date accounting

If an entity recognizes financial assets using settlement date accounting, any change in the fair value of the asset to be received during the period between the trade date and the settlement date is not recognized for assets carried at cost or amortized cost. For financial asset or financial liabilities classified as at fair value through profit or loss, the change in fair value is recognized in profit or loss. For available-for-sale financial assets, the change in fair value is recognized directly in equity.

3. CHANGES IN ACCOUNTING PRINCIPLES

(1) Goodwill

Effective January 1, 2006, the Group adopted the amended R.O.C. SFAS No. 1, No. 5, No. 7, No.

25 and No. 35 which discontinued the amortization of goodwill. As a result of the adoption of these amended standards, the consolidated net income before income tax increased by \$1,165,928 and earnings per share increased by \$0.35 (in NT dollars) for the year ended December 31, 2006.

(2) Financial instruments

Effective January 1, 2006, the Group adopted the R.O.C. SFAS No. 34 “Accounting for Financial Instruments” and No. 36 “Disclosure and Presentation of Financial Instruments”. As a result of these changes in accounting principles, the consolidated stockholders’ equity increased by \$1,514,189 as of December 31, 2006, and net income increased by \$301,343 whereas earnings per share increased by \$0.09 (in NT dollars) for the year ended December 31, 2006.

(3) Intangible assets

Effective January 1, 2007, the Group adopted the R.O.C. SFAS No. 37, “Accounting for Intangible Assets”. This change in accounting principle had no significant effect on the consolidated financial statements as of and for the year ended December 31, 2007.

4. DETAILS OF SIGNIFICANT ACCOUNTS

(1) Cash and cash equivalents

	<u>December 31, 2007</u>	<u>December 31, 2006</u>
Cash:		
Cash on hand	\$ 1,001,261	\$ 2,527,836
Checking deposits	2,755,077	1,173,263
Demand deposits	10,871,096	7,784,086
Time deposits	<u>12,297,901</u>	<u>1,071,505</u>
	26,925,335	12,556,690
Cash equivalents:		
Commercial papers	<u>3,238,179</u>	<u>908,560</u>
	<u>\$ 30,163,514</u>	<u>\$ 13,465,250</u>

(2) Financial assets at fair value through profit or loss

	<u>December 31, 2007</u>	<u>December 31, 2006</u>
Current items:		
Financial assets held for trading		
Mutual funds	\$ 9,049,821	\$ 6,606,364
Listed (TSE and OTC) stocks	1,793,911	1,500,688
Credit Link Notes	93,466	-
	<u>10,937,198</u>	<u>8,107,052</u>
Adjustment of financial assets held for trading	(177,408)	(138,702)
	<u>\$ 10,759,790</u>	<u>\$ 7,968,350</u>

The Group recognized net income of \$664,766 and \$737,062 for the years ended December 31, 2007 and 2006, respectively.

(3) Available-for-sale financial assets

	<u>December 31, 2007</u>	<u>December 31, 2006</u>
Current items:		
Mutual funds	\$ 32,368	\$ -
Listed (TSE and OTC) stocks	22	-
	<u>32,390</u>	<u>-</u>
Adjustment of available-for-sale financial assets	295	-
	<u>\$ 32,685</u>	<u>\$ -</u>
Non-current items:		
Listed (TSE and OTC) stocks	\$ 2,986,492	\$ 1,822,723
Corporate bonds	162,875	-
	<u>3,149,367</u>	<u>1,822,723</u>
Adjustment of available-for-sale financial assets	6,145,126	1,591,796
	<u>\$ 9,294,493</u>	<u>\$ 3,414,519</u>

(4) Notes receivable

	<u>December 31, 2007</u>	<u>December 31, 2006</u>
Notes receivable	\$ 3,608,296	\$ 2,085,386
Less: Allowance for doubtful accounts	(109,541)	(119,606)
	<u>\$ 3,498,755</u>	<u>\$ 1,965,780</u>

(5) Accounts receivable

	<u>December 31, 2007</u>	<u>December 31, 2006</u>
Accounts receivable	\$ 9,760,064	\$ 10,933,481
Less: Allowance for doubtful accounts	(538,595)	(563,950)
	<u>\$ 9,221,469</u>	<u>\$ 10,369,531</u>

(6) Other receivables

	<u>December 31, 2007</u>	<u>December 31, 2006</u>
Other receivables	\$ 5,047,749	\$ 7,165,457
Less: Allowance for doubtful accounts	(37,658)	(23,837)
	<u>\$ 5,010,091</u>	<u>\$ 7,141,620</u>

(7) Inventories

	<u>December 31, 2007</u>	<u>December 31, 2006</u>
Merchandise	\$ 9,311,820	\$ 9,698,006
Raw materials	6,559,609	4,581,090
Raw materials in transit	2,228,374	1,436,677
Supplies	1,253,335	892,729
Work in process	1,339,804	1,264,667
Livestock in process	31,448	23,569
Finished goods	3,850,952	3,474,632
Livestock	16,025	18,685
Less: Allowance for decline in value of livestock	(11,096)	(12,230)
By-products	1,103	691
Land held for construction	362,243	435,494
Construction in progress-land	299,385	125,699
Construction in progress-buildings	36,794	120,004
Buildings and land held for sale	494,319	521,886
	<u>25,774,115</u>	<u>22,581,599</u>
Less: Allowance for price decline and obsolescence in inventories	(419,624)	(434,721)
	<u>\$ 25,354,491</u>	<u>\$ 22,146,878</u>

For details of interest capitalized for inventories, please refer to Note 4(11).

(8) Financial assets carried at cost

	<u>December 31, 2007</u>	<u>December 31, 2006</u>
Non-current items:		
Unlisted stocks	\$ 9,383,110	\$ 9,966,667
Emerging stocks	8,317,306	8,492,354
Non-public trading bonds	<u>950,422</u>	<u>655,059</u>
	18,650,838	19,114,080
Less: Accumulated impairment	(<u>2,243,641</u>)	(<u>344,472</u>)
	<u>\$ 16,407,197</u>	<u>\$ 18,769,608</u>

A. The investments were measured at cost since their fair value cannot be measured reliably.

B. For details of accumulated impairment, please refer to Note 4(16).

(9) Investments in bonds without active markets

	<u>December 31, 2007</u>	<u>December 31, 2006</u>
Non-current item:		
Finance bonds	<u>\$ 45,000</u>	<u>\$ 45,000</u>

(10) Long-term equity investments accounted for under the equity method

(a) Details of long-term equity investments accounted for under the equity method are set forth below:

Name of subsidiaries	December 31, 2007		December 31, 2006	
	Amount	Percentage owned	Amount	Percentage owned
Jimmailang Beverage (Beijing) Co., Ltd.	\$ 1,016,954	50.00	\$ 1,124,978	50.00
Cargill President Holding Pte Ltd.	931,037	50.00	642,132	50.00
Presicarre Corp.	7,709,518	40.00	7,445,180	40.00
TTET Union Corp.	983,678	37.64	920,240	37.64
Eagle Cold Storage Enterprises Co., Ltd.	534,878	34.23	551,990	37.36
Kuang Chuan Pasture Co., Ltd.	1,199,651	31.25	1,152,774	31.25
Kang Na Hsiung Enterprise Co., Ltd.	807,276	29.95	780,681	29.95
President Securities Corp.	5,753,335	29.25	5,361,315	29.25
Scino Pharm Taiwan, Ltd.	667,261	20.65	465,924	20.65
Allianz President Life Insurance Co., Ltd.	-	-	814,549	29.51
Others (individually less than 2%)	<u>4,377,594</u>	20.00~ 50.00	<u>3,172,895</u>	20.00~ 50.00
	<u>\$23,981,182</u>		<u>\$22,432,658</u>	

(b) Long-term investment income accounted for under the equity method was \$2,743,690 and \$1,340,420 for the years ended December 31, 2007 and 2006, respectively.

(c) Effective January 1, 2006, the Group adopted the amended R.O.C. SFAS No. 1, No. 5, No. 7, No. 25 and No. 35 which discontinued the amortization of goodwill. As a result of the adoption of these SFAS, investment income under the equity method increased by \$1,165,928 for the year ended December 31, 2006.

(d) The investee companies adopted R.O.C. SFAS No. 34 "Financial Instruments: Recognition and Measurement", and SFAS No. 36 "Financial Instruments: Disclosure and Presentation". The Company recognized an unrealized gain on market value increase of long-term equity investments by investee companies amounting to \$2,970,912 and \$392,835 (classified as unrealized gain on financial instruments) as of December 31, 2007 and 2006, respectively.

(11) Property, plant and equipment

(a) As of December 31, 2007 and 2006, the revaluation increment and accumulated depreciation of Property, plant and equipment assets are listed as follows:

<u>Assets</u>	<u>December 31, 2007</u>		<u>December 31, 2006</u>	
	<u>Revaluation increment</u>	<u>Accumulated depreciation</u>	<u>Revaluation increment</u>	<u>Accumulated depreciation</u>
Land	\$ 4,982,320	\$ -	\$ 3,835,662	\$ -
Buildings	138,674	8,466,992	138,749	7,289,202
Machinery and equipment	38,409	31,434,551	40,983	28,120,265
Electrical installations	6,675	992,379	6,809	862,264
Transportation equipment	858	4,121,186	1,178	1,872,547
Office equipment	289	1,914,295	289	2,522,997
Leased assets	-	283,797	-	211,591
Leasehold improvements	-	4,844,619	-	3,722,736
Other equipment	24,363	15,075,094	25,331	14,369,112
	<u>\$ 5,191,588</u>	<u>\$67,132,913</u>	<u>\$ 4,049,001</u>	<u>\$58,970,714</u>

(b) In the years 1975, 1979, 1981, 1983, 1990, 1995 and 2005, the Company revalued certain property, plant and equipment (including assets leased to others and idle assets) in accordance with the regulations for the Revaluation of Assets in the Republic of China. The amount of appraisal increment credited to asset revaluation was \$2,521,590. The balance of asset revaluation (before the amended “Business Entity Accounting Law”, shown as capital reserve from asset revaluations) was \$1,511,316 as of December 31, 2007 and 2006. In addition, as a result of the adoption of R.O.C. SFAS No. 5 “Long-term Investments under Equity Method”, the Company recognized the unrealized asset revaluation amounting to \$278,834 and \$279,035 as of December 31, 2007 and 2006, respectively.

(c) The balance of provision for landvalue incremental tax as of December 31, 2007 and 2006 was \$1,773,357.

(d) Interest expense before capitalization in 2007 and 2006 was \$4,796,671 and \$4,006,156, respectively. Interest capitalized totaled \$154,509 and \$104,799 with interest rates of 2.19% ~6.04% and 2.00%~6.23% in 2007 and 2006, respectively.

(e) As of December 31, 2007 and 2006, the Group owned certain agricultural land amounting to \$1,016,931 and \$1,016,572, respectively, for expansion of plant facilities. This land has yet to be rezoned for industrial purposes. Accordingly, the land title has not been officially

transferred to the Group. However, the Group has secured the land deeds and other ownership documents.

- (f) Tung Ho Development Corp. had purchased 56 lots in Da-Pu, which is located in Jiayi from Mr. Tsai Xu Tang in October 2000. The Board of Directors had approved the sale of the land. Tung Ho Development Corp. had sold memberships totaling \$103,680, which are deferred, pending the final disposal of the land. As of December 31, 2007 and 2006, the book value was \$176,320 (the total cost of \$280,000 less deferred revenue of \$103,680).

- (g) Leased assets

The terms of the major leased properties are summarized below:

- (1) Upon the expiration of the lease contract, the title of the leased properties accounted for under capital leases are transferred to the Company at no additional cost.

The rental payments and the leased properties are listed below:

Category of property	Present value based	
	on the implicit interest rate	Period
Buildings, piping infrastructure and electricity generation equipment and other equipment	<u>\$ 240,000</u>	August 1997- July 2012, equal monthly

- (2) As of December 31, 2007, total amount of future rental payments and their present value were listed as follows:

	Rent Payable	
	Present value of future rental payments	Total future rental payments
1.1.2008-12.31.2008	\$ 20,532	\$ 30,949
1.1.2009-12.31.2009	22,681	30,949
1.1.2010-12.31.2010	25,056	30,949
1.1.2011-12.31.2011	27,680	30,949
1.1.2012-7.31.2012	<u>17,466</u>	<u>18,053</u>
	113,415	<u>\$ 141,849</u>
Less: Liabilities under capital lease within one year	(20,532)	
Capital lease payable - non-current	<u>\$ 92,883</u>	

- (h) The accumulated impairment of fixed assets as of December 31, 2007 and 2006 was \$279,851 and \$165,018, respectively. Please refer to Note 4(16).

(12) Other intangible assets

As of December 31, 2007 and 2006, other intangible assets are as follows:

Item	Beginning balance					Ending balance				
	Initial cost	Accumulated amortization	Effect of exchange rate changes	Book value		Initial cost	Accumulated amortization	Effect of exchange rate changes	Book value	
Trademarks	\$ 24,339	(\$ 8,505)	\$ -	\$ 15,834		\$ 87,669	(\$ 15,269)	\$ -	\$ 72,400	
Copyrights	14,057	(512)	-	13,545		14,057	(512)	-	13,545	
Licenses	465,070	(39,707)	-	425,363		71,609	(71,609)	-	-	
Land use rights	2,212,549	(63,557)	-	2,148,992		2,212,549	(99,412)	-	2,113,137	
Land occupancy rights	1,065,364	(22,105)	(5,049)	1,038,210		1,283,063	(61,439)	48,718	1,270,342	
Others	897,351	(515,629)	-	381,722		1,892,453	(855,743)	-	986,710	
	<u>\$ 4,678,730</u>	<u>(\$ 650,015)</u>	<u>(\$ 5,049)</u>	<u>4,023,666</u>		<u>\$ 5,511,400</u>	<u>(\$ 1,103,984)</u>	<u>\$ 48,718</u>	<u>4,456,134</u>	
Less: Discount on land occupancy				-					(141,985)	
Accumulated impairment				(162,067)					(13,545)	
				<u>\$ 3,861,599</u>					<u>\$ 4,300,604</u>	

For the year ended December 31, 2007

Item	Beginning balance					Ending balance				
	Initial cost	Accumulated amortization	Effect of exchange rate changes	Book value		Initial cost	Accumulated amortization	Effect of exchange rate changes	Book value	
Trademarks	\$ 12,599	\$ -	\$ -	\$ 12,599		\$ 24,339	(\$ 8,505)	\$ -	\$ 15,834	
Copyrights	14,057	-	-	14,057		14,057	(512)	-	13,545	
Licenses	273,567	-	-	273,567		465,070	(39,707)	-	425,363	
Land use rights	2,212,549	-	-	2,212,549		2,212,549	(63,557)	-	2,148,992	
Land occupancy rights	879,159	-	-	879,159		1,065,364	(22,105)	(5,049)	1,038,210	
Others	195,962	-	-	195,962		897,351	(515,629)	-	381,722	
	<u>\$ 3,587,893</u>	<u>\$ -</u>	<u>\$ -</u>	<u>3,587,893</u>		<u>\$ 4,678,730</u>	<u>(\$ 650,015)</u>	<u>(\$ 5,049)</u>	<u>4,023,666</u>	
Less: Accumulated impairment				(4,762)					(162,067)	
				<u>\$ 3,583,131</u>					<u>\$ 3,861,599</u>	

For the year ended December 31, 2006

For details of accumulated impairment, please refer to Note 4 (16).

(13) Assets leased to others

	December 31, 2007			December 31, 2006		
	Historical	Revaluation	Total	Historical	Revaluation	Total
Land	\$ 3,918,434	\$ 370,789	\$ 4,289,223	\$ -	\$ -	\$ -
Buildings	2,860,165	14,075	2,874,240	(418,686)	(13,378)	(432,064)
Machinery and equipment	420	-	420	(385)	-	(385)
Piping infrastructure and electrical generation equipment	9,674	-	9,674	(7,959)	-	(7,959)
Office equipment	2,717	-	2,717	(2,399)	-	(2,399)
Other equipment	159,612	4,290	163,902	(146,497)	(4,290)	(150,787)
	\$ 6,951,022	\$ 389,154	\$ 7,340,176	(\$ 575,926)	(\$ 17,668)	(\$ 593,594)
Less: Accumulated impairment						(11,478)
						\$ 6,735,104
						Net book value
						\$ 4,289,223
						2,442,176
						35
						1,715
						318
						13,115
						6,746,582
						(11,478)
						\$ 6,735,104
						Net book value
Land	\$ 3,366,730	\$ 1,488,969	\$ 4,855,699	\$ -	\$ -	\$ 4,855,699
Buildings	2,642,031	14,075	2,656,106	(357,286)	(13,247)	(370,533)
Machinery and equipment	124,820	-	124,820	(62,676)	-	(62,676)
Piping infrastructure and electrical generation equipment	46,899	-	46,899	(36,545)	-	(36,545)
Office equipment	3,209	-	3,209	(2,521)	-	(2,521)
Other equipment	216,662	4,290	220,952	(152,646)	(4,290)	(156,936)
	\$ 6,400,351	\$ 1,507,334	\$ 7,907,685	(\$ 611,674)	(\$ 17,537)	(\$ 629,211)
						\$ 7,278,474

(a) Rental revenues in 2007 and 2006 were \$176.161 and \$104.939, respectively.

(b) The Group revalued certain assets leased to others in accordance with the Regulations for the Revaluation of Assets in Republic of China. Please refer to Note 4(11).

(c) For details of accumulated impairment, please refer to Note 4 (16).

(14) Idle assets

	December 31, 2007						
	Cost			Accumulated depreciation			
	Historical	Revaluation	Total	Historical	Revaluation	Total	
Land	\$ 1,260,759	\$ 566	\$ 1,261,325	\$ -	\$ -	\$ -	\$ 1,261,325
Buildings	222,227	4,373	226,600	(57,895)	(4,356)	(62,251)	164,349
Machinery and equipment	250,118	-	250,118	(164,759)	-	(164,759)	85,359
Piping infrastructure and electricity generation equipment	1,950	-	1,950	(1,546)	-	(1,546)	404
Office equipment	1,938	-	1,938	(1,484)	-	(1,484)	454
Other equipment	30,090	978	31,068	(22,142)	(978)	(23,120)	7,948
	<u>\$ 1,767,082</u>	<u>\$ 5,917</u>	<u>\$ 1,772,999</u>	<u>(\$ 247,826)</u>	<u>(\$ 5,334)</u>	<u>(\$ 253,160)</u>	<u>\$ 1,519,839</u>
Less: Accumulated impairment							(125,474)
							<u>\$ 1,394,365</u>
	December 31, 2006						
	Cost			Accumulated depreciation			Net book value
	Historical	Revaluation	Total	Historical	Revaluation	Total	
Land	\$ 1,403,854	\$ 566	\$ 1,404,420	\$ -	\$ -	\$ -	\$ 1,404,420
Buildings	413,974	6,847	420,821	(102,363)	(6,828)	(109,191)	311,630
Machinery and equipment	162,151	-	162,151	(118,206)	-	(118,206)	43,945
Piping infrastructure and electricity generation equipment	17	-	17	(11)	-	(11)	6
Office equipment	4,767	-	4,767	(4,255)	-	(4,255)	512
Other equipment	39,952	978	40,930	(17,987)	(978)	(18,965)	21,965
	<u>\$ 2,024,715</u>	<u>\$ 8,391</u>	<u>\$ 2,033,106</u>	<u>(\$ 242,822)</u>	<u>(\$ 7,806)</u>	<u>(\$ 250,628)</u>	<u>\$ 1,782,478</u>
Less: Accumulated impairment							(35,478)
							<u>\$ 1,747,000</u>

(a) The Company revalued certain idle assets in accordance with the Regulations for the Revaluation of Assets in Republic of China. Please refer to Note 4(11).

(b) For details on accumulated impairment, please refer to Note 4(16).

(15) Deferred expenses

	<u>2007</u>	<u>2006</u>
Beginning balance	\$ 1,461,677	\$ 1,042,875
Additions	320,776	633,302
Deductions	-	(14,534)
Amortization	(653,295)	(205,015)
Effect of foreign exchange rate changes	489	5,049
Ending balance	<u>\$ 1,129,647</u>	<u>\$ 1,461,677</u>

(a) Deferred expenses included lease of packing machines. The minimum advance rental payments are amortized over a period of 8~12 years, the estimated economic lives of the packing machines. The contingent rental paid quarterly based on the unit-of-production is recognized as current expense.

(b) The deduction in 2006 was due to the return of leased vending machines.

(16) Impairment of assets

After reversal of impairment loss previously recognized, the total accumulated impairment as of December 31, 2007 and 2006 was \$2,673,989 and \$707,035, respectively.

Details are set forth below:

<u>Item</u>	<u>December 31, 2007</u>	<u>December 31, 2006</u>
Recorded as impairment loss:		
Financial assets carried at cost - non-current	\$ 2,243,641	\$ 344,472
Property, plant and equipment (Note)	279,851	165,018
Copyrights	13,545	13,545
Leased property (Note)	11,478	-
Idle assets (Note)	125,474	35,478
Other intangible assets (Note)	-	148,522
	<u>\$ 2,673,989</u>	<u>\$ 707,035</u>

The accumulated impairment summarized by department are as follows:

<u>Department</u>	<u>December 31, 2007</u>	<u>December 31, 2006</u>
Entertainment business	\$ 235,619	\$ 145,768
Tinplate business	43,017	32,162
Foods	85,911	20,658
Feeds	5,006	1,628
Retail chain stores	711,760	148,522
General department	1,592,676	358,297
	<u>\$ 2,673,989</u>	<u>\$ 707,035</u>

(Note) Part of financial assets carried at cost - non-current have been recognized or disposed, property, plant and equipment and assets leased to others have been recognized, other intangible assets and idle assets have been disposed or transferred to property, plant and equipment during the years ended December 31, 2007 and 2006. As such, impairment loss of \$2,115,476 and \$454,322 was recognized for the years ended December 31, 2007 and 2006, respectively.

(17) Short-term loans

	<u>December 31, 2007</u>	<u>December 31, 2006</u>	<u>Collateral or security</u>
Unsecured bank loans	\$ 20,312,010	\$ 28,249,701	—
Secured bank loans	<u>3,804,083</u>	<u>6,873,990</u>	(Note)
	<u>\$ 24,116,093</u>	<u>\$ 35,123,691</u>	
Range of interest rates	<u>1.50%~7.00%</u>	<u>0.45%~6.11%</u>	

(Note) Collaterals include financial assets at fair value through profit or loss - current, certificate of deposit - restricted, inventories, available-for-sale financial assets - non-current, financial assets carried at cost - non-current, long-term equity investments accounted for under the equity method, land, buildings, machinery and transportation equipment and other assets-other.

(18) Notes and bills payable

	<u>December 31, 2007</u>	<u>December 31, 2006</u>	<u>Collateral or</u>
Commercial papers payable	\$ 10,030,000	\$ 12,159,023	(Note)
Acceptance payable	<u>-</u>	<u>5,767</u>	"
	10,030,000	12,164,790	
Less: Prepaid interests	(<u>19,361</u>)	(<u>22,512</u>)	
	<u>\$ 10,010,639</u>	<u>\$ 12,142,278</u>	
Range of interest rates	<u>2.05%~4.75%</u>	<u>1.48%~2.80%</u>	

The above commercial papers and acceptance payables were issued and secured by banks and other financing institutions for short-term financing.

(Note) Collaterals include financial assets at fair value through profit or loss - current, certificate of deposit-restricted, inventories, long-term equity investments accounted for under the equity method, land, buildings, and other assets-other.

(19) Bonds payable

	<u>December 31, 2007</u>	<u>December 31, 2006</u>	<u>Collateral or security</u>
Secured domestic bonds payable	\$ 8,280,000	\$ 9,390,000	—
Unsecured convertible bonds payable	<u>5,000,000</u>	<u>-</u>	
	13,280,000	9,390,000	
Less: Discount on bonds payable	(355,613)	-	
Current portion of bonds payable	(<u>4,780,000</u>)	(<u>1,110,000</u>)	
	<u>\$ 8,144,387</u>	<u>\$ 8,280,000</u>	

A. The Company issued secured domestic bonds in January 2003. The significant terms of the bonds are as follows:

(a) Total issue amount:

Total amount of \$1,800,000, consisted of \$500,000 of A bonds, \$300,000 of B bonds, \$200,000 of C bonds, \$400,000 of D bonds and E bonds.

(b) Issue price: At par value of \$1,000 per bond.

(c) Coupon rate:

The secured domestic bonds consist of five types of bonds, A, B, C, D and E. The coupon rate of A, B and D bonds is 3.95% less the floating interest rate. The coupon rate of C and E bonds is 3.951% less the floating interest rate.

(d) Term of interest repayment:

The bond interest is payable in installments every six months starting July 2003 based on the coupon rate.

(e) Repayment term:

The A bonds are repayable starting January 2006 to January 2008 in three annual installments at the rate of 30%, 30% and 40%, respectively. The B, C, D, and E bonds are repayable in January 2008 upon the maturity of the bonds.

(f) Period: 5 years, from January 28, 2003 to January 28, 2008.

(g) Guarantee Bank:

A bonds is guaranteed by Mega International Commercial Bank Co., Ltd. (formerly

International Commercial Bank of China), B and C bonds are guaranteed by Chang Hwa Commercial Bank, and D and E bonds are guaranteed by Bank of Taiwan.

B. The Company issued secured domestic bonds in September 2003. The significant terms of the bonds are as follows:

(a) Total issue amount:

Total amount of \$1,300,000, consisted of \$300,000 of A, B and C bonds and \$200,000 of D and E bonds.

(b) Issue price: At par value of \$10,000 per bond.

(c) Coupon rate:

The secured domestic bonds consist of five types of bonds, A, B, C, D and E. The coupon rate is determined as follows:

(i) If the floating rate is equal to or less than 0.75% per annum, the coupon rate is equal to the floating rate.

(ii) If the floating rate is greater than 0.75% per annum, but is equal to or less than 2.50% per annum, the coupon rate is 2.69% per annum.

(iii) If the floating rate is greater than 2.50% per annum, the coupon rate is 4.00% minus the floating rate.

(d) Term of interest repayment:

The bond interest is calculated on simple rate every six months and payable in annual installments starting September 2004 based on the coupon rate.

(e) Repayment term:

The bonds are repayable in September 2008 upon the maturity of the bonds.

(f) Period:

5 years. The maturity dates of the bonds are from September 22~26, 2003 to September 22~26, 2008.

(g) Guarantee Bank:

The bonds are guaranteed by Chang Hwa Commercial Bank, Bank of Taiwan and Taiwan Land Bank.

C. The Company issued secured domestic bonds in September 2003. The significant terms of

the bonds are as follows:

(a) Total issue amount: \$300,000

(b) Issue price: At par value of \$10,000 per bond.

(c) Coupon rate:

The coupon rate in the first year is 3.00% per annum. The coupon rate from the second year to the fifth year is determined as follows:

(i) If the floating rate is less than 1.25% per annum, the coupon rate is the floating rate plus 0.70% per annum.

(ii) If the floating rate is greater than or equal to 1.25% per annum, the coupon rate is 4.20% minus the floating rate.

(d) Term of interest repayment:

The bond interest is calculated on simple rate every three months and payable in annual installments every year starting September 2004 based on the coupon rate.

(e) Repayment term:

The bonds are repayable in September 2008 upon the maturity of the bonds.

(f) Period: 5 years, from September 29, 2003 to September 29, 2008.

(g) Guarantee Bank:

The bonds are guaranteed by Hwa Nan Commercial Bank.

D. The Company issued secured domestic bonds in December 2003. The significant terms of the bonds are as follows :

(a) Total issue amount :

Total amount of \$700,000, consisted of \$300,000 of A and \$200,000 of B and C bonds.

(b) Issue price : At par value of \$10,000 per bond.

(c) Coupon rate :

The secured domestic bonds consist of three types of bonds, A, B and C.

The coupon rate is determined as follows :

<u>Bonds</u>	<u>Coupon rate</u>
A	If 6M LIBOR < 1.20%, the coupon rate is 6M LIBOR. If 1.20% <= 6M LIBOR <= 2.00%, the coupon rate is 3.50%. If 6M LIBOR > 2.00%, the coupon rate is 5.00% minus 6M LIBOR. The floor of coupon rate is zero.

- B If 6M LIBOR < 1.20%, the coupon rate is 6M LIBOR plus 0.0001%. If 1.20% <= 6M LIBOR <= 2.00%, the coupon rate is 3.50%. If 6M LIBOR > 2.00%, the coupon rate is 5.00% minus 6M LIBOR. The floor of coupon rate is zero.
- C If 6M LIBOR < 1.05%, the coupon rate is 6M LIBOR. If 1.05% <= 6M LIBOR <= 2.00%, the coupon rate is 3.25%. If 6M LIBOR > 2.00%, the coupon rate is 4.00% minus 6M LIBOR. The floor of coupon rate is zero.

(d) Term of interest repayment :

The bond interest is payable in every six months installments starting June 2004 based on the rate coupon.

(e) Repayment term :

The A and B bonds are repayable in December 2008 upon the maturity of the bonds. The C bonds are repayable starting December 2006 to December 2008 in three annual installments at the rate of 30%, 30% and 40%, respectively.

(f) Period : 5 years, from December 24, 2003 to December 24, 2008.

(g) Guarantee Bank:

A and B bonds are guaranteed by Taipei Fubon Bank, and C bonds are guaranteed by Mega International Commercial Bank. (formerly International Commercial Bank of China).

E. The Company issued secured domestic bonds in September 2004. The significant terms of the bonds are as follows:

(A) Total issue amount:

Total amount of \$3,500,000, consisting of \$500,000 of A, B, C, D, E, F and G bonds.

(B) Issue price: At par value of \$10,000 per bond

(C) Coupon rate:

The secured domestic bonds consist of seven types of bonds, A, B, C, D, E, F and G. The coupon rate is determined as follows:

Bonds	Coupon rate
A, B and C	The coupon rate is 2.14% per annum.
D and E	The coupon rate is 3×(5 Year TWD IRS - 2 Year TWD IRS) + 0.92% per annum. The floor of coupon rate is zero.

F and G If (5 Year TWD IRS - 2 Year TWD IRS) \leq 1.15%, then the coupon rate is $3 \times (5 \text{ Year TWD IRS} - 2 \text{ Year TWD IRS}) + 1.1\%$ and the floor of coupon rate is not less than zero. If (5 Year TWD IRS - 2 Year TWD IRS) $>$ 1.15%, then the coupon rate is 2.1%.

(D) Term of interest repayment :

The interest of A, B and C bonds is calculated and repayable in installments every six month starting March 2005 based on the coupon rate. The interest of D, E, F and G bonds is calculated every three months and repayable in the same way as A, B and C bonds.

(E) Repayment term :

The bonds are repayable in September 2009 upon the maturity of the bonds.

(F) Period : 5 years, from September 1 ~ 3, 2004 to September 1 ~ 3, 2009.

(G) Guarantee Bank:

The bonds are guaranteed by Chinatrust Financial Holding Co., Ltd. and 12 other financial institutions.

F. The Company issued unsecured convertible bonds at premium price on October 2007 and listed in the OTC on October 29, 2007. The significant terms of the bonds are as follows:

(A) Total issue amount: \$5,000,000.

(B) Issue price: At 103% of par value of \$100 per bond.

(C) Coupon rate: 0%.

(D) Repayment term:

In addition to the bondholders converting the bonds to common stocks under the terms of the bonds, the bonds are repayable upon the maturity of the bonds.

(E) Period: 3 years, from October 25, 2007 to October 25, 2010.

(F) Conversion Period:

Except for the closed period, the bonds may be converted into the Company's common stocks on or after November 26, 2007 and on or prior to October 15, 2010. As of December 31, 2007, no bonds have been converted to common stocks.

(G) Conversion price and adjustment:

The conversion price is \$56 (in NT dollars) per share. Except for the common stocks converted from securities with conversion rights or options issued by the Company, the Company shall adjust the conversion price under the terms of the bonds in the cases of new shares issued, stock dividends, free distribution, cash dividends or equity dilution to

the original shareholders. As of December 31, 2007, the conversion price was \$56(in NT dollars).

(H)Under the terms of the bonds, the rights and obligations of the new common stocks converted from the bonds equal to those issued originally.

G. For issued unsecured convertible bonds, the Company separates the conversion rights from the liabilities, which amounted to \$523,481 as "capital reserve-stock warrants" in accordance with the R.O.C SFAS No. 36 "Disclosure and Presentation Financial Instruments".

H. Domestic bonds issued by President Chain Store Corp. was guaranteed by Taipei Fubon Bank and Bank of Taiwan. The period of the bonds is from June 10, 2003 to June 13, 2008.

(a) A Bond: \$800,000, the coupon rate of A bonds is 1.40% per annum. The bond interest is payable in installment every year. The bonds are repayable starting July 2006 to July 2008 in three annual installments at the rate of 25%, 25% and 50%, respectively.

(b) B Bond: \$700,000, the coupon rate of B bonds is 4% per annum less USD 6-Month LIBOR or 4% per annum less 180-day commercial paper interest rate. The bond interest is payable in installment every six months. The bond are repayable at the maturity date.

(20)Long-term loans

	<u>December 31, 2007</u>	<u>December 31, 2006</u>	<u>Collateral or security</u>
Unsecured bank loan	\$ 46,263,934	\$ 39,924,636	—
Secured bank loans	13,643,771	11,023,284	(Note)
Revolving credit facility	<u>5,000,000</u>	<u>5,300,000</u>	—
	64,907,705	56,247,920	
Less: Prepaid interest	(8,565)	(17,801)	
Current portion of long-term loans	(<u>7,228,753</u>)	(<u>6,412,289</u>)	
	<u>\$ 57,670,387</u>	<u>\$ 49,817,830</u>	
Range of maturity date	<u>2008.6~2025.9</u>	<u>2007.5~2018.12</u>	
Range of interest rates	<u>0.25%~6.12%</u>	<u>1.65%~9.50%</u>	

(Note) Certificate of deposit-restricted, available-for-sale financial assets - non-current, financial assets carried at cost - non-current, long-term equity investments accounted for under the equity method, land, buildings, machinery and equipment, transportation equipment, other equipment, and land use right.

(21)Retirement plan

A. In accordance with the retirement plan of the Company and its R.O.C subsidiaries (except for Cayman President Holdings Ltd., Kai Nan Investment Co. Ltd., President International Trade

and Investment Corp., and Kai Yu Investment Co. Ltd), the Company and its R.O.C subsidiaries set up a defined benefit pension plan in accordance with the Labor Standards Law, which applies to all regular employees before the enforcement of the Labor Pension Act (the “Act”) on July 1, 2005 and the employees who choose to be covered under the pension scheme of the Labor Standards Law after the enforcement of the Act. Under the defined benefit plan, two units are granted for each year of service for the first 15 years and one unit is granted for each additional year there after, subject to a maximum of 45 units. Pensions paid upon retirement are based on the number of units granted and the average monthly salaries and wages of the last six months prior to retirement. The Company and its R.O.C subsidiaries contribute monthly an amount equal to 2% ~15% (the Company has changed the rate from 12.32% to 13.76% since January 2006) of the employees' monthly salaries and wages to the retirement fund deposited with Bank of Taiwan under the name of the independent retirement fund committee.

B. The following sets forth the pension information based on the actuarial report:

(a) The Company and its R.O.C subsidiaries adopted R.O.C. SFAS No.18 “Accounting for Pensions”. The assumptions used to measure the funded status of the various retirement plans are as follows:

	<u>2007</u>	<u>2006</u>
Discount rate	2.75%~3.75%	2.50%~3.50%
Rate of increase in compensation levels	1.27%~4.00%	1.00%~4.00%
Expected return on plan assets	2.50%~2.75%	2.50%~2.75%

(b) The funded status of the plans for 2007 and 2006 is as follows:

	December 31, 2007 <u>(Note)</u>	December 31, 2006 <u>(Note)</u>
Benefit Obligation:		
Vested benefit obligation	(\$ 2,533,388)	(\$ 2,267,132)
Non-vested benefit obligation	(4,089,833)	(3,732,152)
Accumulated benefit obligation	(6,623,221)	(5,999,284)
Additional benefit based on future salaries	(2,732,383)	(2,110,015)
Projected benefit obligation	(9,355,604)	(8,109,299)
Fair value of plan assets	<u>4,430,619</u>	<u>3,697,106</u>
Plan funded status	(4,924,985)	(4,412,193)
Unrecognized net transitional obligation	357,124	364,126
Prior service cost	102,662	139,134
Unrecognized plan asset loss	3,517,831	2,742,445
Additional minimum pension liability	(1,432,242)	(1,415,245)
Accrued pension liability	<u>(\$ 2,379,610)</u>	<u>(\$ 2,581,733)</u>
Minimum pension liability	<u>(\$ 1,359,832)</u>	<u>(\$ 1,562,935)</u>
Vested benefit	<u>(\$ 2,286,599)</u>	<u>(\$ 2,064,953)</u>

(Note) The measurement date of the consolidated financial statements were on December 31, 2007 and 2006, except for the Company which was on November 30, 2007 and 2006.

(c) The net periodic pension cost for the years ended December 31, 2007 and 2006 consists of the following:

	<u>2007</u>	<u>2006</u>
Service cost	\$ 263,614	\$ 275,676
Interest cost	285,848	293,473
Expected return on plan assets	(105,992)	(93,201)
Amortization of the unrecognized net obligation at transition	62,119	53,120
Amortization of the unrecognized prior service cost	16,839	17,386
Amortization of the unrecognized plan asset losses	150,149	187,005
Curtailment and settlement gains	<u>82,690</u>	(3,576)
Net periodic pension cost	<u>\$ 755,267</u>	<u>\$ 729,883</u>

C. As of December 31, 2007 and 2006, the balance of the independent retirement trust fund was \$4,508,340 and \$3,966,438, respectively.

- D. As a result of the enforcement of the Act, the Company and its R.O.C subsidiaries set up a defined contribution pension plan which took effect from July 1, 2005. The local employees are eligible for the defined contribution plan. For the employees who elect to be covered under the pension scheme of the Act, the Company and its R.O.C subsidiaries contribute monthly an amount not less than 6% of the employees' monthly salaries and wages to the employees' individual pension accounts at the Bureau of Labor Insurance. Pensions are paid by monthly installments or in lump sum based on the accumulated balances of the employees' individual pension accounts. For the years ended December 31, 2007 and 2006, the net pension costs recognized under the defined contribution plan were \$481,580 and \$401,363, respectively.
- E. The subsidiaries in Mainland China have a non-contributory and funded defined contribution plan. In accordance with related Laws of the People's Republic of China, the subsidiaries in Mainland China contributes monthly certain rates of the employees' monthly salaries and wages to a retirement fund. All benefits and welfare payments for current and retired employees from the retirement fund are administered by a government agency.

(22) Other liabilities - other

	<u>December 31, 2007</u>	<u>December 31, 2006</u>
Land use rights payable	\$ 1,750,000	\$ 1,750,000
Less: Discount on land use rights payable	(210,498)	(140,857)
	1,539,502	1,609,143
Less: Current portion of land use rights payable	-	(453,857)
	<u>\$ 1,539,502</u>	<u>\$ 1,155,286</u>

As of December 31, 2007, land use rights payable and discount are listed as follows:

<u>Year</u>	<u>Land use rights payable</u>	<u>Discount on land use rights payable</u>
2008	\$ -	\$ 55,143
2009	500,000	51,039
2010	250,000	36,544
2011	250,000	28,456
2012~2014(Note)(for each year \$250,000)	<u>750,000</u>	<u>39,316</u>
	<u>\$ 1,750,000</u>	<u>\$ 210,498</u>

(Note) The Taipei City Government agrees with the payment extended to 2014.

(23)Common stock

The stockholders at their annual stockholders' meeting on June 28, 2007 adopted a resolution to increase the authorized capital by \$13,756,132 and increase capital through unappropriated retained earnings of \$2,012,475. Pursuant to the approval by the Financial Supervisory Commission, Securities and Futures Bureau, the capital increase was effective on August 23, 2007. After the capital increase, the authorized capital was \$48,000,000, and the paid-in capital was \$35,553,733, consisting of 3,555,373,000 shares with a par value of \$10 (in NT dollars) per share.

(24)Capital reserve

(a) The R.O.C. Company Law requires that capital reserve shall be exclusively used to cover accumulated deficit or to increase capital and shall not be used for any other purpose. However, capital reserve arising from paid-in capital in excess of par value on issuance of common stock and donations can be capitalized once a year, provided that the Company has no accumulated deficit and the amount to be capitalized does not exceed 10% of the paid-in capital. Capital reserve arising from valuation of long-term equity investments accounted for under the equity method and treasury stock transactions cannot be used for any other purpose.

(b) Capital reserve-stock warrants, please refer to Note 4 (19).

(25)Retained earnings

(a) According to the R.O.C. Company Law, the annual net income should be used initially to cover any accumulated deficit; thereafter 10% of the annual net income should be set aside as legal reserve until the legal reserve has reached 100% of contributed capital. The legal reserve shall be exclusively used to cover accumulated deficit or, if the balance of reserve exceeds 50% of contributed capital, to increase capital not exceeding 50% of reserve balance and shall not be used for any other purpose.

(b) According to the Company's Articles of Incorporation, 10% of the annual net income, after offsetting any loss of prior years and paying all taxes and dues, shall be set aside as legal reserve. The remaining net income and the unappropriated retained earnings from prior years shall be distributed in accordance with a resolution passed during a meeting of the Board of Directors and approved at the stockholders' meeting. Of the amount distributed by the Company, stockholders' bonuses shall account for 50% to 100% of the unappropriated retained earnings, 2% of the remaining earnings is for directors' and supervisors' remuneration and not less than 0.2% is for employees' bonuses. As approved by the stockholders during their meeting on June 28, 2007, the percentage of cash dividends shall

not be less than 30% of dividends distributed.

- (c) As approved by the stockholders during their meeting, cash dividend distributed from 2006 and 2005 undistributed earnings was \$0.60 (in NT dollars) and \$0.65 (in NT dollars) per share, respectively, and stock dividend distributed from 2006 and 2005 undistributed earnings was \$0.60 (in NT dollars) and \$- per share, respectively.
- (d) As of April 16, 2008, the Company had not yet held the Board of Directors' meeting to discuss the earnings distribution proposal for 2007. The related information will be available in the Market Observation Post System website of the Taiwan Stock Exchange Corporation once the resolution is approved by the Board of Directors and shareholders. The information on the distribution of 2006 earnings in accordance with the resolution adopted by the Board of Directors and approved in the stockholders' meetings were as follows:

	<u>Approved in the Board of Directors and Stockholders' meeting</u>	
(i) Distribution:		
(i) Employees' cash bonuses	\$	296,128
(ii) Employees' stock bonuses		-
(iii) Directors' and supervisors' remuneration		89,527
(ii) Information about earnings per share ("EPS") (in dollars)		
(i) Original EPS		1.08
(ii) Imputed EPS (Note)		0.96
(Note) Imputed EPS = (net income – employees' bonuses – directors' and supervisors' remuneration) / weighted average number of shares outstanding for 2006.		

- (e) As of December 31, 2007 and 2006, the details of unappropriated earnings were as follows:

	<u>December 31, 2007</u>	<u>December 31, 2006</u>
(i) Unappropriated earnings before 1998	\$ 36,165	\$ 36,165
(ii) Unappropriated earnings in and after 1998		
A: 10% income tax unpaid balance	11,016,987	3,607,081
B: 10% income tax paid balance	<u>109,910</u>	<u>44,175</u>
	<u>\$ 11,163,062</u>	<u>\$ 3,687,421</u>

- (f) As of December 31, 2007 and 2006, the imputation tax credit account balance amounted to \$30,064 and \$10,222 respectively. The Company distributed undistributed earnings in 2006 as

dividends in accordance with the resolution adopted at the stockholders' meeting on June 28, 2007, and the date of dividend distribution was August 23, 2007. The 2006 creditable ratio was 27.22%. As of December 31, 2007, the estimated creditable ratio was 0.27%. The amount of deductible tax distributable by the Company to its shareholders shall be limited to an amount not exceeding the amount of the imputation tax credit account balance on the date of distribution of the dividends. Accordingly, the actual creditable ratio for the distribution of 2007 undistributed earnings will be based on the imputation tax credit account balance up to the date of distribution of the dividends.

(26) Personnel expenses, depreciation and amortization

For the years ended December 31, 2007 and 2006, the personnel expenses, depreciation and amortization were as follows:

	2007		
	<u>Operating costs</u>	<u>Operating expenses</u>	<u>Total</u>
Personnel expenses			
Salaries and wages	\$ 6,645,597	\$ 14,544,513	\$ 21,190,110
Insurance	372,617	881,133	1,253,750
Pension	483,668	973,925	1,457,593
Others	<u>277,266</u>	<u>1,104,956</u>	<u>1,382,222</u>
	<u>\$ 7,779,148</u>	<u>\$ 17,504,527</u>	<u>\$ 25,283,675</u>
Depreciation	<u>\$ 5,825,991</u>	<u>\$ 4,184,018</u>	<u>\$ 10,010,009</u>
Amortization	<u>\$ 436,909</u>	<u>\$ 656,293</u>	<u>\$ 1,093,202</u>
	2006		
	<u>Operating costs</u>	<u>Operating expenses</u>	<u>Total</u>
Personnel expenses			
Salaries and wages	\$ 6,160,681	\$ 12,039,524	\$ 18,200,205
Insurance	452,903	854,054	1,306,957
Pension	543,544	833,851	1,377,395
Others	<u>347,934</u>	<u>907,993</u>	<u>1,255,927</u>
	<u>\$ 7,505,062</u>	<u>\$ 14,635,422</u>	<u>\$ 22,140,484</u>
Depreciation	<u>\$ 5,332,581</u>	<u>\$ 3,594,842</u>	<u>\$ 8,927,423</u>
Amortization	<u>\$ 208,697</u>	<u>\$ 646,333</u>	<u>\$ 855,030</u>

(27) Deferred income tax and income taxes expense

(a) Adjustments for corporate income tax expense and income tax payable (refundable) are as follows:

	<u>2007</u>	<u>2006</u>
Corporate income tax expense	\$ 2,302,594	\$ 2,234,524
Tax effect of alternative minimum tax	129,532	189,880
Additional 10% income tax on unappropriated earnings	<u>7,089</u>	<u>3,848</u>
Corporate income tax expense	2,439,215	2,428,252
Net change amount of deferred income tax assets and liabilities	142,260	20,560
Income tax on separately taxed income	(33,207)	(9,242)
Under provision of prior years' income tax	(109,123)	(190,386)
Prepaid and income taxes	<u>(1,098,803)</u>	<u>(885,672)</u>
Income tax payable (Note)	<u>\$ 1,340,342</u>	<u>\$ 1,363,512</u>
(Note) Income tax payable	\$ 1,353,134	\$ 1,369,412
Income tax refundable	<u>(12,792)</u>	<u>(5,900)</u>
	<u>\$ 1,340,342</u>	<u>\$ 1,363,512</u>

(b) The details of deferred income tax assets or liabilities resulting from temporary differences, loss carryforwards and investment tax credits were as follows:

	<u>December 31, 2007</u>		<u>December 31, 2006</u>	
	<u>Amount</u>	<u>Tax effect</u>	<u>Amount</u>	<u>Tax effect</u>
Current items:				
Temporary differences				
Bad debts	\$ 376,044	\$ 94,011	\$ 276,904	\$ 69,226
Unrealized inventory value decline and obsolescence loss	268,492	67,123	326,860	81,715
Unrealized loss	462,216	115,554	131,792	32,948
Others	331,080	82,770	319,939	79,985
Loss carryforwards	324,628	81,157	158,132	39,533
Investment tax credits		<u>306,308</u>		<u>396,878</u>
		746,923		700,285
Less: Valuation allowance		<u>(81,875)</u>		<u>(63,081)</u>
		<u>\$ 665,048</u>		<u>\$ 637,204</u>

	December 31, 2007		December 31, 2006	
	Amount	Tax effect	Amount	Tax effect
Non-current items:				
Temporary differences				
Investment income or loss	\$2,161,976	\$ 540,494	\$1,304,410	\$ 326,103
Depreciation	(2,223,372)	(555,843)	(2,394,641)	(598,660)
Impairment loss	371,588	92,897	198,341	49,585
Pension cost	489,228	122,307	660,403	165,101
Others	(65,204)	(16,301)	1,171,647	292,912
Loss carryforwards	2,844,292	711,073	3,781,704	945,426
Investment tax credits		458,324		257,919
		1,352,951		1,438,386
Less: Valuation allowance		(1,341,189)		(1,541,040)
		<u>\$ 11,762</u>		<u>(\$ 102,654)</u>

(c) As of December 31, 2007, unused loss carry forwards amounted to \$792,230, which will expire between 2008 and 2012.

(d) As of December 31, 2007, investment tax credits consisted of the following:

Regulation	Items	Total credits	Unused amounts	Year of expiry
Statute for Upgrading Industries	Acquisition of automation equipment	\$ 345,915	\$ 257,325	2011
"	Research and development expenditures	241,708	241,708	2011
"	Personnel trainings	46,016	28,285	2011
"	Shareholders' investment credit	120,165	120,165	2009
"	Investments in important technology- based enterprises, etc	229,315	117,149	2011
		<u>\$ 983,119</u>	<u>\$ 764,632</u>	

(e) As of April 16, 2008, the Company's income tax returns for the years through 2003 have been assessed by the Tax Authority and there were no disputes existing between the Company and the Tax Authority.

(28) Basic earnings per common share (eps)

	2007				
	Amount		Weighted-average number of shares outstanding during the period (shares in thousands)	EPS (in NT dollars)	
	Before tax	After tax		Before tax	After tax
Basic EPS					
Net income	\$17,476,883	\$11,016,987	3,555,373	<u>\$ 4.92</u>	<u>\$ 3.10</u>
Diluted effect on common stock:					
Convertible bonds	<u>23,119</u>	<u>17,339</u>	<u>89,286</u>		
Diluted EPS					
Net income	<u>\$17,500,002</u>	<u>\$11,034,326</u>	<u>3,644,659</u>	<u>\$ 4.80</u>	<u>\$ 3.03</u>
2006					
	Amount		Weighted-average number of shares outstanding during the period (shares in thousands)	EPS (in NT dollars)	
	Before tax	After tax		Before tax	After tax
	Basic EPS				
Net income	\$ 8,361,457	\$ 3,607,081	3,555,373	<u>\$ 2.35</u>	<u>\$ 1.01</u>
Diluted effect on common stock:					
Convertible bonds	<u>-</u>	<u>-</u>	<u>-</u>		
Diluted EPS					
Net income	<u>\$ 8,361,457</u>	<u>\$ 3,607,081</u>	<u>3,555,373</u>	<u>\$ 2.35</u>	<u>\$ 1.01</u>

The above weighted-average outstanding common shares have been adjusted retroactively in proportion to retained earnings as of December 31, 2006.

5. RELATED PARTY TRANSACTIONS

(a) Related parties and their relationship with the Company

Name of related parties	Relationship with the Company
Presicarre Corp.	Subsidiary accounted for under the equity method
TTET Union Corp.	"
Mospec Semiconductor Corp.	"
Ztong Yee Industrial Co., Ltd.	"
Atech Technology Inc.	"
Cargill President Holdings Pte Limited (Cargill)	The company is a director
Prospect Top Development Ltd.	" (Note 1)
Beijing Kirin President Brewery Co., Ltd.	A subsidiary of Cayman President Holdings Ltd.
Uni-President Land Corporation	"
Far-Tung Enterprises Corp.	A subsidiary of Nanlien International Corp. (accounted for under the equity method)
Kuan Chang Enterprises Corp.	"
Sin-Tung Co., Ltd.	"
Huei Tung Enterprise Corp.	It's Chairman is a corporate director of the subsidiary of Nanlien International Corp.
Hi-life International Co., Ltd.	A subsidiary of Kuang Chuan Dairy Co., Ltd. (accounted for under the equity method) (Note 2)
Bonjour-Fabao (Qing-dao) Supermarket Limited (Note 3)	A subsidiary of President Chain Store Corp. (BVI) (accounted for under the equity method)
Starbucks Coffee International, Inc.	An investee company of President Coffee Corp. and Presidnet Coffee (Cayman) Limited (accounted for under the equity method)
Representatives of Ryohin Keikaku Co., Ltd.	A investee company of Muji (Taiwan) Co., Ltd. (accounted for under the equity method)
Representative of Duskin Co., Ltd.	A investee company of Mister Donut Taiwan Co., Ltd. (accounted for under the equity method)
Yamato Collect Service Corporation	An investee company of President Collect Service Co., Ltd. (accounted for under the equity method)

Name of related parties	Relationship with the Company
Master Channels Corporation	A subsidiary of TTET Union Corp. (accounted for under the equity method)
Ta Chen Construction & Engineering Corp.	A subsidiary of Prince Housing Development Corp. (Note 4) (accounted for under the equity method)
Toyota Tsusho Corp.	One of the directors of Ton-Yi Industrial Corp.
De-Xing Transportation & Custom Co., Ltd.	The Chairman is the supervisor of Ton-Yi Industrial Corp.

(Note 1) Subsidiary was sold in June 2007.

(Note 2) Subsidiary accounted for under the equity method.

(Note 3) Formerly Prosiclerc (Qing Dao) Food Processing Limited.

(Note 4) The Company is a director.

(b) Transactions and balances with related parties

1. Sales

	2007		2006	
	Amount	Percentage of net sales	Amount	Percentage of net sales
TTET Union Corp.	\$ 1,736,756	1	\$ 1,672,317	1
Presicarre Corp.	1,702,950	1	1,379,391	1
Far-Tung Enterprises Corp.	937,010	-	952,639	-
Hi-life International Co., Ltd.	804,108	-	984,882	-
Others (Individually less than 10%)	<u>4,255,368</u>	<u>1</u>	<u>3,127,705</u>	<u>1</u>
	<u>\$ 9,436,192</u>	<u>3</u>	<u>\$ 8,116,934</u>	<u>3</u>

(i) The collection period for related parties was approximately one month after sales. The collection period for third parties was two weeks after sales for foodstuff, 60~120 days after sales for animal feed products (prior to September 30, 2006 - 60~75 days after sales) and 10~15 days after sales for soybean products. Except for the collection period mentioned above, other terms of sales were the same for related and third parties.

(ii) The sales term of Ton-Yi Industrial Corp. to other clients was 11 days (14 days prior to June 30, 2007) and to related parties was 24 days (28~30 days prior to June 30, 2007).

(iii) The sales terms of other subsidiaries to related parties were the same with third parties.

2. Purchases

	2007		2006	
	Amount	Percentage of net purchases	Amount	Percentage of net purchases
Toyota Tsusho Corp.	\$ 5,348,948	2	\$ 3,057,218	2
TTET Union Corp.	1,481,735	1	885,858	-
Others (Individually less than 10%)	1,030,132	-	1,021,689	1
	\$ 7,860,815	3	\$ 4,964,765	3

(i) The terms of purchases and payments of the Company (due within one month) from the related parties were the same with third party suppliers, except for the following company:

TTET Union Corp. closes its account 30 days within the end of each month (prior to September 30, 2006 – closes its account at the end of each month and the Company paid within one week with postdated checks due in 30-45 days.)

(ii) The payment term of purchase from President Musahino Corp. was 30~70 days (prior to December 31, 2006 – 30~60 days or pays postdated checks due in 45~60 days). The payment term for third parties was 45~70 days or pays postdated checks due in 45 – 60 days.

(iii) The payment terms of other subsidiaries from related parties were the same with third parties.

3. Purchases of long-term investments

	2007	2006
TTET Union Corp.	\$ -	\$ 200,000
Mospec Semiconductor Corp.	-	100,000
	\$ -	\$ 300,000

The Company negotiated with TTET Union Corp. and Mospec Semiconductor Corp. to purchase 20,000,000 shares and 10,000,000 shares of President International Development Corp. based on financial analysis by experts.

4. Purchases of property, plant and equipment

	<u>Items</u>	<u>2007</u>	<u>2006</u>
Ta Chen Construction & Engineering Corp.	Construction in progress	\$897,854	\$327,768
Others (Individually less than 10%)	Transportation, office equipment and other equipment	<u>14,785</u>	<u>2,186</u>
		<u>\$912,639</u>	<u>\$329,954</u>

The Company and its subsidiaries purchased certain fixed assets from other related parties at negotiated prices.

5. Processing expenses

	<u>2007</u>	<u>2006</u>
TTET Union Corp.	<u>\$ 263,065</u>	<u>\$ 261,848</u>

6. Other expenses

	<u>2007</u>	<u>2006</u>
Kuan Chang Enterprises Corp.	\$ 80,467	\$ 75,029
Far-Tung Enterprises Corp.	56,096	57,931
Hi-life International Co., Ltd.	47,727	57,646
Presicarre Corp.	31,893	53,643
Others (Individually less than 10%)	<u>42,869</u>	<u>40,297</u>
	<u>\$ 259,052</u>	<u>\$ 284,546</u>

7. Interest income: Please see Note 5 (3).

8. Other income

	<u>2007</u>	<u>2006</u>
Management and technical consultancy fees:		
Ztong Yee Industrial Co., Ltd.	\$ 12,000	\$ 24,000
Cargill	<u>8,092</u>	<u>29,351</u>
	<u>20,092</u>	<u>53,351</u>
Other income:		
Hi-life International Co., Ltd.	46,033	14,640
Far-Tung Enterprises Corp.	31,780	37,927
Sin-Tung Co., Ltd.	22,096	23,216
Master Channels Corporation	20,831	12,998
Others (Individually less than 10%)	<u>64,312</u>	<u>51,200</u>
	<u>185,052</u>	<u>139,981</u>
	<u>\$ 205,144</u>	<u>\$ 193,332</u>

9. Interest Expense: Please refer to Note 5 (3).

10. Notes receivable

	<u>December 31, 2007</u>		<u>December 31, 2006</u>	
	<u>Amount</u>	<u>Percentage</u>	<u>Amount</u>	<u>Percentage</u>
Huei Tung Enterprise Corp.	\$ 15,133	1	\$ 22,504	1
Hi-life International Co., Ltd.	13,230	-	13,066	1
Atech Technology Inc.	4,437	-	-	-
Others (Individually less than 10%)	931	-	1,633	-
	<u>\$ 33,731</u>	<u>1</u>	<u>\$ 37,203</u>	<u>2</u>

11. Accounts receivable

	<u>December 31, 2007</u>		<u>December 31, 2006</u>	
	<u>Amount</u>	<u>Percentage</u>	<u>Amount</u>	<u>Percentage</u>
Presicarre Corp.	\$ 361,501	3	\$ 371,600	3
Hi-life International Co., Ltd.	192,940	2	172,272	1
Far-Tung Enterprises Corp.	107,927	1	117,091	1
TTET Union Corp.	80,763	1	143,743	1
Others (Individually less than 10%)	349,071	3	210,147	2
	1,092,202	<u>10</u>	1,014,853	<u>8</u>
Less : Allowance for doubtful accounts	-		(334)	
	<u>\$ 1,092,202</u>		<u>\$ 1,014,519</u>	

12. Other receivables (including financing)

	<u>December 31, 2007</u>		<u>December 31, 2006</u>	
	<u>Amount</u>	<u>Percentage</u>	<u>Amount</u>	<u>Percentage</u>
Atech Technology Inc.	\$ 104,980	2	\$ -	-
Bonjour-Fabao (Qing Dao) Supermarket Limited.	-	-	139,813	2
Prospect Top Development Ltd.	-	-	110,244	2
Others (Individually less than 10%)	29,695	1	41,958	-
	<u>\$ 134,675</u>	<u>3</u>	<u>\$ 292,015</u>	<u>4</u>

13. Long-term notes receivable (including financing)

	<u>December 31, 2007</u>		<u>December 31, 2006</u>	
	<u>Amount</u>	<u>Percentage</u>	<u>Amount</u>	<u>Percentage</u>
Uni-President Land Corporation	\$ 33,375	53	\$ 28,118	8
Prospect Top Development Ltd.	-	-	238,743	72
	<u>\$ 33,375</u>	<u>53</u>	<u>\$ 266,861</u>	<u>80</u>

14. Accounts payable

	<u>December 31, 2007</u>		<u>December 31, 2006</u>	
	<u>Amount</u>	<u>Percentage</u>	<u>Amount</u>	<u>Percentage</u>
Representatives of Ryohin Keikaku Co., Ltd.	\$ 62,424	1	\$ 15,339	-
TTET Union Corp.	57,086	-	66,648	-
Starbucks Coffee International, Inc.	42,462	-	35,787	-
Representative of Duskin Co., Ltd.	35,117	-	18,495	-
Others (Individually less than 10%)	89,480	1	27,165	-
	<u>\$ 286,569</u>	<u>2</u>	<u>\$ 163,434</u>	<u>-</u>

15. Accrued expenses

	<u>December 31, 2007</u>		<u>December 31, 2006</u>	
	<u>Amount</u>	<u>Percentage</u>	<u>Amount</u>	<u>Percentage</u>
Presicarre Corp.	\$ 76,499	1	\$ 56,424	1
Hi-life International Co., Ltd.	28,852	-	35,540	-
TTET Union Corp.	24,399	-	18,923	-
De-Xing Transportation & Custom Co., Ltd.	6,949	-	37,541	-
Others (Individually less than 10%)	35,879	1	38,633	1
	<u>\$ 172,578</u>	<u>2</u>	<u>\$ 187,061</u>	<u>2</u>

16. Other payables (including financing)

	<u>December 31, 2007</u>		<u>December 31, 2006</u>	
	<u>Amount</u>	<u>Percentage</u>	<u>Amount</u>	<u>Percentage</u>
Ta Chen Construction & Engineering Corp.	\$ 180,248	2	\$ 160,580	3
Others (Individually less than 10%)	<u>11,738</u>	<u>—</u>	<u>9,239</u>	<u>—</u>
	<u>\$ 191,986</u>	<u>2</u>	<u>\$ 169,819</u>	<u>3</u>

17. Long-term notes payable

	<u>December 31, 2007</u>		<u>December 31, 2006</u>	
	<u>Amount</u>	<u>Percentage</u>	<u>Amount</u>	<u>Percentage</u>
Ta Chen Construction & Engineering Corp.	<u>\$ 113,888</u>	<u>20</u>	<u>\$ 35,029</u>	<u>5</u>

(c) Financing

(1) Loans receivable from related parties (classified as other receivables - related parties and long term notes receivable -related parties):

	2007				
	<u>Maximum balance date</u>	<u>Maximum balance</u>	<u>Ending balance</u>	<u>Annual interest rate</u>	<u>Total interest income</u>
Uni-President Land Corporation	2007.12	\$ 63,375	\$ 33,375	7.00%	\$ 2,336
Prospect Top Development Ltd.	2007.01	348,987	-	-	-
Bonjour-Fabao (Qing Dao) Supermarket Limited	2007.01	143,830	-	5.71%~6.20%	4,869
			<u>\$ 33,375</u>		<u>\$ 7,205</u>

	2006				
	<u>Maximum balance date</u>	<u>Maximum balance</u>	<u>Ending balance</u>	<u>Annual interest rate</u>	<u>Total interest income</u>
Prospect Top Development Ltd.	2006.01	\$ 350,152	\$ 348,987	-	\$ -
Bonjour-Fabao (Qing Dao) Supermarket Limited	2006.01	139,813	<u>139,813</u>	3.3%~5.00%	714
			<u>\$ 488,800</u>		<u>\$ 714</u>

(2) Loans payable from related parties (classified as other payables - related parties)

	2006				
	Maximum balance date	Maximum balance	Ending balance	Annual interest rate	Total interest expense
Beijing President Brewery Co., Ltd.	2006.01	\$ 26,458	\$ -	4.25%	\$ -

There was no transaction for the year ended December 31, 2007.

(d) Contingent liabilities and commitments

- (i) On September 2003, Muji (Taiwan) Co., Ltd. entered into a contract with Ryohin Keikaku Co., Ltd. whereby Muji (Taiwan) Co., Ltd. is authorized to operate “Muji Licensed Store” and make use of their information and sales technology. Under the terms of the contract, Muji (Taiwan) Co., Ltd. shall pay royalty based on a fixed percentage of net sales revenue.
- (ii) In 2004, Mister Donut Taiwan Co., a subsidiary of President Chain Store Corp., signed a logotype and perpetual technical cooperation contract with DUSKIN Co., Ltd. to operate and manage “DUSKIN Mister Donut Franchise Enterprise”. Under the terms of the contract, Mister Donut Taiwan Co. shall pay royalty based on a fixed percentage of total sales revenue.
- (iii) President Coffee Corp. signed a contract with Starbucks Corp. to operate Starbucks coffee shops. Under the terms of the contract, President Coffee Corp. pays royalties based on total monthly sales.
- (iv) In 2002, President Collect Service Co., Ltd., a subsidiary of President Chain Store Corp., signed a logotype and perpetual technical cooperation contract with Yamato Collect Service Corporation to operate merchandise distribution and financing business. Under the terms of the contract, President Collect Service Co., Ltd. shall pay royalty based on a fixed percentage of monthly net sales revenue.

6. PLEDGED ASSETS

As of December 31, 2007 and 2006, the details of pledged assets were as follows:

Assets	December 31,		Purpose of collateral
	2007	2006	
Financial assets carried at fair value through profit or loss - current	\$ 80,989	\$ 308,543	Short-term loans and notes and bills payable
Demand deposits, certificate of deposit and short-term bills (Classified as other financial assets -current and non-current)	115,401	185,850	Performance guarantees, short-term loans, notes and bills payable, and long-term loans
Inventories	576,969	658,719	Short-term loans and notes and bills payable
Available-for-sale financial assets - non-current	504,081	80,809	Short-term loans and long-term loans
Financial assets carried at cost - non-current	2,772,313	5,350,443	"
Long-term equity investments accounted for under the equity method	3,670,626	4,023,577	Short-term loans, notes and bills payable and long-term loans
Land (Note)	10,084,831	7,527,295	"
Buildings-net (Note)	9,352,428	1,800,283	"
Machinery and equipment-net (Note)	655,870	719,234	Short-term loans and long-term loans
Transportation equipment-net	447,155	426,426	Long-term loans
Other equipment-net	445,312	27,437	Short-term loans and long-term loans
Other intangible assets -land occupancy right	1,971,151	2,148,992	Long-term loans

Assets	December 31,		Purpose of collateral
	2007	2006	
Refundable deposits	\$ 164,327	\$ 144,805	Performance guarantees and deposits of rental office
Other assets-other	<u>807,542</u>	<u>1,224,269</u>	Notes and bills payable
	<u>\$ 31,648,995</u>	<u>\$ 24,626,682</u>	

(Note) Including fixed assets, assets leased to others, idle assets and other assets.

7. COMMITMENTS AND CONTINGENT LIABILITIES

As of December 31, 2007 and 2006, the contingent liabilities and commitments of the Group, in addition to Note 5 (d) were as follows:

(a) As of December 31, 2007 and 2006, the remaining balance due for construction in progress and prepayments for equipment were as follows:

	<u>December 31, 2007</u>	<u>December 31, 2006</u>
Construction in progress	\$ 80,866	\$ 1,128,707
Prepayments for equipment	<u>37,110</u>	<u>132,819</u>
	<u>\$ 117,976</u>	<u>\$ 1,261,526</u>

(b) As of December 31, 2007 and 2006, the amount of letters of credit outstanding was \$3,276,248 and \$2,126,452, respectively.

(c) The conditions of endorsement and guarantees provided as of December 31, 2007 are described in Note 11 (1-2).

(d) In July, 2000, President Chain Store Corp. signed a perpetual technical cooperation contract (the Contract) with the Southland Corporation. The terms of the contract are as follows:

(1) The Company guarantees that President Chain Store Corp. will fulfill all payments or other obligations due under the contract to Southland Corporation.

(2) Without the written approval of Southland Corporation in advance, the Company may not sell, transfer, or pledge the ownership or the assets of President Chain Store Corp.

(3) The Company must maintain no less than 40% ownership of President Chain Store Corp.

(e) In August 2004, the Company borrowed from Chinatrust Bank, BNP PARIBAS, Taiwan Bank, and Standard Chartered Bank under a 5-year syndicated credit facilities agreement consisting of domestic bonds guarantee and for unsecured bank loans from August 2, 2004 to August 2, 2009. Under the terms of the loan agreement, the Company agrees that :

(1) The current ratio computed from the year-end audited non-consolidated financial statements shall not be below 75%.

(2) The debt to equity ratio computed from the year-end audited non-consolidated financial

statements shall not be above 150%.

- (3) The interest coverage ratio computed from the year-end audited non-consolidated financial statements shall not be below 150%.
 - (4) The year-end audited consolidated tangible stockholders' equity shall not be less than \$30,000,000.
- (f) In September 2005, the Company borrowed from Chinatrust Bank and 7 other banks under a 5-year syndicated credit facilities agreement consisting of domestic bonds guarantee, notes issuance facilities and unsecured bank loans from September 14, 2005 to September 14, 2010. Under the terms of the loan agreement, the Company agrees that :
- (1) The current ratio computed from the year-end audited non-consolidated financial statements shall not be below 75%.
 - (2) The debt to equity ratio computed from the year-end audited non-consolidated financial statements shall not be above 150%.
 - (3) The interest coverage ratio computed from the year-end audited non-consolidated financial statements shall not be below 150%.
 - (4) The year-end audited consolidated tangible stockholders' equity shall not be less than \$30,000,000.
- (g) In November 2007, Uni-President Southeast Asia Holdings Ltd. borrowed from Chinatrust Bank and other banks under a 3-year syndicated credit facilities agreement from December 19, 2007 to December 19, 2010. Under the terms of the loan agreement, the Company agrees that:
- (1) The current ratio computed from the year-end non-consolidated audited financial statements shall not be below 75%.
 - (2) The debt to equity ratio computed from the year-end non-consolidated audited financial statements shall not be above 160%.
 - (3) The interest coverage ratio computed from the year-end non-consolidated audited financial statements shall not be below 150%.
 - (4) The year-end audited consolidated tangible stockholders' equity shall not be less than \$30,000,000.
- (h) In March 2007, Sanshui Jianlibao Commerce Co., Ltd. borrowed from Standard Chartered Bank and other banks under a 2-year syndicated credit facilities agreement from March 26,

2007 to March 26, 2009. Under the terms of the loan agreement, the Company agrees that:

- (1) The current ratio computed from the year-end non-consolidated audited financial statements shall not be below 75%.
 - (2) The debt to equity ratio computed from the year-end non-consolidated audited financial statements shall not be above 160%.
 - (3) The interest coverage ratio computed from the year-end non-consolidated audited financial statements shall not be below 150%.
 - (4) The year-end audited consolidated tangible stockholders' equity shall not be less than \$30,000,000.
-
- (i) President Entertainment Corp. (PEC) signed a non-public use hillside land development contract with National Property Bureau in January and August of 1999. The National Property Bureau agreed to allow PEC to jointly develop certain lots of land with a security deposit of \$33,932 and \$1,139, respectively and issued the certificates to PEC. PEC replaced the security deposits with time deposit in the same account. The certificates allow PEC to apply for the joint hillside development within a year which may be extended. In addition, within three months from the approval of the application, PEC shall acquire the land. If PEC fails to acquire the land, the National Property Bureau will charge 1% of guarantee fund as penalty each month. If the land is changed or used illegally, the National Property Bureau will charge 25% of public price of the land as compensation.
 - (j) President Entertainment Corp. (PEC) signed a non-public use hillside land development contract with National Property Bureau in July 2001. The National Property Bureau agreed to allow PEC to jointly develop certain lots of land with a security deposit of \$63,055 and issued the certificates to PEC. PEC replaced the security deposits with time deposit in the same account. The certificates allow PEC to apply for the joint hillside development within a year which may be extended. In addition, within three months from the approval of the application, PEC shall acquire the land. If PEC fails to acquire the land, the National Property Bureau will charge 1% of guarantee fund as penalty each month. If the land is changed or used illegally, the National Property Bureau would charge 25% of public price of the land as compensation.
 - (k) President Entertainment Corp. (PEC) signed a non-public use hillside land development contract with National Property Bureau in July 2003. The National Property Bureau agreed to allow PEC to jointly develop certain lots of land with a security deposit of \$39,434 and issued the certificates to PEC. PEC replaced the security deposits with time deposit in the same account. The certificates allow PEC to apply for the joint hillside development within two years which may be extended. In addition, within three months from the approval of the

application, PEC shall acquire the land. If PEC fails to acquire the land, the National Property Bureau will charge 1% of guarantee fund as penalty each month. If the land is changed or used illegally, the National Property Bureau would charge 25% of public price of the land as compensation.

- (l) Tung Ho Development Co., Ltd (Tung Ho) entered into a contract with a bank for its members to facilitate consumer bank loans for payments of initiation fees and security deposits. Tung Ho agreed to buy back the membership certificates which was pledged as security if the borrowers default on the loan. As of December 31, 2007 and 2006, the loans for the initiation fees and security deposits amounted to \$51,947 and \$76,270, respectively.
- (m) President Musashino Corp., signed the rental agreements with the Taipei industrial district, and the estimated minimum annual rental expense is as follows:

Year	Total rental expense
2008	\$ 6,240
2009	6,360
2010	6,480
2011	6,600
2012	6,780
2013~2021 (Present Value \$53,505)	69,120
	<u>\$ 101,580</u>

- (n) Uni-President Development Corp. signed a "Build-Operate-Transfer Contract for the Construction, Development and Operation of a Mass Rapid Transit (MRT) Station" with the Taipei City Government in August 2004. The main contents of the contract are as follows:
- (1) The contract includes the construction, development and operation of an MRT Station including all auxiliary structures and facilities.
 - (2) The Taipei City Government shall provide the right of land located in Shin-Yi District Lot. No. 3 to carry out the contract.
 - (3) The development and operation period is 50 years starting the time the right of land is registered (date registered - October 15, 2004). On December 31, 2007, the Taipei City Government agreed that the period due to processing building capacity compensation and changes of designing (total 484 days) is excluded from the development and operation period.
 - (4) Uni-President Development Corp. shall pay two kinds of option money:
 - (i) Development option money
Total amount is \$2,500,000 and as of December 31, 2007, Uni-President Development Corp. has paid \$750,000. The remainder will be paid in accordance

with the terms of the contract.

(ii) Operation option money

Uni-President Development Corp. shall pay operation option money to the Taipei City Government using the progressive increase method one year after the start of commercial operations.

- (5) Uni-President Development Corp. shall pay a performance bond of \$100,000. The performance bond credit was contracted by Taiwan Bank.
 - (6) Uni-President Development Corp. shall pay the rent to the Taipei City Government based on a fixed percentage of the proclamation land value one year after the start of commercial operations.
 - (7) Uni-President Development Corp. shall obtain the building license within one year and five months after the registration of the right of land, and the occupancy permit within 4 years and four months after the construction of the MRT Station. The construction project shall be completed and approved for operations within 5 years and four months.
 - (8) Uni-President Development Corp. shall allow transportation companies to enter and operate within 6 months from the date Uni-President Development Corp. got the building license for the MRT Station.
 - (9) Uni-President Development Corp. shall transfer freely the operating right for the MRT Station to the Taipei City Government when the contract expires.
Uni-President Development Corp. also agrees to enter into a new contract with the Taipei City Government to bring the MRT Station back into public ownership 5 years before the end of the contract. The new contract shall be finished within 6 months. In addition, Uni-President Development Corp. shall propose a detailed plan before entering into a new contract with regard to the right and responsibility of the transfer of the MRT Station.
- (o) In July 2006, President Tokyo Corp. borrowed from Mega International Commercial Bank and other banks under a 3-year syndicated credit facilities agreement including commercial papers guarantee and unsecured bank loans from July 4, 2006 to June 30, 2009. Under the terms of the loan agreement, President Tokyo Corp. agrees that:
- A. The capital ratio computed from the year-end audited non-consolidated financial statements shall be above 8%.
 - B. The interest coverage ratio computed from the year-end audited non-consolidated financial statements shall not be below 250%.
 - C. The year-end audited consolidated tangible stockholders' equity shall not be less than \$200,000.

- (p) To construct the Tinplate Plant and Tin Mill Black Plate Plant, Ton Yi Industrial Corp. has signed land lease contract with Taiwan Sugar Corp. The term of contract covers the period from July 1, 1993, to March 9, 2048, and the annual rental payments are based on 10% of the annual assessed value of the land. Royalty payments for the land lease is paid 2 to 4 times of rental expenses for the current year on a 20 year basis, and are amortized over a period of 20 years. The unamortized balance of royalty payments are \$15,147 and \$17,518, as of December 31, 2007 and 2006, respectively.
- (q) President Chain Store Corp. and Philippine Seven Corporation signed a perpetual technical cooperation contract (the Contract) with Southland Corp. As required by the contract, President Chain Store Corp. shall pay royalties to Southland Corp. based on total monthly sales of President Chain Store Corp.
- (r) The Company and President Chain Store Corp. signed the construction contract with Ta-Chen Construction & Engineering Corp. in 2005 to build the united research building as a donation to National Cheng Kung University. The project approximately costs \$230,000 (including tax) and the Company and President Chain Store Corp. shares 50% each of the cost. As of December 31, 2007, the paid construction fee amounted to \$217,206.
- (s) President Chain Store Corp.(PCSC) and its subsidiaries signed the rental agreements with non-related parties to rent store spaces with lease periods ranging from 3 to 12 years. As of December 31, 2007, PCSC and its subsidiaries have prepaid rent and guaranteed deposits in the amount of \$785,815 and \$1,517,337, respectively. Summary of the estimated annual rental expense of PCSC and its subsidiaries is as follows:

<u>Year</u>	<u>Total rental expense</u>
2008	\$ 6,526,644
2009	6,082,876
2010	5,419,225
2011	4,828,463
2012	4,284,412
2013 and thereafter (Present Value \$5,473,437)	<u>6,225,876</u>
	<u>\$ 33,367,496</u>

- (t) In April 2006, Uni-President Department Store Corp. (UDSC) signed a technical guidance confirmation with the Hankyu Department Store, Inc. UDSC shall pay "Technical guidance actual expenses" to Hankyu Department Store, Inc. before opening. UDSC shall also pay fixed amount expenses as "Technical guidance fixed expenses" to Hankyu Department Store, Inc. each year after opening.
- (u) President Transnet Corp. (PTC) signed agreements for home delivery services with Yamato Transport Corp. on January 24, 2000. PTC will pay royalty monthly based on a fixed

percentage of sales revenue.

- (v) In June 2007, Mech-President Corp. borrowed from Ta Chong bank and 13 other Banks under a 5-year syndicated credit facility agreement consisting of purchase gasoline guarantee and unsecured bank loans from June 22, 2007 to June 22, 2012. Under the terms of the loan agreement, Mech-President Corp. agrees that:
- (a) The current ratio computed from the year-end audited non-consolidated financial statements shall not be below 80%.
 - (b) The debt-to-equity ratio computed from the year-end audited non-consolidated financial statements shall not be above 330%.
 - (c) The interest coverage ratio computed from the year-end audited non-consolidated financial statements shall not be below 200%.
 - (d) The year-end audited non-consolidated stockholders' equity shall not be less than \$600,000.
 - (e) The current ratio computed from the year-end audited consolidated financial statements shall not be below 80%.
 - (f) The debt-to-equity ratio computed from the year-end audited consolidated financial statements shall not be above 330%.
 - (g) The interest coverage ratio computed from the year-end audited consolidated financial statements shall not be below 200%.
 - (h) The year-end audited consolidated tangible stockholders' equity shall not be less than \$600,000.
 - (i) Under the terms of the loan agreement and before Mech-President Corp. applies for initial public offering (in TSE or OTC), the Company and President Chain Store Corp. shall hold and control no less than 50% ownership of Merch-President Corp. After Mech-President Corp. become a listed or counter company, the Company and President Chain Store Corp. shall hold and control no less than 25% ownership of Merch-President Corp.
 - (j) If any of the financial ratio or regulations above have been violated, the debtor shall improve it within half a year. Should the Company fail to meet the required financial ratios and regulations by then it will be considered as a violation of the agreement.

As of December 31, 2007, the debt-to-equity ratio, interest coverage ratio and the non-consolidated stockholders' equity of Merch-President Corp. did not meet the required levels in the agreement. According to the agreement, Merch-President Corp. should meet these requirements within 6 months from the date it failed to comply with these requirements.

Merch-President Corp. will try to achieve this by controlling supplies on hand, inventories and expenses to meet these requirements.

8. SIGNIFICANT CATASTROPHE

None.

9. SUBSEQUENT EVENTS

None.

10. OTHERS

(1) The fair values of the financial instruments

	December 31, 2007		December 31, 2006	
	Fair value		Fair value	
	Book value	Quotations in an active market	Book value	Quotations in an active market
				Estimated using a valuation method
<u>Non-derivative financial instruments</u>				
Assets				
Financial assets with book value equal to fair value	\$ 49,045,262	\$ -	\$ 34,026,429	\$ 34,026,429
Financial assets at fair value through profit or loss	10,759,790	10,759,790	7,968,350	-
Available-for-sale financial assets - non-current	9,327,178	9,327,178	3,414,519	-
Financial assets carried at cost - non-current	16,407,197	-	18,769,608	-
Investment in bonds without active markets	45,000	-	45,000	45,000
Refundable deposits	2,323,475	-	2,262,606	2,262,606
Long-term notes accounts and overdue receivables	62,733	-	330,957	330,957

	December 31, 2007		December 31, 2006	
	Fair value		Fair value	
	Book value	Quotations in an active market	Book value	Quotations in an active market
				Estimated using a valuation method
Liabilities				
Financial liabilities with book value equal to fair value	\$ 87,367,726	\$ -	\$ 92,151,945	\$ 92,151,945
Bonds payable	8,144,387	-	8,280,000	8,280,000
Long-term loans	57,670,387	-	49,817,830	49,817,830
Long-term notes payable	600,022	-	680,140	680,140
Capital lease payables - non-current	92,883	-	113,415	113,415
Guarantee deposits received	3,764,435	-	3,732,153	3,732,153
<u>Derivative financial instruments</u>				
Liabilities				
Interest Rate Swap Contracts	71,121	-	146,551	146,551

(a) The methods and assumptions used to estimate the fair values of financial instruments are summarized as follows:

- (1) The due dates of short-term financial instruments are near the balance sheet date. Accordingly, the fair value of short-term financial instruments are estimated based on their carrying values which include the accounts of cash and cash equivalents, notes and accounts receivable, other receivables, other financial assets-current, short-term loans, notes and bills payable, notes and accounts payable, income tax payable, accrued expenses, other payables, current portion of long-term liabilities, capital lease payable-current and other current liabilities.
- (2) Available-for-sale financial assets are regarded as quoted in an active market. If the market for a financial asset is not active, an entity establishes fair value by using a valuation technique. The Group's available-for-sale financial instruments pertain to listed companies, bonds or mutual funds; therefore, quoted prices are readily and regularly available from the closing price of stock exchange or the net asset value at the balance sheet date.
- (3) The fair value of refundable deposits and long-term notes, accounts and overdue receivables are based on the discounted value of expected future cash flows, which are discounted based on the interest rate of one-year time deposit of the Postal Savings System at December 31, 2007 and 2006.
- (4) The fair value of bonds payable, long-term loans, long-term notes payable, capital lease payable - non-current and guarantee deposits received is based on the discounted value of expected future cash flow amounts, which are discounted based on the interest rates of similar long-term loans at December 31, 2007 and 2006.
- (5) The fair values of derivative financial instruments which include unrealized gains or losses on unsettled contracts were determined based on the amounts to be received or paid assuming that the contracts were settled as of the reporting date.

(b) The Group recognized the amount of \$2,584,701 and \$1,645,746 as addition to stockholders' equity for the changes in fair value of available-for-sale financial assets for the years ended December 31, 2007 and 2006, respectively.

(2) Procedure of financial risk control and hedge

The Group's activities expose it to a variety of financial risks: market risk, credit risk, liquidity risk and cash flow interest rate risk. The Group's overall risk management program focuses on the unpredictability of financial markets and seeks to minimize potential adverse effects on the

Group's financial performance. The Group's uses derivative financial instruments to hedge certain risk exposures.

(3) Information of financial risk

(a) Market risk

(1) Exchange rate risk

Some purchases are valued in US dollars, the fair value changes with fluctuation exchange rate. The Group holds equivalent assets and liabilities in foreign currencies, and the period of collection and payment is equivalent to offset the market risk, thus the risk is minimal.

(2) Interest rate risk

The Group entered into interest-rate swap transactions by PVBP (Present Value of Basis Point) method to assess market risk and have set a stop-loss point by any changes of the contract value. This strategy will limit losses in certain amounts and have no significant market risk. Short-term and long-term loans are debts with floating interest rates; however, the risk is minimal due to the insignificant fluctuations. Commercial paper payables have no market risk due to fixed interest rates.

(3) Price risk

The Group entered into equity derivative financial instruments which are affected by changes in markets price. The Group has set a stop-loss point in these transactions, therefore, the Group does not expect to have significant market risk.

(b) Credit risk

The Group entered into derivative financial instruments with financial institutions with good credit ratings. The Group traded equity derivative financial instruments in centralized trading markets and GreTai Securities Market. The counterparties to the foregoing financial instruments are reputable institutions. The Group also assesses the credit ratings of the counterparties when they trade. The possibility of default by those parties is low. The maximum market value is the carrying amount of derivative financial instruments.

(c) Liquidity risk

The interest receipts or payments for computing net settlements are notional amounts multiplied by the difference in interest rate on each settlement date. The amounts are insignificant and there is no cash flow in or out of principal amounts on settlement date. The Group has sufficient operating capital to meet cash needs upon settlement date. Therefore, the cash flow risk is low. The available-for-sale financial assets are publicly traded stocks, bonds or mutual funds have active markets and the Group can sell these assets near their fair value. In the case of financial assets carried at cost without active markets, the liquidity risk

is material.

(d) Interest change cash flow risk

The interest receipts or payments for computing net settlements are notional amounts multiplied by the difference in interest rate on each settlement date. The amounts are insignificant and there is no cash flow in or out of principal amounts on settlement date. The Group has sufficient operating capital to meet cash needs upon settlement date. Therefore, the cash flow risk is low. Short-term and long-term loans are debts with floating interest rates that change with market interest rate fluctuations. Commercial papers payable have no market risk due to having a fixed interest rate.

(e) The information of the derivative financial instruments is disclosed as follows:

Items	December 31, 2007		December 31, 2006	
	Notional principal amount	Contract period	Notional principal amount	Contract period
Interest Rate Swap Contracts	\$12,780,000	2003.1~2009.9	\$ 7,190,000	2003.1~2009.9

The Group entered into derivative financial instruments to manage exposures related to foreign exchange rate and interest rate fluctuations. The loss on the derivative financial instrument was \$69,677 and \$63,349 as additions to interest expense in 2007 and 2006, respectively.

(4) Bonds and cash flow hedges

The Group bears the risk of floating interest rates, therefore, the fluctuations in interest rates may affect the future cash flow risk in assets and liabilities. Since the Group is concerned with the cash flow risk, the Group entered into an interest rate swap contract to hedge the risk.

Hedged item	Financial instrument was designated for hedging instrument	Designated for hedging instruments		Period of anticipated cash flow	Period of gain (loss) recognized in income statement
		Contract amount			
		December 31, 2007	December 31, 2006		
Bonds payable	Interest rate swap contracts	<u>\$12,780,000</u>	<u>\$7,190,000</u>	January 2008 to September 2009	January 2008 to September 2009
Item		December 31, 2007	December 31, 2006		
Amount of equity adjustment		<u>\$ 65,506</u>	<u>(\$ 131,557)</u>		

Transactions	President	President	President	President	President	President	President	President	President	President	President
	Musashino Corp.	Natural Industrial Corp.	Uni-President Development Corp.	International Development Corp.	Qware Systems & Services Corp.	Tokyo Corp.	Nisshin Corp.	Ton Yi Pharmaceutica Corp.	Ton Yi Pharmaceutica Corp.	President Packaging Corp.	President Packaging Corp.
1. Elimination of long-term investments and owner's equity	\$ 306,769	\$ 91,137	\$ 237,906	\$ 12,581,843	\$ 42,614	\$ 223,123	\$ 125,975	\$ 513	\$ 132,552		
2. Intercompany elimination of real accounts	(183,446)	3,261	-	-	(11,637)	(347,817)	(34,342)	-	(122,641)		
3. Intercompany elimination of nominal accounts	(1,233,545)	(30,123)	-	6,420	327,698	225,516	479,514	-	939,650		
(1) Transactions of purchases and sales	-	-	-	-	(128)	-	(2,033)	-	(1,259)		
(2) Unrealized gross profit	-	-	-	18,998	-	-	-	-	-		
(3) Unrealized gains or losses	(23,227)	(10,669)	1,587	2,900	(13,950)	4,080	35,400	-	-		
(4) Transactions of revenue and expense	219,877	-	317,208	(3,525,778)	41,522	-	-	-	-		
4. Intercompany elimination of cross holding											

Transactions	President	President	Uni-President	Ton-Yi	President	President	President
	Asian Enterprises Inc.	Kikkoman Inc.	Biotechnology Co., Ltd.	Industrial Corp.	Chain Store Corp.	Chain Store Corp.	Chain Store Corp.
1. Elimination of long-term investments and owner's equity	\$ 188,149	\$ 123,859	\$ 7,912	\$ 8,143,070	\$ 7,634,048		
2. Intercompany elimination of real accounts	-	(41,437)	(1,425)	9,102	1,995,719		
3. Intercompany elimination of nominal accounts							
(1) Transactions of purchases and sales	-	828,911	22,013	(38,871)	(11,029,837)		
(2) Unrealized gross profit	-	-	-	-	(10,094)		
(3) Unrealized gains or losses	(11,097)	-	-	-	(1,299,931)		
(4) Transactions of revenue and expense	-	(91,620)	-	-	271,464		
4. Intercompany elimination of cross holding	246	-	-	299,331	(2,438,332)		

Transactions	President									
	Uni-president Enterprises Corp.	Kai Nan Investment Co., Ltd.	International Trade and Investment Corp.	Cayman President Holding Corp.	Kai Yu Investment Co., Ltd.	President Global Corp.	U-Chains Enterprises Corp.	Uni-President Glass Industrial Co., Ltd.	Tone Sang Construction Corp.	
1. Elimination of long-term investments and owner's equity	\$ 40,262,617	\$ 3,508,762	\$ 2,516,288	\$ 2,105,519	\$ 1,322,762	\$ 518,783	\$ 215,137	\$ 211,967	\$ 209,426	
2. Intercompany elimination of real accounts	(2,389,319)	-	(195,644)	1,151,556	(916,270)	25,043	-	-	-	
3. Intercompany elimination of nominal accounts	19,254,298	-	-	88,431	(1,452,637)	(69,693)	21,263	-	-	
(1) Transactions of purchases and sales	-	-	-	-	(3,450)	(898)	-	-	-	
(2) Unrealized gross profit	-	-	-	-	(5,143)	-	-	-	-	
(3) Unrealized gains or losses	511,669	-	(1,841)	(292,355)	(148,921)	-	8,149	-	-	
(4) Transactions of revenue and expense	(725,338)	-	-	(246)	(286,309)	-	-	-	-	
4. Intercompany elimination of cross holding	-	-	-	-	-	-	-	-	-	

Transactions	2006									
	Presco Netmarketing Inc.	Uni-President Dream Parks Corp.	President Baseball Team Corp.	President Entertainment Corp.	Uni-President Organics Corp.	Uni-President Vender Corp.	President Fair Development Corp.	Nanlien International Corp.	Tung Ho Development Co., Ltd.	
1. Elimination of long-term investments and owner's equity	\$ 50,381	\$ 1,385	\$ 18,447	\$ 1,127,632	\$ 4,680	\$ 270,383	\$ 3,644,046	\$ 1,189,017	\$ 149,065	
2. Intercompany elimination of real accounts	(21,809)	(119,611)	(7,917)	(1,731)	1,189	82,817	-	934,472	-	
3. Intercompany elimination of nominal accounts	114,331	958,547	-	12,319	34,829	(601,645)	-	(6,894,887)	(22,129)	
(1) Transactions of purchases and sales	-	(95)	-	-	-	(4,869)	-	(403)	-	
(2) Unrealized gross profit	-	-	-	-	-	-	-	(203,623)	-	
(3) Unrealized gains or losses	-	-	-	-	-	-	-	26,177	-	
(4) Transactions of revenue and expense	-	(16,591)	95,118	-	-	(80,800)	2,191	26,177	-	
4. Intercompany elimination of cross holding	-	-	-	696,978	3,028	-	5,585,546	(330,563)	12,444	

2006

Transactions	2006								
	Ton Yi Musashino Corp.	President Natural Industrial Corp.	Uni-President Development Corp.	President International Development Corp.	Parabola Creative Inc.	President Tokyo Corp.	President Nisshin Corp.	Ton Yi Pharmaceutical Corp.	President Packaging Corp.
1. Elimination of long-term investments and owner's equity	\$ 304,411	\$ 83,595	\$ 260,901	\$ 8,354,214	\$ 4,673	\$ 218,181	\$ 121,396	\$ 3,975	\$ 186,692
2. Intercompany elimination of real accounts	(105,339)	-	70,478	-	(6,026)	(344,634)	(21,161)	-	(86,563)
3. Intercompany elimination of nominal accounts	1,172,445	(13,325)	-	-	19,559	291,220	354,789	-	526,675
(1) Transactions of purchases and sales	-	-	-	-	-	-	-	-	(229)
(2) Unrealized gross profit	-	-	-	-	-	-	-	-	-
(3) Unrealized gains or losses	-	-	-	(18,998)	-	-	-	-	-
(4) Transactions of revenue and expense	-	(2,191)	(2,190)	-	-	-	(67,136)	-	-
4. Intercompany elimination of cross holding	218,301	-	347,868	(3,412,158)	-	-	-	-	-

2006

Transactions	2006								
	Qware System & Service Corp.	President Asian Enterprises inc.	Uni-President Biotechnology Co., Ltd.	President Kikkoman Inc.	Ton-Yi Industrial Corp.	President Chain Store Corp.	President Nisshin Corp.	Ton Yi Pharmaceutical Corp.	President Packaging Corp.
1. Elimination of long-term investments and owner's equity	\$ 165,714	\$ 142,797	\$ 10,467	\$ 123,775	\$ 7,795,280	\$ 7,288,593	-	-	-
2. Intercompany elimination of real accounts	37,750	-	-	(101,635)	2,413	2,011,941	-	-	-
3. Intercompany elimination of nominal accounts	249,820	-	36,486	708,514	(23,686)	(14,765,524)	-	-	-
(1) Transactions of purchases and sales	(53)	-	-	(4,576)	-	(11,462)	-	-	-
(2) Unrealized gross profit	-	(11,097)	-	-	-	(1,299,931)	-	-	-
(3) Unrealized gains or losses	15,129	-	-	(102,839)	(5,020)	61,451	-	-	-
(4) Transactions of revenue and expense	149,499	246	-	-	(196,762)	(2,062,534)	-	-	-
4. Intercompany elimination of cross holding	-	-	-	-	-	-	-	-	-

(6)Financial statement presentation

Certain accounts in the December 31, 2006 financial statements were reclassified to conform with the December 31, 2007 financial statement presentation.

Investor	Type of securities	General ledger account (Note)	Name of the counter-party	Relationship	Beginning balance		Addition		Disposal			Other increase (decrease)		Ending balance		
					Number of shares (in thousands)	Amount	Number of shares (in thousands)	Amount	Number of shares (in thousands)	Sales price	Book value	Gain (loss) on disposal	Number of shares (in thousands)	Amount	Number of shares (in thousands)	Amount
President International Development Corp.	Beneficiary Certificates : UPAMC James Bond Fund	6	-	-	1,621	\$ 25,000	40,404	\$ 625,300	(42,025)	\$ 650,722	(\$ 650,300)	\$ 422	-	\$ -	-	\$ -
	TSEC Taiwan 50 Index	"	-	-	-	-	2,386	150,128	(2,586)	141,287	(150,128)	(8,841)	-	-	-	-
	Taiwan Power Fund	"	-	-	-	-	10,000	100,000	-	-	-	-	(7,700)	(7,700)	10,000	92,300
	Stock :															
	Symx Technology International Corp.	"	-	-	661	27,421	4,661	382,351	(1,514)	83,918	(67,229)	16,688	-	15,946	3,808	308,469
	Formosa Petrochemical Corp.	"	-	-	-	-	4,211	285,480	(1,281)	109,572	(86,844)	22,728	-	85,574	2,930	284,210
	Cathay Financial Holding Co., Ltd.	"	-	-	-	-	2,160	162,938	(2,160)	176,459	(162,938)	13,521	-	-	-	-
	Everlight Electronics Co., Ltd.	"	-	-	-	-	1,440	155,881	(1,440)	188,628	(155,881)	32,747	-	-	-	-
	Changhwa Picture Tubes, Ltd.	"	-	-	-	-	17,689	150,750	(17,689)	160,652	(150,750)	9,902	-	-	-	-
	Inolux Display Corp.	"	-	-	-	-	2,190	149,573	(2,190)	185,924	(149,573)	36,351	-	-	-	-
	Hon-Hai precision industry Co., Ltd.	"	-	-	518	97,703	500	119,572	(1,018)	279,585	(217,275)	62,310	-	-	-	-
	Eternal Chemical Co., Ltd.	"	-	-	-	-	2,361	112,729	(279)	15,835	(15,559)	276	(23,890)	(23,890)	2,082	73,280
	Holtek Semiconductor Inc.	"	-	-	-	-	1,727	100,740	(1,057)	84,067	(68,628)	15,439	-	1,020	670	33,132
	Formosa Plastics Corporation	"	-	-	-	-	1,120	100,165	-	-	-	-	-	1,887	1,120	102,032
	MediaTek Inc.	"	-	-	220	78,260	190	81,108	(275)	121,163	(105,230)	15,963	-	2,688	135	56,836
	Foxconn Technology Co., Ltd.	7	-	-	-	-	1,000	112,000	-	-	-	-	(12,500)	(12,500)	1,000	99,500

Investor	Type of securities	General ledger account (Note)	Name of the counter-party	Relationship	Beginning balance		Addition		Disposal			Other increase (decrease)		Ending balance		
					Number of shares (in thousands)	Amount	Number of shares (in thousands)	Amount	Number of shares (in thousands)	Sales price	Book value	Gain (loss) on disposal	Number of shares (in thousands)	Amount	Number of shares (in thousands)	Amount
President International Development Corp.	Darfon Electronics Corp.	7	-	-	-	\$ -	1,000	\$ 103,547	(500)	\$ 51,795	(51,774)	\$ 21	-	(5,873)	500	\$ 45,900
	New Century Info-Comm. Co., Ltd.	9	Capital decrease	-	-	253,200	-	2,532,000	(39,979)	-	(399,790)	-	-	(191,899)	213,221	1,940,311
	Reliance Presting Private Fund	"	-	-	-	-	20,000	200,000	-	-	-	-	-	-	20,000	200,000
	Ton Yu Investment Inc.	11	Capital increase	-	-	117,750	-	1,232,899	-	-	-	-	20,500	(183,502)	152,000	1,250,496
	Tai Med Biologics Co. Ltd.	"	-	-	-	-	13,200	132,000	-	-	-	-	-	(6,637)	13,200	125,363
	President Life Sciences Co., Ltd.	"	-	-	-	183,000	-	533,902	-	-	-	-	(124,900)	(52,579)	78,100	581,323
	President (BVI) International Investment Holdings Ltd.	"	Capital decrease	-	-	123,975	-	7,344,236	-	(10,000)	(323,500)	-	-	(5,886,925)	113,975	12,881,661
	Allianz President Life Insurance Co., Ltd.	"	-	-	22,260	-	274,172	-	(22,260)	333,895	(274,172)	59,723	-	-	-	-
President Chain Store Corp.	Beneficiary Certificates : Prudential Financial Bond Fund	6	-	-	-	-	861,153	14,190,000	(927,473)	13,696,125	(13,690,000)	6,125	-	-	33,680	500,000
	Mega Diamond Bond Fund	"	-	-	-	-	495,357	5,760,000	(457,071)	5,313,162	(5,310,000)	3,162	-	-	38,486	450,000
	UPAMC James Bond Fund	"	-	-	-	-	365,492	5,690,000	(333,389)	5,193,819	(5,190,000)	3,819	-	-	31,903	500,000
	Polaris De-ff Fund	"	-	-	-	-	249,058	3,800,000	(209,841)	3,202,823	(3,200,000)	2,823	-	-	39,217	600,000
	First Global Investment Trust Wan Tai Bond Fund	"	-	-	-	-	187,165	2,640,000	(187,165)	2,641,977	(2,640,000)	1,977	-	-	-	-
	Fuhwaust Bond Fund	"	-	-	-	-	167,026	2,240,000	(163,335)	2,190,810	(2,190,000)	810	-	-	3,691	50,000
	Capital Safe income Fund	"	-	-	-	-	79,374	1,198,000	(46,323)	698,365	(698,000)	365	-	-	33,051	500,000

Investor	Type of securities	General ledger account (Note)	Name of the counter-party	Relationship	Beginning balance		Addition		Disposal			Other increase (decrease)		Ending balance		
					Number of shares (in thousands)	Amount	Number of shares (in thousands)	Amount	Number of shares (in thousands)	Sales price	Book value	Gain (loss) on disposal	Number of shares (in thousands)	Amount	Number of shares (in thousands)	Amount
President	NITC Taiwan Bond Fund	6	-	-	-	\$	54,889	\$ 780,000	(54,889)	\$ 781,051	(\$ 780,000)	\$ 1,051	-	-	-	\$
Chain Store Corp.	JF (Taiwan) Bond Fund	"	-	-	-	-	18,910	290,000	(18,910)	290,259	(290,000)	259	-	-	-	-
	Cathay Bond Fund	"	-	-	-	-	22,284	260,000	(14,586)	(170,000)	(170,000)	97	-	-	7,688	90,000
	Asia Pacific Bond Fund	"	-	-	-	-	15,603	200,000	(15,603)	200,070	(200,000)	70	-	-	-	-
	Stock :															
	Tung Ho Development Corp.	9	Capital increase	-	-	-	26,906	269,055	(19,930)	-	-	-	-	(159,813)	26,906	109,242
	Allianz President Life Insurance Co., Ltd.	"	-	-	-	-	24,167	241,688	-	(24,167)	(361,415)	(241,688)	119,747	-	-	-
	PCSC (China) Supermarket Ltd.	11	Capital increase	-	-	-	20,722	481,140	-	-	-	-	-	(126,475)	30,449	873,122
	Uni-President Department Stores Corp.	"	"	-	-	-	35,000	249,117	-	-	-	-	-	(216,041)	56,000	243,076
	Marks & Spencer (Taiwan) Corp.	"	"	-	-	-	-	-	-	-	-	-	-	(66,213)	12,826	62,051
Meech-President Corp.	Beneficiary Certificates : Mega Diamond Bond Fund	6	-	-	-	-	48,629	565,000	(48,629)	565,226	(565,000)	226	-	-	-	-
	Capital Safe income Fund	"	-	-	-	-	38,064	570,000	(38,064)	570,235	(570,000)	235	-	-	-	-
	Ta-chong Bond Fund	"	-	-	-	-	36,693	480,000	(36,693)	480,180	(480,000)	180	-	-	-	-
	Polaris De-I Fund	"	-	-	-	-	21,028	320,000	(21,028)	320,138	(320,000)	138	-	-	-	-
	Fuhwatrust Bond Fund	"	-	-	-	-	20,117	270,000	(20,117)	270,130	(270,000)	130	-	-	-	-
	Fuhwatrust Yuli Bond Fund	"	-	-	-	-	18,220	228,650	(18,220)	228,731	(228,650)	81	-	-	-	-
	NITC Taiwan Bond Fund	"	-	-	-	-	15,482	220,000	(15,482)	220,081	(220,000)	81	-	-	-	-
	Dresdner Bond Dam Fund	"	-	-	-	-	16,274	190,000	(16,274)	190,070	(190,000)	70	-	-	-	-

Investor	Type of securities	General ledger account (Note)	Name of the counter-party	Relationship	Beginning balance		Addition		Disposal			Other increase (decrease)		Ending balance	
					Number of shares (in thousands)	Amount	Number of shares (in thousands)	Amount	Number of shares (in thousands)	Sales price	Book value	Gain (loss) on disposal	Number of shares (in thousands)	Amount	Number of shares (in thousands)	Amount
Meeh-President Corp.	Polaris De Bao Fund UPAMC James Bond Fund	6	-	-	-	16,036	\$ 180,000	(16,036)	\$ 180,085	(\$ 180,000)	\$	85	-	-	\$
			-	-	-	11,037	172,000	(11,037)	172,072	(172,000)		72	-	-	
	HSBC NTD Money Management Fund 2 Union Bond Fund		-	-	-	11,267	160,000	(11,267)	160,057	(160,000)		57	-	-	
President	Beneficiary Certificates :		-	-	-	10,196	125,000	(10,196)	125,048	(125,000)		48	-	-	
Pharmaceutical Corp.	UPAMC James Bond Fund		-	-	-	28,696	446,500	(28,133)	406,813	(406,394)		419	-	-	40,106
Uni-President Department Stores Corp.	Beneficiary Certificates :		-	-	-	27,589	428,000	(27,589)	428,740	(428,000)		740	-	-	
Wisdom Distribution Services Corp.	Beneficiary Certificates :		-	-	-	140,247	1,889,000	(138,548)	1,867,156	(1,866,000)	1,156	1,699	-	-	23,000
	Fuhwatrust Bond Fund ING Global Bond Portfolio		-	-	4,051	61,000	1,072,000	(71,855)	1,091,007	(1,090,000)	1,007	2,826	-	-	43,000
PCSC BVI (China) Ltd.	Stock :	11	Capital increase	-	12,290	US 12,707	20,863	US 10,573	-	-	-	-	(US 777)	38,153	US 22,503
	PCSC (China) Supermarket Limited		-	-	-	5,155	US 5,155	-	-	-	-	-	(US 1,681)	5,155	US 3,474
PCSC (China) Supermarket Limited	Stock :		Capital increase	-	-	US 1,818	US 3,930	-	-	-	-	-	(US 1,051)	-	US 4,697
	PCSC (Shichuan) Hypermarket Ltd. PCSC (Chengde) Hypermarket Ltd.		-	-	-	US 6,445	US 6,573	-	-	-	-	-	(US 1,431)	-	US 11,587

Investor	Type of securities	General ledger account (Note)	Name of the counter-party	Relationship	Beginning balance		Addition		Disposal			Other increase (decrease)		Ending balance	
					Number of shares (in thousands)	Amount	Number of shares (in thousands)	Amount	Number of shares (in thousands)	Sales price	Book value	Gain (loss) on disposal	Number of shares (in thousands)	Amount	Number of shares (in thousands)	Amount
PCSC (China)															
Restaurant Limited	Stock :	11	-	-	-	5,155	US 5,155	-	-	-	-	-	(\$ US 1,081)	5,155	US 3,474
	Shanghai Cold Stone Ice Cream Corporation														
Retail Support International Corp.	Beneficiary Certificates :	6	-	-	13,342	205,770	861,952	(66,690)	1,035,413	(1,034,853)	560	-	-	2,098	32,869
	UPAMC James Bond Fund														
	NITC Bond Fund				1,182	194,311	4,212	(5,324)	881,249	(880,814)	435	-	-	70	11,699
	Beneficiary Certificates :														
	Fuhwatrust Bond Fund				2,092	41,000	18,457	(19,479)	261,717	(261,000)	717	-	-	1,070	28,000
	Service Corp.														
Ren-Hui Investment Corp.	Beneficiary Certificates :				1,023	166,860	1,108	(1,912)	316,779	(314,085)	2,694	-	-	219	36,532
	NITC Bond Fund														
	Beneficiary Certificates :														
	Uni-President Asia Enterprises Holdings Ltd.	11	-	-	-	-	RMB2,054,310	-	-	-	-	-	RMB1,160,742	-	RMB3,215,052
	China Holdings Ltd.														
Retail Support Taiwan Corp.	Beneficiary Certificates :				830	12,806	16,060	(15,706)	244,107	(243,818)	289	-	-	1,214	19,018
	UPAMC James Bond Fund														
	Beneficiary Certificates :														
	UPAMC James Bond Fund				746	11,501	9,209	(9,401)	146,111	(146,025)	86	-	-	554	8,676
	International Corp.				1,062	11,905	12,323	(11,989)	134,973	(134,905)	68	-	-	1,396	15,900
	IBT 5599 Bond Fund														
	PCA WELL POOL FUND						8,017	(7,503)	95,006	(94,958)	48	-	-	514	6,542

Investor	Type of securities	General ledger account (Note)	Name of the counter-party	Relationship	Beginning balance		Addition		Disposal			Other increase (decrease)		Ending balance		
					Number of shares (in thousands)	Amount	Number of shares (in thousands)	Amount	Number of shares (in thousands)	Sales price	Book value	Gain (loss) on disposal	Number of shares (in thousands)	Amount	Number of shares (in thousands)	Amount
Kai Nan	Stock :															
(B.V.I) Zhongshan President Enterprises Co., Ltd.	Note 2	11	Note 2	-	-	US 8,827	-	-	-	-	-	-	(US 4,822)	-	US 4,005	
Qingdao President Feed & Livestock Co., Ltd.	"	"	"	-	-	US 9,880	-	-	-	-	-	-	US 759	-	US 10,639	
Tianjiang President Enterprises Food Co., Ltd.	"	"	"	-	-	US 3,971	-	-	-	-	-	-	US 596	-	US 4,567	
President Kikkoman Inc.	Beneficiary Certificates : UPAMC James Bond Fund	"	-	-	2,219	34,205	17,759	276,500	(17,479)	272,127	(271,572)	555	-	-	2,499	38,133
Tung Ho Development Corp.	Beneficiary Certificates : UPAMC James Bond Fund	"	-	-	-	-	47,362	734,400	(47,362)	733,270	(734,400)	(1,130)	-	-	-	-
President Information Corp.	Beneficiary Certificates : UPAMC James Bond Fund	"	-	-	854	13,162	11,311	175,744	(9,394)	144,500	(144,192)	308	-	-	2,861	44,714
Uni-President Oven Bakery Corp.	Beneficiary Certificates : UPAMC James Bond Fund	"	-	-	1,492	19,841	20,400	274,515	(18,907)	254,500	(253,993)	517	-	-	2,985	40,373
President (B.V.I) International Investment Holdings Ltd.	Credit Linked Notes : Equity Linked Notes	"	-	-	1,272	19,588	6,422	100,544	(6,414)	100,369	(100,142)	227	-	-	1,280	20,000
Investment Holdings Ltd.	Stock :	"	-	-	-	-	181	US 22,238	(151)	-	(US 19,356)	-	-	-	30	US 2,882
Teva Pharmaceutical Industries Ltd.	Equity Linked Notes	"	-	-	192	US 7,994	3	US 112	(195)	US 8,357	(US 8,106)	US 251	-	-	-	-
Pfizer Inc.	Equity Linked Notes	"	-	-	44	US 1,189	150	US 3,562	(18)	US 426	(US 141)	US 285	-	(US 616)	176	US 3,994
Sincere Pharmaceutical Group	Equity Linked Notes	"	-	-	-	-	205	US 3,210	-	-	-	-	-	(US 378)	205	US 2,832
Tomoo Therapy Inc.	Equity Linked Notes	"	-	-	-	-	221	US 4,666	(121)	US 3,100	(US 2,633)	US 467	-	(US 77)	100	US 1,956
Beijing Jingkelong Co., Ltd.	Equity Linked Notes	"	-	-	1,110	HKD 7,378	4,030	HKD 29,518	-	-	-	-	-	(HKD1,738)	5,140	HKD 35,138

Investor	Type of securities	General ledger account (Note)	Name of the counter-party	Relationship	Beginning balance		Addition		Disposal			Other increase (decrease)		Ending balance		
					Number of shares (in thousands)	Amount	Number of shares (in thousands)	Amount	Number of shares (in thousands)	Sales price	Book value	Gain (loss) on disposal	Number of shares (in thousands)	Amount	Number of shares (in thousands)	Amount
President (B.V.I.)	Accuity Inc.	7	-	-	15,501	US 2,053	-	\$ -	-	(5,882)	US 97,628 (US 738)	US 96,870	-	US 145,866	US 9,669	US 147,161
International Investment Holdings Ltd.	Promontoria Holdings XXI B.V. Xiang Lu Petrochemicals (Xiamen) Co., Ltd.	9 11	-	-	-	-	-	US 15,001	-	-	-	-	-	-	-	US 15,001
President Life Sciences Co., Ltd.	Stock : Andro Science Corp.	11	-	-	-	-	-	6,726	US 5,001	-	-	-	-	(US 3,088)	6,726	US 1,913
Ton Cheng Investment Inc.	Stock : UPAMC James Bond Fund	6	-	-	6,222	96,097	11,244	173,700	(16,105)	248,900	(248,595)	305	-	288	1,371	21,500
Ton Yu Investment Inc.	Stock : Rich Universe International Limited	11	-	-	9,800	361,608	5,000	164,166	-	-	-	-	-	(42,516)	14,800	463,238
Enterprise Investment Co., Ltd.	Stock : Zhongshan President Enterprises Co., Ltd. Qingdao President Feed & Livestock Co., Ltd.	7 7 7	-	-	-	-	-	-	-	-	-	RMB13,277	-	RMB 2,300	-	-
Tianjiang Enterprises Food Co., Ltd.	Stock : Beijing President Enterprises Food Co., Ltd. Kunming President Enterprises Food Co., Ltd.	7 7 7	-	-	-	-	-	RMB 46,140	-	-	-	(RMB14,527)	-	(RMB14,705)	-	RMB 10,908
			-	-	-	-	-	RMB 38,746	-	-	-	-	-	RMB 11	-	RMB 38,757

Investor	Type of securities	General ledger account (Note)	Name of the counter-party	Relationship	Beginning balance		Addition		Disposal			Other increase (decrease)		Ending balance	
					Number of shares (in thousands)	Amount	Number of shares (in thousands)	Amount	Number of shares (in thousands)	Book value	Gain (loss) on disposal	Number of shares (in thousands)	Amount	Number of shares (in thousands)	Amount
Chengdu Kunning President Enterprises Food Co., Ltd.	11														
President Coffee															
Beneficiary Certificates :															
Corp.	Fuhwa Trust Yuli Bond Fund	1	-	-	4,432	55,000	7,614	95,000	(12,046)	150,145	(150,000)	145	-	-	-
	Capital Safe income Fund	*	-	-	2,485	37,000	7,009	105,000	(9,494)	142,222	(142,000)	222	-	-	-
	JF(Taiwan) Bond Fund	*	-	-	1,312	20,000	8,123	125,000	(9,435)	145,131	(145,000)	131	-	-	-
	NITC Taiwan Bond Fund	*	-	-	-	-	7,038	100,000	(5,990)	85,080	(85,000)	80	-	-	15,000
Uni-President (Vietnam) Co., Ltd	Stock :														
	Saigon Beverage Joint Stock Company	11	-	-	-	-	2,200	167,494	-	-	-	-	-	-	2,200 167,494
Zhongshan President Enterprises Co., Ltd.	Stock :														
	Sanshui Jianlibao Commerce Co., Ltd.	*	Capital increase	-	-	(RMB 54,664)	-	(RMB 105,000)	-	-	-	-	-	(RMB45,961)	- RMB 4,375

(Note 1) The code number explanation is as follows :

1. Financial assets held for trading
2. Available-for-sale financial assets-current
3. Held-to-maturity financial assets-current
4. Financial assets carried at cost-current
5. Investments in bonds without active markets-current
6. Financial assets at fair value through profit or loss-current
7. Available-for-sale financial assets-non-current
8. Held-to-maturity financial assets-non-current
9. Financial assets carried at cost-non-current
10. Investments in bonds without active markets-non-current
11. Long-term equity investments accounted for under the equity method

(Note 2) The President Enterprises (China) Investment Co., Ltd. sold the shares to Kai Nan (BYI) Investment Co., Ltd.

(5) Acquisition of real estate with an amount exceeding the lower of \$100,000 or 20 percent

Company name	Types of property	Transaction date	Transaction amount	Payment term	Name of the counterparty	Relationship	Prior transaction of related counterparty			Price reference	Purpose of Acquisition	Other terms
							Owner	Relationships	Transfer date				Amount
Tung Ho Development Corp.	Buildings	2007.11.1	\$ 166,976	Paid	Gu-Hsiang Corp.	Subsidiary	-	-	-	Book value	The liquidation of Gu-Hsiang Corp.	None

(6) Disposal of real estate with an amount exceeding \$100,000 or 20 percent of the contributed capital (Unit in thousands of currencies indicated):

Company name	Property	Transaction date	Date of acquisition	Book value	Disposal amount	Status of collection of proceeds	Gain (loss) on disposal	Reason for disposal	Price reference	Other terms
Gu-Hsiang Corp.	Buildings	2007.11.1	-	\$ 166,976	\$ 166,976	Received	\$ -	The liquidation of Gu-Hsiang Corp.	Book value	None

(7) Purchase or sales transactions with related parties amounting to \$100,000 or 20 percent of the contributed capital (Unit in thousands of currencies indicated):

Purchases/sales company	Name of the counterparty	Relationship	Description of transaction			Description and reasons for difference in transaction terms compared to non-related party transactions			Notes or accounts receivable (payable)		Percentage of net (sales) /purchases	Credit terms	Unit Price	Credit Period	Amount	Note
			Purchases/sales	Amount	Percentage of net (sales) /purchases	Credit terms	Unit Price	Credit Period	Amount	Percentage of notes or accounts receivable (payable)						
Uni-President Enterprises Corp.	Uni-President Cold Chain Corp.	Subsidiary accounted for under the equity method	(Sales)	\$ 6,623,347	(15%)	(None)	\$ -	(None)	\$ 836,048	16	-	-	-	-	-	
	Tung Ang Enterprises Corp.	An investee company of Kai Yu Investment Co., Ltd. accounted for under the equity method	"	(6,056,123)	(13%)	"	-	"	484,869	9	-	-	-	-	-	
	President Chain Store Corp.	Subsidiary accounted for under the equity method	"	(1,726,919)	(4%)	"	-	"	133,772	3	-	-	-	-	-	
	Tun Hsiang Enterprises Corp.	An investee company of Nanlien International Corp. accounted for under the equity method	"	(1,623,796)	(4%)	"	-	"	225,836	4	-	-	-	-	-	
	TTET Union Corp.	An investee company of Nanlien International Corp. accounted for under the equity method	"	(1,459,661)	(3%)	"	-	"	56,232	1	-	-	-	-	-	
	Retail Support International Corp.	Subsidiary accounted for under the equity method	Purchases (Sales)	(1,135,604)	4%	"	-	"	(56,653)	3)	-	-	-	-	-	
	Tung Shun Enterprises Corp.	"	"	(1,419,760)	(3%)	"	-	"	199,817	4	-	-	-	-	-	
	Uni-President Vendor Corp.	An investee company of Nanlien International Corp. accounted for under the equity method	"	(933,368)	(2%)	"	-	"	196,865	4	-	-	-	-	-	
	Tone Chu Enterprises Corp.	Subsidiary accounted for under the equity method	"	(612,083)	(1%)	"	-	"	51,114	1	-	-	-	-	-	
	Kuan Chang Enterprises Corp.	An investee company of Nanlien International Corp. accounted for under the equity method	"	(573,409)	(1%)	"	-	"	60,347	1	-	-	-	-	-	
	Far-Tung Enterprises Corp.	An investee company of Nanlien International Corp. accounted for under the equity method	"	(561,378)	(1%)	"	-	"	70,645	1	-	-	-	-	-	
	Tung-Hsiang Enterprises Corp.	"	"	(509,938)	(1%)	"	-	"	51,475	1	-	-	-	-	-	
	Tung Chang Enterprises Corp.	"	"	(477,719)	(1%)	"	-	"	60,499	1	-	-	-	-	-	
	Tung Yi Enterprises Corp.	"	"	(361,232)	(1%)	"	-	"	15,687	-	-	-	-	-	-	
	Tung Che Enterprises Corp.	"	"	(347,826)	(1%)	"	-	"	70,065	1	-	-	-	-	-	
	Tung Yu Enterprises Corp.	"	"	(347,779)	(1%)	"	-	"	43,262	1	-	-	-	-	-	
	Hsin Tung Enterprises Corp.	"	"	(317,883)	(1%)	"	-	"	11,141	-	-	-	-	-	-	
	Chang Tung Corporation Limited	"	"	(246,057)	(1%)	"	-	"	7,197	-	-	-	-	-	-	
		"	"	(186,377)	-	"	-	"	3,663	-	-	-	-	-	-	

Purchases/sales company	Name of the counterparty	Relationship	Description of transaction		Purchases/sales (Sales)	Amount (\$)	Percentage of net (sales) /purchases	Credit terms (Note 1)	Unit Price \$	Credit Period (Note 1)	Amount \$	Percentage of notes or accounts receivable (payable)	Note
			Amount	Percentage of net (sales) /purchases									
Uni-President Enterprises Corp.	Xin Ya Enterprises Corp.	An investee company of Nanlien International Corp. accounted for under the equity method		183,698							30,616	1	-
	Uni-President (Vietnam) Co., Ltd.	An investee company of Southeast Asia Holdings accounted for under the equity method	Purchases	(183,454)	(183,454)		"	-	"		-	-	-
	Tung-Ying Enterprises Corp.	An investee company of Nanlien International Corp. accounted for under the equity method	(Sales)	(165,316)	(165,316)		"	-	"		4,315	-	-
	Tung-Shen Co., Ltd.	"	"	(145,188)	(145,188)		"	-	"		11,852	-	-
	Tung Guan Enterprises Co., Ltd.	An investee company of Kai Yu Investment Co., Ltd. accounted for under the equity method	"	(140,146)	(140,146)		"	-	"		30,911	1	-
	Hua Zuo Corp.	An investee company of Nanlien International Corp. accounted for under the equity method	"	(140,111)	(140,111)		"	-	"		13,106	-	-
	Uni-President Oven Bakery Corp.	Subsidiary accounted for under the equity method	"	(131,511)	(131,511)		"	-	"		22,290	-	-
	Hui-Sheng Enterprises Corp.	An investee company of Nanlien International Corp. accounted for under the equity method	"	(130,878)	(130,878)		"	-	"		16,742	-	-
	Kai Xin Food Corp.	"	"	(116,561)	(116,561)		"	-	"		7,341	-	-
	He-Zhi Enterprises Corporation	"	"	(111,719)	(111,719)		"	-	"		3,890	-	-
	Wei-Tong Enterprises Corporation	"	"	(105,006)	(105,006)		"	-	"		18,960	-	-
	Tung-Bo Enterprises Corp. President Kikkoman Inc.	Subsidiary accounted for under the equity method	Purchases	(100,021)	(100,021)	4%	"	-	"		3,275	-	-
	President Nishin Corp.	"	"	471,191	471,191	1%	"	-	"		(30,314)	(2)	-
	President Packaging Corp.	"	"	298,807	298,807	1%	"	-	"		(25,088)	(1)	-
Uni-President Vendor Corp.	Uni-President Enterprises Corp.	The Company	"	612,083	612,083	81%	Closes its accounts 20 days after the end of each month	-	-		(51,114)	(72)	-

Purchases/sales company	Name of the counterparty	Relationship	Description of transaction		Credit terms	Description and reasons for difference in transaction terms compared to non-related party transactions			Percentage of net (sales) /purchases	Amount	Unit Price	Credit Period	Amount	Percentage of notes or accounts receivable (payable)	Note
			Purchases/sales	Amount		Notes or accounts receivable (payable)	Amount								
Nanlian International Corp.	Lien Bo Enterprises Corp.	An investee company accounted for under the equity method	(Sales)	\$ 1,231,098	Closes its accounts ~60 days after the end of each month	\$	-	\$ 85,330	(48%)	-	-	-	85,330	54	-
	Lien Song Enterprises Corp.	"	"	(206,869)	12 days after shipping	-	-	4,848	(8%)	-	-	-	4,848	4	-
	Tun Hsiang Enterprises Corp.	"	"	(139,810)	Closes its accounts ~60 days after the end of each month	-	-	21,763	(5%)	-	-	-	21,763	14	-
President Nisshin Corp.	Uni-President Enterprises Corp.	The Company	"	(471,191)	15 days	-	-	30,314	(48%)	-	-	-	30,314	22	-
President Packaging Corp.	Uni-President Enterprises Corp.	The Company	"	(238,807)	One month	-	-	25,088	(27%)	-	-	-	25,088	25	-
	Retail Support International Corp.	Subsidiary accounted for under the equity method	"	(178,764)	Closes its accounts ~45 days after the end of each month	-	-	23,699	(19%)	-	-	-	23,699	28	-
President Musashino Corp.	Uni-President Cold Chain Corp.	"	"	(1,176,597)	Closes its accounts ~30 days after the end of each month	-	-	189,451	(99%)	-	-	-	189,451	100	-
President Kikkoman Inc.	Uni-President Enterprises Corp.	The Company	"	(887,669)	One month	-	-	58,635	(97%)	-	-	-	58,635	92	-
Ton-Yi Industrial Corp.	Cayman Ton Yi Industrial Holdings Ltd.	An investee company accounted for under the equity method	"	(8,164,063)	Closes its accounts 45 days after the end of each month	-	-	747,187	(36%)	-	-	-	747,187	62	-
	TTET Union Corp.	Subsidiary accounted for under the equity method	"	(272,111)	(Note 4)	-	-	24,531	(1%)	-	-	-	24,531	2	-
	Towecan Corp.	An investee company accounted for under the equity method	"	(130,144)	"	-	-	2,054	(1%)	-	-	-	2,054	-	-
	Toyota-Tsusho-Corp.	The director of Ton-Yi Industrial Corp.	Purchases	5,348,948	The same as regular	-	-	(91,414)	30%	-	-	-	(91,414)	(22)	-
President Information Corp.	President Chain Store Corp.	Subsidiary accounted for under the equity method	(Service revenue)	(577,992)	Closes its accounts 30 days after the end of each month	-	-	68,375	(81%)	-	-	-	68,375	54	-
President Chain Store Corp.	Retail Support International Corp.	"	Purchases	40,396,485	Closes its accounts ~80 days after the end of each month	(Note 2)	-	(3,031,910)	57%	-	-	-	(3,031,910)	(44)	-

Purchases/sales company	Name of the counterparty	Relationship	Description of transaction			Description and reasons for difference in transaction terms compared to non-related party transactions				Notes or accounts receivable (payable)		Percentage of notes or accounts receivable (payable)
			Purchases/sales	Amount	Percentage of net (sales) /purchases	Credit terms	Unit Price	Credit Period	Amount	Percentage of notes or accounts receivable (payable)		
President Chain Store Corp.	Uni-President Cold Chain Corp.	Subsidiary accounted for under the equity method	Purchases	\$ 16,014,350	23%	Closes its accounts 15 ~30 days after the end of each month	(Note 2)	-	(\$ 1,174,557)	(17)	-	
	Wisdom Distribution Services Corp.	An investee company accounted for under the equity method	"	8,254,575	12%	Closes its accounts 20 ~40 days after the end of each month	(Note 2)	-	(1,524,247)	(22)	-	
	Uni-President Enterprises Corp.	The Company	"	1,726,919	2%	Closes its accounts 30 days after the end of each month	-	-	(133,772)	(2)	-	
	Qware Systems & Services Corp.	An investee company accounted for under the equity method	"	220,920	-	Closes its accounts 30 ~40 days after the end of each month	-	-	(43,075)	(1)	-	
	President Transnet Corp.	"	Operating cost	638,906	1%	Closes its accounts 15 days after the end of each month	-	-	(52,037)	(1)	-	
Qware Systems & Services Corp.	President Chain Store Corp.	Subsidiary accounted for under the equity method	(Sales)	(220,920)	(38%)	Closes its accounts 30 ~40 days after the end of each month	-	-	43,075	52	-	
Uni-President Cold Chain Corp.	President Chain Store Corp.	"	"	(16,014,350)	(99%)	Closes its accounts 15 ~30 days after the end of each month	(Note 3)	-	1,174,557	95	-	
	Hi-Life international Co., Ltd.	An investee company of Kuang Chuan Dairy Co., Ltd. accounted for under the equity method	"	(204,563)	1%	Closes its accounts 45 days after the end of each month	-	-	34,908	3	-	
	Uni-President Enterprises Corp.	The Company	Purchases	6,629,347	46%	Closes its accounts 30 days after the end of each month	-	-	(836,048)	(45)	-	
	President Musashino Corp.	Subsidiary accounted for under the equity method	"	1,176,597	8%	Closes its accounts 25 ~30 days after the end of each month	-	-	(189,451)	(10)	-	
	Tung Ang Enterprises Corp.	An investee company of Kai Yu Investment Co., Ltd. accounted for under the equity method	"	205,605	1%	Closes its accounts 30 days after the end of each month	-	-	(15,580)	(1)	-	
	Century Quick Services Restaurant Corp.	"	"	217,699	1%	"	-	-	(44,997)	(2)	-	

Purchases/sales company	Name of the counterparty	Relationship	Description of transaction			Credit terms	Unit Price	Credit Period	Amount	Percentage of notes or accounts receivable (payable)	Note
			Purchases/sales (Sales)	Amount (\$)	Percentage of net (sales) /purchases (91%)						
Retail Support International Corp.	President Chain Store Corp.	Subsidiary accounted for under the equity method	(Sales)	(40,396,485)	(91%)	Closes its accounts 10 ~80 days after the end of each month	(Note 3)	\$ 3,031,910	80	-	
	President Drugstore Business Corp.	An investee company of President Chain Store Corp. accounted for under the equity method	"	(3,320,064)	(7%)	Closes its accounts 50 days after the end of each month	-	657,307	17	-	
	President Coffee Corp.	"	"	(366,099)	(1%)	Closes its accounts 28 days after the end of each month	-	42,462	1	-	
	Uni-President Dream Parks Corp.	Subsidiary accounted for under the equity method	"	(104,885)	-	Closes its accounts 30 days after the end of each month	-	18,323	1	-	
	Tung Ang Enterprises Corp.	An investee company of Kai Yu Investment Co., Ltd. accounted for under the equity method	Purchases	1,961,765	4%	"	-	(157,723)	(3)	-	
	Uni-President Enterprises Corp.	The Company	"	1,419,760	3%	"	-	(199,817)	(4)	-	
	Lien Bo Enterprises Corp.	An investee company of Nantien International Corp. accounted for under the equity method	"	986,162	2%	Closes its accounts 15 ~70 days after the end of each month	-	(111,931)	(2)	-	
	President Pharmaceutical Corp.	An investee company of President Chain Store Corp. accounted for under the equity method	"	428,581	1%	Closes its accounts 30 ~60 days after the end of each month	-	(101,380)	(2)	-	
	President Packaging Corp.	Subsidiary accounted for under the equity method	"	178,764	-	Closes its accounts 30 ~45 days after the end of each month	-	(29,699)	(1)	-	
Retail Support Taiwan Corp.	Retail Support International Corp.	"	(Sales)	(229,735)	(98%)	Closes its accounts 15 ~20 days after the end of each month	-	21,062	99	-	

Purchases/sales company	Name of the counterparty	Relationship	Description of transaction			Credit terms	Unit Price	Credit Period	Notes or accounts receivable (payable)		Note
			Purchases/sales (Sales)	Amount (\$)	Percentage of net (sales) /purchases (69%)				Amount	Percentage of notes or accounts receivable (payable) 69	
Chieh Shun Transport Corp.	President Transnet Corp.	Subsidiary accounted for under the equity method		280,040	(69%)	Closes its accounts 65 days after the end of each month	-	-	45,372	-	
President Coffee Corp.	President Chain Store Corp.	"	"	137,562	4%	Closes its accounts 30 days after the end of each month	-	-	16,062	17	
	Retail Support International Corp.	"	Purchases	366,099	26%	Closes its accounts 28 days after the end of each month	-	-	42,462	20	
	Starbucks Corporation	The parent Company of President Coffee Corp.	"	331,941	27%	Closes its accounts 30 days after the end of each month	-	-	42,462	28	
	Tung Chang Enterprises Corp.	An investee company of Naniien International Corp. accounted for under the equity method	"	134,077	11%	"	-	-	16,025	10	
President Pharmaceutical Corp.	Retail Support International Corp.	Subsidiary accounted for under the equity method	(Sales)	428,581	62%	Closes its accounts 30 ~60 days after the end of each month	-	-	101,380	59	
Uni-President Dream Parks Corp.	President Transnet Corp.	"	Purchases	104,885	40%	Closes its accounts 30 days after the end of each month	-	-	18,323	20	
President Transnet Corp.	President Chain Store Corp.	"	(Sales)	638,906	(19%)	Closes its accounts 15 days after the end of each month	-	-	52,037	12	
President Drugstore Business Corp.	"	"	Purchases	3,320,064	(99%)	Closes its accounts 50 days after the end of each month	-	-	657,307	94	
Wisdom Distribution Services Corp.	President Chain Store Corp.	"	(Sales)	8,254,575	(98%)	Closes its accounts 20 ~40 days after the end of each month	-	-	1,524,247	97	
	Vision Distribution Service Corp.	An investee company of Wisdom Distribution Service Corp. accounted for under the equity method	Purchases	554,896	6%	Closes its accounts 65 days after the end of each month	-	-	131,465	7	

Description and reasons for difference in transaction terms compared to non-related party transactions

Purchases/sales company	Name of the counterparty	Relationship	Description of transaction			Description and reasons for difference in transaction terms compared to non-related party transactions				Notes or accounts receivable (payable)	Note
			Purchases/sales (Sales)	Amount	Percentage of net (sales) /purchases	Credit terms	Unit Price	Credit Period	Amount			Percentage of notes or accounts receivable (payable)
Tung Ang Enterprises Corp.	Retail Support International Corp.	Subsidiary accounted for under the equity method	"	(\$ 1,961,765)	(59%)	Closes its accounts 30 days after the end of each month	\$	-	-	\$ 157,723	23
Tung Hsiang Enterprises Corp.	Tung Hsiang Enterprises Corp.	An investee company of Nantien International Corp. accounted for under the equity method	"	(1,206,192)	(18%)	77 days after shipping	-	-	-	233,188	33
Tung Yu Enterprises Corp.	Tung Yu Enterprises Corp.	"	"	(500,771)	(8%)	15 days after shipping	-	-	-	19,965	3
Fai-Tung Enterprises Corp.	Fai-Tung Enterprises Corp.	An investee company of Nantien International Corp. accounted for under the equity method	"	(460,757)	(7%)	77 days after shipping	-	-	-	50,870	7
Tone Chu Enterprises Corp.	Tone Chu Enterprises Corp.	"	"	(285,704)	(4%)	Closes its accounts 30 days after the end of each month	-	-	-	47,165	7
Hsin Tung Enterprises Corp.	Hsin Tung Enterprises Corp.	"	"	(227,680)	(3%)	15 days after shipping	-	-	-	4,203	1
Uni-President Cold Chain Corp.	Uni-President Cold Chain Corp.	Subsidiary accounted for under the equity method	"	(205,605)	(3%)	Closes its accounts 30 days after the end of each month	-	-	-	15,580	2
Huei Tung Enterprises Corp.	Huei Tung Enterprises Corp.	A board chairman of an investee company of Nantien International Corp.	"	(187,057)	(3%)	120 days after shipping	-	-	-	27,307	4
Chang Tung Corporation Limited	Chang Tung Corporation Limited	An investee company of Kai Nian Investment Co., Ltd. accounted for under the equity method	"	(165,601)	(3%)	12 days after shipping	-	-	-	1,609	-
Tung-Bo Enterprises Corp.	Tung-Bo Enterprises Corp.	An investee company of Nantien International Corp. accounted for under the equity method	"	(141,173)	(2%)	"	-	-	-	5,679	1
Lien Yu Enterprises Corp.	Lien Yu Enterprises Corp.	"	"	(112,407)	(2%)	"	-	-	-	3,629	1
Uni-President Enterprises Corp.	Uni-President Enterprises Corp.	The Company	Purchases	6,056,123	100%	(Note 5)	-	-	-	(484,869)	(74)
Tung Guan Enterprises Co., Ltd.	Uni-President Enterprises Corp.	"	"	140,146	40%	Two months	-	-	-	(30,911)	(55)

Purchases/sales company	Name of the counterparty	Relationship	Description of transaction			Description and reasons for difference in transaction terms compared to non-related party transactions			Notes or accounts receivable (payable)	Percentage of notes or accounts receivable (payable)
			Purchases/sales (Sales)	Amount (\$)	Percentage of net (sales) /purchases	Credit terms	Unit Price	Credit Period			Amount
Vision Distribution Service Corp.	Wisdom Distribution Services Corp.	An investee company accounted for under the equity method	(Sales)	554,896	52%	Closes its accounts 65 days after the end of each month	\$ -	-	\$ 131,495	58
Uni-President Oven Bakery Corp.	Uni-President Enterprises Corp.	The Company	Purchases	131,511	89%	Closes its accounts 60 days after the end of each month	-	-	(22,290)	(81)
Muji (Taiwan) Co. Ltd.	Representatives of Ryohin Keikaku Co., Ltd.	An investee company of Muji (Taiwan) Co. Ltd. etc. accounted for under the equity method	"	357,005	67%	Closes its accounts 30 days after the end of each month	-	-	(54,887)	(66)
Century Quick Services Restaurant Corp.	Uni-President Cold Chain Corp.	Subsidiary accounted for under the equity method	(Sales)	(217,699)	(58%)	Closes its accounts 30 days after the end of each month	-	-	44,997	83
Hui-Sheng Enterprises Corp.	Uni-President Enterprises Corp.	The Company	Purchases	130,878	98%	Closes its accounts 60 days after the end of each month	-	-	(16,742)	(91)
Lien Bo Enterprises Corp.	Retail Support International Corp.	Subsidiary accounted for under the equity method	(Sales)	(986,162)	(64%)	Closes its accounts 15 ~70 days after the end of each month	-	-	111,931	47
	Nanlien International Corp.	"	Purchases	1,231,098	78%	Closes its accounts 15 ~60 days after the end of each month	-	-	(85,330)	(75)
	Union Chinese Corp.	An investee company of Nanlien International Corp. accounted for under the equity method	"	354,138	22%	Closes its accounts 60 days after the end of each month	-	-	(21,422)	(19)
Tun Hsiang Enterprises Corp.	Presicare Corp.	Subsidiary accounted for under the equity method	(Sales)	(740,312)	(25%)	Closes its accounts 60 days after the end of each month	-	-	159,164	29
	Hi-Life International Co., Ltd.	An investee company of Kuang Chuan Dairy Co., Ltd. accounted for under the equity method	"	(304,378)	(10%)	"	-	-	52,735	10
	Nanlien International Corp.	Subsidiary accounted for under the equity method	Purchases	139,810	5%	Closes its accounts 15 ~60 days after the end of each month	-	-	(21,763)	(4)

Purchases/sales company	Name of the counterparty	Relationship	Description of transaction			Description and reasons for difference in transaction terms compared to non-related party transactions			Percentage of notes or accounts receivable (payable)
			Purchases/sales	Amount	Percentage of net (sales) /purchases	Credit terms	Unit Price	Credit Period		Amount
Tun Hsiang Enterprises Corp.	Uni-President Enterprises Corp.	The Company	Purchases	\$ 1,623,796	53%	Two months	\$ -	(\$ 225,836)	(46)
	Tung Ang Enterprises Corp.	An investee company of Kai Yu Investment Co., Ltd. accounted for under the equity method	"	1,206,192	39%	77 days after shipping	-	(233,188)	(47)
	Hi-Life international Co., Ltd.	An investee company of Kuang Chuan Dairy Co., Ltd. accounted for under the equity method	(Sales)	(312,709)	(31%)	Closes its accounts 60 days after the end of each month	-	54,658	24
	Uni-President Enterprises Corp.	The Company	Purchases	933,368	89%	Two months	-	(196,865)	(96)
Hua Zuo Corp.	"	"	"	140,111	97%	The same as regular	-	(13,106)	(92)
Tone Chu Enterprises Corp.	Tung Ang Enterprises Corp.	An investee company of Kai Yu Investment Co., Ltd. accounted for under the equity method	"	573,409	63%	Two months	-	(60,347)	(55)
	Presicare Corp.	Subsidiary accounted for under the equity method	"	285,704	31%	Closes its accounts 30 days after the end of each month	-	(47,165)	(43)
			(Sales)	(356,182)	(40%)	Closes its accounts 60 days after the end of each month	-	70,614	51
Tung-Hsiang Enterprises Corp.	Uni-President Enterprises Corp.	The Company	Purchases	477,719	92%	Two months	-	(60,469)	(88)
Lien Yu Enterprises Corp.	Tung Ang Enterprises Corp.	An investee company of Nanlien International Corp. accounted for under the equity method	"	112,407	51%	12 days after purchases	-	(3,623)	(8)
Xin Ya Enterprises Corp.	Uni-President Enterprises Corp.	The Company	"	183,698	99%	Closes its accounts 60 days after the end of each month	-	(30,616)	(99)
Mister Dount Taiwan Co., Ltd.	Representatives of Duskin Co., Ltd.	An investee company of President Chain Store Corp. accounted for under the equity method	"	179,228	63%	Closes its accounts 30 days after the end of each month	-	-	-

Purchases/sales company	Name of the counterparty	Relationship	Purchases/sales	Description of transaction		Credit terms	Unit Price	Credit Period	Amount	Description and reasons for difference in transaction terms compared to non-related party transactions	
				Amount	Percentage of net (sales) /purchases					Notes or accounts receivable (payable)	Percentage of notes or accounts receivable (payable)
Tung Che Enterprises Corp.	Presicare Corp.	Subsidiary accounted for under the equity method	(Sales)	(\$ 151,556)	(38%)	Closes its accounts 60 days after the end of each month	\$ -	-	\$ 27,135	50	-
	Uni-President Enterprises Corp.	The Company	Purchases	347,779	8%	Two months	-	-	(43,262)	(94)	-
Rich Universe International Limited	Uni-Splendor Corp.	An investee company of UNI -HOME TECH CORP. accounted for under the equity method	(Sales) Purchases	(US 209,570) US 44,986	(73%) 18%	(Note 6)	-	-	US 2,826	100	-
	Grand-Prosper(HK) Ltd.	An investee company accounted for under the equity method	(Sales)	(US 75,911)	(27%)	"	-	-	-	-	-
	Da Tong Ying Corp.	An investee company of UNI -HOME TECH CORP. accounted for under the equity method	Purchases	US 170,470	69%	"	-	-	-	-	-
			"	US 15,713	14%	"	-	-	(US 1,189)	(28)	-
Tung Yu Enterprises Corp.	Uni-President Enterprises Corp.	The Company	"	317,883	39%	Two weeks after sales	-	-	(11,141)	(27)	-
	Tung Ang Enterprises Corp.	An investee company of Kai Yu Investment Co., Ltd. accounted for under the equity method	"	500,771	57%	15 days after shipping	-	-	(19,965)	(57)	-
			"	347,826	0.96	Two weeks after sales	-	-	(70,065)	(96)	-
Tung Yi Enterprises Corp.	Uni-President Enterprises Corp.	The Company	"	141,173	56%	12 days after purchases	-	-	(5,679)	(53)	-
Tung-Bo Enterprises Corp.	Tung Ang Enterprises Corp.	An investee company of Kai Yu Investment Co., Ltd. accounted for under the equity method	"	100,021	41%	Two months	-	-	(3,275)	(30)	-
	Uni-President Enterprises Corp.	The Company	"	145,188	97%	"	-	-	(11,852)	(97)	-
Tung Shen Enterprises Corp.		"	"	354,138	(62%)	Closes its accounts 60 days after the end of each month	-	-	21,422	38	-
Union Chinese Corp.	Lien Bo Enterprises Corp.	An investee company of Nanlien International Corp. accounted for under the equity method	(Sales)	(354,138)	(62%)	Closes its accounts 60 days after the end of each month	-	-	21,422	38	-

Purchases/sales company	Name of the counterparty	Relationship	Description of transaction				Description and reasons for difference in transaction terms compared to non-related party transactions			
			Purchases/sales (Sales)	Amount (\$)	Percentage of net (sales) /purchases (37%)	Credit terms	Unit Price \$	Credit Period	Amount \$	Percentage of notes or accounts receivable (payable)
President Logistics International Corp. Corp.	Retail Support International Corp.	Subsidiary accounted for under the equity method	(Sales)	(\$ 527, 118)	(37%)	Closes its accounts 20 days after the end of each month	\$ -	-	\$ 45, 626	28
	Uni-President Cold Chain Corp.	"	"	(491, 324)	(35%)	Closes its accounts 45 days after the end of each month	-	-	81, 375	51
	Wisdom Distribution Services Corp.	An investee company of President Chain Store Corp. accounted for under the equity method	"	(162, 824)	(12%)	Closes its accounts 20 days after the end of each month	-	-	14, 559	9
Lien Song Enterprises Corp.	Nanlian International Corp.	Subsidiary accounted for under the equity method	Purchases	206, 869	70%	12 days after purchases	-	-	(4, 848)	(46)
Qingdao President Feed & Livestock Co., Ltd.	San Tong Wan Fu (Qingdao) Food Industry Co., Ltd.	An investee company accounted for under the equity method	(Sales)	(RMB 44, 367)	(24%)	Closes its accounts 60 days after the end of each month	-	-	RMB 5, 820	73
Cayman Ton Yi Industrial Holdings Ltd.	Jiangsu Ton Yi Timplate Co., Ltd.	An investee company accounted for under the equity method	"	(US 102, 469)	(41%)	Closes its accounts 45 days after the end of each month	-	-	US 14, 325	62
	Fujian Ton Yi Timplate Co., Ltd.	"	"	(US 146, 331)	(56%)	"	-	-	US 8, 756	38
	Ton-Yi Industrial Corp.	Subsidiary accounted for under the equity method	Purchases	US 249, 649	100%	Closes its accounts 45 days after the end of each month	-	-	(US 23, 076)	(100)
Tovecan Corp.	"	"	"	US 3, 974	83%	(Note 4)	-	-	(US 68)	(100)
Uni-President (Thailand) Ltd.	Uni-President Marketing Ltd.	An investee company accounted for under the equity method	(Sales)	(THB 849, 399)	(82%)	Closes its accounts 60 days after the end of each month	-	-	THB 152, 380	91
Uni-President Marketing Ltd.	Uni-President (Thailand) Ltd.	An investee company accounted for under the equity method	Purchases	THB 849, 399	99%	"	-	-	(THB 153, 380)	(99)

Purchases/sales company	Name of the counterparty	Relationship	Description of transaction			Description and reasons for difference in transaction terms compared to non-related party transactions			Notes or accounts receivable (payable)		
			Purchases/sales	Amount	Percentage of net (sales) /purchases	Unit Price	Credit Period	Amount	Percentage of notes or accounts receivable (payable)	Note	
Jiangsu Ton Yi Timplate Co., Ltd.	Cayman Ton Yi Industrial Holdings Ltd.	An investor company of Jiangsu Ton Yi Timplate Co., Ltd. Accounted for under the equity method	Purchases	US 102,469	91%	\$	-	(US 14,325)	(86)	-	
	Fujian Ton Yi Timplate Co., Ltd.	An investor company of Cayman Ton Yi Industrial Holdings Ltd. Accounted for under the equity method	"	US 4,834	4%	-	-	-	-	-	
	Wuxi Ton Yi Industrial Packing Co., Ltd.	"	(Sales)	(US 13,922)	(10%)	-	-	US 4,405	16	-	
Uni-President (Vietnam) Co., Ltd.	Uni-President Enterprises Corp.	The Company	"	(154,050)	(2%)	-	-	-	-	-	
	Jiangsu Ton Yi Timplate Co., Ltd.	An investee company of Cayman Ton Yi Industrial Holdings Ltd. accounted for under the equity method	Purchases	183,454	1%	-	-	-	-	-	
			(Sales)	(US 4,834)	(3%)	-	-	-	-	-	
	Cayman Ton Yi Industrial Holdings Ltd.	An investee company of Fujian Ton Yi Timplate Co., Ltd. accounted for under the equity method	Purchases	US 146,331	98%	-	-	(US 8,756)	(62)	-	
PT ABC President Indonesia	PT Andaian Prima Indonesia	An investee company accounted for under the equity method	(Sales)	(IDR64,245,576)	(16%)	-	-	IDR11,173,106	18	-	
	PT Everbright Battery Factory	An investee company of PT Andaian accounted for under the equity method	"	(IDR96,544,424)	(24%)	-	-	IDR14,341,519	23	-	
Wuxi Ton Yi Industrial Packing Co., Ltd.	Jiangsu Ton Yi Timplate Co., Ltd.	An investee company of Cayman Ton Yi Industrial Holdings Ltd. accounted for under the equity method	Purchases	US 13,922	97%	-	-	(US 4,405)	68	-	

Purchases/sales company	Name of the counterparty	Relationship	Description of transaction			Description and reasons for difference in transaction terms compared to non-related party transactions			Notes or accounts receivable (payable)	Percentage of notes or accounts receivable (payable)	Note
			Purchases/sales	Amount	Percentage of net (sales) /purchases	Credit terms	Unit Price	Credit Period				Amount
Wuhan President Enterprises Food Co., Ltd.	Nanchang President Enterprises Co., Ltd.	An investee company of President Enterprises (China) Investment Corp. accounted for under the equity method	(Sales)	(RMB) 35,612	(74%)	Closes its accounts 30 days after the end of each month	\$ -	-	(RMB) 3,409	56	-
			Purchases	RMB 38,889	57%	"	(Note 7)	-	(RMB) 1,900	(45)	-
	Shanghai E&P Trading Co., Ltd.	An investee company of Nanlien International Corp. accounted for under the equity method	"	RMB 28,229	38%	"	-	-	(RMB) 2,293	(70)	-
	Zhangjiagang President Nisshin Food Co., Ltd.	An investee company of Cayman President Holdings Ltd. accounted for under the equity method	"	RMB 35,448	48%	"	-	-	(RMB) 1,605	(49)	-
Nanchang President Enterprises Co., Ltd.	Wuhan President Enterprises Food Co., Ltd.	An investee company of President Enterprises (China) Investment Corp. accounted for under the equity method	(Sales)	(RMB) 38,889	(12%)	"	-	-	(RMB) 1,900	39	-
			Purchases	RMB 35,612	17%	"	-	-	(RMB) 3,409	(12)	-
	Fuzhou President Enterprises Co., Ltd.	An investee company of Nanlien International Corp. accounted for under the equity method	(Sales)	(RMB) 70,494	(48%)	"	-	-	(RMB) 5,578	7	-
	Shanghai E&P Trading Co., Ltd.	An investee company of Nanlien International Corp. accounted for under the equity method	Purchases	RMB 64,085	6%	Closes its accounts 15 days after the end of each month	-	-	(RMB) 3,958	(4)	-
Fuzhou President Enterprises Co., Ltd.	Guangzhou President Enterprises Co., Ltd.	An investee company of President Enterprises (China) Investment Corp. accounted for under the equity method	"	RMB 70,494	26%	Closes its accounts 30 days after the end of each month	(Note 7)	-	(RMB) 5,578	(22)	-

Purchases/sales company	Name of the counterparty	Relationship	Description of transaction			Description and reasons for difference in transaction terms compared to non-related party transactions				Notes or accounts receivable (payable)		Percentage of notes or accounts receivable (payable) / Note
			Purchases/sales	Amount	Percentage of net (sales) /purchases	Credit terms	Unit Price	Credit Period	Amount	Percentage of notes or accounts receivable (payable)		
Kunshan President Enterprises Food Co., Ltd.	Hefei President Enterprises Co., Ltd.	An investee company of Cayman President Holdings Ltd. accounted for under the equity method	(Sales) Purchases	(RMB 30,763)	(28%)	"	-	-	(RMB 5,566)	39	-	
				(RMB 140,125)	43%	"	-	-	(RMB 10,805)	(11)	-	
	Shanghai E&P Trading Co., Ltd.	An investee company of Nanlien International Corp. accounted for under the equity method	"	(RMB 89,432)	28%	"	(Note 7)	-	(RMB 952)	(4)	-	
	Zhangjiagang President Nisshin Food Co., Ltd.	An investee company of Cayman President Holdings Ltd. accounted for under the equity method	"	(RMB 43,129)	14%	"	-	-	(RMB 5,171)	(23)	-	
	Chanchu President Packaging Co., Ltd.	An investee company of President Packaging (BVI) Corp. accounted for under the equity method	"	(RMB 26,121)	8%	"	-	-	(RMB 2,740)	-	-	
Hefei President Enterprises Co., Ltd.	Kunshan President Enterprises Food Co., Ltd.	An investee company of President Enterprises (China) Investment Corp. accounted for under the equity method	(Sales) Purchases	(RMB 140,125)	(28%)	"	-	-	(RMB 10,805)	45	-	
				(RMB 30,763)	10%	"	-	-	(RMB 5,566)	(11)	-	
Shanghai E&P Trading Co., Ltd.	Kunshan President Enterprises Food Co., Ltd.	"	(Sales)	(RMB 89,432)	(25%)	"	-	-	(RMB 952)	8	-	
				(RMB 64,085)	(18%)	Closes its accounts 15 days after the end of each month	-	-	(RMB 3,958)	34	-	
	Beijing President Enterprises Drinks & Food Co., Ltd.	"	"	(RMB 31,056)	(9%)	Closes its accounts 30 days after the end of each month	-	-	-	-	-	
	Wuhan President Enterprises Food Co., Ltd.	"	"	(RMB 28,229)	(8%)	"	-	-	(RMB 2,293)	20	-	
	Zhengzhou President Enterprises Food Co., Ltd.	"	"	(RMB 31,714)	(9%)	Closes its accounts 15 days after the end of each month	-	-	(RMB 207)	2	-	
Zhengzhou President Enterprises Food Co., Ltd.	Beijing President Enterprises Food Co., Ltd.	"	"	(RMB 79,450)	(12%)	Closes its accounts 60 days after the end of each month	-	-	(RMB 6,957)	71	-	
	Shanghai E&P Trading Co., Ltd.	An investee company of Nanlien International Corp. accounted for under the equity method	Purchases	(RMB 31,714)	9%	Closes its accounts 15 days after the end of each month	-	-	(RMB 207)	(55)	-	

Purchases/sales company	Name of the counterparty	Relationship	Description of transaction				Description and reasons for difference in transaction terms compared to non-related party transactions			
			Purchases/sales	Amount	Percentage of net (sales) /purchases	Credit terms	Unit Price	Credit Period	Amount	Percentage of notes or accounts receivable (payable)
Beijing President Food Co., Ltd.	Zheng/hou President Enterprises Food Co., Ltd.	An investee company of President Enterprises (China) Investment Corp. accounted for under the equity method	Purchases	RMB 79,450	40%	Closes its accounts 60 days after the end of each month	\$ -	-	(RMB 6,957)	(27)
	Shenyang President Enterprises Co., Ltd.	"	"	RMB 51,064	26%	Closes its accounts 30 days after the end of each month	-	-	(RMB 4,405)	(17)
Beijing President Enterprises Drinks & Food Co., Ltd.	Shanghai E&P Trading Co., Ltd.	An investee company of Nanlun International Corp. accounted for under the equity method	"	RMB 31,056	8%	"	-	-	-	-
Shenyang President Enterprises Co., Ltd.	Beijing President Enterprises Food Co., Ltd.	An investee company of President Enterprises (China) Investment Corp. accounted for under the equity method	(Sales)	(RMB 51,064)	(14%)	"	-	-	RMB 4,405	19
	Harbin President Enterprises Co., Ltd.	"	"	(RMB 30,199)	(8%)	Closes its accounts 30 days after the end of each month	-	-	RMB 13,790	53
Harbin President Enterprises Co., Ltd.	Shenyang President Enterprises Co., Ltd.	"	Purchases	RMB 30,199	34%	"	-	-	(RMB 13,790)	(86)
Zhangjiagang President Nisshim Food Co., Ltd.	Kunshan President Enterprises Food Co., Ltd.	"	(Sales)	(RMB 43,129)	(16%)	"	-	-	RMB 5,171	18
Uni-Splendor Corp.	Wuhan President Enterprises Food Co., Ltd.	"	"	(RMB 35,448)	(18%)	"	-	-	RMB 1,605	6
	Rich Universe International Limited	An investee company of Ton Yu Investment Inc. accounted for under the equity method	Purchases	(US 44,986)	(10%)	(Note 6)	-	-	-	-
	Ever-Splendor Electrics (Shenzhen) Co., Ltd.	An investee company of Uni-Splendor Corp. accounted for under the equity method	(Sales)	(US 47,498)	(10%)	"	-	-	(US 2,826)	(24)
	Da Tung Ying Corp.	An investee company of Uni-Home Tech Corp. accounted for under the equity method	Purchases	(US 135,100)	31%	"	-	-	-	-
			"	(US 8,806)	2%	"	-	-	(US 3,234)	(27)

Purchases/sales company	Name of the counterparty	Relationship	Description of transaction			Description and reasons for difference in transaction terms compared to non-related party transactions			Notes or accounts receivable (payable)		
			Purchases/sales	Amount	Percentage of net (sales) /purchases	Credit terms	Unit Price	Credit Period	Amount	Percentage of notes or accounts receivable (payable)	Note
Da Tung Ying Corp.	Uni-Splendor Corp.	An investee company of Uni-Home Tech Corp. accounted for under the equity method	(Sales)	\$ 287,792	(27%)	(Note 6)	-	-	\$ 103,471	54	-
Rich Universe International Limited	Rich Universe International Limited	An investee company of Ton Yu Investment Inc. accounted for under the equity method	"	(514,435)	(48%)	"	-	-	44,778	23	-
Grand-Prosper (HK) Ltd.	Rich Universe International Limited	"	"	(HKD) 330,611	(95%)	"	-	-	-	-	-
	Uni-Splendor Technology (Huizhou) Corp.	An investee company of Grand-Prosper(HK) Corp. accounted for under the equity method	Purchases (Sales)	HKD 592,587 (HKD 592,587)	1% (1%)	"	-	-	-	-	-
	Uni-Splendor Technology (Huizhou) Corp.	"	Purchases	HKD1,330,611	95%	"	-	-	HK 901,002	100	-
Changshu President Packaging Co., Ltd.	Kunshan President Enterprises Food Co., Ltd.	An investee company of President Enterprises (China) Investment Corp. accounted for under the equity method	(Sales)	(RMB 26,121)	(35%)	Closes its accounts 30 days after the end of each month	-	-	RMB 2,740	30	-
Uni-Splendor Technology (Huizhou) Corp.	Grand-Prosper (HK) Ltd.	An investee company of Rich Universe International Limited accounted for under the equity method	"	(RMB) 306,007	(100%)	(Note 6)	-	-	-	-	-
Ever-Splendor Electrics (Shenzhen) Co., Ltd.	Uni-Splendor Corp.	An investee company of Uni-Home Tech Corp. accounted for under the equity method	Purchases (Sales)	RMB 570,415 (RMB) 1,024,313	50% (100%)	"	-	-	(RMB 843,635)	(90)	-
	Uni-Splendor Corp.	"	Purchases	RMB 359,349	41%	"	-	-	-	-	-

(Note 1) Please refer to Note 5 for the terms of purchases and sales transactions. The above terms are in accordance with the Company's regulations on credit management.

(Note 2) The purchase cost from Retail Support International Corp., Uni-President Cold Chain Corp. and Wisdom Distribution Service Corp. includes markup computed by negotiated rates according to types of goods.

(Note 3) The sales of Retail Support International Corp. and Uni-President Cold Chain Corp. includes markup computed by negotiated rates according to types of goods.

(Note 4) The average collection term for related parties is 24 days.

(Note 5) The company Closses its accounts at 10th of each month, and pays the Company with postdated checks due after 28 days.

(Note 6) The prices are decided by mutual agreements, while the terms of payments are flexible under the consideration of the Group's financial condition.

(Note 7) The purchase price it cost plus freight.

(8) Receivable from related parties exceeding \$100,000 or 20 percent of the capital stock (Units in thousands of currencies indicated):

The name of the Company	Name of the counterparty	Relationship	General ledger accounts		Overdue receivables			Allowance for doubtful accounts
			Accounts receivable	Amount	Turnover rate	Amount	Action adopted for overdue accounts		Subsequent collections
Uni-President Enterprises Corp.	Uni-President Cold Chain Corp.	Subsidiary accounted for under the equity method	\$	836,048	8.11	\$	833,357	\$
	Tung Ang Enterprises Corp.	An investee company of Kai Yu Investment Co., Ltd. accounted for under the equity method	"	484,869	12.08	-	484,869	-
	Tun Hsiang Enterprises Corp.	An investee company of Nanlien International Corp. accounted for under the equity method	"	225,836	6.52	-	225,836	-
	Retail Support International Corp.	Subsidiary accounted for under the equity method	"	199,817	8.35	-	196,949	-
	Tung Shun Enterprises Corp.	An investee company of Nanlien International Corp. accounted for under the equity method	"	196,865	5.57	-	196,865	-
	President Chain Store Corp.	Subsidiary accounted for under the equity method	"	133,772	7.87	-	133,596	-
Cayman President Holdings Ltd.	Uni-President Southeast Asia Holdings Ltd.	An investee company accounted for under the equity method	"	9,270	-	-	-	-
President International Trade & Investment Corp.	Cayman President Holdings Ltd.	"	"	6,630	-	-	-	-
President International Development Corp.	Presitex Co., Ltd.	"	"	471,800	-	-	-	-
	President (BYI) International Holdings Ltd.	"	"	324,300	-	-	-	-
Ton-Yi Industrial Corp.	Cayman Ton Yi Industrial Holdings Ltd.	"	"	747,187	11.97	-	735,955	-
Uni-President Cold Chain Corp.	President Chain Store Corp.	Subsidiary accounted for under the equity method	"	1,174,557	10.00	-	1,174,557	-
Retail Support International Corp.	President Chain Store Corp.	"	"	3,031,910	12.00	-	1,553,984	-
	President Drugstore Business Corp.	An investee company of President Chain Store Corp. accounted for under the equity method	"	657,307	5.00	-	539,894	-

The name of the Company	Name of the counterparty	Relationship	Other receivables-related party			Overdue receivables			Allowance for doubtful accounts
			General ledger accounts	Amount	Turnover rate	Amount	Action adopted for overdue accounts	Subsequent collections	
President Pharmaceutical Corp.	Retail Support International Corp.	Subsidiary accounted for under the equity method	Accounts receivable	\$ 101,380	5.00	\$ -	\$ -	\$ -	
President Musashino Corp.	Uni-President Cold Chain Corp.	"	"	189,451	7.93	-	-	189,451	
Wisdom Distribution Services Corp.	President Chain Store Corp.	Subsidiary accounted for under the equity method	"	1,524,247	7.00	-	-	1,524,247	
Kai Yu (BVI) Investment Co., Ltd.	Cayman President Holdings Ltd. Uni-President Southeast Asia Holdings Ltd.	An investee company of Cayman President Holdings Ltd. accounted for under the equity method	Other receivables	US 20,000	-	-	-	-	
Tung Ang Enterprises Corp.	Tun Hsiang Enterprises Corp.	An investee company of Nanlien International Corp. accounted for under the equity method	Accounts receivable	233,188	5.12	-	-	-	
Lien Bo Enterprises Corp.	Retail Support International Corp.	Subsidiary accounted for under the equity method	"	157,723	11.80	-	-	-	
Tun Hsiang Enterprises Corp.	Presicarre Corp.	"	"	111,931	8.20	-	-	-	
Cayman Ton Yi Industrial Holdings Ltd.	Jiangsu Ton Yi Tinplate Co., Ltd.	An investee company accounted for under the equity method	Accounts receivable	US 14,325	7.20	-	US 14,325	-	
Meishan President Feed & Oil Co., Ltd.	Fujian Ton Yi Tinplate Co., Ltd. Chengdu Ton Yi Industrial Packaging Co., Ltd. Zhongshan President Enterprises Co., Ltd.	"	Other receivables	US 7,000	23.23	-	US 8,379	-	
Tianjiang President Enterprises Food Co., Ltd.	Sanshui Jianlihao Commerce Co., Ltd	An investee company of Kai Nan (BVI) Investment Co., Ltd. accounted for under the equity method	"	RMB 24,000	-	-	RMB 24,000	-	
Uni-President (Thailand) Ltd.	Uni-President Marketing Ltd.	An investee company of Zhongshan President Enterprises Co., Ltd. accounted for under the equity method	Accounts receivable	TTD 152,380	6.81	-	-	-	
President Enterprises (China) Investment Co., Ltd.	Integrated Marketing & Distribution Co., Ltd.	"	Other receivables	RMB 23,200	-	-	-	-	

The name of the Company	Name of the counterparty	Relationship	Other receivables-related party				Overdue receivables			
			General ledger accounts	Amount	Turnover rate	Amount	Amount	Acticon adopted for overdue accounts	Subsequent collections	Allowance for doubtful accounts
Jiangsu Ton Yi Tinplate Co., Ltd.	Wuxi Ton Yi Industrial Packing Co., Ltd.	An investee company accounted for under the equity method	Accounts receivable	US 4,405	4.26	-	-	US 4,405	-	
Vision Distribution Service Corp.	Wisdom Distribution Services Corp.	"	"	131,495	5.00	-	-	131,495	-	
Kunshan President Enterprises Food Co., Ltd.	Hefei President Enterprises Co., Ltd.	An investee company of President Enterprises (China) Investment Corp. accounted for under the equity method	Other receivables	RMB 40,000	-	-	-	-	-	
Da Tong Ying Corp.	Uni-Splendor Corp.	An investee company of Uni-Home Tech Corp. accounted for under the equity method	Accounts receivable	103,471	3.47	-	-	70,834	-	
	Rich Universe International Limited	An investee company of Ton Yu Investment Inc. accounted for under the equity method	Long-term receivables	161,900	-	-	-	-	-	
Uni-Splendor Corp.	Rich Universe International Limited	"	"	US 2,100	-	-	-	-	-	
Grand-Prosper (HK) Ltd.	Uni-Splendor Technology (Huizhou) Corp.	An investee company of Grand-Prosper (HK) Corp. accounted for under the equity method	Accounts receivable	HK 901,002	0.85	-	-	-	-	

9. Derivative financial instrument trans:

(1) For the Company's derivative financial instrument transactions, please refer to Note 10(4).

(2) The derivative financial instrument transactions of the subsidiaries :

(A) The related information of derivative financial instruments for hedging by the Company's subsidiaries as of December 31, 2007 are as follows :

Hedged item	Hedged instrument	Fair value		Period of gain (loss) recognized hedged in income statement
		December 31, 2007	Period of anticipated cash flow	
Bonds payable	Interest rate swap contract	(\$ 5,070)	June 2003~June 2008	2006~2008

(B) Additional disclosure information :

The Company's subsidiaries recognized a net loss of \$84 for twelve-month period ended December 31, 2007.

2. Related information on investee companies for the year ended December 31, 2007: (Units in thousands of currencies indicated)
(The following information is disclosed by the respective subsidiary before eliminating all significant intercompany accounts and transactions)

Investors	Original investments						Holding status				Income (loss) recognized by the Company	Note
	Name of investees	Address	Main Business	Ending balance of the current period	Ending balance of prior period	Shares (in thousands)	Percentage of ownership	Book value	Net income (loss) of the investee	Income (loss) recognized by the Company		
Uni-President Enterprises Corp.	Cayman President Holdings Ltd.	Grand Cayman	Professional investment	\$ 5,072,955	\$ 5,088,491	156,136	100.00%	\$ 12,599,295	\$ 5,571,971	\$ 5,571,971		
	Kai Nan Investment Co., Ltd.	Tainan Hsien	"	3,793,014	3,513,014	379,301	"	3,024,798	(436,956)	(436,956)	"	
	President International Trade & Investment Corp.	Trotola, British Virgin Islands	"	1,750,533	1,750,533	45,012	"	2,732,169	(19,180)	(19,180)	"	
	Kai Yu Investment Co., Ltd.	Tainan Hsien	"	4,322,054	4,322,054	432,205	"	1,200,211	(132,333)	(133,564)	"	
	President Global Corp.	Buena Park CA, U.S.A.	Instant noodles and juice can importation	147,250	147,250	500	"	555,587	64,175	63,928	"	
	Nanlien International Corp.	Taipei City	Import and export business etc.	525,890	525,890	99,999	99.99%	950,566	33,168	33,130	"	
	President International Development Corp.	"	Investment on manufacturing business	9,421,304	9,421,304	937,500	62.50%	12,562,845	1,983,173	1,239,483	"	
	President Entertainment Corp.	Tainan Hsien	Entertainment business	1,250,717	1,250,717	98,885	61.80%	1,118,278	(15,135)	(9,354)	"	
	President Musashino Corp.	Taipei Hsien	Fresh food	290,994	290,994	26,145	50.00%	306,769	20,440	10,202	"	
	Ton-Yi Industrial Corp.	Tainan Hsien	Manufacturing of triplate	9,061,326	9,061,326	685,102	45.55%	8,143,070	1,382,135	600,172	"	
	President Chain Store Corp.	Taipei City	Operation of supermarkets	5,493,775	5,385,985	415,490	45.40%	6,324,023	3,622,413	1,619,302	"	
	President Fair Development Corp.	Tainan City	Shopping mall, Department store and trading	3,741,750	3,741,750	364,500	40.50%	3,278,777	(901,899)	(365,269)	"	

Investors	Original investments				Holding status				Net income (loss) of the investee	Income (loss) recognized by the Company	Note
	Name of investees	Address	Main Business	Ending balance of the current period	Ending balance of prior period	Shares (in thousands)	Percentage of ownership	Book value			
Uni-President Enterprises Corp.	Eagle Cold Storage Enterprises Co., Ltd. Kuang Chuan Dairy Co., Ltd.	Taichung City Taipei City	Storage equipment of refrigerating and freezing Manufacturing and sales of dairy products & soft drinks etc.	\$ 534,324	\$ 534,324	40,887	34.23%	\$ 534,878	\$ 111,222	\$ 38,620	-
	TTEU Union Corp. President Securities Corp.	Tainan Hsien Taipei City	Soybean crushing Securities trading	362,859 2,141,370	362,859 2,141,370	47,991 312,585	30.00% 26.56%	774,957 5,228,103	514,257 2,406,345	149,985 619,273	-
	Presicare Corp. Zong Yee Industrial Co., Ltd.	"/ Tainan Hsien	General merchandise Manufacturing of battery	198,677 148,824	198,677 148,824	93,293 18,042	20.50% 20.00%	1,918,857 313,962	1,290,390 5,488	264,337 1,098	-
	Seino Pharm Taiwan Ltd. Uni-President Dream Parks Corp., etc.	Tainan Hsien Tainan City, etc.	Biochemistry Sales of foods etc., advertising and travel consulting service etc.	732,140 7,023,730	732,140 6,399,721	69,794 433,966	12.67% 12.67%	385,408 3,381,160	613,267 (1,005,191)	77,682 (559,373)	-
Cayman President Holdings Ltd.	Linkhope Int'l.LLC Uni-President Enterprises China Holdings Ltd.	Delaware, USA Grand Cayman, Cayman Islands	General investments Foods investment	US 27,043 US 338,871	- -	- 2,645,090	100.00% 75.00%	US 29,588 US 511,583	US 6,549 US 56,000	- -	- Subsidiary
	Zhangjiagang President Nisshin Food Co., Ltd. Queen Holdings (BVI) Ltd.	Zhangjiagang Free Trade Zone, Jiangsu Tortola, British Virgins Island	Manufacturing and sales of fats, feed, flour General investments	US 10,200 US 12,067	US 10,200 US 12,067	- 5	60.00% 45.40%	US 11,791 US 11,263	US 408 US 1,951	- -	-
	Cargill President Holdings Pte Ltd. Uni-President Southeast Asia Holdings Ltd. etc.	Ocean Towers, Singapore Grand Cayman, Cayman Islands, etc.	General Investment etc.	US 15,280 US 67,567	US 15,280 US 62,337	15,820 63,170	38.20% 10.00%	US 21,934 US 22,000	US 14,710 US 3,810	- -	-

Investors	Original investments				Holding status				Income (loss) recognized by the Company	Note	
	Name of investees	Address	Main Business	Ending balance of the current period	Ending balance of prior period	Shares (in thousands)	Percentage of ownership	Book value			Net income (loss) of the investee
Kai Yu Investment Co., Ltd.	Kai Yu (BVI) Investment Co., Ltd.	Tortola, British Virgin Islands	Investment on manufacturing business, etc.	\$ 858,062	\$ 1,343,127	25,000	100.00%	\$ 539,371	(\$ 79,577)	\$ -	Subsidiary
	Tung Ang Enterprises Corp., etc.	Taiwan Hsien, etc.	Manufacturing and sales of soft drinks etc.	1,182,980	1,827,980	62,318	1.67%	734,454	65,124	-	-
Nanlien International Corp.	Lien Bo Enterprises etc.	Taipei City, etc.	Sales of food etc.	1,324,111	1,328,885	110,222	20.00%	1,330,215	409,032	-	-
	President (BVI) International Development Holdings Ltd.	Tortola, British Virgin Islands	Investment on manufacturing business	3,705,268	4,034,768	113,975	100.00%	12,881,661	3,154,517	-	Subsidiary
President Life Sciences Inc., etc.	President Life Sciences Inc., etc.	Taipei City	Professional investment etc.	1,481,100	1,280,000	152,000	⁄	1,250,496	(298,165)	-	⁄
	President Life Sciences Inc., etc.	⁄	Manufacturing of chemical material and instrument	2,030,000	1,930,000	78,100	⁄	581,323	(9,610)	-	⁄
President Fair Development Corp.	President Fair Development Corp.	Taiwan Hsien	Operation of shopping mall, department store, international trade etc.	4,041,750	4,041,750	364,500	40.50%	3,278,777	(901,899)	-	⁄
	President Entertainment Kang Na Hsiung Enterprises Co., Ltd.	⁄	Entertainment business Manufacturing and sales of sanitary napkin, wipe, diaper	1,401,819	1,401,819	61,115	38.20%	691,197	(15,135)	-	⁄
Ton-Yi Industrial Corp.	Ton Shou Investment Inc., etc.	Taipei City, etc.	Professional investment etc.	2,031,741	1,941,741	138,277	6.02%	938,536	380,924	-	-
	Grand Cayman Industrial Holdings Ltd.	Grand Caymen, Cayman Islands	Investment and trading	3,144,727	3,144,727	9,310	100.00%	2,208,868	499,666	-	Subsidiary
Tovecan Corp.	Tovecan Corp.	Ho Chi Minh city, Vietnam	Manufacturing of can etc.	43,740	43,740	-	51.00%	64,666	6,644	-	⁄

Investors	Original investments					Holding status					Income (loss) recognized by the Company	Note
	Name of investees	Address	Main Business	Ending balance of the current period	Ending balance of prior period	Shares (in thousands)	Percentage of ownership	Book value	Net income (loss) of the investee	Income (loss) recognized by the Company		
President Chain Store Corp.	President Chain Store (BVI) Holdings Ltd.	Trotola, British Virgin Islands	Professional investments	\$ 1,586,018	\$ 1,520,766	48,405	100.00%	\$ 1,049,506	(\$ 20,367)	\$ -	-	-
	PSCS (China) Supermarket Limited	"	"	1,198,253	679,796	36,449	"	873,122	(153,668)	-	-	"
	Ren-Hui Investment Corp.	Taipei City	"	853,037	853,037	85,304	"	721,748	(137,810)	-	-	"
	President Drugstore Business Corp.	"	Sales of cosmetics and medicines	396,000	396,000	36,576	"	478,762	90,779	-	-	"
	President Pharmaceutical Corp.	Tainan Hsien	Wholesale of medicines and medical appliances	330,216	330,216	14,600	73.74%	348,987	54,786	-	-	"
	Mech-President Corp.	"	Operation of gas station and elevators	451,767	364,683	48,699	63.47%	371,452	(217,342)	-	-	"
	Uni-President Cold Chain Corp.	"	Distribution center	237,437	237,437	19,563	60.00%	340,996	146,720	-	-	"
	Muji (Taiwan) Co. Ltd., etc.	Taipei City, etc.	General merchandise etc.	3,634,250	3,125,986	260,707	20.00%	2,543,629	210,379	-	-	-
Uni-President Enterprises Holdings Ltd.	Uni-President Asia Holdings Ltd.	Grand Cayman, Cayman Island	Professional investments	RMB 2,054,310	-	-	~100.00%	RMB 3,215,052	RMB 430,958	-	-	-
Uni-President Asia Holdings Ltd.	President Enterprises (China) Investment Co., Ltd.	Shanghai City	"	RMB 2,054,310	RMB 2,054,310	-	100.00%	RMB2,585,579	RMB 440,549	-	-	-
	Tong Ren Corp. Limited	Tainan Hsien	Manpower services	RMB 240	RMB 240	-	"	RMB 1,178	RMB 949	-	-	-
Uni-President Southeast Asia Holdings Ltd.	Uni-President (Vietnam) Co., Ltd.	Ho Chi Minh, City, Vietnam	Manufacturing and sales of fats, feed, flour	US 34,898	US 34,898	-	"	US 55,826	US 11,987	-	-	Subsidiary
	Uni-President (Thailand) Ltd., etc.	Bangkok, Thailand, etc.	Manufacturing and sales of instant noodles, soft drinks etc.	US 62,905	US 54,868	146,440	40.00%	US 7,610	(US 15,773)	-	-	-
							~100.00%					

Investors	Name of investees	Address	Main Business	Original investments			Holding status			Income (loss) recognized by the Company	Note
				Ending balance of the current period	Ending balance of prior period	Shares (in thousands)	Percentage of ownership	Book value	Net income (loss) of the investee		
President (B.V.I.) International Investment Holdings Ltd.	Uni-Home Tech Corp.	Trotola, British Virgin Islands	General investment	US 32,472	US 32,472	32,472	50.00%	US 43,489	(US 14,183)	\$ -	-
	President Energy Development (Cayman Island) Ltd.	Grand Cayman, Cayman Islands	Energy investments	US 16,231	US 15,834	16,117	40.23%	US 11,495	(US 505)	-	-
	Outlook Investment Pte Ltd.	Singapore	Professional investments	US 9,608	US 7,421	9,608	25.00%	US 11,597	US 6,213	-	-
President Enterprises (China) Investment Co., Ltd.	China Technology Venture Company Limited	Trotola, British Virgin Islands	Professional investments	US 1,170	US 20,148	2	20.27%	US 923	US 236	-	-
	Kunshan President Enterprises Food Co., Ltd.	Kunshan City, Jiangsu Province	Manufacturing and sales of instant noodles, soft drinks, dairy products, food	RMB 364,222	RMB 364,222	-	100.00%	RMB 538,633	RMB 128,422	-	Subsidiary
	Guangzhou President Enterprises Co., Ltd.	Guangzhou City	"	RMB 397,300	RMB 397,300	-	"	RMB 398,870	RMB 63,120	-	"
President Enterprises Food Co., Ltd.	Wuhan President Enterprises Food Co., Ltd.	Wuhan City	"	RMB 245,519	RMB 245,519	-	"	RMB 394,529	RMB 117,117	-	"
	Chengdu President Enterprises Food Co., Ltd.	Weijiang Hsien, Sichuan Province	"	RMB 165,586	RMB 165,586	-	"	RMB 317,369	RMB 102,672	-	"
	Zhengzhou President Enterprises Food Co., Ltd.	Zhengzhou City, Henan Province	"	RMB 99,350	RMB 99,350	-	"	RMB 185,532	RMB 82,505	-	"
Beijing President Enterprises Drinks & Food Co., Ltd.	Beijing President Enterprises Drinks & Food Co., Ltd.	Beijing City	"	RMB 142,540	RMB 142,540	-	"	RMB 182,593	RMB 27,023	-	"

Investors	Original investments				Holding status				Income (loss) recognized by the Company	Note	
	Name of investees	Address	Main Business	Ending balance of the current period	Ending balance of prior period	Shares (in thousands)	Percentage of ownership	Book value			Net income (loss) of the investee
President Enterprises (China) Investment Co., Ltd.	Hefei President Enterprises Co., Ltd.	Hefei City, Anhui Province	Manufacturing and sales of instant noodles, soft drinks, dairy products, food	RMB 82,791	RMB 82,791	-	100.00%	RMB 124,062	RMB 29,454	\$ -	Subsidiary
	Fuzhou President Enterprises Co., Ltd.	Fuzhou City, Fukien Province	Manufacturing and sales of instant noodles, soft drinks	RMB 78,100	RMB 78,100	-	"	RMB 123,113	RMB 35,742	-	"
	Shenyang President Enterprises Co., Ltd.	Shenyang City	Manufacturing and sales of instant noodles, soft drinks, dairy products, food	RMB 164,746	RMB 164,746	-	"	RMB 103,047	RMB 2,133	-	"
	Xinjiang President Enterprises Food Co., Ltd.	Urumqi City, Xinjiang Province	Manufacturing and sales of tomato products, instant noodles, soft drinks	RMB 128,304	RMB 128,304	-	"	RMB 71,229	RMB 14,929	-	"
	Jinmailang Beverage (Beijing) Co., Ltd.	Beijing City	Manufacturing, processing and sales of food	RMB 300,000	RMB 300,000	-	50.00%	RMB 229,561	(RMB 79,709)	-	"
	Nanchang President Enterprises Co., Ltd., etc.	Nanchang City, Jiangxi Province, etc.	Manufacturing and sales of instant noodles, soft drinks, dairy products, food, etc.	RMB 383,203	RMB 689,024	-	40.00% ~100.00%	RMB 100,188	(RMB 39,342)	-	"
Cayman Ton Yi Industrial Holdings Ltd.	Cayman Fujian Ton Yi Industrial Holdings Ltd.	Grand Cayman, Cayman Islands	General investments	US 64,062	US 64,062	9	100.00%	US 86,793	US 9,607	-	Indirect owned subsidiary
	Cayman Jiangsu Ton Yi Holdings Ltd.	"	"	US 35,903	US 35,903	5	"	US 49,618	US 9,337	-	"
	Wuxi Ton Yi Industrial Packaging Co., Ltd.	Wuxi City, Jiangsu Province	Manufacturing of cans	US 7,720	US 7,720	-	"	US 12,275	US 485	-	"
	Hong Kong Ton Yi Industrial Holdings Ltd., etc.	Hong Kong, etc.	General Investment etc.	US 7,510	US 7,510	1	"	US 1,057	US 1,100	-	"

Investors	Original investments				Holding status				Income (loss) recognized by the Company	Note	
	Name of investees	Address	Main Business	Ending balance of the current period	Ending balance of prior period	Shares (in thousands)	Percentage of ownership	Book value			Net income (loss) of the investee
Cayman Fujian Ton Yi Industrial Holdings Ltd.	Fujian Ton Yi Triplate Co., Ltd.	Longhai City, Fujian Province	Manufacturing of triplates	US 55,755	US 55,755	-	86.80%	US 84,662	US 11,072	-	Indirect owned subsidiary
Cayman Jiangsu Ton Yi Holdings Ltd.	Jiangsu Ton Yi Triplate Co., Ltd.	Wuxi City, Jiangsu Province	"	US 31,217	US 31,217	-	82.86%	US 45,800	US 10,955	-	"
Tung Ho Development Corp., etc.	Gu-Hsiang Corp., etc.	Taipei City, etc.	Operation of tours etc.	8,940,593	6,539,483	586,668	-	5,545,553	5,956,468	-	-

(3) Disclosure of information on indirect investments in Mainland China

3. Disclosure of information on indirect investment in Mainland China (Units in thousands of currencies indicated)

(The following information is disclosed by the respective subsidiary before eliminating all significant intercompany accounts and transactions)

(1) The basic information of investments in Mainland China as of December 31, 2007 are as follows:

Name of investee in Mainland China	Main Business	Capital	Investment method	Beginning investment balance from Taiwan	Payment	Investment Amount		Ending investment balance from Taiwan	Percentage of ownership held by the Company (direct or indirect)	Investment gain (loss)	Investment balance as of December 31, 2007	Accumulated remittance
						Remittance	US\$					
President Enterprises (China) Investment Co., Ltd.	Professional investments	US\$ 248,160	(Note 1)	US\$	US\$	US\$	US\$	US\$	75.00%	RMB\$ 330,412 (Note 3)	RMB\$ 1,939,184	-
Kunshan President Enterprises Food Co., Ltd.	Manufacturing and sales of instant noodles, soft drinks, dairy products, food	US 44,000	(Note 1)	US 40,000	US	US	US	US 40,000	"	RMB 96,317 (Note 3)(Note 7)	RMB 403,975	-
Guangzhou President Enterprises Co., Ltd.	"	US 48,000	(Note 1)	US 48,000	US	US	US	US 48,000	"	RMB 47,340 (Note 3)(Note 7)	RMB 299,152	-
Wuhan President Enterprises Food Co., Ltd.	"	US 29,600	(Note 1)	US 26,440	US	US	US	US 26,440	"	RMB 87,838 (Note 3)(Note 7)	RMB 295,897	-
Chengdu President Enterprises Food Co., Ltd.	"	US 20,000	(Note 1)	US 20,000	US	US	US	US 20,000	"	RMB 77,004 (Note 3)(Note 7)	RMB 238,027	-
Zhengzhou President Enterprises Food Co., Ltd.	"	US 12,000	(Note 1)	US	US	US	US	US	"	RMB 61,879 (Note 3)(Note 7)	RMB 139,149	-
Beijing President Enterprises Drinks & Food Co., Ltd.	"	US 17,500	(Note 1)	US	US	US	US	US	"	RMB 20,267 (Note 3)(Note 7)	RMB 136,945	-
Hefei President Enterprises Co., Ltd.	"	US 10,000	(Note 1)	US 10,000	US	US	US	US 10,000	"	RMB 22,076 (Note 3)(Note 7)	RMB 93,047	-
Fuzhou President Enterprises Co., Ltd.	Manufacturing and sales of instant noodles, soft drinks, mineral water	US 10,000	(Note 1)	US	US	US	US	US	"	RMB 26,807 (Note 3)(Note 7)	RMB 92,335	-

Name of investee in Mainland China	Main Business	Capital	Investment method	Beginning investment balance from Taiwan	Investment Amount		Ending investment balance from Taiwan	Percentage of ownership held by the Company (direct or indirect)	Investment gain (loss)	Investment balance as of December 31, 2007	Accumulated remittance
					Payment	Remittance					
Shenyang President Enterprises Co., Ltd.	Manufacturing and sales of instant noodles, soft drinks, dairy products, food	US\$ 19,900	(Note 1)	US\$ 15,000	US\$ —	US\$ —	15,000	"	RMB\$ 1,600 (Note 3)(Note 7)	RMB\$ 77,285	-
Nanchang President Enterprises Co., Ltd.	"	US 12,000	(Note 1)	US —	US —	US —	—	75.00%	RMB 17,951 (Note 3)(Note 7)	RMB 94,522	-
Kunming President Enterprises Food Co., Ltd.	"	US 10,000	(Note 1)	US —	US —	US —	—	"	RMB 17 (Note 3)(Note 7)	RMB 56,883	-
Xinjiang President Enterprises Food Co., Ltd.	Manufacturing and sales of Tomato products, soft drinks, instant noodles	US 15,500	(Note 1)	US 13,077	US —	US —	13,077	"	RMB 11,197 (Note 3)(Note 7)	RMB 53,422	-
Beijing President Food Co., Ltd.	Manufacturing and sales of instant noodles	US 18,400	(Note 1)	US 3,828	US —	US —	3,828	"	(RMB 12,319) (Note 3)(Note 7)	RMB 12,681	-
Guangzhou President Healthly Food Technology Co., Ltd	Manufacturing and sales of juice, soft drinks	US 3,500	(Note 1)	US —	US —	US —	—	"	(RMB 2,459) (Note 3)(Note 7)	RMB 12,523	-
Harbin President Enterprises Co., Ltd.	Manufacturing and sales of instant noodles, soft drinks, dairy products, food	US 15,000	(Note 1)	US 15,000	US —	US —	15,000	"	(RMB 10,537) (Note 3)(Note 7)	(RMB 3,796)	-

Name of investee in Mainland China	Main Business	Capital	Investment method	Beginning investment balance from Taiwan	Investment Amount		Ending investment balance from Taiwan	Percentage of ownership held by the Company (direct or indirect)	Investment gain (loss)	Investment balance as of December		Accumulated remitance
					Payment	Remittance				31, 2007	31, 2007	
President (Shanghai) Trading Co., Ltd.	Sales of flour, fats, feed	US\$ 600	(Note 1)	US\$ -	US\$ -	US\$ -	US\$ -	"	(RMB\$ 20,735) (Note 3)(Note 7)	(RMB\$ 24,516)	-	
Jinmailang Beverage (Beijing) Co., Ltd.	Manufacturing, processing and sales of food	RMB 600,000	(Note 1)	US -	US -	US -	US -	37.50%	(RMB 29,891) (Note 3)(Note 7)	RMB 172,171	-	
Beijing President Kirin Beverage Corporation	Manufacturing and sales of soft drinks	US 3,000	(Note 1)	US -	US -	US -	US -	"	(RMB 710) (Note 3)(Note 7)	RMB 4,365	-	
Kunshan Sanwa Food Industry Co., Ltd.	Flavoring	US 1,200	(Note 1)	US 180	US -	US -	US 180	11.25%	- (Note 7)	RMB 550	-	
Shanghai President International Food Co., Ltd.	Sales of biscuits, food	US 21,400	(Note 1)	US 13,000	US -	US -	US 13,000	100.00%	(US 271) (Note 2)	US 1,467	-	
Guangzhou Wang Sheng Industrial Co., Ltd.	Manufacturing, processing and sales of food	RMB 22,000	(Note 1)	US -	US -	US -	US -	75.00%	RMB 80 (Note 3)	RMB 7,455	-	
Integrated Marketing & Distribution Co., Ltd.	Sales and packaging of food, ironware, office supplies etc.	RMB 2,000	(Note 1)	US -	US -	US -	US -	75.00%	(RMB 10,885) (Note 3)	(RMB 14,189)	-	
Zhongshan President Enterprises Co., Ltd.	Manufacturing and sales of marine products, livestock, pet	US 12,000	(Note 1)	US 12,000	US -	US -	US 12,000	100.00%	(US 2,394) (Note 2)	US 4,005	-	
Meishan President Feed & Oil Co., Ltd.	Animal feeds, vegetable oil	US 10,000	(Note 1)	US 9,400	US -	US -	US 9,400	"	(US 740) (Note 2)	US 1,595	-	
Tianjiang President Enterprises Food Co., Ltd.	Manufacturing and sales of flour, instant noodles, etc.	US 15,210	(Note 1)	US 13,207.4	US -	US -	US 13,207.4	"	US 577 (Note 2)	US 4,567	-	

Name of investee in Mainland China	Main Business	Capital	Investment method	Beginning investment balance from Taiwan	Investment Amount		Ending investment balance from Taiwan	Percentage of ownership held by the Company (direct or indirect)	Investment gain (loss)	Investment balance as of December	
					Payment	Remittance				31, 2007	Accumulated remittance
		RMB/\$106,000	(Note 1)	US\$	US\$	US\$	US\$	99.91%	(RMB\$ 36,086) (Note 2)	RMB\$	4,375
Sanshui Jianlibao Commerce Co., Ltd	Sale of soft drinks		(Note 1)	US\$	US\$	US\$	US\$	99.91%	(RMB\$ 36,086) (Note 2)	RMB\$	4,375
Guangzhou Yanchu Trading Co.,Ltd (Note 8)	Wholesale and retail business	RMB 1,000	(Note 1)	US	US	US	US	90.00%	-	-	-
Qingdao President Feed & Livestock Co., Ltd.	Manufacturing and sales of marine products, livestock , pet foods	US 15,000	(Note 1)	US	US	US	US 12,000	80.00%	(US 23) (Note 2)	US	10,639
Zhangjiagang President Nisshin Food Co., Ltd.	Manufacturing and sales of fats, feed, flour	US 17,000	(Note 1)	US	US	US	US 10,200	60.00%	US 245 (Note 2)	US	11,791
Cargill-President (Donguan) Feed Protein Technology Co., Ltd.	Manufacturing and sales of animal feeds	US 40,000	(Note 1)	US	US	US	US 15,280	50.00%	US 9,290 (Note 3)	US	24,402
President Fuche (Qingto) Co., Ltd.	Manufacturing and processing of eggs	US 1,500	(Note 1)	US	US	US	US	"	(RMB 286) (Note 2)	-	-
Tianjin Fuye Commercial Co., Ltd.	Manufacturing and sales of hypermarket	US 12,000	(Note 1)	US	US	US	US 5,400	45.00%	US 538 (Note 3)	US	6,250
San Tong Wan Fu (Qingto) Food Industry Co., Ltd.	Manufacturing and sales of feed, breed stock and poultry	US 12,000	(Note 1)	US	US	US	US	30.00%	RMB 6,178 (Note 2)	RMB	35,161
Ningbo Maling Co., Ltd. (Note 9)	Manufacturing and sales of malt	US 26,000	(Note 1)	US	US	US	US 5,200	20.00%	RMB 3,403 (Note 3)	RMB	-
Guangzhou Jianguang Supermarket Co., Ltd.	Warehouse & wholesale	US 12,000	(Note 1)	US	US	US	US 1,200	20.00%	RMB 3,514 (Note 3)	RMB	10,520
Chongqing Carrefour Commercial Co., Ltd.	Warehouse & wholesale	US 29,280	(Note 1)	US	US	US	US 2,500	10.00%	-	US	2,971

(2) The ceiling amount of investment in Mainland China

(Amount : in thousand US dollars & NT dollars)

Accumulated investment balance from Taiwan to Mainland China	Amount approved by MOEA	Ceiling amount of investment in Mainland China by MOEA
\$ 10,050,608 (Note 4)	\$ 10,133,757 (Note 5)	\$ 14,146,340 (Note 6)
(US\$ 309,439.9)	(US\$ 311,999.9)	

(Note 1) Indirect investment in PRC through existing companies located in the third area.

(Note 2) The financial statements are audited by the CPA of parent company in Taiwan.

(Note 3) The financial statements are audited by international accounting offices affiliated with local auditor with the accounting offices in Republic of China.

(Note 4) Calculated at exchange rate of \$32.48 (US dollars to NT dollars). If calculated at exchange rate when approved by MOEA, the amount is \$8,794,950.

(Note 5) Calculated at exchange rate of \$32.48 (US dollars to NT dollars). If calculated at exchange rate when approved by MOEA, the amount is \$8,878,570.

(Note 6) If the net capital is over 10 billion: the first 5 billion counted by 4%, over 5 billion and less than 10 billion counted by 20%; therefore, the overall ceiling is the combination of these three amounts.

(Note 7) An investee company of President Enterprises (China) Investment Corp. accounted for under the equity method.

(Note 8) The Company was liquidated in March 2007.

(Note 9) The investee was sold in June 2007.

(3) The transactions across third region company with the investees in Mainland China:

- (a) Purchase: None.
- (b) Sales: None.
- (c) Accounts receivable: None.
- (d) Accounts payable: None.
- (e) Endorsement, guarantee and security:

<u>Name of endorsee</u>	<u>December 31, 2007</u>	<u>Purpose of guarantee</u>
Zhongshan President Enterprises Co., Ltd.	<u>\$ 306,567</u>	Loan

- (f) Other events having significant effects on the operating results and financial condition: None.

11. (1),(2),(3): Please refer to Page 240.

(4) Intercompany Relationships and Significant Intercompany Transactions
For the year ended December 31, 2007

Number (Note 2)	Name of company	Name of counterparty	Kind of relationships (Note 3)	Transaction condition			Percentage of consolidated total operating revenues or total assets (Note 4)
				Account	Amount	Transaction terms	
0	Uni-President Enterprises Corp.	Uni-President Cold Chain Corp.	1	(Sales)	6,629,347	Closes its accounts 30 days after the end of each month	(2%)
			"	Accounts receivable	836,048		
			2	Other expenses	315,921		
			"	(Accrued expenses)	108,603		
	Tung Ang Enterprises Corp.		1	(Sales)	6,056,123	Closes its accounts 10 days and collect 28 days	(2%)
			"	Accounts receivable	464,869		
	President Chain Store Corp.		"	(Sales)	1,726,919	Closes its accounts 30 days after the end of each month	(1%)
			"	Accounts receivable	133,772		
	Tun Hsiang Enterprises Corp.		"	(Sales)	1,623,796	2 months after sales	(1%)
			"	Accounts receivable	225,836		
			2	Other expenses	157,325		
	Retail Support International Corp.		1	(Sales)	1,419,760	Closes its accounts 30 days after the end of each month	
			"	Accounts receivable	199,817		
	Tung Shun Enterprises Corp.		"	(Sales)	933,368	2 months after sales	
			"	Accounts receivable	196,865		
	Uni-President Vendor Corp.		"	(Sales)	612,083	Closes its accounts 20 days after the end of each month	
	Tone Chu Enterprises Corp.		"	"	573,409	2 months after sales	
	Tung-Hsiang Enterprises Corp.		"	"	477,719	"	
	Tung Yi Enterprises Corp.		"	"	347,826	2 weeks after sales	
	Tung Che Enterprises Corp.		"	"	347,779	2 months after sales	
	Tung Yu Enterprises Corp.		"	"	317,883	2 weeks after sales	
	Uni-President (Vietnam) Co., Ltd.		"	"	183,454	1 month after sales	
			2	Purchases	154,050	one month	
	Tung Shen Enterprises Corp.		1	(Sales)	145,188	1 month after sales	
	Tung Guan Enterprises Co., Ltd.		"	"	140,146	2 weeks after sales	
	Hua Zuo Corp.		"	"	140,111	"	
	Uni-President Oven Bakery Corp.		"	"	131,511	"	
	Hui-Sheng Enterprises Corp.		"	"	130,878	1 month after sales	
	Tung-Bo Enterprises Corp.		"	"	100,021	2 weeks after sales	
	President Kikkoman Inc.		2	Purchases	887,669	one month	
	President Nissin Corp.		"	"	471,191	fifteen days	
	President Packaging Corp.		"	"	238,807	one month	
	Uni-President Dream Parks Corp.		"	Advertising expenses	380,714		

Number (Note 2)	Name of company	Name of counterparty	Kind of relationships (Note 3)	Transaction condition		Percentage of consolidated total operating revenues or total assets (Note 4)
				Account	Amount	
1	Cayman President Holdings Ltd.	Uni-President Southeast Asia Holdings Ltd.	3	Long-term receivables	US 9,270	—
2	President International Trade & Investment Corp.	Cayman President Holdings Ltd.	"	"	US 6,630	—
3	Nanlian International Corp.	Lien Bo Enterprises Corp.	"	(Sales)	(1,231,098)	Closes its accounts 15-60 days after the end of each month
		Lien Song Enterprises Corp.	"	"	(206,869)	12 days after sales
		Tun Hsiang Enterprises Corp.	"	"	(139,810)	Closes its accounts 15-60 days after the end of each month
4	President Musashino Corp.	Uni-President Cold Chain Corp.	"	"	(1,176,597)	Closes its accounts 25-30 days after the end of each month
			"	Accounts receivable	189,451	—
5	President International Development Corp.	Presitex Co., Ltd.	"	Other receivables	471,800	—
		President (BYJ) International Holdings Ltd.	"	"	324,300	—
6	Qware Systems & Services Corp.	President Chain Store Corp.	"	(Sales)	(220,920)	Closes its accounts 30-40 days after the end of each month
7	President Packaging Corp.	Retail Support International Corp.	"	"	(178,764)	Closes its accounts 30-45 days after the end of each month
8	Ton-Yi Industrial Corp.	Cayman Ton Yi Industrial Holdings Ltd.	"	"	(8,164,063)	Closes its accounts 45 days after the end of each month
			"	Accounts receivable	747,187	—
		Tovecan Corp.	"	(Sales)	(130,144)	Collect of average is 24 days
9	President Chain Store Corp.	Retail Support International Corp.	"	Purchases	40,396,485	Closes its accounts 10-80 days after the end of each month
			"	(Accounts payable)	(3,031,910)	—
		Uni-President Cold Chain Corp.	"	Purchases	16,014,350	Closes its accounts 15-30 days after the end of each month
			"	(Accounts payable)	(1,174,557)	—
		Wisdom Distribution Services Corp.	"	Purchases	8,254,575	Closes its accounts 20-40 days after the end of each month
			"	(Accounts payable)	(1,524,247)	—
		President Transnet Corp.	"	Operating costs	638,906	Closes its accounts 15 days after the end of each month
10	Uni-President (Thailand) Ltd.	Uni-President Marketing Ltd.	"	(Sales)	(THD 849,399)	Closes its accounts 60 days after the end of each month
			"	Accounts receivable	(THD 152,380)	—
11	Zhangjiagang President Nisshin Food Co., Ltd.	Kunshan President Enterprises Food Co., Ltd.	"	(Sales)	(RMB 43,129)	Closes its accounts 30 days after the end of each month
		Wuhan President Enterprises Food Co., Ltd.	"	"	(RMB 35,448)	"

Number (Note 2)	Name of company	Name of counterparty	Kind of relationships (Note 3)	Transaction condition			Percentage of consolidated total operating revenues or total assets (Note 4)
				Account	Amount	Transaction terms	
12	President Enterprises (China) Investment Co., Ltd.	Integrated Marketing & Distribution Co., Ltd.	3	Other receivables	RMB 23,200	—	—
13	Wuhan President Enterprises Food Co., Ltd.	Nanchang President Enterprises Co., Ltd.	"	(Sales)	(RMB) 35,612	Closes its accounts 30 days after the end of each month	—
14	Guangzhou President Enterprises Co., Ltd.	Shanghai E&P Trading Co., Ltd.	"	Purchases	RMB 38,869	"	—
				"	RMB 28,229	"	—
15	Kunshan President Enterprises Food Co., Ltd.	Fuzhou President Enterprises Ltd.	"	(Sales)	(RMB) 70,494	"	—
				Purchases	RMB 64,085	Closes its accounts 15 days after the end of each month	—
16	Zhengzhou President Enterprises Food Co., Ltd.	Shanghai E&P Trading Co., Ltd.	"	(Sales)	(RMB) 30,763	Closes its accounts 30 days after the end of each month	—
				Purchases	RMB 140,125	"	—
17	Beijing President Enterprises Drinks & Food Co., Ltd.	Shanghai E&P Trading Co., Ltd.	"	Other receivables	RMB 40,000	—	—
				Purchases	RMB 89,432	Closes its accounts 30 days after the end of each month	—
18	Shenyang President Enterprises Co., Ltd.	Chanchu President Packaging Co., Ltd.	"	"	RMB 26,121	"	—
				(Sales)	(RMB) 79,450	Closes its accounts 60 days after the end of each month	—
19	Meishan President Feed & Oil Co., Ltd.	Beijing President Enterprises Food Co., Ltd.	"	Purchases	RMB 31,714	Closes its accounts 15 days after the end of each month	—
				"	RMB 31,056	Closes its accounts 30 days after the end of each month	—
20	Tianjiang President Enterprises Food Co., Ltd.	Beijing President Enterprises Food Co., Ltd.	"	(Sales)	(RMB) 51,064	"	—
				"	(RMB) 30,199	"	—
21	Kai Yu (BVI) Investment Co., Ltd.	Harbin President Enterprises Co., Ltd.	"	Other receivables	RMB 24,000	—	—
				"	RMB 30,000	—	—
22	Kai Yu (BVI) Investment Co., Ltd.	Uni-President Southeast Asia Holdings Ltd.	"	"	US 20,000	—	—
				"	US 5,812	—	—

Number (Note 2)	Name of company	Name of counterparty	Kind of relationships (Note 3)	Transaction condition			Percentage of consolidated total operating revenues or total assets (Note 4)
				Account	Amount	Transaction terms	
22	Tung Ang Enterprises Corp.	Retail Support International Corp.	3	(Sales) Accounts receivable	($\$$) 1,961,765	Closes its accounts 30 days after the end of each month	(1%)
		Tun Hsiang Enterprises Corp.	"	(Sales) Accounts receivable	157,723 1,206,192	77 days after sales	—
		Tung Yu Enterprises Corp.	"	(Sales) Accounts receivable	233,188 500,771	15 days after sales	—
		Tone Chu Enterprises Corp.	"	"	(285,704)	Closes its accounts 30 days after the end of each month	—
		Uni-President Cold Chain Corp.	"	"	(205,605)	"	—
		Tung-Bo Enterprises Corp.	"	"	(141,173)	12 days after sales	—
		Lien Yu Enterprises Corp.	"	"	(112,407)	"	—
		Uni-President Cold Chain Corp.	"	"	(217,699)	Closes its accounts 30 days after the end of each month	—
23	Century Quick Services Restaurant Corp.		"	"	(354,138)	Closes its accounts 60 days after the end of each month	—
24	Union Chinese Corp.	Lien Bo Enterprises Corp.	"	"	(986,162)	Closes its accounts 15-70 days after the end of each month	—
25	Lien Bo Enterprises Corp.	Retail Support International Corp.	"	"	111,931	"	—
26	Rich Universe International Limited	Uni-Splendor Corp.	"	Accounts receivable	(US) 209,570	According to the state of fund	(2%)
		Grand-Prospert(HK) Ltd.	"	Purchases	US 44,986	"	1%)
		Da Tong Ying Corp.	"	(Sales) Purchases	(US) 75,911	"	(1%)
		Ever-Splendor Electricies (Shenzhen) Co., Ltd.	"	Purchases	US 170,470	"	2%)
		Uni-Splendor Corp.	"	(Long-term payables)	(US) 5,000	—	—
27	Uni-Splendor Corp.	Ever-Splendor Electricies (Shenzhen) Co., Ltd.	"	(Sales) Purchases	(US) 47,498	According to the state of fund	(1%)
		Da Tong Ying Corp.	"	"	US 135,100	"	2%)
		Uni-Splendor Technology (Huizhou) Corp.	"	(Accounts payable)	(US) 3,234	—	—
28	Grand-Prospert (HK) Ltd.	Uni-Splendor Technology (Huizhou) Corp.	"	(Sales) Purchases	(HKD) 592,587	According to the state of fund	(1%)
		Cayman Ton Yi Industrial Holdings Ltd.	"	Purchases	(HKD) 1,330,611	"	2%)
29	Cayman Ton Yi Industrial Holdings Ltd.	Jiangsu Ton Yi Timplat Co., Ltd.	"	(Sales) Accounts receivable	(US) 102,469	—	(1%)
		Fujian Ton Yi Timplat Co., Ltd.	"	(Sales) Accounts receivable	(US) 14,325	—	—
		Chengdu Ton Yi Industrial Packaging Co., Ltd.	"	Other receivables	(US) 146,331	—	(2%)
			"	Accounts receivable	US 8,756	—	—
			"	Other receivables	US 7,000	—	—

Number (Note 2)	Name of company	Name of counterparty	Kind of relationships (Note 3)	Transaction condition		Percentage of consolidated total operating revenues or total assets (Note 4)
				Account	Amount	
30	Jiangsu Ton Yi Timplate Co., Ltd.	Fujian Ton Yi Timplate Co., Ltd.	3	Purchases (Sales)	US (US)	4,834 13,922
		Wuxi Ton Yi Industrial Packing Co., Ltd.	"	Accounts receivable	US	4,405
31	Wisdom Distribution Services Corp.	Vision Distribution Service Corp.	"	Purchases		554,896
			"	Accounts payable (Labour revenues)		131,495
32	President Information Corp.	President Chain Store Corp.	"	(Sales)		577,992
33	President Pharmaceutical Corp.	Retail Support International Corp.	"	Accounts receivable		428,581
34	Retail Support International Corp.	President Drugstore Business Corp.	"	(Sales)		101,380
			"	Accounts receivable		3,320,064
			"	(Sales)		657,307
35	President Coffee Corp.	President Coffee Corp.	"	(Sales)		366,099
		Uni-President Dream Parks Corp.	"	"		104,885
		President Chain Store Corp.	"	"		137,562
36	President Coffee Corp.	Retail Support Taiwan Corp.	"	"		229,735
37	Chieh Shun Transport Corp.	President Transnet Corp.	"	"		280,040
38	President Logistics International Corp.	Retail Support International Corp.	"	"		527,118
		Uni-President Cold Chain Corp.	"	"		491,324
		Wisdom Distribution Services Corp.	"	"		162,824

Note 1: Transactions among the Company and subsidiaries amounted to NT\$100,000 and one side of them are disclosed.

Note 2: The transaction informations of the Company and the consolidated subsidiaries should be noted in column "Number". The number means:

1. Number 0 presents the Company.
2. The consolidated subsidiaries are in order from number 1.

Note 3: The kinds of relationships between the transaction parties are as follows :

1. The Company to the consolidated subsidiary.
2. The consolidated subsidiary to the Company.
3. The consolidated subsidiary to another consolidated subsidiary.

Note 4: The counting to the percentage of transaction amount on consolidated total operating revenues or total assets is as follows: Assets and liabilities are counting at the amount period of consolidated total assets at ending period. Income is counting at the amount of consolidated total revenue at ending period.

12. Financial information disclosures for industry segments

(1) Segment information

(a) Information about the Company's operations in different industries in 2007 and 2006.

	2007						
	Feeds	Foods	International Trade	Electric Appliance	General Investment	Chain Store	Tinplates
Sales to unaffiliated customers	\$ 24,772,201	\$ 75,550,342	\$ 2,555,884	\$ 21,535,310	\$ 669,422	\$ 119,233,059	\$ 26,203,376
Intersegment sales	3,224,053	245,215	-	-	-	475,639	-
Total revenues	\$ 27,996,254	\$ 75,795,557	\$ 2,555,884	\$ 21,535,310	\$ 669,422	\$ 119,708,698	\$ 26,203,376
Operating profit	\$ 778,904	\$ 5,270,921	(\$ 57,250)	(\$ 531,119)	(\$ 405,141)	\$ 4,284,100	\$ 2,170,666
Equity in net income of subsidiaries							
Interest expenses							
General corporate revenues							
General corporate expenses							
Consolidated income from continuing operations before income tax	\$ 11,500,877	\$ 44,400,688	\$ 941,072	\$ 10,854,775	\$ 7,129,085	\$ 42,126,279	\$ 39,125,826
Identifiable assets							
Long-term investments by equity							
Corporate assets							
Total assets	\$ 146,347	\$ 2,714,332	\$ 8,492	\$ 573,660	\$ 34,080	\$ 2,220,155	\$ 1,643,176
Depreciation expense	\$ 9,753	\$ 297,738	\$ -	\$ 47,304	\$ 6,642	\$ 209,590	\$ 70,031
Amortization expense	\$ 204,827	\$ 1,490,704	\$ 8,107	\$ 637,684	\$ 18,914	\$ 4,252,601	\$ 180,939
Capital expense							

	Leisure Business			Adjustment and		Consolidated
	Filling Stations	Development	Distribution	Others	Elimination	
Sales to unaffiliated customers	\$ 13,595,131	\$ 4,166,841	\$ 2,793,028	\$ 40,108,975	\$ (40,621,455)	\$ 290,562,114
Intersegment sales	-	-	70,276,741	2,526,546	(76,748,194)	-
Total revenues	\$ 13,595,131	\$ 4,166,841	\$ 73,069,769	\$ 42,635,521	\$ (117,369,649)	\$ 290,562,114
Operating profit	(\$ 198,404)	(\$ 866,678)	\$ 464,235	\$ 2,894,235	\$ (931,229)	\$ 12,873,240
Equity in net income of subsidiaries						2,743,690
Interest expenses						(4,642,162)
General corporate revenues						10,304,360
General corporate expenses						(3,802,245)
Consolidated income from continuing operations before income tax						\$ 17,476,883
Identifiable assets	\$ 2,498,516	\$ 30,532,666	\$ 5,708,470	\$ 21,677,831		\$ 216,496,085
Long-term investments by equity						23,981,182
Corporate assets						25,750,625
Total assets	\$ 132,317	\$ 725,961	\$ 396,760	\$ 1,573,493		\$ 266,227,892
Depreciation expense	\$ 6,148	\$ 65,663	\$ 44,853	\$ 349,542		\$ 10,168,773
Amortization expense	\$ 85,150	\$ 2,129,457	\$ 469,223	\$ 4,990,440		\$ 1,107,264
Capital expense						\$ 14,468,046

2006

	Feeds	Foods	International Trade	Electric Appliance	General Investment	Chain Store	Timplates
Sales to unaffiliated customers	\$ 17,775,768	\$ 76,454,490	\$ 2,731,805	\$ 13,701,181	\$ 1,967,079	\$ 111,478,554	\$ 23,176,451
Intersegment sales	2,332,659	220,636	-	-	-	322,940	-
Total revenues	\$ 20,108,427	\$ 76,675,126	\$ 2,731,805	\$ 13,701,181	\$ 1,967,079	\$ 111,801,494	\$ 23,176,451
Operating profit	\$ 533,774	\$ 4,056,204	(\$ 3,921)	(\$ 270,064)	(\$ 297,868)	\$ 4,574,052	\$ 2,273,128
Equity in net income of subsidiaries							
Interest expenses							
General corporate revenues							
General corporate expenses							
Consolidated income from continuing operations before income tax							
Identifiable assets	\$ 5,448,521	\$ 45,275,862	\$ 989,167	\$ 8,299,737	\$ 7,990,685	\$ 34,347,443	\$ 38,148,752
Long-term investments by equity							
Corporate assets							
Total assets	\$ 133,523	\$ 2,727,038	\$ 7,210	\$ 502,523	\$ 49,954	\$ 1,998,631	\$ 1,621,486
Depreciation expense	\$ 13,149	\$ 174,901	\$ 21	\$ 37,507	\$ 17,926	\$ 332,012	\$ 70,482
Amortization expense							
Capital expense	\$ 109,667	\$ 2,893,518	\$ 3,882	\$ 310,000	\$ 103,224	\$ 2,353,917	\$ 445,206

	Leisure Business		Distribution	Others	Adjustment and Elimination	Consolidated
	Filling Stations	Development				
Sales to unaffiliated customers	\$ 13,628,223	\$ 1,155,742	\$ 2,882,497	\$ 28,654,380	\$ 33,738,907	\$ 259,867,363
Intersegment sales	-	-	69,132,710	2,052,818	(74,061,763)	-
Total revenues	\$ 13,628,223	\$ 1,155,742	\$ 72,015,207	\$ 30,707,198	\$ 40,322,856	\$ 259,867,363
Operating profit	\$ 30,668	(\$ 456,191)	\$ 489,134	\$ 4,686,502	(\$ 5,980,872)	\$ 9,634,546
Equity in net income of subsidiaries						1,340,420
Interest expenses						(3,901,357)
General corporate revenues						3,979,562
General corporate expenses						(2,691,714)
Consolidated income from continuing operations						8,361,457
before income tax						192,872,031
Identifiable assets	\$ 2,499,426	\$ 26,251,570	\$ 5,830,066	\$ 17,790,802		
Long-term investments by equity						22,432,658
Corporate assets						22,222,272
Total assets	\$ 114,681	\$ 145,441	\$ 402,308	\$ 1,224,628		\$ 237,526,961
Depreciation expense	\$ 4,728	\$ 24,775	\$ 40,510	\$ 139,019		\$ 8,927,423
Amortization expense	\$ 132,962	\$ 3,505,425	\$ 325,767	\$ 3,508,027		\$ 855,030
Capital expense						\$ 13,691,595

- (b) The revenue of an industry segment includes revenue both from sales to unaffiliated customers (including sales, other operating revenue, rent revenue, gain on disposal of segment and other income), intersegment sales and revenue from broadcasting, except for the investment income.
 - (c) Operating profit or loss of industry segment is its department segment revenues minus segment costs and expenses, which was generated in relation to the segment revenues except interest expense. The Company accounts for the intersegment purchases and intersegment sales in the same way as the revenue from broadcasting.
 - (d) The identified assets of an industry segment are those tangible and intangible enterprise assets that are used by the industry segment, but the following items are not included:
 - a. Assets not used by industry segment.
 - b. Long-term investments.
- (2) Financial Information on Geographic Areas: No foreign operation.
- (3) Information on Export Sales:
Export sales of the Company for 2007 and 2006, constituted less than 10% of the total revenues of 2007 and 2006.
- (4) Information on Significant Customers:
In 2007 and 2006 no customer constituted more than 10% of the Company's total revenue of 2007 and 2006.

Uni-President Enterprises Corp.



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