UNI-PRESIDENT ENTERPRISES CORP.

CONSOLIDATED FINANCIAL STATEMENTS

AND REPORT OF INDEPENDENT ACCOUNTANTS

MARCH 31, 2008

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.

REVIEW REPORT OF INDEPENDENT ACCOUNTANTS TRANSLATED FROM CHINESE

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

We have reviewed the accompanying consolidated balance sheet of Uni-President Enterprises Corp. and subsidiaries as of March 31, 2008, and the related consolidated statements of income and of cash flows for the three-month period then ended. These financial statements are the responsibility of the Company's management. Our responsibility is to issue a report on these financial statements based on our review. As described in Note 1(4), we did not review the financial statements of certain subsidiaries which statements reflect total assets of $38,912,774,000 and total liabilities of $19,997,470,000, representing 14.48% and 11.77% of the related consolidated totals, respectively as of March 31, 2008, and total operating revenues of $6,687,110,000, representing 9.12% of the consolidated total operating revenues for the three-month period then ended. 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 $534,118,000 as of March 31, 2008, and their related net investment income amounted to $3,550,000 for the three-month period then ended. The financial statements of these investee companies were reviewed by other auditors whose reports thereon have been furnished to us, and our report 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.

Except as discussed in the following paragraph, we conducted our review in accordance with Statement of Auditing Standards No. 36 "Review of Financial Statements" in the Republic of China. A review of interim financial information consists principally of obtaining an understanding of the system for the preparation of interim financial information, applying analytical procedures to financial data, and making inquiries of Company personnel responsible for financial and accounting matters. It is substantially less in scope than an audit conducted in accordance with generally accepted auditing standards, the objective of which is the expression of an opinion regarding the financial statements taken as a whole. Accordingly, we do not express such an opinion.

As described in Note 1(4), the financial statements of certain subsidiaries were consolidated based on their unreviewed financial statements as of and for the three-month period ended March 31, 2008.

Total assets and total liabilities of these subsidiaries amounted to $165,650,633,000, and $100,320,518,000, representing 61.64% and 59.07% of the related consolidated totals, respectively as of March 31, 2008, and total net income amounted to $262,764,000, representing 14.94% of the consolidated net income for the three-month period ended. In addition, as described in Note 4(10) to the consolidated financial statements, the financial statements of certain long-term investments accounted for under the equity method were not reviewed by independent accountants. Long-term investments in these companies amounted to $17,076,682,000 as of March 31, 2008, and the related investment income amounted to $123,107,000 for the three-month period then ended. These amounts were based solely on their unreviewed financial statements. We were unable to satisfy ourselves as to the carrying value of the investments or the equities in their earnings by other auditing procedures.

Based on our review and the reports of other auditors, except for the effect of such adjustments, if any, as might have been determined to be necessary had the financial statements of certain subsidiaries and investee companies been reviewed by independent accountants as described in the preceding paragraph, we are not aware of any material modifications that should be made to the consolidated financial statements referred to above in order for them to be in conformity with the "Rules Governing the Preparation of Financial Statements by Securities Issuers", "Business Entity Accounting Law", "Regulation on Business Entity Accounting Handling", generally accepted accounting principles in the Republic of China and the order VI-0960064020 issued by the Financial Supervisory Commission under the Executive Yuan dated January 15, 2007.

As described in Note 3, effective January 1, 2008, the Company adopted EITF 96-052, " Accounting for Employees' Bonuses and Directors' and Supervisors' Remuneration" prescribed by the R.O.C. Accounting Research and Development Foundation. As a result of the adoption of EITF 96-052, net income decreased by $206,435,000, whereas earnings per share decreased by $0.06 for the three-month period ended March 31, 2008.

PricewaterhouseCoopers

Tainan,Taiwan

Republic of China

May 12, 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
MARCH 31,2008
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS)
(UNAUDITED)

ASSETS		
Current Assets		
Cash and cash equivalents (Note 4(1))	$	34,439,599
Financial assets at fair value through profit or loss - current (Notes 4(2) and 6)		9,569,866
Available-for-sale financial assets - current (Note 4(3))		31,504
Notes receivable, net (Notes 4(4) and 5)		3,625,391
Accounts receivable, net (Note 4(5))		9,568,007
Accounts receivable, net - related parties (Note 5)		1,345,630
Other receivables (Notes 4(6) and 5)		5,161,902
Other financial assets - current (Note 6)		559,104
Inventories, net (Notes 4(7)(11) and 6)		23,797,959
Prepayments (Note 7)		10,677,867
Deferred income tax assets - current		587,137
Other current assets - other		890,903
Total current assets		100,254,869
Funds and Investments		
Available-for-sale financial assets - non-current (Notes 4(3) and 6)		8,394,346
Financial assets carried at cost - non-current (Notes 4(8)(16) and 6)		16,565,683
Investments in bonds without active markets - non- current (Note 4(9))		45,000
Long-term equity investments accounted for under the equity method (Notes 4(10) and 6)		24,498,266
Investments in real estate		3,935
Total funds and investments		49,507,230
Other financial assets - non-current (Note 6)		27,000
Property, Plant and Equipment, Net (Notes 4(11)(16), 5 and 6)		
Cost		
Land		9,739,663
Buildings		32,821,037
Machinery and equipment		73,376,226
Piping infrastructure and electricity generation equipment		3,583,700
Transportation equipment		2,229,700
Office equipment		4,384,950
Leased assets		1,661,016
Leasehold improvements		7,537,933
Other equipment		21,183,419
Revaluation increments		3,968,024
Cost and revaluation increments		160,485,668
Less: Accumulated depreciation	(	66,861,826)
Accumulated impairment	(	182,503)
Construction in progress and prepayments for equipment		5,291,843
Total property, plant and equipment, net		98,733,182
Intangible Assets		
Deferred pension costs		270,553
Other intangible assets (Notes 4(12)(16) and 6)		4,184,915
Total intangible assets		4,455,468
Other Asstes		
Assets leased to others (Notes 4(11)(13)(16) and 6)		8,332,731
Idle assets (Notes 4(11)(14)(16) and 6)		1,498,020
Refundable deposits (Notes 6 and 7)		2,336,475
Deferred expenses (Note 4(15))		1,111,075
Long-term notes, accounts and overdue receivables		411
Long-term notes, accounts and overdue receivables - related parties (Note 5)		33,375
Deferred income tax assets - non-current		21,798
Other assets - other (Notes 4(11) and 6)		2,431,847
Total other assets		15,765,732
TOTAL ASSETS	$	268,743,481

(Continued)

UNI-PRESIDENT ENTERPRISES CORP. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
MARCH 31,2008
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS)
(UNAUDITED)

LIABILITIES AND STOCKHOLDERS' EQUITY	
Current Liabilities	
Short-term loans (Notes 4(17) and 6)	$ 25,715,714
Notes and bills payable (Notes 4(18) and 6)	9,031,958
Financial liabilities at fair value through profit or loss - current (Note 4(19))	32,489
Derivative financial liabilities for hedging - current (Note 10(4))	8,589
Notes payable	2,099,031
Accounts payable (Note 5)	19,387,110
Income tax payable	1,854,234
Accrued expenses (Note 5)	10,660,807
Other payables (Note 5)	8,186,591
Receipts in advance	3,505,645
Long-term liabilities - current portion (Notes 4(20)(21) and 6)	7,603,665
Capital lease payables - current (Note 4(11))	21,049
Other current liabilities	668,991
Total current liabilities	88,775,873
Long-term Liabilities	
Derivative financial liabilities for hedging - non-current (Note 10(4))	15,960
Bonds payable (Note 4(20))	8,175,948
Long-term loans (Notes 4(21) and 6)	61,421,700
Long-term notes payable	499,860
Capital lease payables - non-current (Note 4(11))	87,423
Long-term notes, accounts and overdue payable - related parties (Note 5)	166,818
Total long-term liabilities	70,367,709
Reserves	
Land value incremental reserve (Note 4(11))	1,773,357
Other Liabilities	
Accrued pension liabilities	2,508,864
Guarantee deposits received	3,802,402
Other liabilities (Note 4(22))	2,615,732
Total other liabilities	8,926,998
Total liabilities	169,843,937
Stockholders' Equity	
Capital	
Common stock (Notes 1 and 4(23))	35,553,733
Capital Reserves (Notes 4(20)(24))	
Capital reserve from donated assets	458
Capital reserve from long-term investments	4,842,819
Capital reserve from stock warrants	523,481
Retained Earnings (Notes 4(23)(25))	
Legal reserve	5,810,436
Undistributed earnings	12,340,678
Other Adjustments to Stockholders' Equity	
Asset revaluations (Note 4(11))	1,790,150
Unrealized gain or loss on financial instruments (Notes 4(3)(10), 10(1)(4))	3,773,337
Cumulative translation adjustments	3,057
Unrecognized pension cost	(1,087,655)
Total parent company's equity	63,550,494
Minority interest	35,349,050
Total stockholders' equity	98,899,544
Contingent Liability and Commitments (Notes 5 and 7)	
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	$ 268,743,481

The accompanying notes are an integral part of these consolidated financial statements.
See review report of independent accountants dated May 12, 2008.

UNI-PRESIDENT ENTERPRISES CORP. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF INCOME
FOR THE THREE-MONTH PERIODS ENDED MARCH 31,2008
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS, EXCEPT FOR EARNINGS PER SHARE DATA)
(UNAUDITED)

Operating Revenues (Note 5)		
Sales	$	72,979,929
Sales returns	(	490,248)
Sales discounts	(	1,716,155)
Net Sales		70,773,526
Other operating revenues		2,586,567
Net Operating Revenues		73,360,093
Operating Costs (Notes 3 and 5)		
Cost of goods sold	(	51,353,673)
Other operating costs	(	1,764,589)
Net Operating Costs	(	53,118,262)
Gross profit		20,241,831
Operating Expenses (Notes 3 and 5)		
Sales and marketing expenses	(	14,208,494)
General and administrative expenses	(	2,981,449)
Research and development expenses	(	120,181)
Total Operating Expenses	(	17,310,124)
Operating income		2,931,707
Non-operating Income and Gains		
Interest income (Note 5)		153,129
Investment income accounted for under the equity method (Note 4(10))		308,637
Dividend income		52,620
Gain on disposal of property, plant and equipment		132,192
Gain on disposal of investments (Note 4(2))		95,751
Rental income (Note 4(13))		52,447
Reversal of allowance for loss on inventory obsolescence and market price decline		55,150
Other non-operating income (Note 5)		504,318
Total Non-operating Income and Gains		1,354,244
Non-operating Expenses and Losses		
Interest expense (Notes 4(11) and 10(3))	(	1,030,021)
Loss on valuation of financial assets (Note 4(2))	(	173,234)
Loss on valuation of financial liabilities (Note 4(19))	(	32,489)
Loss on disposal of property, plant and equipment	(	31,726)
Foreign exchange loss	(	57,213)
Impairment loss (Notes 4(8)(11)(12)(13)(14)(16))	(	28,100)
Other non-operating losses (Note 5)	(	421,178)
Total Non-operating Expenses and Losses	(	1,773,961)
Income from continuing operations before income tax		2,511,990
Income tax expense	(	753,449)
Consolidated net income	$	1,758,541
Attributable to:		
Equity holder of the Company	$	1,177,616
Minority interest		580,925
	$	1,758,541

	Before Tax	After Tax
Basic Earnings Per Common Share (in dollars) (Note 4(26))		
Net income	$ 0.71	$ 0.33
Diluted Earnings Per Share (in dollars) (Note 4(26))		
Net income	$ 0.70	$ 0.33

The accompanying notes are an integral part of these consolidated financial statements.
See review report of independent accountants dated May 12, 2008.

UNI-PRESIDENT ENTERPRISES CORP. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE THREE-MONTH PERIODS ENDED MARCH 31,2008
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS)
(UNAUDITED)

CASH FLOWS FROM OPERATING ACTIVITIES	
Consolidated net income	$ 1,758,541
Adjustments to reconcile net income to net cash provided by operating activities	
Loss on valuation of financial assets	235,072
Loss on valuation of financial liabilities	32,489
Provision for doubtful accounts	54,581
Reversal of allowance for doubtful accounts	(124,799)
Reversal of provision of price decline in market value and obsolescence of inventories	(55,150)
Investment income accounted for under the equity method	(308,637)
Gain on sale of investments	(157,589)
Depreciation	2,635,126
Gain on disposal of property, plant and equipment, assets leased to others, idle assets and other assets	(100,466)
Impairment loss	28,100
Amortization	184,507
Changes in assets and liabilities	
Notes receivable	(117,304)
Accounts receivable	(259,931)
Accounts receivable - related parties	(253,428)
Other receivables	(260,818)
Inventories	1,611,682
Prepayments	(3,349,329)
Deferred income tax assets - current	77,911
Other current assets	(322,684)
Deferred pension cost	4,359
Long-term notes, accounts and overdue receivables	28,947
Deferred income tax assets - non - current	(10,036)
Notes payable	85,235
Accounts payable	2,419,443
Income tax payable	501,100
Accrued expenses	1,295,832
Other payables	(2,297,509)
Receipts in advance	477,370
Other current liabilities	113,652
Accrued pension liabilities	(13,616)
Net cash provided by operating activities	3,912,651
CASH FLOWS FROM INVESTING ACTIVITIES	
Decrease in financial assets at fair value through profit or loss - current	949,827
Decrease in available-for-sale financial assets current	2,331
Decrease in employees' car loans	1,709
Increase in other receivables-related parties	(20,055)
Increase in other financial assets - current	(499,873)
Decrease in other financial assets - non-current	29,170
Increase in available-for-sale financial assets - non-current	(380,784)
Decrease in financial assets carried at cost - non-current	484,181
Acquisition of long-term investments- non subsidiaries	(928,898)
Proceeds from sale of long-term investments-non subsidiaries	697,113
Cash acquisition of property, plant and equipment, assets leased to others, idle assets and other assets	(684,990)
Proceeds from disposal of property, plant and equipment, assets leased to others, idle assets and other assets	356,499
Increase in other intangible assets	(27,384)
Increase in refundable deposits	(13,000)
Increase in deferred expenses	(55,374)
Net cash used in investing activities	(89,528)

(Continued)

UNI-PRESIDENT ENTERPRISES CORP. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS(CONTINUED)
FOR THE THREE-MONTH PERIODS ENDED MARCH 31,2008
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS)
(UNAUDITED)

CASH FLOWS FROM FINANCING ACTIVITIES	
Increase in short-term loans	$ 1,599,621
Decrease in notes and bills payable	(978,681)
Decrease in bonds payable	(1,468,439)
Increase in long-term loans	846,225
Increase in long-term notes, accounts and overdue payables	13,726
Increase in long-term notes, accounts and overdue payables-related parties	52,930
Increase in guarantee deposits received	37,967
Increase in other liabilities - other	497,347
Decrease in minority interest	(1,074,611)
Net cash used in financing activities	(473,915)
Effect of foreign exchange rate changes on cash	926,877
Net Increase in cash and cash equivalents	4,276,085
Cash and cash equivalents at beginning of period	30,163,514
Cash and cash equivalents at end of period	$ 34,439,599
Supplemental disclosures of cash flow information	
1.Interest paid (excluding capitalized interest)	$ 816,078
2.Income tax paid	$ 184,474
Investing and financing activities with partial cash payment	
1.Proceeds from sale of long-term investments - non subsidiaries	$ 595,481
Add: Oher receivables, beginning of period	2,053,508
Less: Other receivables, end of period	(1,951,876)
Proceeds from sale of long-term investments - non subsidiaries	$ 697,113
2.Acquisition of property, plant and equipment, assets leased to others, idle assets and other assets	$ 207,349
Add: Other payables, beginning of period	1,097,292
Capital lease payables, beginning of period	113,415
Less: Other payables, end of period	(624,594)
Capital lease payables, end of period	(108,472)
Cash acquisition of property, plant and equipment, assets leased to others, idle assets and other assets	$ 684,990

The accompanying notes are an integral part of these consolidated financial statements.
See review report of independent accountants dated May 12, 2008.

UNI-PRESIDENT ENTERPRISES CORP. AND SUBSIDIARIES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

MARCH 31, 2008

(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 March 31, 2008, the Company’s authorized capital was $48,000,000, and the paid-in capital was $35,553,773, 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 March 31, 2008, the Company and its subsidiaries had approximately 73,900 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 2008 were as follows:

Name of Investors	Name of subsidiaries	Business activities	Percentage owned by the Company March 31, 2008	Note
Uni-President Enterprises Corp.	Cayman President Holdings Ltd.	Professional investment	100.00%	(Note 1)
	Kai Nan Investment Co., Ltd.	〃	〃	〃
	President International Trade and 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	〃	〃
	President Baseball Team Corp.	Management of professional baseball	〃	〃

Name of Investors	Name of subsidiaries	Business activities	Percentage owned by the Company March 31, 2008	Note
Uni-President Enterprises Corp.	Uni-President Dream Parks Corp.	Wholesale and retailing of food, advertising, etc.	100.00%	(Note 1)
	President Entertainment Corp.	Entertainment business	〃	(Note 1) (Note 3)
	President Organics Corp.	Sales of rice, vegetable, tea and drinks, etc.	〃	(Note 1) (Note 3)
	President Fair Development Corp.	Operation of shopping mall, department store, international trade	〃	(Note 1) (Note 3)
	Nanlien International Corp.	Importation and exportation business	99.99%	(Note 1)
	Tung Ho Development Corp.	Entertainment business	99.28%	〃 (Note 3)
	President Musashino Corp.	Sales of fresh food	90.00%	(Note 1) (Note 3)
	President Natural Industrial Corp.	Sales of healthy food	74.85%	(Note 1)
	Uni-President Development Corp.	General investments	70.00%	〃 (Note 3)
	President International Development Corp.	Industry investment	69.83%	(Note 1) (Note 3)

Name of Investors	Name of subsidiaries	Business activities	Percentage owned by the Company March 31, 2008	Note
Uni-President Enterprises Corp.	Qware Systems & Services Corp.	Data processing and software design services, etc.	51.34%	(Note 1) (Note 3)
	President Tokyo Corp.	Car rental	51.00%	(Note 1)
	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%	〃
	President Asia Enterprises Inc.	Operation of supermarket, landed estates and hotels, etc.	50.01%	〃 (Note 3)
	President Kikkoman Inc.	Manufacturing and sales of soya sauce	50.00%	(Note 1)
	Uni-President Biotechnology Co., Ltd.	Research and development of traditional chinese medicine, wholesale	50.00%	〃
	Ton Yi Industrial Corp.	Manufacturing of tinplates	47.24%	(Note 2) (Note 3)
	President Chain Store Corp.	Operation of supermarkets	45.40%	—

Name of Investors	Name of subsidiaries	Business activities	Percentage owned by the Company March 31, 2008	Note
Cayman President Holdings Ltd.	Uni-President Southeast Asia Holdings Ltd. and its subsidiaries	Professional investment, etc.	100.00%	(Note 1)
	Linkhope Intl. LLC.	General investments	〃	〃
	Uni-President Foods Corp.	Manufacturing and sales of instant noodles	〃	〃
	Uni-President International (HK) Co., Ltd.	Trading	〃	〃
	Uni-President Enterprises China Holdings Ltd. and its subsidiaries	Professional investment, etc.	73.49%	〃
	President Energy Development (Cayman Islands) Ltd.	Investment in energy resources	65.08%	〃 (Note 3)
	Zhangjiagang President Nisshin Food Co., Ltd.	Manufacturing and sales of fats, feeds and flour	60.00%	(Note 1)
Kai Nan Investment Co., Ltd.	Kai Nan (BVI) Investment Co., Ltd. and its subsidiaries	Investment in manufacturing business, etc.	100.00%	〃
President International Trade and Investment Corp.	Shanghai President International Food Co., Ltd.	Sales of biscuits and food	〃	〃 (Note 3)

Name of Investors	Name of subsidiaries	Business activities	Percentage owned by the Company March 31, 2008	Note
Kai Yu Investment Co., Ltd.	Kai Yu (BVI) Investment Co., Ltd. and its subsidiaries	Investment in manufacturing business, etc.	100.00%	(Note 1)
	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%	〃 (Note 3)
President Global Corp.	Ameripec Inc.	Manufacturing of food	100.00%	(Note 1)
Uni-President Dream Parks Corp.	Uni-Oao Travel Services Corp.	Tours business	〃	〃 (Note 3)
President Fair Development Corp.	Kainan Plywood & Wood Mfg. Co., Ltd.	Manufacturing and sales of wood	〃	(Note 1)
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	〃	〃	〃

Name of Investors	Name of subsidiaries	Business activities	Percentage owned by the Company March 31, 2008	Note
Nanlien International Corp.	Uni-President Auto Accessories Corp.	Wholesale of motor vehide parts and supplies	100.00%	(Note 1)
	Union Chinese Corp. and its subsidiaries	Sales of food	63.78%	〃
	Tun Hsiang Enterprises Corp, etc.	〃	36.00%～ 100.00%	〃
Tung Ho Development Corp.	President Being Corp.	Operation of gymnasium, spa, etc.	100.00%	〃
	Uni-Resort Corp.	Operation of restaurants, hotels and gymnasium	〃	〃
	Gu-Hsiang Co., Ltd.	Operation of restaurants and hotels	—	〃 (Note 4)
President Natural Industrial Corp.	High Wave Biotech Corp.	Sales of healthy food	100.00%	(Note 1)
President International Development Corp.	President (BVI) International Investment Holdings Ltd. and its subsidiaries	Investment in manufacturing business, etc.	〃	〃
	Ton Shou Investment Inc.	Professional investment	〃	〃

Name of Investors	Name of subsidiaries	Business activities	Percentage owned by the Company March 31, 2008	Note
President International Development Corp.	Ton Cheng Investment Inc.	Professional investment	100.00%	(Note 1)
	Ton Yu Investment Inc. and its subsidiaries	Professional investment etc.	〃	〃
	President Life Sciences Co., Ltd. and its subsidiaries	Manufacturing of chemical materials and instruments	〃	〃
	Presitex Co., Ltd. and its subsidiaries	Manufacturing and sales of clothing	〃	〃
	Tung Li Development Co., Ltd.	Land development	50.00%	〃
Qware Systems & Services Corporation	Professional E-Commerce (BVI) Services Ltd. and its subsidiaries	Information services	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	〃	〃

Name of Investors	Name of subsidiaries	Business activities	Percentage owned by the Company March 31, 2008	Note
Ton-Yi Industrial Corp.	Cayman Ton Yi Industrial Holdings Ltd. and its subsidiaries	Professional investment, etc.	100.00%	(Note 1)
	Tovecan Corp.	Manufacturing of cans, etc.	51.00%	〃
President Chain Store Corp.	PCSC (China) Supermarket Limited and its subsidiaries	Professional investment, etc.	100.00%	〃
	President Chain Store (BVI) Holdings Co., Ltd. and its subsidiaries	〃	〃	(Note 7)
	President Drugstore Business Corp.	Sales of cosmetics and medicine	〃	(Note 1)
	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.	〃	〃

Name of Investors	Name of subsidiaries	Business activities	Percentage owned by the Company March 31, 2008	Note
President Chain Store Corp.	Uni-President Cold Chain Corp.	Distribution center	100.00%	(Note 1) (Note 3)
	Uni-President Oven Bakery Corp. and its subsidiaries	Bread retailing, etc.	〃	(Note 1) (Note 3)
	Uni-President Department Store Corp.	Retail business	〃	(Note 1) (Note 3)
	President FN Business Corp.	〃	〃	(Note 1)
	Cold Stone Creamery Taiwan Ltd.	Restaurant business	〃	〃
	President Lanyang Art Center Co., Ltd.	Arts and culture	90.00%	〃
	President Transnet Corp.	Distribution business	〃	〃 (Note 3)
	President Information Corp.	Information services	86.00%	(Note 1) (Note 3)
	Mech-President Co. Ltd. and its subsidiaries	Operation of gas stations and manufacturing of elevator, etc.	83.74%	(Note 1) (Note 3)
	President Pharmaceutical Corp.	Wholesale of medicines and medical appliances	73.74%	(Note 1)

Name of Investors	Name of subsidiaries	Business activities	Percentage owned by the Company March 31, 2008	Note
President Chain Store Corp.	AHB Pet Plus Co., Ltd.	Cosmetology for pets	70.00%	(Note 1) (Note 5)
	President Collect Service Co., Ltd.	Collection agent for government institutions	70.00%	(Note 1)
	Retail Support International Corp. and its subsidiaries	Distribution centers, etc.	65.00%	〃 (Note 3)
	Bank Pro E-Services Technology Company	Information services	58.33%	(Note 1) (Note 3)
	Duskin Serve Taiwan Co., Ltd. and its subsidiaries	Sales of cleaning instruments	51.00%	(Note 1)
	Afternoon Tea Taiwan Corp.	Operation of resturant	〃	〃 (Note 6)
	Muji (Taiwan) Co., Ltd.	Retail business	〃	(Note 1) (Note 3)
	Books.Com.Tw	Network Bookstore	50.03%	(Note 1)
	Mister Donut Co., Ltd.	Bread retailing	50.00%	〃 (Note 7)
	President Starbucks Coffee Corp.	Operation of a chain of coffee shops	〃	(Note 1) (Note 3) (Note 7)
	Uni-President Yellowhat Corp.	Wholesale and retail of automotive accessories	〃	(Note 1) (Note 3) (Note 7)

(Note 1) The financial statements of certain investee companies reflect total assets and total liabilities amounting to $165,650,633, and $100,320,518, representing 61.64% and 59.07% of the related consolidated totals, respectively as of March 31, 2008, and total net income amounted to $262,764, representing 14.94% of the consolidated net income for the three-month period then ended. Those statements were not reviewed by independent accountants.

(Note 2) As of March 31, 2008, total assets and total liabilities amounted to $38,912,774, and $19,997,470, representing 14.48% and 11.77% of the related consolidated totals, respectively, and total operating revenues amounted to $6,687,110, representing 9.12% of the consolidated operating revenues for the three-month period then ended. These amounts were based on the financial statements that were reviewed by other independent accountants.

(Note 3) Jointly owned by the Company and the subsidiaries.

(Note 4) Gu-Hsiang Co., Ltd. had been liquidated in January 2008.

(Note 5) Acquired the majority interest in 2008.

(Note 6) New corporation.

(Note 7) 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 of 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 unreviewed 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 operationg 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 (20) Bonds payable.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accompanying first-quarter consolidated financial statements of the Company and its subsidiaries (collectively referred herein as the Group) are prepared in accordance with the Gin-Gwen-Jen (6) Letter No. 0960034217 and No. 0960064020 of the Financial Supervisory Commission, Executive Yuan, R.O.C., dated July 9, 2007 and November 15, 2007, respectively as

“Single Period Disclosure for the First Announcement of First-Quarter Consolidated Financial Statements” and “Simplified Disclosure for the Notes to First-Quarter Consolidated Financial Statements” and “Rules Governing the Preparation of Financial Statements by Securities Issuers”, “Business Entity Accounting Law”, “Regulation on Business Entity Accounting Handling” and accounting principles generally accepted in the Republic of China.

Additions to significant accounting policies, changes in accounting principles and details of significant accounts are summarized below. Except for the additions, all the others remain the same as disclosed in the notes to consolidated financial statements as disclosed in of and for the year ended December 31, 2007.

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

(a) Long-term equity investments in which the Group 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.

(2)Employees' bonuses and directors' and supervisors' remuneration

Pursuant to EITF 96-052 “Accounting for Employees’ Bonuses and Directors’ and Supervisors’ Remuneration”, prescribed by the R.O.C. Accounting Research and Development Foundation, the costs of employees’ bonuses and directors’ and supervisors’ remuneration are accounted for as expenses and liabilities, provided that such recognition is required under legal or constructive obligation and the amounts can be estimated reliably.

3. CHANGES IN ACCOUNTING PRINCIPLES

Effective January 1, 2008, the Company adopted the EITF 96-052 “Accounting for Employees’ Bonuses and Directors’ and Supervisors’ Remuneration”, prescribed by the R.O.C. Accounting Research and Development Foundation. As a result of the adoption of EITF 96-052, net income decreased by $206,435 and earnings per share decreased by $0.06 (in NT dollars) for the three-month period ended March 31, 2008.

4. DETAILS OF SIGNIFICANT ACCOUNTS

(1) Cash and cash equivalents

	March 31, 2008
Cash:	
Cash on hand	$ 1,201,101
Checking accounts	101,757
Demand deposits	15,908,114
Time deposits	12,721,027
	29,931,999
Cash equivalents:	
Commercial papers	4,507,600
	$ 34,439,599

(2) Financial assets at fair value through profit or loss

	March 31, 2008
Current items:	
Financial assets held for trading	
Mutual funds	$ 7,957,900
Listed (TSE and OTC) stocks	1,941,855
Credit Link Notes	87,616
	9,987,371
Adjustment of financial assets held for trading	(417,505)
	$ 9,569,866

The Group recognized net loss of $235,072 for the three-month period ended March 31, 2008.

(3)Available-for-sale financial assets

	March 31, 2008
Current items:	
Mutual funds	$ 30,059
Adjustment of available-for-sale financial assets	1,445
	$ 31,504
Non-current items:	
Listed (TSE and OTC) stocks	$ 3,479,276
Corporation bonds	50,875
	3,530,151
Adjustment of available-for-sale financial assets	4,864,195
	$ 8,394,346

(4)Notes receivable, net

	March 31, 2008
Notes receivable	$ 3,725,600
Less: Allowance for doubtful accounts	(100,209)
	$ 3,625,391

(5)Accounts receivable, net

	March 31, 2008
Accounts receivable	$ 10,019,995
Less: Allowance for doubtful accounts	(451,988)
	$ 9,568,007

(6)Other receivables, net

	March 31, 2008
Other receivables	$ 5,225,281
Less: Allowance for doubtful accounts	(63,379)
	$ 5,161,902

(7)Inventories

	March 31, 2008
Merchandise	$ 8,354,134
Raw materials	6,898,156
Raw materials in transit	1,947,747
Supplies	1,273,201
Work in process	1,495,970
Livestock in process	31,612
Finished goods	3,120,970
Livestock	15,500
Less: Allowance for decline in value of livestock	(10,225)
By-products	3,000
Land held for construction	362,243
Construction in progress-land	299,385
Construction in progress-buildings	41,156
Buildings and land held for sale	329,584
	24,162,433
Less: Allowance for price decline and obsolescence in inventories	(364,474)
	$ 23,797,959

For details on the interest capitalization of inventories, please refer to Note 4(11).

(8)Financial assets carried at cost

	March 31, 2008
Non-current items:	
Unlisted stocks	$ 9,565,816
Emerging stocks	7,691,222
Non-public trading bonds	909,619
	18,166,657
Less: Accumulated impairment	(1,600,974)
	$ 16,565,683

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

	March 31, 2008
Non-current item:	
Finance bonds	$ 45,000

(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:

	March 31, 2008	
Name of subsidiaries	Amount	Percentage owned
Jimmailang Beverage (Beijing) Co., Ltd.	$ 991,021	50.00
Cargill President Holding Pte. Ltd.	896,171	50.00
Presicarre Corp.	7,798,419	40.00
TTET Union Corp.	1,037,588	37.64
Eagle Cold Storage Enterprises Co., Ltd.	534,118	34.23
Kuang Chuan Dairy Co., Ltd.	1,176,671	31.25
Kang Na Hsiung Enterprise Co., Ltd.	791,169	29.93
President Securities Corp.	5,849,878	29.25
Scino Pharm Taiwan, Ltd.	761,073	20.78
Others (individually less than 2% of ownership)	4,662,158	20.00 ～50.00
	$24,498,266	

(b) Long-term investment income accounted for under the equity method was $308,637 for the three-month period ended March 31, 2008. Except for TTET Union Corp. and 2 other companies, the Company’s long-term investments in certain investee companies accounted for under the equity method were based on their financial statements which were not reviewed by independent accountants. As of March 31, 2008, long-term investments in these investee companies was $17,076,682 and related investment income recognized was $123,107 for the three-month period then ended.

(c) The investee companies adopted R.O.C. SFAS No. 34 “Financial Instruments: Recognition and Measurement”, and SFAS No. 36 “Financial Instruments: Disclosure and Presentation”. Accordingly, the Company had unrealized loss on market value decline of long-term equity investments by investee companies amounting to $1,515,194 (classified as unrealized gain or loss on financial instruments) as of March 31, 2008.

(11) Property, plant and equipment

(a) As of March 31, 2008, the revaluation increment and accumulated depreciation of property, plant and equipment are listed as follows:

	March 31, 2008	
Assets	Revaluation increment	Accumulated depreciation
Land	$ 3,758,970	$ -
Buildings	138,674	8,427,630
Machinery and equipment	38,197	34,820,879
Piping infrastucture and electricity generation equipment	6,675	2,383,425
Transportation equipment	858	2,031,541
Office equipment	289	2,869,518
Leased assets	-	268,319
Leasehold improvements	-	4,748,966
Other equipment	24,361	11,311,548
	$ 3,968,024	$66,861,826

(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 increments credited to asset revaluations 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 March 31, 2008. 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 as of March 31, 2008.

(c) The balance of provision for land value incremental tax on March 31, 2008 was $1,773,357.

(d) Interest expense before capitalization was $1,060,002, and interest capitalized totaled $29,981 with interest rates of 2.72%～5.30% for the three-month period ended March 31, 2008.

(e) As of March 31, 2008, the Company owned certain agricultural land amounting to $1,004,599, 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 Company. However, the Company 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, Taiwan 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 March 31, 2008, 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	$ 240,000	August 1997-July 2012 180 equal monthly

(2) As of March 31, 2008, 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
4.1.2008-3.31.2009	$ 21,049	$ 30,949
4.1.2009-3.31.2010	23,253	30,949
4.1.2010-3.31.2011	25,688	30,949
4.1.2011-3.31.2012	28,378	30,949
4.1.2012-7.31.2012	10,104	10,316
	108,472	$ 134,112
Less: Liabilities under capital lease within one year	(21,049)	
Capital lease payable - non-current	$ 87,423	

(h) The accumulated impairment of property, plant and equipment on March 31, 2008 was $182,503. Please refer to Note 4(16).

(12)Other intangible assets

As of March 31, 2008, other intangible assets are as follows:

	For the three-month period ended March 31, 2008										
	Beginning balance							Ending balance			
Item	Initial cost	Accumulated amortization	Effect of exchange rate changes	Book value	Additions	Amortization	Effect of exchange rate changes	Initial cost	Accumulated amortization	Effect of exchange rate changes	Net book value
Trademarks	$ 87,669	($ 15,269)	$ -	$ 72,400	$ -	($ 752)	$ -	$ 87,669	($ 16,021)	$ -	$ 71,648
Copyrights	14,057	(512)	-	13,545	-	-	-	14,057	(512)	-	13,545
Land use rights	2,212,549	(99,412)	-	2,113,137	-	(10,532)	-	2,212,549	(109,944)	-	2,102,605
Land occupancy rights	1,283,063	(61,439)	48,718	1,270,342	-	(12,546)	(26,007)	1,283,063	(73,985)	22,711	1,231,789
Others	1,842,453	(855,743)	-	986,710	27,384	(93,236)	-	1,869,837	(948,979)	-	920,858
	$ 5,439,791	($ 1,032,375)	$ 48,718	4,456,134	$ 27,384	($ 117,066)	($ 26,007)	$ 5,467,175	($ 1,149,441)	$ 22,711	4,340,445
Less: Discount on land use rights				(141,985)							(141,985)
Accumulated impairment				(13,545)							(13,545)
				$ 4,300,604							$ 4,184,915

For details of accumulated impairment, please refer to Note 4(16).

(13)Assets leased to others

	March 31, 2008						
	Cost			Accumulated depreciation			
		Revaluation			Revaluation		Net
	Historical	increment	Total	Historical	increment	Total	book value
Land	$4,157,624	$1,580,504	$5,738,128	$ -	$ -	$ -	$5,738,128
Buildings	2,931,754	14,075	2,945,829	(398,586)	(13,411)	(411,997)	2,533,832
Machinery and equipment	420	-	420	(387)	-	(387)	33
Piping infrastructure and electricity generation equipment	9,674	-	9,674	(8,012)	-	(8,012)	1,662
Office equipment	2,717	-	2,717	(2,431)	-	(2,431)	286
Other equipment	267,201	4,290	271,491	(196,933)	(4,290)	(201,223)	70,268
	$7,369,390	$1,598,869	$8,968,259	($ 606,349)	($ 17,701)	($ 624,050)	8,344,209
Less: Accumulated impairment							(11,478)
							$8,332,731

(a) Rental revenues for the three-month period ended March 31, 2008 was $42,773.

(b) The Group 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(11).

(c) For details of accumulated impairment, please refer to Note 4(16).

(14)Idle assets

	March 31, 2008						
	Cost			Accumulated depreciation			
	Historical	Revaluation increment	Total	Historical	Revaluation increment	Total	Net book value
Land	$1,260,759	$ 566	$1,261,325	$ -	$ -	$ -	$1,261,325
Buildings	343,359	4,373	347,732	(87,622)	(4,357)	(91,979)	255,753
Machinery and equipment	345,689	-	345,689	(249,261)	-	(249,261)	96,428
Piping infrastructure and electricity generation equipment	1,950	-	1,950	(1,575)	-	(1,575)	375
Office equipment	2,508	-	2,508	(2,276)	-	(2,276)	232
Other equipment	33,454	978	34,432	(26,003)	(978)	(26,981)	7,451
	$1,987,719	$ 5,917	$1,993,636	($ 366,737)	($ 5,335)	($ 372,072)	1,621,564
Less: Accumulated impairment							(123,544)
							$1,498,020

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(11).

B. For details of accumulated impairment, please refer to Note 4(16).

(15)Deferred expenses

		2008
Beginning balance	$	1,129,647
Additions		55,374
Amortization	(	67,441)
Effect of exchange rate changes	(	6,505)
Ending balance	$	1,111,075

The deferred expenses include lease of packing machines. The minimum advance rental payments are amortized over 8～12 years, the estimated economic lives of the packing machines. Other quarterly rental payments and cost based on units-of-production are charged as current expense.

(16)Impairment of assets

After reversal of impairment loss previously recognized, the total accumulated impairment as of March 31, 2008 was $1,932,044.

Details are set forth below:

Item		March 31, 2008
Recorded as impairment loss:		
Financial assets carried at cost - non-current (Note)	$	1,600,974
Property, plant and equipment (Note)		182,503
Copyrights		13,545
Leased property (Note)		11,478
Idle assets (Note)		123,544
	$	1,932,044

The accumulated impairment summarized by department are as follows:

Department		March 31, 2008
Entertainment business	$	153, 881
Tinplate business		43, 017
Foods		191, 573
Feeds		96, 988
Retail chain stores		568, 785
General department		877, 800
	$	1, 932, 044

(Note) Part of financial assets carried at cost - non-current have been recognized or disposed, property, plant and equipment has been recognized or disposed and idle assets have been recognized, disposed or transferred to property, plant and equipment during the three-month period ended March 31, 2008. As such, impairment loss of $28,100 was recognized for the three-month period ended March 31, 2008.

(17)Short-term loans

	March 31, 2008	Collateral or security
Unsecured bank loans	$ 21,950,738	—
Secured bank loans	3,764,976	(Note)
	$ 25,715,714	
Range of interest rates	1.09%～7.50%	

(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

	March 31, 2008	Collateral or security
Commercial papers payable	$ 9,034,236	(Note)
Less: Prepaid interest	(2,278)	
	$ 9,031,958	
Range of interest rates	0.25%～3.98%	

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 under the equity method, land, buildings, and other assets-other.

(19)Financial liabilities at fair value through profit or loss

	March 31, 2008
Current items:	
Financial liabilities held for trading	
Derivatives	$ 32, 489

(a) The Company recognized net loss of $32,489 for the three-month period ended March 31, 2008.

(b) The trading items and contract information of derivatives are as follows:

	March 31, 2008	
	Contract Amount	Contract Period
Forward exchange contracts	USD 56,000,000	2.2008～6.2008

The forward exchange contracts are sell NTD buy USD to hedge the change of exchange rate due to import and export, but not adopting the hedge accounting.

(20)Bonds payable

	March 31, 2008
Secured domestic bonds payable	$ 6,780,000
Secured convertible bonds	5,000,000
	11,780,000
Less:Discount on bonds payable	(324,052)
Current portion of bonds payable	(3,280,000)
	$ 8,175,948

A. 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.

B. 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.

C. 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:

Bonds	Coupon rate
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 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 bonds are guaranteed by Mega International Commercial Bank.

D. 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.

Bonds	Coupon rate
F and G	If (5 Year TWD IRS－2 Year TWD IRS) ＜=1.15%, then the coupon rate is 3X (5 Year TWD IRS－2 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 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.

E. The Company issued unsecured convertible bonds at premium price on October 2007 which was 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 March 31, 2008, 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 March 31, 2008, 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 are the same with those issued originally.

F. 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 of Financial Instruments".

G. 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 bonds are repayable at the maturity date.

(21)Long-term loans

	March 31, 2008	Collateral or security
Unsecured bank loans	$ 46,262,655	—
Secured bank loans	14,490,026	(Note)
Revolving credit facility	5,000,000	—
	65,752,681	
Less: Prepaid interest	(7,316)	
Current portion of long-term loans	(4,323,665)	
	$ 61,421,700	
Range of maturity date	2008.6～2025.9	
Range of interest rates	0.25%～7.17%	

(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.

(22)Other liabilities - other

	March 31, 2008
Land use rights payable	$ 1,750,000
Less: Discount on land use rights payable	(210,498)
	$ 1,539,502

As of March 31, 2008, land use rights payable and discount are listed as follows:

Year	Land use rights payable	Discount on land use rights payable
April 1～December 31, 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)	750,000	39,316
	$ 1,750,000	$ 210,498

(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.

(b) For stock warrants of convertible bonds, please refer to Note 4(20).

(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 earnings, after paying all taxes and dues and offsetting any loss of prior years, 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 at a meeting of the Board of Directors and approved at the stockholders' meeting. Of the amount distributed by the Company, stockholders' bonuses shall comprise 50% to 100% of the accumulated unappropriated retained earnings, directors' and supervisors' remuneration shall comprise 2% and at least 0.2% for employees' bonuses. The percentage of cash dividends shall not be less than 30% of dividends distributed.

(c) The appropriation of 2007 earnings had been proposed by the Board of Directors on April 16, 2008. Details are summarized below:

	2007	
	Amount	Dividends per share (in dollars)
Legal reserve	$ 1,101,699	$ -
Stock dividends	1,777,686	0.50
Cash dividends	7,110,747	2.00
Directors' and supervisors' remuneration	198,306	-
Employees' cash bonus	851,964	-
Total	$ 11,040,402	$ 2.50

As of May 12, 2008, the appropriation of 2007 earnings had not been resolved by the stockholders. Information on the appropriation of the Company's earnings as resolved by the Board of Directors and approved by the stockholders will be posted in the "Market Observation Post System" at the website of the Taiwan Stock Exchange.

(d) The estimated amounts of employees' bonus and directors' and supervisors' remuneration for the three-month period ended March 31, 2008 are $171,810 and $20,550, respectively, and are recognized as operating costs or operating expenses for 2008. However, if the estimated amounts are different from the amounts approved by the stockholders subsequently, the difference is recognized as gain or loss in 2009. The basis of estimates is based on a certain percentage of 2008 net income after taking into account the legal reserve and other factors as prescribed under the Company’s Articles of Incorporation. The calculation of shares of stock bonus distributed is based on the closing price of the Company's common stock on the day prior to the 2009 stockholders’ meeting after taking into account the effects of ex-rights and ex-dividends.

Information on the appropriation of the Company’s employees’ bonus and directors’ and supervisors’ remuneration as resolved by the Board of Directors and approved by the stockholders will be posted in the “Market Observation Post System” at the website of the Taiwan Stock Exchange.

(e) As of March 31, 2008, the balance of unappropriated earnings were as follows:

	March 31, 2008
(i) Unappropriated earnings before 1998	$ 36,165
(ii) Unappropriated earnings in and after 1998	
A: 10% income tax unpaid balance	11,016,987
B: 10% income tax paid balance	109,910
	$ 11,163,062

Consolidated net income in the amount of $1,177,616 for the three-month period ended March 31, 2008 cannot be distributed since the amount has not been approved by the stockholders.

(f) As of March 31, 2008, the imputation tax credit account balance amounted to $30,070. 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) Basic earnings per common share (eps)

	For the three-month period ended March 31, 2008				
	Amount		Weighted-average number of shares outstanding during the period	EPS (in NT dollars)	
	Before tax	After tax	(shares in thousands)	Before tax	After tax
Basic EPS					
Net income	$2,511,990	$ 1,177,616	3,555,373	$ 0.71	$ 0.33
Dilutive effect of common stock equivalents:					
Convertible bonds	31,561	23,671	89,286		
Diluted EPS					
Net income	$2,543,551	$ 1,201,287	3,644,659	$ 0.70	$ 0.33

5. <u>RELATED PARTY TRANSACTIONS</u>

(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.	〃
Ztong Yee Industrial Co., Ltd.	〃
President Securities Corp.	〃
Cargill President Holdings Pte Limited	The company is a director
President Fuche (Qingdo) Co., Ltd.	A subsidiary of Cayman President Holdings Ltd. (accounted for under the equity method)
Jimmailang Beverage (Beijing) Co., 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.
Life Information Service (Shanghai) Ltd.	An affiliated company of Q-Ware Systems & Services Corp. (accounted for under the equity method)
Hi-life International Co., Ltd.	A subsidiary of Kuang Chuan Pasture Co., Ltd. (accounted for under the equity method) (Note 1)
Starbucks Coffee International, Inc.	An investee company of President Coffee Corp. and President Coffee (Cayman) Limited (accounted for under the equity method)
Representatives of Ryohin Keikaku Co., Ltd.	Stockholder of Muji (Taiwan) Co., Ltd. (accounted for under the equity method)
Representative of Duskin Co., Ltd.	Stockholder 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)
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. (accounted for under the equity methld) (Note 2)
Toyota Tsusho Corp.	A director of Ton-Yi Industrial Corp.

(Note 1) Subsidiary accounted for under the equity method.

(Note 2) The Company is a director.

(b) Transactions and balances with related parties

1. Sales

	For the three-month period ended March 31, 2008	
	Amount	Percentage of net sales
TTET Union Corp.	$ 822,948	1
Presicarre Corp.	510,654	1
Far-Tung Enterprises Corp.	257,313	-
Hi-life International Co., Ltd.	217,605	-
Others (Individually less than 10%)	853,575	1
	$ 2,662,095	3

(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 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 terms of other subsidiaries to related parties were the same for third parties.

2. Purchases

	For the three-month period ended March 31, 2008	
	Amount	Percentage of net purchases
Toyota Tsusho Corp.	$ 1,474,366	3
TTET Union Corp.	346,162	1
Others (Individually less than 10%)	225,176	-
	$ 2,045,704	4

(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 companies:

TTET Union Corp. closes its accounts 30 days from the end of each month.

(ii) The payment term for purchases from President Musahino Corp. was 30～70 days. The payment term for third parties was 45～70 days or pays postdated checks due in 45～60 days.

(iii) The purchase terms of other subsidiaries from related parties were the same for third parties.

3. Purchases of property, plant and equipment

	Items	For the three-month period ended March 31, 2008
Ta Chen Construction & Engineering Corp.	Construction in progress	$ 842,078
Others (Individually less than 10%)	Transportation, office equipment and other equipment	6,406
		$ 848,484

The Group purchased certain fixed assets from other related parties at negotiated prices.

4. Processing expenses

	For the three-month period ended March 31, 2008
TTET Union Corp.	$ 75, 228

5. Other expense

	For the three-month period ended March 31, 2008
Kuan Chang Enterprises Corp.	$ 12,234
Hi-life International Co., Ltd.	11,431
Far -Tung Enterprises Corp.	8,319
President Securities Corp.	8,270
Others (Individually less than10%)	26,884
	$ 67,138

6. Interest income: Please refer to Note 5 (3).

7. Other income

	For the three-month period ended March 31, 2008
Management and technical consultancy fees:	
Ztong Yee Industrial Co., Ltd.	$ 3,000
Cargill	1,810
	4,810
Other income:	
Far-Tung Enterprises Corp.	7,509
Sin-Tung Co., Ltd.	6,076
Master Channels Corporation	5,094
Hi-life International Co., Ltd.	3,720
Others (Individually less than 10%)	11,195
	33,594
	$ 38,404

8. Notes receivable

	March 31, 2008	
	Amount	Percentage
Huei Tung Enterprise Corp.	$ 20,746	1
Hi-life International Co., Ltd.	13,011	-
Others (Individually less than 10%)	2,631	-
	$ 36,388	1

9. Accounts receivable

	March 31, 2008	
	Amount	Percentage
Presicarre Corp.	$ 534,218	5
TTET Union Corp.	216,280	2
Hi-life International Co., Ltd.	175,913	2
Others (Individually less than 10%)	419,219	3
	$ 1,345,630	12

10. Other receivables (including financing)

	March 31, 2008	
	Amount	Percentage
Life Information Service (Shanghai) Ltd.	$ 17,840	1
Far-Tung Enterprises Corp.	9,506	-
Kuan Chang Enterprises Corp.	8,309	-
Others (Individually less than 10%)	15,234	-
	$ 50,889	1

11. Long-term notes receivable (including financing)

	March 31, 2008	
	Amount	Percentage
Uni-President Land Corporation	$ 33,375	99

12. Accounts payable

	March 31, 2008	
	Amount	Percentage
TTET Union Corp.	$ 96,316	1
Representatives of Ryohin Keikaku Co., Ltd.	63,375	-
Toyota Tsusho Corp.	37,945	-
Jimmailang Beverage (Beijing) Co., Ltd.	31,651	-
Others (Individually less than 10%)	41,651	-
	$ 270,938	1

13. Accrued expenses

	March 31, 2008	
	Amount	Percentage
Presicarre Corp.	$ 54,246	1
Hi-life International Co., Ltd.	40,307	-
TTET Union Corp.	28,303	-
Others (Individually less than 10%)	28,809	-
	$ 151,665	1

14. Other payables

	March 31, 2008	
	Amount	Percentage
Ta Chen Construction & Engineering Corp.	$ 458,874	6
Others (Individually less than 10%)	1,513	-
	$ 460,387	6

15. Long-term notes payable

	March 31, 2008	
	Amount	Percentage
Ta Chen Construction & Engineering Corp.	$ 166,818	25

(c) Financing

Loans receivable from related parties (classified as other receivables-related parties and long term notes receivable-related parties):

	For the three-month period ended March 31, 2008				
	Maximum balance date	Maximum balance	Ending balance	Annual interest rate	Total interest income
Uni-President Land Corporation	2008.01	$ 33,375	$ 33,375	7.00%	$ 584
Life Information Service (Shanghai) Ltd.	2008.03	17,840	17,840	-	-
President Fuche (Qingdo) Co., Ltd.	2008.03	4,430	2,215	6.66%～8.88%	116
			$ 53,430		$ 700

(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.

(v) As of March 31, 2008, the endorsement and guarantee provided the Group amounted to $1,359,410.

6. PLEDGED ASSETS

As of March 31, 2008, the details of pledged assets were as follows:

Assets	March 31, 2008	Purpose of collateral
Financial assets at fair value through profit or loss - current	$ 82,600	Short-term loans and notes and bills payable
Demand deposits, certificate of deposit and short-term bills (Classified as other financial assets)	586,104	Short-term loans, notes and bills payable, long-term loans and performance guarantees
Inventories	725,415	Short-term loans and notes and bills payable
Available-for-sale financial assets - non-current	198,992	Short-term loans and long-term loans
Financial assets carried at cost - non-current	3,110,883	Short-term loans and long-term loans
Long-term equity investments accounted for for under the equity method	2,680,143	Short-term loans, notes and bills payable and long-term loans
Land (Note)	9,658,047	Short-term loans, notes and bills payable and long-term loans
Buildings-net (Note)	8,283,296	Short-term loans, notes and bills payable and long-term loans
Machinery and equipment-net (Note)	649,396	Short-term loans and long-term loans
Transportation equipment-net	424,976	Long-term loans
Other equipment-net	430,679	Short-term loans and long-term loans
Other intangible assets-land occupancy	1,960,620	Long-term loans
Refundable deposits	177,633	Performance guarantees
Other assets-other	807,542	Notes and bills payable
	$ 29,776,326	

(Note) Including property, plant and equipment, assets leased to others, idle assets and other assets.

7. COMMITMENTS AND CONTINGENT LIABILITIES

As of March 31, 2008, the contingent liabilities and commitments of the Group in addition to Note 5(4) were as follows:

(a) The remaining balance due for construction in progress and prepayments for equipment were as follows:

	March 31, 2008
Construction in progress	$ 58,653
Prepayments for equipment	41,896
	$ 100,549

(b) As of March 31, 2008, the unused letters of credit amounted to $2,393,818.

(c) In July 2000, President Chain Store Corp. signed a perpetual technical cooperation contract (the Contract) with 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 should maintain no less than 40% ownership of President Chain Store Corp.

(d) 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 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.

(e) In September 2005, the Company borrowed from Chinatrust Bank and 7 other banks under a 5-year syndicated credit facility 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.

(f) 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.

(g) 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.

(h) President Entertainment Corp. (PEC) signed a non-public use hillside land development contract with the National Property Bureau in January and August of 1999. The National Property Bureau agreed to allow PEC to jointly develop two 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 charged or used illegally, the National Property Bureau will charge 25% of public price of the land as compensation.

(i) President Entertainment Corp. (PEC) signed a non-public use hillside land development contract with the 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.

(j) 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.

(k) 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 March 31, 2008, the loans for the initiation fees and security deposits amounted to $51,947 and $76,270, respectively.

(l) President Musashino Corp. has signed the rental agreements with the Taipei Industrial District, and the estimated minimum annual rental expense is as follows:

Year		Total rental expense	
2008.4.1～		$	4,680
2009			6,360
2010			6,480
2011			6,600
2012			6,780
2013～	2021 (Present value $53,505)		69,120
		$	100,020

(m) 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 in design (for a total of 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 March 31, 2008, 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.

(n) In July 2006, President Tokyo Corp. borrowed from Mega International Commercial Bank and other banks under a 3-year syndicated credit facility agreement including commercial papers guarantee and unsecured bank loans from July 4, 2006 to June 30, 2009. Under the terms of the loan agreement, the Company agrees that:

(1) The capital ratio computed from the year-end audited non-consolidated financial statements shall be above 8%.

(2) The interest coverage ratio computed from the year-end audited non-consolidated financial statements shall not be below 250%.

(3) The year-end audited consolidated tangible stockholders' equity shall not be less than $200,000.

(o) To construct the Tinplate Plant and Tin Mill Black Plate Plant, Ton Yi Industrial Corp. has signed a land lease contract with Taiwan Sugar Corp. The term of the 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 is $14,555 as of March 31, 2008.

(p) 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.

(q) 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 March 31, 2008, the paid construction fee amounted to $217,206.

(r) President Chain Store Corp. (PCSC) signed the rental agreements with non-related parties to rent store spaces with lease periods ranging from 3 to 12 years. As of March 31, 2008, PCSC has prepaid rent and guarantee deposits in the amount of $920,994 and $1,700,051, respectively. Summary of the estimated annual rental expenses of PCSC is as follows:

Year	Total rental expense
2008.4.1～2008.12.31	$ 4,858,015
2009	6,028,980
2010	5,709,596
2011	5,238,370
2012	4,451,802
2013 and thereafter (Present value $9,265,121)	11,032,102
	$ 37,318,865

(s) 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 a fixed amount of expense as "Technical guidance fixed expenses" to Hankyu Department Store, Inc. each year after opening.

(t) 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.

(u) In June 2007, Mech-President Corp. (MPC) 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:

(1) The current ratio computed from the year-end audited non-consolidated financial statements shall not be below 80%.

(2) The debt-to-equity ratio computed from the year-end audited non-consolidated financial statements shall not be above 330%.

(3) The interest coverage ratio computed from the year-end audited non-consolidated financial statements shall not be below 200%.

(4) The year-end audited non-consolidated stockholders' equity shall not be less than $600,000.

(5) The current ratio computed from the year-end audited consolidated financial statements shall not be below 80%.

(6) The debt-to-equity ratio computed from the year-end audited consolidated financial statements shall not be above 330%.

(7) The interest coverage ratio computed from the year-end audited consolidated financial statements shall not be below 200%.

(8) The year-end audited consolidated tangible stockholders' equity shall not be less than $600,000.

(9) If any of the financial ratio or regulations above have been violated, MPC shall improve it within half a year. Should the MPC fail to meet the reguired financial ratios and regulations by then, it will be considered as a violation of the agreement.

(10) Under the terms of the loan agreement and before MPC apply for inital public offering (in TSE or OTC), the Company and President Chain Store Corp. shall hold and control no less than 50% ownership of MPC. After MPC becomes a listed or counter company, the Company and President Chain Store Corp. shall hold and control no less than 25% ownership of MPC.

As of March 31, 2008, the debt-to-equity ratio, interest coverage ratio and the non-consolidated stockholders' equity of MPC did not meet the required levels in the agreement. According to the agreement, MPC should meet these requirements within 6 months from the date it failed to comply with such requirements. MPC will try to achieve the required terms by controlling supplies on hand, inventories and expenses.

8. SIGNIFICANT CATASTROPHE

None.

9. SUBSEQUENT EVENTS

None.

10.OTHERS

(1)The fair values of the financial instruments

	March 31, 2008		
		Fair value	
	Book value	Quotations in an active market	Estimated using a valuation method
Non–derivative financial instruments			
Assets			
Financial assets with book value equal to fair value	$ 54,699,633	$ -	$ 54,699,633
Financial assets at fair value through profit or loss	9,569,866	9,569,866	-
Available-for-sale financial assets - non-current	8,425,850	8,425,850	-
Financial assets carried at cost - non-current	16,565,683	-	-
Investment in bonds without active markets	45,000	-	45,000
Refundable deposits	2,336,475	-	2,336,475
Long-term notes, accounts and overdue receivables	33,786	-	33,786
Liabilities			
Financial liabilities with book value equal to fair value	85,229,150	-	85,229,150
Bonds payable-ordinary	3,500,000	-	3,500,000
Bonds payable-convertible	4,675,948	5,150,000	-
Long-term loans	61,421,700	-	61,421,700
Long-term notes payable	666,678	-	666,678
Capital lease payables - non-current	87,423	-	87,423
Guarantee deposits received	3,802,402	-	3,802,402
Derivative financial instruments			
Liabilities			
Forward Foreign Exchange Contracts	32,489	-	32,489
Interest Rate Swap Contracts	24,549	-	24,549

(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 the amount at the balance sheet 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, corporate 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 inflows, which are discounted based on the interest rate of one-year time deposit of the Postal Savings System at March 31, 2008.

(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 March 31, 2008.

(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 Company recognized the amount of $352,272 as reduction to stockholders’ equity for the changes in fair value of available-for-sale financial assets as of March 31, 2008.

(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 uses derivative financial instruments to hedge certain risk exposures.

(3)<u>Information of material financial risk</u>

A.Market risk

(a)Exchange rate risk

Some purchases are valued in US dollars, thus the fair value changes with market 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.

(b)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 for 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 minimal fluctuations. Commercial papers payable have no market risk due to fixed interest rates.

(c)Price risk

The Group entered into equity derivative financial instruments which are affected by changes in market 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. 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 inflows or outflows for principal amounts on settlement date. The Group has sufficient operating capital to meet cash requirements upon settlement date. Therefore, the cash flow risk is low. The available-for-sale financial instruments-publicly traded stocks have active markets where the Group can sell financial instruments 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 are there are no cash inflows or outflows for principal amounts on settlement date. The Group has sufficient operating capital to meet cash requirements 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 its having fixed interest rates.

E. The information of the derivative financial instruments is disclosed as follows:

	March 31, 2008	
Item	Notional principal amount	Contract period
Interest Rate Swap Contracts	$12,080,000	2003.01～2009.09

The Group entered into derivative financial instruments to manage exposures related to foreign exchange rate and interest rate fluctuations. The loss on derivative financial instruments was $12,304 as addition to interest expense for the three-month period ended March 31, 2008.

(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.

	Designated for hedging instruments			
Hedged item	Financial instruments was designated for hedging instrument	Contract amount March 31, 2008	Period of anticipated cash flow	Period of gain (loss) recognized in statement of income
Bonds payable	Interest rate swap contracts	$ 12,080,000	April 2008 to September 2009	April 2008 to September 2009

Item	March 31, 2008
Amount of equity adjustment	$ 46,618

11.ADDITIONAL DISCLOSURES REQUIRED BY THE SECURITIES AND FUTURE

(1)Related information of significant transactions

Not required for the first quarter consolidated financial statements.

(2)Disclosure information of investee company

Not required for the first quarter consolidated financial statements.

(3)Disclosure of information on indirect investments in Mainland China

Not required for the first quarter consolidated financial statements.

(4) Intercompany Relationships and Significant Intercompany Transactions

For the three-month period ended March 31, 2008:

Number (Note 2)	Name of company	Name of counterparty	Kind of relationships (Note 3)	Transaction condition: Account	Amount	Transaction terms	Percentage of consolidated total operating revenues or total assets (Note 4)
0	Uni-President Enterprises Corp.	Uni-President Cold Chain Corp.	1	(Sales)	($ 1,550,342)	Closes its accounts 30 days after the end of each month	(2%)
			1	Accounts receivable	868,467	－	－
		Tung Ang Enterprises Corp.	1	(Sales)	(1,417,680)	Closes its accounts 10 days and collect 28 days	(2%)
			1	Accounts receivable	497,463	－	－
		Tun Hsiang Enterprises Corp.	1	(Sales)	(461,340)	2 months after sales	(1%)
			1	Accounts receivable	294,359	－	－
		Retail Support International Corp.	1	(Sales)	(384,464)	Closes its accounts 30 days after the end of each month	(1%)
			1	Accounts receivable	161,103	－	－
		President Chain Store Corp.	1	(Sales)	(357,160)	Closes its accounts 30 days after the end of each month	－
			1	Accounts receivable	143,304	－	－
		Tung Shun Enterprises Corp.	1	(Sales)	(214,700)	2 months after sales	－
			1	Accounts receivable	177,279	－	－
		Tone Chu Enterprises Corp.	1	(Sales)	(147,539)	2 months after sales	－
		Uni-President Vendor Corp.	1	(Sales)	(124,053)	Closes its accounts 20 days after the end of each month	－
		President Kikkoman Inc.	2	Purchases	251,480	one month	－
		President Nisshin Corp.	2	Purchases	114,957	fifteen days	－
1	Cayman President Holdings Ltd.	Uni-President Southeast Asia Holdings Ltd.	3	Long-term receivables	US 8,640	－	－

Number (Note 2)	Name of company	Name of counterparty	Kind of relationships (Note 3)	Transaction condition: Account	Amount	Transaction terms	Percentage of consolidated total operating revenues or total assets (Note 4)
2	President International Trade & Investment Corp.	Cayman President Holdings Ltd.	3	Long-term receivables	US 6,630	－	－
3	Nanlien International Corp.	Lien Bo Enterprises Corp.	3	(Sales)	(280,335)	Closes its accounts 15-60 days after the end of each month	－
4	President Musashino Corp.	Uni-President Cold Chain Corp.	3	(Sales)	(270,548)	Closes its accounts 45 days after the end of each month	－
			3	Accounts receivable	190,541	－	－
5	President International Development Corp.	Presitex Co., Ltd.	3	Other receivables	471,800	－	－
6	Ton-Yi Industrial Corp.	Cayman Ton Yi Industrial Holdings Ltd.	3	(Sales)	(2,089,084)	Closes its accounts 45 days after the end of each month	(3%)
			3	Accounts receivable	1,327,298	－	－
7	Uni-President (Thailand) Ltd.	Uni-President Marketing Ltd.	3	(Sales)	(THD 180,164)	Closes its accounts 60 days after the end of each month	－
			3	Accounts receivable	THD 125,137	－	－
8	Uni-President Asia Holdings Ltd.	President Enterprises (China) Investment Co., Ltd.	3	Other receivables	RMB 179,200	－	－
9	President Enterprises (China) Investment Co., Ltd.	Integrated Marketing & Distributior Co.,Ltd.	3	Other receivables	RMB 23,200	－	－
10	Hefei President Enterprises Co., Ltd.	Kunshan President Enterprises Food Co., Ltd.	3	(Sales)	(RMB 37,563)	Closes its accounts 30 days after the end of each month	－
			3	Accounts receivable	RMB 30,891	－	－
11	Kunshan President Enterprises Food Co., Ltd.	Beijing President Food Co., Ltd.	3	Other receivables	RMB 35,000	－	－
		Hefei President Enterprises Co., Ltd.	3	Other receivables	RMB 30,000	－	－

Number (Note 2)	Name of company	Name of counterparty	Kind of relationships (Note 3)	Transaction condition			
				Account	Amount	Transaction terms	Percentage of consolidated total operating revenues or total assets (Note 4)
12	Guangzhou President Enterprises Co., Ltd.	Guangzhou President Heathly Food Technology Co., Ltd	3	Other receivables	RMB 26,000	－	－
13	Meishan President Feed & Oil Co., Ltd.	Zhongshan President Enterprises Co., Ltd.	3	Other receivables	RMB 24,000	－	－
14	Tianjiang President Enterprises Food Co., Ltd.	Sanshui Jianlibao Commerce Co. , Ltd	3	Other receivables	RMB 30,000	－	－
15	Kai Yu (BVI) Investment Co., Ltd.	Cayman President Holdings Ltd.	3	Other receivables	US 11,080	－	－
16	Tung Ang Enterprises Corp.	Retail Support International Corp.	3	(Sales)	(487,729)	Closes its accounts 30 days after the end of each month	(1%)
		Tun Hsiang Enterprises Corp.	3	Accounts receivable	174,170		－
			3	(Sales)	(289,851)	77 days after sales	－
			3	Accounts receivable	251,788		－
		Tung Yu Enterprises Corp.	3	(Sales)	(104,905)	46 days after sales	－
17	Union Chinese Corp.	Lien Bo Enterprises Corp.	3	(Sales)	(102,545)	Closes its accounts 60 days after the end of each month	－
18	Lien Bo Enterprises Corp.	Retail Support International Corp.	3	(Sales)	(240,620)	Closes its accounts 15-70 days after the end of each month	－
19	Shanghai E&P Trading Co., Ltd.	Kunshan President Enterprises Food Co., Ltd.	3	(Sales)	(RMB 25,014)	Closes its accounts 30 days after the end of each month	－
20	Rich Universe International Limited	Uni-Splendor Corp.	3	(Sales)	(US 39,659)	According to the state of fund	(2%)
			3	Accounts receivable	US 4,192	－	－
		Grand-Prosper (HK) Ltd.	3	(Sales)	(US 12,335)	According to the state of fund	(1%)
21	Uni-Splendor Corp.	Ever-Splendor Electrics (Shenzhen) Co., Ltd.	3	(Sales)	(US 7,570)	According to the state of fund	－
		Rich Universe International Limited Limited					

Number (Note 2)	Name of company	Name of counterparty	Kind of relationships (Note 3)	Transaction condition			
				Account	Amount	Transaction terms	Percentage of consolidated total operating revenues or total assets (Note 4)
22	Grand-Prosper (HK) Ltd.	Rich Universe International Limited	3	(Sales)	(HKD 262,579)	According to the state of fund	(2%)
		Uni-Splendor Technology (Huizhou) Corp.	3	(Sales)	(HKD 96,116)	According to the state of fund	(1%)
			3	Accounts receivable	HKD 997,996	－	2%
23	Da Tong Ying Crop.	Rich Universe International Limited	3	Long-term receivables	161,900	－	－
24	Uni-Splendor Technology (Huizhou) Corp.	Grand-Prosper (HK) Ltd.	3	(Sales)	(RMB 241,069)	According to the state of fund	(1%)
25	Ever-Splendor Electrics (Shenzhen) Co., Ltd.	Uni-Splendor Corp.	3	(Sales)	(RMB 171,644)	According to the state of fund	(1%)
26	Cayman Ton Yi Industrial Holdings Ltd.	Fujian Ton Yi Tinplate Co., Ltd.	3	(Sales)	(US 35,041)	Closes its accounts 45 days after the end of each month	(1%)
			3	Accounts receivable	US 22,542	－	－
		Jiangsu Ton Yi Tinplate Co., Ltd.	3	(Sales)	(US 26,263)	Closes its accounts 45 days after the end of each month	(1%)
			3	Accounts receivable	US 16,259	－	－
		Chengdu Ton Yi Industrial Packaging Co., Ltd.	3	Other receivables	US 7,000	－	－
27	Wisdom Distribution Services Corp.	President Chain Store Corp.	3	(Sales)	(2,186,916)	Closes its accounts 20-65 days after the end of each month	(3%)
			3	Accounts receivable	948,158	－	－
28	Uni-President Cold Chain Corp.	President Chain Store Corp.	3	(Sales)	(3,686,084)	Closes its accounts 20-40 days after the end of each month	(5%)
			3	Accounts receivable	2,156,601	－	1%
29	President Transnet Corp.	President Chain Store Corp.	3	(Sales)	(177,410)	Closes its accounts 15 days after the end of each month	－

Number (Note 2)	Name of company	Name of counterparty	Kind of relationships (Note 3)	Transaction condition			
				Account	Amount	Transaction terms	Percentage of consolidated total operating revenues or total assets (Note 4)
30	President Information Corp.	President Chain Store Corp.	3	(Service revenues)	($ 147,402)	Closes its accounts 45 days after the end of each month	−
			3	Accounts receivable	150,595	−	−
31	President Pharmaceutical Corp.	Retail Support International Corp.	3	(Sales)	(143,200)	Closes its accounts 30-60 days after the end of each month	−
			3	Accounts receivable	107,848	−	−
32	Retail Support International Corp.	President Chain Store Corp.	3	(Sales)	(11,079,084)	Closes its accounts 28 days after the end of each month	(15%)
			3	Accounts receivable	4,060,058	−	2%
		President Drugstore Business Corp.	3	(Sales)	(691,097)	Closes its accounts 50 days after the end of each month	(1%)
			3	Accounts receivable	534,800	−	−
33	Vision Distribution Service Corp.	Wisdom Distribution Services Corp.	3	(Sales)	(108,830)	Closes its accounts 65 days after the end of each month	−
34	President Logistics International Corp.	Retail Support International Corp.	3	(Sales)	(128,277)	Closes its accounts 20 days after the end of each month	−
		Uni-President Cold Chain Corp.	3	(Sales)	(122,468)	Closes its accounts 35 days after the end of each month	−

Note 1: Transactions among the Company and subsidiaries amounted to NT$100,000 and one side of them are disclosured.

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 relationshios 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 end ing period.

12. SEGMENT INFORMATION

Financial information disclosure by industry segment is not required in interim financial statements.