

UNI-PRESIDENT ENTERPRISES CORP.

CONSOLIDATED FINANCIAL STATEMENTS

AND REPORT OF INDEPENDENT ACCOUNTANTS

SEPTEMBER 30, 2009 AND 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 sheets of Uni-President Enterprises Corp. and subsidiaries as of September 30, 2009 and 2008, and the related consolidated statements of income and of cash flows for the nine-month periods then ended. These financial statements are the responsibility of the Company's management. Our responsibility is to issue a conclusion on these financial statements based on our reviews. As described in Note 1(4), we did not review the financial statements of certain subsidiaries which statements reflect total assets of \$37,099,672,000 and \$42,356,278,000, representing 13.36% and 15.30% of the related consolidated totals, and total liabilities of \$18,576,078,000 and \$23,015,734,000, representing 10.70% and 12.68% of the related consolidated totals, as of September 30, 2009 and 2008, respectively, and total operating revenues of \$16,289,618,000 and \$20,979,593,000, representing 7.26% and 9.02% of the related consolidated totals for the nine-month periods then ended, respectively. We also did not review the financial statements of certain investee companies accounted for under the equity method. These long-term investments amounted to \$495,778,000 and \$529,330,000 as of September 30, 2009 and 2008, respectively, and their related net investment income amounted to \$9,850,000 and \$12,070,000 for the nine-month periods then ended, respectively. The financial statements of these subsidiaries and investee companies were reviewed by other auditors whose reports thereon have been furnished to us, and our conclusion expressed herein, insofar as it relates to the amounts included for these subsidiaries and investee companies, is based solely on the reports of the other auditors.

Except as discussed in the following paragraph, we conducted our reviews 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 nine-month periods ended September 30, 2009 and 2008. Total assets of these subsidiaries amounted to \$181,575,400,000 and \$174,637,776,000, representing 65.38% and 63.10% of the related consolidated totals, and total liabilities amounted to \$98,558,986,000 and \$99,239,365,000, representing 56.75% and 54.65% of the related consolidated totals, as of September 30, 2009 and 2008, respectively, and total net income amounted to \$5,476,170,000 and \$1,390,449,000, representing 48.92% and 18.21% of the related consolidated totals for the nine-month periods then ended, respectively. 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 \$20,564,821,000 and \$18,124,874,000 as of September 30, 2009 and 2008, respectively, and the related investment loss and income amounted to \$514,282,000 and \$572,805,000 for the nine-month periods then ended, respectively. 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 reviews 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", 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 November 15, 2007.

As described in Note 3(1), effective January 1, 2008, the Company and its subsidiaries 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 \$618,622,000, whereas basic and diluted earnings per share decreased by \$0.17 and \$0.16 for the nine-month period ended September 30, 2008.

As described in Note 3(2), effective January 1, 2009, the Company and its subsidiaries adopted the amendments of R.O.C. Statement of Financial Accounting Standards No. 10, "Accounting for Inventories". As a result of the adoption of such amendments, net income increased by \$95,498,000, whereas earnings per share increased by \$0.02 for the nine-month period ended September 30, 2009.

PricewaterhouseCoopers

Tainan, Taiwan

Republic of China

November 10, 2009

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
SEPTEMBER 30
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS, EXCEPT AS OTHERWISE INDICATED)
(UNAUDITED)

	2009	2008
ASSETS		
Current Assets		
Cash and cash equivalents (Note 4(1))	\$ 35,553,712	\$ 33,390,511
Financial assets at fair value through profit or loss - current (Note 4(2))	13,868,144	11,110,865
Available-for-sale financial assets - current (Note 4(3))	10,635	30,713
Notes receivable, net (Note 4(4))	2,580,890	3,212,596
Accounts receivable, net (Note 4(5))	10,379,551	11,973,346
Accounts receivable, net - related parties (Note 5)	1,490,765	1,404,807
Other receivables (Notes 4(6) and 5)	7,990,520	4,704,561
Other financial assets - current (Note 6)	54,097	55,199
Inventories (Notes 3(2), 4(7)(11) and 6)	20,774,741	26,679,427
Prepayments (Note 7)	10,538,107	10,830,923
Non-current assets classified as held for sale	9,606	-
Deferred income tax assets - current	478,028	612,120
Other current assets - other	854,233	1,331,933
Total current assets	<u>104,583,029</u>	<u>105,337,001</u>
Funds and Investments		
Available-for-sale financial assets - non-current (Note 4(3))	7,541,828	6,190,749
Financial assets carried at cost - non-current (Notes 4(8)(16) and 6)	13,212,439	17,499,717
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)	27,012,929	24,944,655
Investments in real estate	3,935	3,935
Other financial assets - non-current (Note 6)	1,800	45,620
Total funds and investments	<u>47,772,931</u>	<u>48,729,676</u>
Property, Plant and Equipment, Net (Notes 4(11)(16), 5 and 6)		
Cost		
Land	9,239,767	10,010,832
Buildings	34,109,844	33,769,485
Machinery and equipment	69,904,004	72,243,259
Piping infrastructure and electricity generation equipment	3,966,226	5,372,989
Transportation equipment	3,554,634	3,468,004
Office equipment	6,137,796	4,469,984
Leased assets	976,176	1,575,955
Leasehold improvements	8,822,531	7,798,823
Other equipment	30,158,865	24,105,908
Revaluation increments	4,013,403	3,965,947
Cost and revaluation increments	<u>170,883,246</u>	<u>166,781,186</u>
Less: Accumulated depreciation	(80,253,063)	(72,510,337)
Accumulated impairment loss - property, plant and equipment	(78,875)	(158,232)
Construction in progress and prepayments for equipment	9,718,656	7,051,951
Total property, plant and equipment, net	<u>100,269,964</u>	<u>101,164,568</u>
Intangible Assets		
Deferred pension costs	224,472	268,348
Other intangible assets - other (Notes 4(12)(16) and 6)	5,429,600	4,454,561
Total intangible assets	<u>5,654,072</u>	<u>4,722,909</u>
Other Assets		
Assets leased to others (Notes 4(11)(13)(16) and 6)	8,810,770	8,346,084
Idle assets (Notes 4(11)(14)(16) and 6)	1,393,323	1,152,379
Refundable deposits (Notes 6 and 7)	2,489,884	2,190,922
Deferred expenses (Note 4(15))	1,101,375	1,273,802
Long-term notes, accounts and overdue receivables	574,784	385
Long-term notes, accounts and overdue receivables - related parties (Note 5)	31,768	31,210
Deferred income tax assets - non-current	919,246	296,287
Other assets - other (Notes 4(11) and 6)	4,120,514	3,504,202
Total other assets	<u>19,441,664</u>	<u>16,795,271</u>
TOTAL ASSETS	<u>\$ 277,721,660</u>	<u>\$ 276,749,425</u>

(Continued)

UNI-PRESIDENT ENTERPRISES CORP AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
SEPTEMBER 30
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS, EXCEPT AS OTHERWISE INDICATED)
(UNAUDITED)

	2009	2008
LIABILITIES AND STOCKHOLDERS' EQUITY		
Current Liabilities		
Short-term loans (Notes 4(17) and 6)	\$ 21,634,270	\$ 26,999,759
Notes and bills payable (Notes 4(18) and 6)	9,100,891	9,421,363
Financial liabilities at fair value through profit or loss - current (Note 4(19))	33,830	2,626
Derivative financial liabilities for hedging - current (Note 10(4))	-	14,400
Notes payable	1,650,193	1,917,907
Accounts payable (Note 5)	20,113,524	22,185,365
Income tax payable	1,268,299	1,077,433
Accrued expenses (Note 5)	16,292,098	12,060,200
Other payables (Note 5)	7,248,666	9,170,373
Receipts in advance	3,182,748	2,880,586
Long-term liabilities - current portion (Notes 4(20)(21)(22) and 6)	8,784,905	10,999,986
Capital lease payables - current (Note 4(11))	24,440	22,123
Other current liabilities - other	850,762	670,775
Total current liabilities	90,184,626	97,422,896
Long-term Liabilities		
Bonds payable (Note 4(20))	4,548,877	4,657,084
Long-term loans (Notes 4(21) and 6)	67,019,211	67,364,074
Long-term notes payable	32,451	53,595
Capital lease payables - non-current (Note 4(11))	51,647	76,086
Long-term notes, accounts and overdue payable - related parties (Note 5)	363,332	205,121
Total long-term liabilities	72,015,518	72,355,960
Reserve		
Land value incremental reserve (Note 4(11))	1,773,357	1,773,357
Other Liabilities		
Accrued pension liabilities	2,513,778	2,468,037
Guarantee deposits received	3,992,932	4,684,925
Other liabilities - other (Note 4(22))	3,201,799	2,871,456
Total other liabilities	9,708,509	10,024,418
Total liabilities	173,682,010	181,576,631
Stockholders' Equity		
Capital		
Common stock (Notes 1 and 4(23))	38,974,002	37,331,420
Capital Reserves (Notes 4(20)(24))		
Additional paid-in capital - treasury stock transactions	34,027	9,046
Capital reserve from donated assets	500	458
Capital reserve from long-term investments	5,579,025	5,343,317
Capital reserve from stock warrants	489,454	514,435
Retained Earnings (Notes 4(23)(25))		
Legal reserve	7,272,218	6,912,135
Undistributed earnings	7,298,470	5,058,659
Other Adjustments to Stockholders' Equity		
Asset revaluations (Note 4(11))	1,814,671	1,790,150
Unrealized gain or loss on financial instruments (Notes 4(3)(10), 10(1)(4))	1,832,600	1,216,150
Cumulative translation adjustments	1,752,124	1,325,802
Unrecognized pension cost	(1,197,630)	(1,086,819)
Total parent company's equity	63,849,461	58,414,753
Minority interest	40,190,189	36,758,041
Total stockholders' equity	104,039,650	95,172,794
Contingent Liability And Commitments (Notes 5 and 7)		
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	\$ 277,721,660	\$ 276,749,425

The accompanying notes are an integral part of these consolidated financial statements.
See review report of independent accountants dated November 10, 2009.

UNI-PRESIDENT ENTERPRISES CORP AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF INCOME
FOR THE NINE-MONTH PERIODS ENDED SEPTEMBER 30
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS, EXCEPT FOR EARNING PER SHARE DATD)
(UNAUDITED)

	2009		2008	
Operating Revenues (Note 5)				
Sales	\$	224,790,962	\$	232,990,262
Sales returns	(	1,046,321)	(	1,495,899)
Sales discounts	(	4,872,607)	(	5,431,786)
Net Sales		218,872,034		226,062,577
Other operating revenues		5,579,900		6,416,120
Net Operating Revenues		<u>224,451,934</u>		<u>232,478,697</u>
Operating Costs (Notes 3(2), 4(7) and 5)				
Cost of goods sold	(	152,779,475)	(	164,247,342)
Other operating costs	(	2,403,296)	(	3,324,750)
Net Operating Costs	(	<u>155,182,771</u>)	(	<u>167,572,092</u>)
Gross profit		<u>69,269,163</u>		<u>64,906,605</u>
Operating Expenses (Note 5)				
Sales and marketing expenses	(	45,552,132)	(	43,156,532)
General and administrative expenses	(	10,921,202)	(	9,992,163)
Research and development expenses	(	406,734)	(	398,120)
Total Operating Expenses	(	<u>56,880,068</u>)	(	<u>53,546,815</u>)
Operating income		<u>12,389,095</u>		<u>11,359,790</u>
Non-operating Income and Gains				
Interest income (Note 5)		295,141		497,861
Gain on valuation of financial assets (Note 4(2))		104,477		-
Investment income accounted for under the equity method (Note 4(10))		22,795		626,335
Dividend income		206,725		327,243
Gain on disposal of property, plant and equipment		57,431		246,028
Gain on disposal of investments (Note 4(2))		2,630,782		204,884
Foreign exchange gain, net		254,895		-
Rental income (Note 4(13))		383,995		279,510
Other non-operating income (Note 5)		2,881,623		1,591,870
Non-operating Income and Gains		<u>6,837,864</u>		<u>3,773,731</u>
Non-operating Expenses and Losses				
Interest expense (Notes 4(11) and 10(3))	(	1,647,733)	(	2,958,148)
Loss on valuation of financial assets (Notes 4(2)(19))	(	-	(	78,158)
Loss on disposal of property, plant and equipment	(	140,774)	(	127,376)
Foreign exchange loss	(	-	(	47,182)
Impairment loss (Notes 4(8)(11)(13)(14)(16))	(	1,920,588)	(	142,785)
Other non-operating losses (Note 5)	(	1,888,332)	(	1,718,203)
Non-operating Expenses and Losses	(	<u>5,597,427</u>)	(	<u>5,071,852</u>)
Income from continuing operations before income tax		13,629,532		10,061,669
Income tax expense	(	<u>2,436,032</u>)	(	<u>2,426,158</u>)
Consolidated net income	\$	<u>11,193,500</u>	\$	<u>7,635,511</u>
Attributable to:				
Equity holder of the Company	\$	7,220,225	\$	4,935,999
Minority interest		<u>3,973,275</u>		<u>2,699,512</u>
	\$	<u>11,193,500</u>	\$	<u>7,635,511</u>
		Before Tax		Before Tax
Basic Earnings Per Common Share (in dollars) (Note 4(26))		After Tax		After Tax
Net income	\$	<u>3.50</u>	\$	<u>1.85</u>
Diluted Earnings Per Common Share (in dollars) (Note 4(26))	\$	<u>2.58</u>	\$	<u>1.27</u>
Net income	\$	<u>3.42</u>	\$	<u>1.81</u>
	\$	<u>2.53</u>	\$	<u>1.25</u>

The accompanying notes are an integral part of these consolidated financial statements.
See review report of independent accountants dated November 10, 2009.

UNI-PRESIDENT ENTERPRISES CORP AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE NINE-MONTH PERIODS ENDED SEPTEMBER 30
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS, EXCEPT AS OTHERWISE INDICATED)
(UNAUDITED)

	2009	2008
<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>		
Consolidated net income	\$ 11,193,500	\$ 7,635,511
Adjustments to reconcile net income to net cash provided by operating activities		
Gain (loss) on valuation of financial assets and liabilities	(156,181)	78,158
Provision for doubtful accounts	96,500	80,446
Reversal of allowance for doubtful accounts	(186,680)	(109,380)
Provision for inventory obsolescence and market price declines	18,161	50,458
Reversal of allowance for inventory market price declines	(1,411,370)	-
Reclassification of provision for inventory obsolescence as other income	(48,934)	-
Investment income accounted for under the equity method	(22,795)	(626,335)
Cash dividends from equity subsidiaries	288,097	610,285
Gain on disposal of investments	(2,372,796)	(498,852)
Depreciation	7,694,135	7,216,092
Loss (gain) on disposal of property, plant and equipment, assets leased to others, idle assets and other assets	83,343	(118,652)
Impairment loss	1,920,588	142,785
Amortization	803,450	747,056
Changes in assets and liabilities		
Financial assets at fair value through profit or loss - current	(1,588,136)	(434,984)
Notes receivable	(104,926)	298,439
Accounts receivable	(1,164,430)	(2,736,058)
Accounts receivable - related parties	(447,141)	(312,605)
Other receivables	(4,271,395)	(643,565)
Inventories	5,488,355	(1,350,688)
Prepayments	(1,712,076)	(3,502,385)
Deferred income tax assets - current	584,329	52,928
Other current assets	(188,510)	(763,714)
Deferred pension cost	4,020	6,564
Long-term notes, accounts and overdue receivables	(628)	28,973
Deferred income tax assets - non-current	(624,065)	(284,525)
Notes payable	(995,941)	(95,889)
Accounts payable	259,007	5,217,698
Income tax payable	210,551	(275,701)
Accrued expenses	5,099,702	2,695,225
Other payables	(652,976)	(1,339,224)
Receipts in advance	(21,514)	(147,689)
Other current liabilities	693,549	115,436
Accrued pension liabilities	21,554	(54,443)
Net cash provided by operating activities	<u>18,488,347</u>	<u>11,681,365</u>

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UNI-PRESIDENT ENTERPRISES CORP AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE NINE-MONTH PERIODS ENDED SEPTEMBER 30
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS, EXCEPT AS OTHERWISE INDICATED)
(UNAUDITED)

	2009	2008
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>		
Decrease in available-for-sale financial assets - current	\$ 1,000	\$ 2,331
(Increase) decrease in employees' car loans	(2,571)	6,093
Increase in other receivables - related parties	(26,961)	(30,861)
Decrease in other financial assets - current	69,163	4,032
Increase in available-for-sale financial assets - non-current	(1,198,612)	(1,205,088)
Increase in financial assets carried at cost - non-current	(617,040)	(1,359,358)
Decrease in investments in bounds without active markets - non-current	15,000	-
Increase in long-term investments - non-subsiidiaries	(4,128,857)	(834,189)
Proceeds from capital reduction of subsidiaries	23,990	85,338
Proceeds from disposal of long-term investments - non-subsiidiaries	5,435,703	2,843,013
Decrease in other financial assets - non-current	22,780	10,550
Cash paid for acquisition property, plant and equipment, assets leased to others, idle assets and other assets	(8,416,686)	(7,711,355)
Proceeds from disposal of property, plant and equipment, assets leased to others, idle assets and other assets	2,050,446	1,210,172
Increase in other intangible assets	(1,028,720)	(634,966)
(Increase) decrease in refundable deposits	(234,562)	132,553
Increase in other deferred expenses	(321,606)	(459,537)
Net cash used in investing activities	(8,357,533)	(7,941,272)
<u>CASH FLOWS FROM FINANCING ACTIVITIES</u>		
Increase in short-term loans	1,263,040	2,883,666
Decrease in notes and bills payable	(91,771)	(589,276)
Decrease in bonds payable	(3,411,336)	(4,187,303)
(Decrease) increase in long-term loans	(3,824,235)	9,384,920
Decrease in long-term notes, accounts and overdue payables	(368,760)	(432,539)
Increase in long-term notes, accounts and overdue payables - related parties	128,379	91,233
(Decrease) increase in guarantee deposits received	(42,288)	920,490
Increase in other liabilities - other	1,460,747	753,071
Payment of directors' and supervisors' remuneration	-	(198,306)
Payment of employees' bonuses	-	(851,964)
Payment of cash dividends	(1,642,582)	(7,110,746)
Decrease in minority interest	(630,841)	(1,784,207)
Net cash used in financing activities	(7,159,647)	(1,120,961)
Effect of foreign exchange rate changes on cash	896,204	607,865
Increase in cash and cash equivalents	3,867,371	3,226,997
Cash and cash equivalents at beginning of period	31,686,341	30,163,514
Cash and cash equivalents at end of period	\$ 35,553,712	\$ 33,390,511
<u>Supplemental disclosures of cash flow information</u>		
1. Interest paid (excluding capitalized interest)	\$ 2,188,248	\$ 2,491,992
2. Income tax paid	\$ 2,265,217	\$ 2,124,014
<u>Investing and financing activities with partial cash payment</u>		
1. Proceeds from disposal of long-term investments - non-subsiidiaries	\$ 3,420,548	\$ 2,366,150
Add: Other receivables, beginning of period	2,015,155	2,053,508
Less: Other receivables, end of period	-	(1,576,645)
Proceeds from disposal of long-term investments - non-subsiidiaries	\$ 5,435,703	\$ 2,843,013
2. Acquisition of property, plant and equipment, assets leased to others, idle assets and other assets	\$ 9,009,243	\$ 7,248,948
Add: Other payables, beginning of period	578,750	1,097,292
Capital lease payables, beginning of period	92,883	113,415
Less :Other payables, end of period	(1,188,103)	(650,091)
Capital lease payable, end of period	(76,087)	(98,209)
Cash paid for acquisition of property, plant and equipment, assets leased to others, idle assets and others assets	\$ 8,416,686	\$ 7,711,355
<u>Other activities with no cash flow effect</u>		
Non-payment of fractional cash dividends from previous year transferred to capital reserve	\$ 42	\$ -

The accompanying notes are an integral part of these consolidated financial statements.
See review report of independent accountants dated November 10, 2009.

UNI-PRESIDENT ENTERPRISES CORP AND SUBSIDIARIES.
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
SEPTEMBER 30, 2009 AND 2008
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS,
EXCEPT AS OTHERWISE INDICATED)
(UNAUDITED)

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 September 30, 2009, the Company’s authorized capital was \$48,000,000, and the paid-in capital was \$38,974,002, consisting of 3,897,400,000 shares of common stock with \$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 September 30, 2009, the Company and its subsidiaries had approximately 71,650 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 2009 were as follows:

Name of Investors	Name of subsidiaries	Business activities	Percentage owned by the Company		Note
			September 30, 2009	September 30, 2008	
Uni-President Enterprises Corp.	Cayman President Holdings Ltd.	Professional investment	100.00%	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	"	"	"
	Tone Sang Construction Corp.	Construction of buildings	"	"	"
	Uni-President Glass Industrial Co., Ltd.	Manufacturing and sales of glass products	"	"	"
	Uni-President Vendor Corp.	Sales of soft drinks and food	"	"	"
	U-Chains Enterprises	Distribution center	"	"	"
	Presco Netmarketing Inc.	Information services	"	"	"
	Uni-President Dream Parks Corp.	Wholesale and retailing of food, advertising, etc.	"	"	"

Name of Investors	Name of subsidiaries	Business activities	Percentage owned by the Company		Note
			September 30, 2009	September 30, 2008	
Uni-President Enterprises Corp.	President Baseball Team Corp.	Management of professional baseball	100.00%	100.00%	(Note 1)
	President Entertainment Corp.	Entertainment business	"	"	" (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, etc.	"	"	(Note 1) (Note 3)
	Tung Ho Development Corp.	Entertainment business	"	99.28%	(Note 1) (Note 3)
	Nanlien International Corp.	Import and export trading	99.99%	99.99%	(Note 1)
	President Musashino Corp.	Sales of fresh food	90.00%	90.00%	" (Note 3)
	President Natural Industrial	Sales of healthy food	74.85%	74.85%	(Note 1)
	Uni-President Development Corp.	General investments	70.00%	70.00%	" (Note 3)
	President International Development Corp.	Industry investment	69.83%	69.83%	(Note 1) (Note 3)

Name of Investors	Name of subsidiaries	Business activities	Percentage owned by the Company		Note
			September 30, 2009	September 30, 2008	
Uni-President Enterprises Corp.	Tait Marketing & Distribution Co., Ltd.	Channel retailing and distribution centers	64.80%	—	(Note 3) (Note 4)
	President Tokyo Corp.	Car rental	51.00%	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%	50.59%	"
	President Asian Enterprises Inc.	Operation of supermarket, landed estates and hotels, etc.	50.01%	50.01%	" (Note 3)
	President Kikkoman Inc.	Manufacturing and sales of soya sauce	50.00%	50.00%	(Note 1)
	Uni-President Biotechnology Co., Ltd.	Research and development of traditional chinese medicine, wholesale	"	"	"
	Ton Yi Industrial	Manufacturing of timplates	47.24%	47.24%	(Note 2) (Note 3)
	President Chain Store Corp.	Operation of supermarkets	45.81%	45.40%	"
	Qware Systems & Services Corp.	Data processing and software design services, etc.	—	51.34%	(Note 1) (Note 3) (Note 5)

Name of Investors	Name of subsidiaries	Business activities	Percentage owned by the Company		Note
			September 30, 2009	September 30, 2008	
Cayman President Holdings	Linkhope Intl. LLC.	General investments	100.00%	100.00%	(Note 1)
	Uni-President Southeast Asia Holdings Ltd. and its subsidiaries	Professional investment, etc.	"	"	"
	Uni-President Foods Corp.	Manufacturing and sales of instant noodles	"	"	"
	Uni-President International (HK) Co., Ltd.	Trading	"	"	"
	Songjiang President Enterprises Co., Ltd.	Manufacturing and sales of fats, feed, flour	"	"	" (Note 3) (Note 5)
	Sanshui Jianhbao Commerce Co., Ltd.	Sale of soft drinks	"	"	(Note 1) (Note 3) (Note 5)
	Uni-President Enterprises China Holdings Ltd. and its subsidiaries	Professional investment, etc.	73.49%	73.49%	(Note 1)
	President Energy Development (Cayman Islands) Ltd.	Investment in energy resources	65.79%	65.79%	" (Note 3)
	Zhangjiagang President Nisshin Food Co., Ltd.	Manufacturing and sales of fats, feeds and flour	60.00%	60.00%	(Note 1)

Name of Investors	Name of subsidiaries	Business activities	Percentage owned by the Company		Note
			September 30, 2009	September 30, 2008	
Cayman President Holdings Ltd.	President Kikkoman Zhenji Foods Co., Ltd.	Manufacturing and sales of food	45.00%	—	(Note 1) (Note 6)
Kai Nan Investment Co., Ltd.	Kai Nan (BVI) Investment Co., Ltd. and its subsidiaries	Professional investment, etc.	100.00%	100.00%	(Note 1)
President International Trade and Investment Corp.	Shanghai President International Food Co., Ltd.	Sales of biscuits and food	"	"	" (Note 3)
Kai Yu Investment Co., Ltd.	Kai Yu (BVI) Investment Co., Ltd. and its subsidiaries	Investment in manufacturing business, etc.	"	"	(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	—	"	" (Note 7)
	Century Quick Services Restaurant Corp.	Operation of fastfood chain restaurant	—	80.00%	(Note 1) (Note 5)
President Global Corp.	Ameripecc Inc.	Manufacturing of food	100.00%	100.00%	(Note 1)

Name of Investors	Name of subsidiaries	Business activities	Percentage owned by the Company		Note
			September 30, 2009	September 30, 2008	
Uni-President Dream Parks Corp.	Uni-Oao Travel Services Corp.	Tours business	100.00%	100.00%	(Note 1) (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	"	"	"	"
	Uni-President Auto Accessories Corp.	Wholesale of motor vehicle parts and supplies	"	"	"
	Tun Hsiang Enterprises Corp., etc.	Sales of food, etc.	36.00%~ 100.00%	36.00%~ 100.00%	"
	Union Chinese Corp. and its subsidiaries	"	—	63.78%	" (Note 7)
Tung Ho Development Corp.	Uni-Resort Corp.	Operation of restaurants, hotels and gymnasium, etc.	100.00%	100.00%	(Note 1)

Name of Investors	Name of subsidiaries	Business activities	Percentage owned by the Company		Note
			September 30, 2009	September 30, 2008	
Tung Ho Development Corp.	President Being Corp.	Operation of gymnasium, spa, etc.	—	100.00%	(Note 1) (Note 5)
	Gu-Hsiang Co., Ltd.	Operation of restaurants and hotels	—	—	(Note 1) (Note 9)
President Natural Industrial Corp.	High Wave Biotech Corp.	Sales of healthy food	100.00%	100.00%	(Note 1)
President International Development Corp.	President (BVI) International Investment Holdings Ltd. and its subsidiaries	Investment in manufacturing business, etc.	"	"	"
	Ton Yu Investment Inc. and its subsidiaries	Professional investment, etc.	"	"	"
	President Life Sciences Co., Ltd. and its subsidiaries	Manufacturing of chemical materials and instruments, etc.	"	"	"
	Presitex Co., Ltd.	Manufacturing and sales of clothing, etc.	"	"	"
	Tung Li Development Co., Ltd.	Land development	50.00%	50.00%	"
	Ton Shou Investment	Professional investment	—	100.00%	" (Note 5)

Name of Investors	Name of subsidiaries	Business activities	Percentage owned by the Company		Note
			September 30, 2009	September 30, 2008	
President International Development Corp.	Ton Cheng Investment Inc. Ice Art Corp.	Professional investment Operation of amusement park	—	100.00%	(Note 1) (Note 5)
Tait Marketing & Distribution Co., Ltd.	Innovate Wine Society Group Ltd. Tait Distribution Service Co., Sonic International Cayman and its subsidiaries Aurora Development Overseas Ltd.	Agent of wine sales Distribution business General investment, etc. General investment	100.00% " " —	— — — —	(Note 1) (Note 4) (Note 1) (Note 4) (Note 1) (Note 4) (Note 10)
President Tokyo Corp.	President Tokyo Renting Corp.	Car rental	100.00%	100.00%	(Note 1)
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		Note
			September 30, 2009	September 30, 2008	
Ton-Yi Industrial Corp.	Cayman Ton Yi Industrial Holdings Ltd. and its subsidiaries	Professional investment, etc.	100.00%	100.00%	(Note 1) (Note 2)
	Tovecan Corp.	Manufacturing of cans, etc.	51.00%	51.00%	(Note 1) (Note 2)
President Chain Store Corp.	President Chain Store (BVI) Holdings Co., Ltd. and its subsidiaries	Professional investment, etc.	100.00%	100.00%	(Note 1) (Note 12)
	PCSC (China) Supermarket Limited and its subsidiaries	"	"	"	(Note 1)
	President Drugstore Business Corp.	Sales of cosmetics and medicine	"	"	"
	Ren-Hui Investment Corp.	Professional investment	"	"	"
	Capital Inventory Services Corp.	Enterprise management consultancy	"	"	"
	Wisdom Distribution Services Corp. and its subsidiaries	Delivery of magazines, etc.	"	"	" (Note 11)

Name of Investors	Name of subsidiaries	Business activities	Percentage owned by the Company		Note
			September 30, 2009	September 30, 2008	
President Chain Store Corp.	Uni-President Cold Chain Corp. and its subsidiaries	Distribution center, etc.	100.00%	100.00%	(Note 1) (Note 3)
	Uni-President Oven Bakery Corp. and its subsidiaries	Bread retailing, etc.	"	"	(Note 1)
	Uni-President Department Store Corp.	Retail business	"	"	" (Note 3)
	President FN Business Corp.	"	"	"	(Note 1)
	Cold Stone Creamery Taiwan Ltd.	Operation of restaurant	"	"	"
	President Lanyang Art Center Co., Ltd.	Arts and culture	"	"	"
	President Being Corp.	Operation of gymnasium, spa, etc.	"	—	" (Note 5)
	Century Quick Services Restaurant Corp.	Operation of fastfood chain restaurant	"	—	(Note 1) (Note 5)
	President Chain Store Tokyo Marketing Corp.	Enterprise management consultancy	"	—	(Note 1) (Note 6)

Name of Investors	Name of subsidiaries	Business activities	Percentage owned by the Company		Note
			September 30, 2009	September 30, 2008	
President Chain Store Corp.	Mech-President Co. Ltd. and its subsidiaries	Operation of gas stations and manufacturing of elevator, etc.	98.68%	83.74%	(Note 1) (Note 3)
	President Transnet Corp.	Distribution business	90.00%	90.00%	(Note 1) (Note 3)
	President Information Corp.	Information services	86.00%	86.00%	(Note 1) (Note 3)
	Qware Systems & Services Corp.	Date processing and software design services, etc.	85.55%	51.34%	(Note 1) (Note 3) (Note 5)
	President Pharmaceutical Corp.	Wholesale of medicines and medical appliances	73.74%	73.74%	(Note 1)
	AHB Pet Plus Co., Ltd.	Cosmetology for pets	70.00%	70.00%	"
	President Collect Service Co., Ltd.	Collection agent for government institutions	"	"	"
	Retail Support International Corp. and its subsidiaries	Distribution centers, etc.	65.00%	65.00%	" (Note 3)
	Bank Pro E-Services Technology Company	Information services	58.33%	58.33%	(Note 1) (Note 3)

Name of Investors	Name of subsidiaries	Business activities	Percentage owned by the Company		Note
			September 30, 2009	September 30, 2008	
President Chain Store Corp.	Duskin Serve Taiwan Co., Ltd. and its subsidiaries	Sales of cleaning instruments, etc.	51.00%	51.00%	(Note 1)
	Muji Taiwan Co., Ltd.	Retail business	"	"	" (Note 3)
	Afternoon Tea Taiwan Corp.	Operation of restaurant	"	"	(Note 1)
	Books.Com. Tw	Network Bookstore	50.03%	50.03%	"
	Mister Donut Co., Ltd.	Bread retailing	50.00%	50.00%	" (Note 12)
	President Starbucks Coffee Corp.	Operation of a chain of coffee shops	"	"	(Note 1) (Note 3) (Note 12)
	Uni-President Yellowhat Corp.	Wholesale and retail of automotive accessories	"	"	(Note 1) (Note 3) (Note 12)
	President Direct Marketing	Sales of various merchandise by mail order	—	—	(Note 1) (Note 11)

(Note 1) The financial statements of certain investee companies reflect total assets amounting to \$181,575,400 and \$174,637,776, representing 65.38% and 63.10% of the related consolidated totals, and total liabilities amounting to \$98,558,986 and \$99,239,365, representing 56.75% and 54.65% of the related consolidated totals, as of September 30, 2009 and 2008, respectively, and total net income amounting to \$5,476,170 and \$1,390,449, representing 48.92% and 18.21% of the consolidated net income for the nine-month periods then ended, respectively. Those statements were not reviewed by independent accountants.

(Note 2) As of September 30, 2009 and 2008, total assets amounted to \$37,099,672 and \$42,356,278, representing 13.36% and 15.30% of the related consolidated totals, respectively, and total liabilities amounted to \$18,576,078, and \$23,015,734, representing 10.70% and 12.68% of the related consolidated totals, respectively, and total operating revenues amounted to \$16,289,618 and \$20,979,593 representing 7.26% and 9.02% of the related consolidated totals for the nine-month periods then

ended, respectively. These amounts were based on the financial statements that were not reviewed by other independent accountants.

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

(Note 4) New corporation or acquired the majority interest in 2008.

(Note 5) Adjustment in investment framework of President Chain Store Corp., Cayman President Holdings and Ton Yu Investment Inc.

(Note 6) New corporation or acquired the majority interest in 2009.

(Note 7) U-Fu Asset Management Corporation had been liquidated in December 2008.

(Note 8) Lost the majority interest in 2009.

(Note 9) Gu-Hsiang Co., Ltd. had been liquidated in January 2008.

(Note 10) Ice Art Corp. and Aurora Development Overseas Ltd. had been liquidated in April 2009.

(Note 11) President Direct Marketing was merged and then dissolved by Wisdom Distribution Services Corp. in August 2008.

(Note 12) 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 operating risks which would have impact on the Company.

(8) Nature and extent of the restrictions on fund remittance from subsidiaries to the parent company: None.

(9) Contents of subsidiaries' securities issued by the parent company: None.

(10) Information on convertible bonds and common stock issued by subsidiaries: Please refer to Note 4 (20) Bonds payable.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accompanying third-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. 0960064020 of the Financial Supervisory Commission, Executive Yuan, R.O.C., dated November 15, 2007, as “Simplified Disclosure for the Notes to Third-Quarter Consolidated Financial Statements” and “Rules Governing the Preparation of Financial Statements by Securities Issuers”, and accounting principles generally accepted in the Republic of China.

Except for the changes in accounting principles in Note 3, the Group’s significant accounting policies remain the same as disclosed in the notes to consolidated financial statements as of and for the six-month period ended June 30, 2009.

3. CHANGES IN ACCOUNTING PRINCIPLES

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

Effective January 1, 2008, the Group 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, consolidated net income decreased by \$618,622 and basic and diluted earnings per share decreased by \$0.17 and \$0.16 (in NT dollars), respectively for the nine-month period ended September 30, 2008.

(2) Inventories

(a) Effective January 1, 2009, the Group adopted the amendments of R.O.C. SFAS No. 10, “Accounting for Inventories”. The Group has properly reclassified certain accounts as of December 31, 2008 based on its holding purposes and abilities in accordance with the “Rules Governing the Preparation of Financial Statements by Securities Issuers” and such standard.

(b) The accounting principle before December 31, 2008 is as follows:

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

(ii) Except for President Chain Store Corp. and subsidiaries, Philippine Seven Corporation, President Drugstore Business Corp., Uni-President Oven Bakery Corp., MUJI Taiwan Co., Ltd. and Uni-President Yellowhat Corp., which adopt the retail method and Tone Sang Construction Corp. which adopts construction accounting, the subsidiaries adopt the same accounting principles for inventories as the Company.

(c) As a result of the change in accounting principle, consolidated net income increased by

\$95,498 and earnings per share increased by \$0.02 for the nine-month period ended September 30, 2009.

4. DETAILS OF SIGNIFICANT ACCOUNTS

(1) Cash and cash equivalents

	<u>September 30, 2009</u>	<u>September 30, 2008</u>
Cash:		
Cash on hand	\$ 1,936,880	\$ 1,194,997
Checking deposits	1,555,966	3,464,370
Demand deposits	13,567,989	13,701,457
Time deposits	<u>15,902,887</u>	<u>12,989,135</u>
	32,963,722	31,349,959
Cash equivalents:		
Commercial papers	<u>2,589,990</u>	<u>2,040,552</u>
	<u>\$ 35,553,712</u>	<u>\$ 33,390,511</u>

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

	<u>September 30, 2009</u>	<u>September 30, 2008</u>
Current items:		
Financial assets held for trading		
Mutual funds	\$ 13,043,655	\$ 10,853,927
Credit Link Notes	645,453	-
Listed (TSE and OTC) stocks	167,237	380,539
Corporate bonds	<u>63,856</u>	<u>137,716</u>
	13,920,201	11,372,182
Adjustment of financial assets held for trading	<u>(52,057)</u>	<u>(261,317)</u>
	<u>\$ 13,868,144</u>	<u>\$ 11,110,865</u>

The Group recognized net income and net loss of \$531,519 and \$392,948 for the nine-month period ended September 30, 2009 and 2008, respectively.

(3) Available-for-sale financial assets

	<u>September 30, 2009</u>	<u>September 30, 2008</u>
Current items:		
Mutual funds	\$ 23,014	\$ 30,059
Adjustment of available-for-sale financial assets	(12,379)	654
	<u>\$ 10,635</u>	<u>\$ 30,713</u>
Non-current items:		
Listed (TSE and OTC) stocks	\$ 6,363,510	\$ 4,349,955
Mutual funds	1,611	-
Corporate bonds	-	4,500
	<u>6,365,121</u>	<u>4,354,455</u>
Adjustment of available-for-sale financial assets	1,176,707	1,836,294
	<u>\$ 7,541,828</u>	<u>\$ 6,190,749</u>

(4) Notes receivable, net

	<u>September 30, 2009</u>	<u>September 30, 2008</u>
Notes receivable	\$ 2,659,357	\$ 3,309,857
Less: Allowance for doubtful accounts	(78,467)	(97,261)
	<u>\$ 2,580,890</u>	<u>\$ 3,212,596</u>

(5) Accounts receivable, net

	<u>September 30, 2009</u>	<u>September 30, 2008</u>
Accounts receivable	\$ 10,880,493	\$ 12,496,122
Less: Allowance for doubtful accounts	(500,942)	(522,776)
	<u>\$ 10,379,551</u>	<u>\$ 11,973,346</u>

(6) Other receivables

	<u>September 30, 2009</u>	<u>September 30, 2008</u>
Other receivables	\$ 8,528,856	\$ 4,741,384
Less: Allowance for doubtful accounts	(538,336)	(36,823)
	<u>\$ 7,990,520</u>	<u>\$ 4,704,561</u>

(7) Inventories

	<u>September 30, 2009</u>	<u>September 30, 2008</u>
Merchandise	\$ 8,610,117	\$ 9,240,538
Raw materials	5,507,128	8,009,864
Raw materials in transit	1,051,340	2,160,058
Supplies	1,684,313	1,398,739
Work in process	1,176,656	1,681,979
Livestock in process	-	28,054
Finished goods	2,792,471	3,699,491
Livestock	-	14,499
Less: Allowance for decline in value of livestock	-	(9,215)
By-products	1,698	929
Land held for construction	128,351	363,288
Construction in progress-land	299,385	299,385
Construction in progress-buildings	24,410	46,232
Buildings and land held for sale	<u>21,489</u>	<u>190,962</u>
	21,297,358	27,124,803
Less: Allowance for price decline and obsolescence in inventories	(<u>522,617</u>)	(<u>445,376</u>)
	<u>\$ 20,774,741</u>	<u>\$ 26,679,427</u>

Expenses and losses on inventories recognized:

	<u>For the nine-month periods ended September 30,</u>	
	<u>2009</u>	<u>2008</u>
Cost of inventories sold	\$ 154,304,388	\$ 164,600,548
Provision for inventory obsolescence	18,161	50,458
Reversal of allowance for inventory obsolescence and market price decline (Note 1) (	1,411,370)	-
Reclassification of provision for inventory market price decline as other income (Note 2) (	48,934)	-
Loss on physical inventory	1,370	307
Loss on production stoppage	44,265	31,269
Loss on discarding inventory (Note 2)	72,604	7,536
Revenue from sale of scraps	(201,009)	(442,776)
Cost of goods sold	<u>\$ 152,779,475</u>	<u>\$ 164,247,342</u>

(Note 1) As the selling price increased, the allowance for inventory obsolescence and decline was reversed.

(Note 2) As the subsidiaries have discarded the inventories, the provision was reclassified as other income.

For details of interest capitalized in inventory, please refer to Note 4(11).

(8)Financial assets carried at cost

	<u>September 30, 2009</u>	<u>September 30, 2008</u>
Non-current items:		
Unlisted stocks	\$ 8,999,025	\$ 11,246,277
Emerging stocks	8,173,071	8,138,809
Non-public trading bonds	<u>1,118,724</u>	<u>967,715</u>
	18,290,820	20,352,801
Less: Accumulated impairment	(5,078,381)	(2,853,084)
	<u>\$ 13,212,439</u>	<u>\$ 17,499,717</u>

A. The investments were measured at cost since their fair value cannot be measured reliably.

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

(9)Investments in bonds without active markets

	<u>September 30, 2009</u>	<u>September 30, 2008</u>
Non-current item:		
Finance bonds	<u>\$ -</u>	<u>\$ 45,000</u>

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

(a) Details of long-term equity investments accounted for under the equity method are set forth below:

Name of subsidiaries	September 30, 2009		September 30, 2008	
	Amount	Percentage owned	Amount	Percentage owned
Jimmailang Beverage (Beijing) Co., Ltd.	\$ 1,904,240	50.00	\$ 1,479,970	50.00
Cargill President Holding Pte. Ltd.	1,338,417	50.00	1,102,720	50.00
Presicarre Corp.	7,830,467	40.00	7,836,967	40.00
TTET Union Corp.	1,026,221	37.64	995,683	37.64
Eagle Cold Storage Enterprises Co., Ltd.	495,778	34.23	529,330	34.23
Kuang Chuan Dairy Co., Ltd.	1,305,689	31.25	1,207,945	31.25
President Securities Corp.	5,663,508	29.92	5,294,768	29.25
Scino Pharm Taiwan, Ltd.	1,001,513	20.77	848,366	20.77
Kang Na Hsiung Enterprise Co., Ltd.	614,047	20.71	665,499	24.80
Yantai North Andrejuice Co., Ltd. (Note)	994,290	15.00	—	—
Others (individually less than 2%)	<u>4,838,759</u>	20.00 ~50.00	<u>4,983,407</u>	20.00 ~50.00
	<u>\$27,012,929</u>		<u>\$24,944,655</u>	

(Note) The Group accounted for the investment of Yantai North Andrejuice Co., Ltd. under the equity method because the Group had the ability to exercise significant influence, even though the Group's ownership in this investee company was less than 20%.

(b) Long-term investment income accounted for under the equity method was \$22,795 and \$626,335 for the nine-month period ended September 30, 2009 and 2008, respectively. Except for TTET Union Corp. and 2 other companies, the Group'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 September 30, 2009 and 2008, long-term investments in these investee companies was \$20,564,821 and \$18,124,874, respectively and the related investment loss and income recognized was \$514,282 and \$572,805 for the nine-month period then ended, respectively.

(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 recognized an unrealized income and loss on financial instruments of long-term equity investments amounting to \$706,548 and \$1,932,471 (classified as unrealized gain or loss on financial instruments) as of September 30, 2009 and 2008, respectively.

(11) Property, plant and equipment

(a) As of September 30, 2009 and 2008, the revaluation increment and accumulated depreciation of property, plant and equipment are listed as follows:

<u>Assets</u>	<u>September 30, 2009</u>		<u>September 30, 2008</u>	
	<u>Revaluation increments</u>	<u>Accumulated depreciation</u>	<u>Revaluation increments</u>	<u>Accumulated depreciation</u>
Land	\$ 3,755,607	\$ -	\$ 3,758,761	\$ -
Buildings	193,295	10,930,843	138,674	9,214,559
Machinery and equipment	37,713	34,508,291	38,130	35,970,978
Piping infrastructure and electricity generation equipment	6,635	1,302,152	6,675	3,151,040
Transportation equipment	-	4,335,386	858	2,334,431
Office equipment	288	4,060,884	289	3,377,514
Leased assets	-	295,482	-	504,510
Leasehold improvement	-	6,171,203	-	5,210,982
Other equipment	19,865	18,648,822	22,560	12,746,323
	<u>\$ 4,013,403</u>	<u>\$80,253,063</u>	<u>\$ 3,965,947</u>	<u>\$72,510,337</u>

(b) In the years 1975, 1979, 1981, 1983, 1990, 1995 and 2005, the Company revalued certain property, plant and equipment (including assets leased to others and idle assets) in accordance with the regulations for the Revaluation of Assets in the Republic of China. The amount of appraisal increments credited to asset revaluations was \$2,521,590. The balance of asset revaluation (shown as capital reserve from asset revaluations before the amended “Business Entity Accounting Law”) was \$1,511,316 as of September 30, 2009 and 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 \$303,355 and \$278,834 as of September 30, 2009 and 2008, respectively.

(c) The balance of provision for land value incremental tax on September 30, 2009 and 2008

was \$1,773,357.

- (d) Interest expense before capitalization for the nine-month period ended September 30, 2009 and 2008 was 1,747,521 and \$3,049,900, respectively. Interest capitalized in inventories and property, plant and equipment totaled \$99,788 and \$91,752 with interest rates of 0.92% ~ 5.20% and 2.30% ~ 5.30% for the nine-month period ended September 30, 2009 and 2008, respectively.
- (e) As of September 30, 2009 and 2008, the Group owned certain agricultural land amounting to 1,008,169 and \$1,008,879 respectively, for expansion of plant facilities. This land has yet to be rezoned for industrial purposes. Accordingly, the land title has not been officially transferred to the Group. However, the 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 September 30, 2009, 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:

- (i) 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 discounted on the implicit interest rate	Period
Buildings, piping infrastructure and electricity generation equipment and other equipment	<u>\$ 240,000</u>	August 1997-July 2012, 180 equal monthly payments

(ii) As of September 30, 2009, total amount of future rental payments and their present value are listed as follows:

	<u>Rent Payable</u>	
	Present value of future rental payments	Total future rental payments
10. 1. 2009-9. 30. 2010	\$ 24, 440	\$ 30, 949
10. 1. 2010-9. 30. 2011	26, 999	30, 949
10. 1. 2011-7. 31. 2012	<u>24, 648</u>	<u>25, 790</u>
	76, 087	<u>\$ 87, 688</u>
Less: Liabilities under capital lease within one year	(<u>24, 440</u>)	
Capital lease payables - non-current	<u>\$ 51, 647</u>	

(h) The accumulated impairment of property, plant and equipment as of September 30, 2009 and 2008 was 78,875 and \$158,232, respectively. Please refer to Note 4(16).

(12)Other intangible assets

As of September 30, 2009 and 2008, other intangible assets are as follows:

Item	Beginning balance				For the nine-month period ended September 30, 2009				Ending balance			
	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	\$ 240,909	(\$ 18,165)	\$ -	\$ 222,744	\$ 292,912	(\$ 5,762)	\$ -	\$ 533,821	(\$ 23,927)	\$ -	\$ 509,894
Copyrights	14,057	(512)	-	13,545	-	-	-	14,057	(512)	-	13,545	
Land use rights	2,212,549	(141,307)	-	2,071,242	-	(32,207)	-	2,212,549	(173,514)	-	2,039,035	
Land occupancy rights	1,517,114	(124,287)	12,672	1,405,499	319,227	(100,527)	45,567	1,836,341	(224,814)	58,239	1,669,766	
Others	2,538,254	(1,225,441)	-	1,312,813	399,292	(403,990)	-	2,937,546	(1,629,431)	-	1,308,115	
	<u>\$ 6,522,883</u>	<u>(\$ 1,509,712)</u>	<u>\$ 12,672</u>	<u>5,025,843</u>	<u>\$ 1,011,431</u>	<u>(\$ 542,486)</u>	<u>\$ 45,567</u>	<u>\$ 7,534,314</u>	<u>(\$ 2,052,198)</u>	<u>\$ 58,239</u>	<u>5,540,355</u>	
Less: Discount on land use rights				(114,499)							(97,210)	
Accumulated impairment				(13,545)							(13,545)	
				<u>\$ 4,897,799</u>							<u>\$ 5,429,600</u>	

Item	Beginning balance				For the nine-month period ended September 30, 2008				Ending balance			
	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	\$ 1,574	(\$ 2,150)	\$ -	\$ 89,243	(\$ 17,419)	\$ -	\$ 71,824
Copyrights	14,057	(512)	-	13,545	-	-	-	14,057	(512)	-	13,545	
Land use rights	2,212,549	(99,412)	-	2,113,137	-	(31,595)	-	2,212,549	(131,007)	-	2,081,542	
Land occupancy rights	1,283,063	(61,439)	48,718	1,270,342	233,267	(31,391)	(55,900)	1,516,330	(92,830)	(7,182)	1,416,318	
Others	1,842,453	(855,743)	-	986,710	400,125	(359,973)	-	2,242,578	(1,215,716)	-	1,026,862	
	<u>\$ 5,439,791</u>	<u>(\$ 1,032,375)</u>	<u>\$ 48,718</u>	<u>4,456,134</u>	<u>\$ 634,966</u>	<u>(\$ 425,109)</u>	<u>(\$ 55,900)</u>	<u>\$ 6,074,757</u>	<u>(\$ 1,457,484)</u>	<u>(\$ 7,182)</u>	<u>4,610,091</u>	
Less: Discount on land use rights				(141,985)							(141,985)	
Accumulated impairment				(13,545)							(13,545)	
				<u>\$ 4,300,604</u>							<u>\$ 4,454,561</u>	

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

(13) Assets leased to others

Assets	September 30, 2009						
	Cost			Accumulated depreciation			Net book value
	Historical cost	Revaluation	Total	Historical cost	Revaluation	Total	
Land	\$4,784,640	\$1,580,503	\$6,365,143	\$ -	\$ -	\$ -	\$ 6,365,143
Buildings	3,316,408	14,075	3,330,483	(644,793)	(13,607)	(658,400)	2,672,083
Machinery and equipment	11,373	-	11,373	(10,576)	-	(10,576)	797
Piping infrastructure and electricity generation equipment	9,774	-	9,774	(8,371)	-	(8,371)	1,403
Office equipment	2,230	-	2,230	(2,012)	-	(2,012)	218
Other equipment	253,887	4,290	258,177	(197,402)	(4,290)	(201,692)	56,485
	<u>\$8,378,312</u>	<u>\$1,598,868</u>	<u>\$9,977,180</u>	<u>(\$ 863,154)</u>	<u>(\$ 17,897)</u>	<u>(\$ 881,051)</u>	9,096,129
Less: Accumulated impairment							(285,359)
							<u>\$ 8,810,770</u>

Assets	September 30, 2008						
	Cost			Accumulated depreciation			Net book value
	Historical cost	Revaluation	Total	Historical cost	Revaluation	Total	
Land	\$4,403,276	\$1,580,504	\$5,983,780	\$ -	\$ -	\$ -	\$ 5,983,780
Buildings	2,760,622	14,075	2,774,697	(455,549)	(13,476)	(469,025)	2,305,672
Machinery and equipment	8,212	-	8,212	(7,463)	-	(7,463)	749
Piping infrastructure and electricity generation equipment	9,776	-	9,776	(8,148)	-	(8,148)	1,628
Office equipment	2,717	-	2,717	(2,496)	-	(2,496)	221
Other equipment	267,260	4,290	271,550	(201,748)	(4,290)	(206,038)	65,512
	<u>\$7,451,863</u>	<u>\$1,598,869</u>	<u>\$9,050,732</u>	<u>(\$ 675,404)</u>	<u>(\$ 17,766)</u>	<u>(\$ 693,170)</u>	8,357,562
Less: Accumulated impairment							(11,478)
							<u>\$ 8,346,084</u>

- (a) Rental revenues for the nine-month period ended September 30, 2009 and 2008 was \$295,984 and \$148,254, respectively.
- (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

September 30, 2009							
Assets	Cost			Accumulated depreciation			Net book value
	Historical cost	Revaluation	Total	Historical cost	Revaluation	Total	
Land	\$1,361,249	\$ 566	\$1,361,815	\$ -	\$ -	\$ -	\$1,361,815
Buildings	192,421	4,860	197,281	(117,585)	(4,847)	(122,432)	74,849
Machinery and equipment	497,463	-	497,463	(342,963)	-	(342,963)	154,500
Piping infrastructure and electricity generation equipment	8,453	41	8,494	(6,722)	(41)	(6,763)	1,731
Office equipment	885	-	885	(775)	-	(775)	110
Other equipment	146,115	1,373	147,488	(122,901)	(1,372)	(124,273)	23,215
	<u>\$2,206,586</u>	<u>\$ 6,840</u>	<u>\$2,213,426</u>	<u>(\$ 590,946)</u>	<u>(\$ 6,260)</u>	<u>(\$ 597,206)</u>	1,616,220
Less: Accumulated impairment							(222,897)
							<u>\$1,393,323</u>

September 30, 2008							
Assets	Cost			Accumulated depreciation			Net book value
	Historical cost	Revaluation	Total	Historical cost	Revaluation	Total	
Land	\$1,015,107	\$ 566	\$1,015,673	\$ -	\$ -	\$ -	\$1,015,673
Buildings	108,231	4,373	112,604	(87,322)	(4,358)	(91,680)	20,924
Machinery and equipment	568,475	-	568,475	(348,361)	-	(348,361)	220,114
Piping infrastructure and electricity generation equipment	5,344	-	5,344	(3,830)	-	(3,830)	1,514
Office equipment	1,659	-	1,659	(1,380)	-	(1,380)	279
Other equipment	58,684	978	59,662	(41,769)	(978)	(42,747)	16,915
	<u>\$1,757,500</u>	<u>\$ 5,917</u>	<u>\$1,763,417</u>	<u>(\$ 482,662)</u>	<u>(\$ 5,336)</u>	<u>(\$ 487,998)</u>	1,275,419
Less: Accumulated impairment							(123,040)
							<u>\$1,152,379</u>

A. The Group 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

	For the nine-month periods ended September 30,	
	2009	2008
Beginning balance	\$ 1,064,569	\$ 1,129,647
Additions	321,606	459,537
Amortization	(260,964)	(321,947)
Effect of foreign exchange rate changes	(23,836)	6,565
Ending balance	<u>\$ 1,101,375</u>	<u>\$ 1,273,802</u>

The deferred expenses include lease of packing machines. The minimum advance rental payments are amortized over a period of 7~8 years, the estimated economic lives of the packing machines. Other quarterly rental payments and cost based on the 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 September 30, 2009 and 2008 was \$5,679,057 and \$3,159,379, respectively.

Details are set forth below:

<u>Item</u>	<u>September 30, 2009</u>	<u>September 30, 2008</u>
Recorded as impairment loss:		
Financial assets carried at cost - non-current (Note)	\$ 5,078,381	\$ 2,853,084
Property, plant and equipment (Note)	78,875	158,232
Copyrights (classified as other intangible assets)	13,545	13,545
Assets leased to others (Note)	285,359	11,478
Idle assets (Note)	<u>222,897</u>	<u>123,040</u>
	<u>\$ 5,679,057</u>	<u>\$ 3,159,379</u>

The accumulated impairment summarized by department are as follows:

<u>Department</u>	<u>September 30, 2009</u>	<u>September 30, 2008</u>
Entertainment business	\$ 310,634	\$ 128,521
Tinplate business	43,017	43,017
Foods	113,726	215,414
Feeds	810	13,807
Retail chain stores	1,517,300	510,975
General department	<u>3,693,570</u>	<u>2,247,645</u>
	<u>\$ 5,679,057</u>	<u>\$ 3,159,379</u>

(Note) Certain of financial assets carried at cost - non-current and property, plant and equipment have been recognized or disposed, certain assets leased to others and certain idle assets have been recognized, disposed or transferred to property, plant and equipment during the nine-month period ended September 30, 2009 and 2008. As such, impairment loss of \$1,920,588 and \$142,785 was recognized for the nine-month period ended September 30, 2009 and 2008, respectively.

(17)Short-term loans

	<u>September 30, 2009</u>	<u>September 30, 2008</u>	<u>Collateral or security</u>
Unsecured bank loans	\$ 18,830,587	\$ 24,447,338	—
Secured bank loans	<u>2,803,683</u>	<u>2,552,421</u>	(Note)
	<u>\$ 21,634,270</u>	<u>\$ 26,999,759</u>	
Range of interest rates	<u>0.57%~8.32%</u>	<u>1.03%~7.98%</u>	

(Note) Collaterals include certificate of deposit-restricted, inventories, financial assets carried at cost - non-current, long-term equity investments accounted for under the equity method, land, buildings, machinery and equipment, transportation equipment and other equipment.

(18)Notes and bills payable

	<u>September 30, 2009</u>	<u>September 30, 2008</u>	<u>Collateral or security</u>
Commercial papers payable	\$ 9,104,100	\$ 9,432,900	(Note)
Less: Prepaid interest	(<u>3,209</u>)	(<u>11,537</u>)	
	<u>\$ 9,100,891</u>	<u>\$ 9,421,363</u>	
Range of interest rates	<u>0.54%~3.24%</u>	<u>0.25%~3.98%</u>	

The above commercial papers were issued and secured by banks and other financing institutions for short-term financing.

(Note) Collaterals include certificate of deposit-restricted, inventories, long-term equity investments accounted for under the equity method, land, buildings, and other assets-other.

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

	<u>September 30, 2009</u>	<u>September 30, 2008</u>
Current items:		
Financial liabilities held for trading		
Derivatives	<u>\$ 33,830</u>	<u>\$ 2,626</u>

(a) The Company recognized net loss and net income of \$169,056 and \$20,822 for the nine-month period ended September 30, 2009 and 2008, respectively.

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

	September 30, 2009		September 30, 2008	
	Contract Amount	Contract Period	Contract Amount	Contract Period
Advance booking forward foreign exchange contracts	—	—	USD 2,500	8. 2008~10. 2008
Forward exchange contracts	USD 24,100	8. 2009~12. 2009	USD 1,000	9. 2008~12. 2008
Advance booking forward foreign exchange contracts	JPY 1,170,000	8. 2009~3. 2010	—	—

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

(20) Bonds payable

	September 30, 2009	September 30, 2008	Collateral or security
Secured domestic bonds payable	\$ 4,675,000	\$ 4,913,600	—
Unsecured convertible bonds payable	—	4,080,000	—
	4,675,000	8,993,600	
Less: Discount on bonds payable	(126,123)	(256,516)	
Current portion of bonds payable	—	(4,080,000)	
	<u>\$ 4,548,877</u>	<u>\$ 4,657,084</u>	

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

(a) Total issue amount:

The Company issued secured bonds totaling \$700,000, including \$300,000 of A and

\$200,000 of B and C bonds.

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

(c) Coupon rate :

The secured domestic bonds consist of three types of bonds, A, B and C.

The coupon rate is determined as follows:

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

(d) Term of interest repayment:

The bond interest is payable in installments every six months starting December 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.

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

(a) Total issue amount:

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

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

(c) Coupon rate:

The secured domestic bonds consist of seven types of bonds, A, B, C, D, E, F and G.

The coupon rate is determined as follows:

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

(d) Term of interest repayment:

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

(e) Repayment term:

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

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

(g) Guarantee Bank:

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

C. The Company issued unsecured convertible bonds at premium price in 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 September 30, 2009, 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 September 30, 2009, the conversion price was \$48.6 (in NT dollars) per share.

- (h) Under the terms of the convertible bonds, all bonds (redeemed, matured and converted) are retired and not to be re-issued. As of September 30, 2009 and 2008, the convertible bonds in the amount of \$325,000 and \$86,400, respectively, were repurchased by the Company from the Taiwan Over-The-Counter Securities Exchange.
- (i) Under the terms of the bonds, the rights and obligations of the new common stocks converted from the bonds equal to those issued originally.

D. 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". As of September 30, 2009 and 2008, the capital reserve-stock warrants for the bonds redeemed, matured and converted were \$489,454 and \$514,435, respectively.

(21) Long-term loans

	<u>September 30, 2009</u>	<u>September 30, 2008</u>	<u>Collateral or security</u>
Unsecured bank loans	\$ 50,222,676	\$ 45,198,479	—
Secured bank loans	21,987,029	23,291,703	(Note)
Revolving credit facility	<u>3,100,000</u>	<u>5,800,000</u>	—
	75,309,705	74,290,182	
Less: Prepaid interest	(1,588)	(6,122)	
Current portion of long-term loans	(8,288,906)	(6,919,986)	
	<u>\$ 67,019,211</u>	<u>\$ 67,364,074</u>	
Range of maturity date	<u>2009.10~2025.9</u>	<u>2009.9~2025.9</u>	
Range of interest rates	<u>0.06%~4.04%</u>	<u>0.25%~7.17%</u>	

(Note) Collaterals include certificate of deposit-restricted, 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 other intangible assets-land use right.

(22) Other liabilities - other

	<u>September 30, 2009</u>	<u>September 30, 2008</u>
Land use rights payable	\$ 1,750,000	\$ 1,750,000
Less: Discount on land use rights payable	(82,091)	(169,056)
	1,667,909	1,580,944
Less: Current portion of land use rights payable	(495,999)	-
	<u>\$ 1,171,910</u>	<u>\$ 1,580,944</u>

As of September 30, 2009, land use rights payable and discount are listed as follows:

<u>Year</u>	<u>Land use rights payable</u>	<u>Discount on land use rights payable</u>
October 1 ~ December 31, 2009	\$ -	\$ 8,466
2010	500,000	25,021
2011	250,000	19,767
2012	250,000	14,620
2013 ~ 2015 (Note) (for each year \$250,000)	750,000	14,217
	<u>\$ 1,750,000</u>	<u>\$ 82,091</u>

(Note) The Taipei City Government agreed with the payment extended to 2015.

(23) Common stock

- (a) The stockholders at their annual stockholders' meeting on June 27, 2008 adopted a resolution to increase capital through unappropriated retained earnings of \$1,777,687. Pursuant to the approval by the Financial Supervisory Commission, Securities and Futures Bureau, the capital increase was effective on August 22, 2008. After the capital increase, the authorized capital was \$48,000,000, and the paid-in capital was \$37,331,420, consisting of 3,733,142,000 shares with a par value of \$10 (in NT dollars) per share.
- (b) The stockholders at their annual stockholders' meeting on June 29, 2009 adopted a resolution to increase capital through unappropriated retained earnings of \$1,642,582. Pursuant to the approval by the Financial Supervisory Commission, Securities and Futures Bureau, the capital increase was effective on August 24, 2009. After the capital increase, the authorized capital was \$48,000,000, and the paid-in capital was \$38,974,002, consisting of 3,897,400,000 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 details of Capital reserve-stock warrants, please refer for Note 4(20).

(25)Retained earnings

(a) According to the R.O.C. Company Law, the annual net income shall be used initially to cover any accumulated deficit; thereafter 10% of the annual net income shall be set aside as legal reserve until the legal reserve has reached 100% of contributed capital. The legal reserve shall be exclusively used to cover accumulated deficit or, if the balance of reserve exceeds 50% of contributed capital, to increase capital not exceeding 50% of reserve balance and shall not be used for any other purpose.

(b) According to the Company's Articles of Incorporation, 10% of the annual net income, after offsetting any loss of prior years and paying all taxes and dues, shall be set aside as legal reserve. The remaining net income and the unappropriated retained earnings from prior years can be distributed in accordance with a resolution passed during a meeting of the Board of Directors and approved at the stockholders' meeting. Of the amount to be distributed by the Company, stockholders' bonuses shall comprise 50% to 100% of the unappropriated retained earnings, the percentage of cash dividends shall not be less than 30% of dividends distributed. Directors' and supervisors' remuneration shall comprise 2% and at least 0.2% for employees' bonuses.

(c) The appropriation of 2008 and 2007 earnings had been resolved at the stockholders' meeting on June 29, 2009 and June 27, 2008. Details are summarized below:

	2008		2007	
	Amount	Dividends per share (in dollars)	Amount	Dividends per share (in dollars)
Legal reserve	\$ 360,083	\$ -	\$ 1,101,699	\$ -
Stock dividends	1,642,582	0.44	1,777,687	0.50
Cash dividends	1,642,582	0.44	7,110,746	2.00
Directors' and supervisors' remuneration	64,815	-	198,306	-
Employees' cash bonus	267,077	-	851,964	-
Total	\$ 3,977,139	\$ 0.88	\$11,040,402	\$ 2.50

There was no difference in the amounts of the 2008 earnings appropriation approved by the stockholders with that proposed by the Board of Directors on April 24, 2009.

(d) The estimated amounts of employees' bonus and directors' and supervisors' remuneration for the nine-month periods ended September 30, 2009 are \$929,904. The basis of estimates is based on a certain percentage of 2009 net income after taking into account the legal reserve and other factors, as prescribed under the Company's Articles of Incorporation. 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. The actual distribution of the 2008 retained earnings is described in Note 4(25)(c). The difference amounted to \$1,945 between the actual distribution and employees' bonus of \$267,077 recognized in the 2008 financial statements, and directors' and supervisors' remuneration of \$62,870 approved at the stockholders' meeting, due to the difference in estimate calculation. Such difference was recognized in profit or loss for the nine-month period ended September 30, 2009.

(e) As of September 30, 2009 and 2008, the balance of unappropriated earnings were as follows:

	<u>September 30, 2009</u>	<u>September 30, 2008</u>
(A) Unappropriated earnings before 1998	\$ 36,165	\$ 36,165
(B) Unappropriated earnings in and after 1998	<u>42,080</u>	<u>86,495</u>
	<u>\$ 78,245</u>	<u>\$ 122,660</u>

Consolidated net income in the amount of \$7,220,225 and \$4,935,999 for the nine-month periods ended September 30, 2009 and 2008, respectively, cannot be distributed since these amounts have not yet been approved by the shareholders.

(f) As of September 30, 2009 and 2008, the imputation tax credit account balance amounted to \$10,729 and \$7,623, respectively. The Company distributed unappropriated earnings in 2008 and 2007 as dividends in accordance with the resolution adopted at the stockholders' meeting on June 29, 2009 and June 27, 2008, respectively, and the date of dividends distribution was on August 24, 2009 and August 22, 2008, respectively. The 2009 and 2008 creditable ratio were 25.24% and 8.96%, respectively.

(26) Earnings per share("eps")

For the nine-month period ended September 30, 2009					
	Amount		Weighted average number of shares outstanding during the period (shares in thousands)	EPS (in NT dollars)	
	Before tax	After tax		Before tax	After tax
	Basic earnings per share				
Net income	\$13,629,532	\$ 7,220,225	3,897,400	<u>\$ 3.50</u>	<u>\$ 1.85</u>
Dilutive effect of common stock equivalents:					
Convertible bonds	88,664	66,498	96,193		
Employees' bonuses	<u>—</u>	<u>—</u>	<u>22,694</u>		
Diluted earnings per share					
Net income	<u>\$13,718,196</u>	<u>\$ 7,286,723</u>	<u>4,016,287</u>	<u>\$ 3.42</u>	<u>\$ 1.81</u>
For the nine-month period ended September 30, 2008					
	Amount		Weighted average number of shares outstanding during the period (shares in thousands)	EPS (in NT dollars)	
	Before tax	After tax		Before tax	After tax
	Basic earnings per share				
Net income	\$10,061,669	\$ 4,935,999	3,897,400	<u>\$ 2.58</u>	<u>\$ 1.27</u>
Dilutive effect of common stock equivalents:					
Convertible bonds	94,614	70,961	93,155		
Employees' bonuses	<u>—</u>	<u>—</u>	<u>16,275</u>		
Diluted earnings per share					
Net income	<u>\$10,156,283</u>	<u>\$ 5,006,960</u>	<u>4,006,830</u>	<u>\$ 2.53</u>	<u>\$ 1.25</u>

- (a) The above weighted-average outstanding common shares have been adjusted retroactively in proportion to retained earnings as of December 31, 2008.
- (b) Effective January 1, 2008, as employees' bonus could be distributed in the form of stock, the diluted EPS computation shall include those estimated shares that would increase from employees' stock bonus issuance in the calculation of the weighted-average number of common shares outstanding during the reporting year, taking into account the dilutive effects of stock bonus on potential common shares; whereas, basic EPS shall be calculated based on the weighted-average number of common shares outstanding during the reporting year that include the shares of employees' stock bonus for the appropriation of prior year earnings, which have already been resolved at the stockholders' meeting held in the reporting year. Since capitalization of employees' bonus no longer belongs to distribution of stock dividends, the calculation of basic EPS and diluted EPS for all periods presented shall not be adjusted retroactively. However, the accounting treatment for the appropriation of employees' bonus for 2007 earnings resolved at the stockholders' meeting held in 2008 is still in accordance with the regulations on capitalization of employees' bonus under paragraphs 19 and 39 of R.O.C. SFAS No. 24, "Earnings per Share".

5. RELATED PARTY TRANSACTIONS

(a) Related parties and their relationship with the Company

Name of related parties	Relationship with the Company
Presicarre Corp.	Subsidiary accounted for under the equity method
TTET Union Corp.	"
Ztong Yee Industrial Co., Ltd.	"
Kuang Chuan Dairy Co., Ltd.	"
Weilih Food Industrial Co., Ltd	"
Jimmailang Beverage (Beijing) Co., Ltd.	An affiliated company of Cayman President Holdings Ltd. (accounted for under the equity method)
Uni-President Land Corporation	"
Saigon Beverage Joint Stock Company	"
Chang-Tung Corporation Limited	A subsidiary of Kai Nan Investment Co., Ltd. (accounted for under the equity method)
President Fuche (Qingdo) Co., Ltd.	An affiliated company of Kai Nan Investment Co., Ltd.
Far-Tung Enterprises Corp.	A subsidiary of Nanlien International Corp. (accounted for under the equity method)
Kuan Chang Enterprises Corp.	"
Sin-Tung Co., Ltd.	"
Tung Chang Enterprises Corp.	"
Union Chinese Corp.	"
Life Information Service (Shanghai) Ltd.	An affiliated company of Q-Ware Systems & Services Corp. (accounted for under the equity method) (Note 1)
Yamato Collect Service Corporation	An affiliated company of President Collect Service Co., Ltd. (accounted for under the equity method)
Starbucks Coffee International, Inc.	Stockholder 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)
AHB International Inc.	Stockholder of AHBPet Plus Co., Ltd. (accounted for under the equity method)

Name of related parties	Relationship with the Company
Hi-life International Co., Ltd.	A subsidiary of Kuang Chuan Pasture Co., Ltd. (accounted for under the equity method)
Ta Chen Construction & Engineering Corp.	A subsidiary of Prince Housing Development Corp. (accounted for under the equity method) (Note 2)
Toyota Tsusho Corp.	A director of Ton-Yi Industrial Corp.

(Note 1) Merged with Shanghai Hexun Trading Co., Ltd. in May 2008.

(Note 2) The Company is a director.

(b) Transactions with related parties

1. Sales

	For the nine-month periods ended September 30,			
	2009		2008	
	Amount	Percentage of net sales	Amount	Percentage of net sales
Presicarre Corp.	\$1,379,750	1	\$1,575,441	1
TTET Union Corp.	1,016,907	-	1,987,329	1
Others (Individually less than 10%)	<u>6,265,485</u>	<u>3</u>	<u>4,768,629</u>	<u>2</u>
	<u>\$8,662,142</u>	<u>4</u>	<u>\$8,331,399</u>	<u>4</u>

(i) The collection period for related parties was approximately one month after sales. The collection period for third parties was two weeks after sales for foodstuff, 60~120 days after sales for animal feed products 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 nine-month periods ended September 30,			
	2009		2008	
	Amount	Percentage of net purchases	Amount	Percentage of net purchases
Toyota Tsusho Corp.	\$2,793,751	3	\$5,603,346	3
TTET Union Corp.	864,061	1	1,152,666	1
Others (Individually less than 10%)	<u>1,439,658</u>	<u>1</u>	<u>859,164</u>	<u>-</u>
	<u>\$5,097,470</u>	<u>5</u>	<u>\$7,615,176</u>	<u>4</u>

(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. Acquisition of property, plant and equipment

	Items	For the nine-month period ended September 30,	
		2009	2008
Ta Chen Construction & Engineering Corp.	Construction in progress	\$ 1,569,096	\$ 2,009,085
Others (Individually less than 10%)	Transportation, office equipment and other equipment	2,274	11,902
		<u>\$ 1,571,370</u>	<u>\$ 2,020,987</u>

The Group purchased certain property, plant and equipment from other related parties at negotiated prices.

4. Processing expenses

	For the nine-month period ended September 30,	
	2009	2008
TTET Union Corp.	<u>\$ 177,933</u>	<u>\$ 204,739</u>

5. Other expenses

	For the nine-month period ended September 30,	
	2009	2008
Starbucks Coffee International, Inc.	\$ 133,937	\$ 144,464
Presicarre Corp.	84,840	35,069
Hi-Life International Co., Ltd.	63,170	65,863
Kuan Chang Enterprises Corp.	55,199	54,152
Others (Individually less than 10%)	370,431	144,698
	<u>\$ 707,577</u>	<u>\$ 444,246</u>

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

7. Other income

	For the nine-month period ended September 30,	
	2009	2008
Management and technical consultancy fees:		
Ztong Yee Industrial Co., Ltd.	\$ 9,000	\$ 9,000
Others (Individually less than 10%)	49,212	55,173
	<u>58,212</u>	<u>64,173</u>
Other income:		
Union Chinese Corp.	38,906	-
Far Tung Enterprises Corp.	24,216	24,224
Sin Tung Co., Ltd.	18,402	20,359
Chang Tung Co., Ltd.	15,249	15,915
Jimmailang Beverage (Beijing) Co., Ltd.	2,596	17,676
Others (Individually less than 10%)	74,443	45,290
	<u>173,812</u>	<u>123,464</u>
	<u>\$ 232,024</u>	<u>\$ 187,637</u>

8. Accounts receivable

	September 30, 2009		September 30, 2008	
	Amount	Percentage	Amount	Percentage
Presicarre Corp.	\$ 703,921	6	\$ 687,590	5
Hi-life International Co., Ltd.	227,787	2	234,547	2
Far-Tung Enterprises Corp.	153,801	1	118,770	1
Others (Individually less than 10%)	405,256	3	363,900	2
	<u>\$1,490,765</u>	<u>12</u>	<u>\$1,404,807</u>	<u>10</u>

9. Accounts payable

	September 30, 2009		September 30, 2008	
	Amount	Percentage	Amount	Percentage
Kuang Chuan Dairy Co., Ltd.	\$ 60,483	-	\$ 45,989	-
TTET Union Corp.	56,602	-	42,177	-
Weilih Food Industrial Co., Ltd.	36,424	-	-	-
Toyota Tsusho Corp.	90	-	822,830	4
Others (Individually less than 10%)	120,865	1	128,590	1
	<u>\$ 274,464</u>	<u>1</u>	<u>\$ 1,039,586</u>	<u>5</u>

10. Accrued expenses

	<u>September 30, 2009</u>		<u>September 30, 2008</u>	
	<u>Amount</u>	<u>Percentage</u>	<u>Amount</u>	<u>Percentage</u>
Presicarre Corp.	\$ 110,441	1	\$ 70,566	1
Hi-Life International Co., Ltd.	38,334	–	43,862	–
Representatives of Ryohin keikaku Co., Ltd.	28,701	–	2,857	–
TTET Union Corp.	23,220	–	24,098	–
Others (Individually less than 10%)	33,164	–	20,525	–
	<u>\$ 233,860</u>	<u>1</u>	<u>\$ 161,908</u>	<u>1</u>

11. Other payables

	<u>September 30, 2009</u>		<u>September 30, 2008</u>	
	<u>Amount</u>	<u>Percentage</u>	<u>Amount</u>	<u>Percentage</u>
Ta Chen Construction & Engineering Corp.	\$ 287,200	4	\$ 282,967	3
Others (Individually less than 10%)	3,703	–	2,977	–
	<u>\$ 290,903</u>	<u>4</u>	<u>\$ 285,944</u>	<u>3</u>

12. Long-term notes payable

	<u>September 30, 2009</u>		<u>September 30, 2008</u>	
	<u>Amount</u>	<u>Percentage</u>	<u>Amount</u>	<u>Percentage</u>
Ta Chen Construction & Engineering Corp.	<u>\$ 363,332</u>	<u>92</u>	<u>\$ 205,121</u>	<u>79</u>

(c) Financing

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

	For the nine-month period ended September 30, 2009				
	<u>Maximum balance date</u>	<u>Maximum balance</u>	<u>Ending balance</u>	<u>Annual interest rate</u>	<u>Total interest income</u>
President Fuche (Qingdo) Co., Ltd.	2009.06	\$ 36,025	\$ 32,996	5.40% ~8.42%	\$ 891
Uni-President Land Corporation	2009.01	34,521	31,768	7.00%	1,668
Saigon Beverage Joint Stock Company	2009.05	28,560	<u>27,840</u>	10.50%	<u>1,462</u>
			<u>\$ 92,604</u>		<u>\$ 4,021</u>

	For the nine-month period ended September 30, 2008				
	<u>Maximum balance date</u>	<u>Maximum balance</u>	<u>Ending balance</u>	<u>Annual interest rate</u>	<u>Total interest income</u>
President Fuche (Qingdo) Co., Ltd.	2008.08	\$ 33,026	\$ 33,026	6.66% ~8.88%	\$ 171
Uni-President Land Corporation	2008.01	33,375	31,210	7.00%	1,638
Life Information Service (Shanghai) Ltd.	2008.03	17,840	-	-	-
Tung Chang Enterprises Corp.	2008.06	8,500	<u>-</u>	3.00%	<u>63</u>
			<u>\$ 64,236</u>		<u>\$ 1,872</u>

(d) Contingent liabilities and commitments

- (i) In September 2003, Muji Taiwan Co., Ltd., a subsidiary of President Chain Store Corp., 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) Mister Donut Taiwan Co., Ltd. and Mister Donut Shanghai Co., Ltd., which are subsidiaries 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., Ltd. and Mister Shanghai Co., Ltd. shall pay royalty based on a fixed percentage of total

sales revenue.

- (iii) President Coffee Corp., a subsidiary of President Chain Store Corp., signed a contract with Starbucks Corp. to operate Starbucks coffee shops. Under 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) In November 2007, AHB Pet Plus Co., Ltd., a subsidiary of President Chain Store Corp., signed a logotype and perpetual technical contract with AHB International Inc. whereby AHB Pet Plus Co., Ltd. is authorized to operate cosmetology for pets. Under the terms of the contract, AHB Pet Plus Co., Ltd. shall pay royalty monthly based on a fixed percentage of monthly net sales revenue.
- (vi) As of September 30, 2009 and 2008, the endorsements and guarantees provided by the Group amounted to \$1,827,972 and \$1,822,696, respectively.

6. PLEDGED ASSETS

As of September 30, 2009 and 2008, the details of pledged assets were as follows:

<u>Assets</u>	<u>September 30, 2009</u>	<u>September 30, 2008</u>	<u>Purpose of collateral</u>
Demand deposits, certificate of deposit and short-term bills (Classified as other financial asset current and non-current)	\$ 55,897	\$ 100,819	Performance guarantees short-term loans, notes and bills payable and long-term loans
Inventories	195,477	644,206	Short-term loans and notes and bills payable
Financial assets carried at cost - non-current	1,540,380	2,913,570	Short-term loans and long-term loans
Long-term equity investments accounted for under the equity method	3,589,317	3,230,327	Short-term loans, notes and bills payable and long-term loans
Land (Note)	6,798,650	7,849,877	Short-term loans, notes and bills payable and long-term loans
Buildings-net (Note)	8,103,207	8,095,692	Short-term loans, notes and bills payable and long-term loans
Machinery and equipment-net (Note)	65,160	647,369	Short-term loans and long-term loans
Transportation equipment-net	301,539	330,216	Short-term loans and long-term loans
Other equipment-net	840,271	390,512	Short-term loans and long-term loans
Other intangible assets-land occupancy right	1,941,825	1,939,557	Long-term loans
Refundable deposits	142,386	169,633	Performance guarantees
Other assets-other	870,746	807,542	Notes and bills payable
	<u>\$ 24,444,855</u>	<u>\$ 27,119,320</u>	

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

7. COMMITMENTS AND CONTINGENT LIABILITIES

As of September 30, 2009 and 2008, the contingent liabilities and commitments of the Group, in addition to Note 5 (d) were as follows:

- (a) As of September 30, 2009 and 2008, the remaining balance due for construction in progress and prepayments for equipment were \$360,536 and \$2,259,899, respectively.

- (b) As of September 30, 2009 and 2008, the unused letters of credit amounted to \$1,868,732 and \$3,784,100, respectively.
- (c) In July 2000, President Chain Store Corp. signed a perpetual technical cooperation contract (the Contract) with the Southland Corporation. The terms of the Contract are as follows:
- (1) The Company guarantees that President Chain Store Corp. will fulfill all payments or other obligations due under the Contract to Southland Corporation.
 - (2) Without the written approval of Southland Corporation in advance, the Company may not sell, transfer, or pledge the ownership or the assets of President Chain Store Corp.
 - (3) The Company must maintain no less than 40% ownership of President Chain Store Corp.
- (d) In August 2004, the Company borrowed from Chinatrust Bank, BNP PARIBAS, Taiwan Bank, and Standard Chartered Bank under a 5-year syndicated credit facilities agreement consisting of domestic bonds guarantee and 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 facilities agreement consisting of domestic bonds guarantee, notes issuance facilities and unsecured bank loans from September 14, 2005 to September 14, 2010. Under the terms of the loan agreement, the Company agrees that:
- (1) The current ratio computed from the year-end audited non-consolidated financial statements shall not be below 75%.
 - (2) The debt-to-equity ratio computed from the year-end audited non-consolidated financial

statements shall not be above 150%.

(3) The interest coverage ratio computed from the year-end audited non-consolidated financial statements shall not be below 150%.

(4) The year-end audited consolidated tangible stockholders' equity shall not be less than \$30,000,000.

(f) In October 2008, the Company borrowed from Taiwan Bank and 7 other banks under a 5-year syndicated credit facilities agreement from October 17, 2008 to October 17, 2013. Under the terms of the loan agreement, the Company agrees that:

(1) The current ratio computed from the year-end audited non-consolidated financial statements shall not be below 75%.

(2) The debt-to-equity ratio computed from the year-end audited non-consolidated financial statements shall not be above 150%.

(3) The interest coverage ratio computed from the year-end audited non-consolidated financial statements shall not be below 150%.

(4) The year-end audited consolidated tangible stockholders' equity shall not be less than \$30,000,000.

(g) In November 2007, Uni-President Southeast Asia Holdings Ltd. borrowed from Chinatrust Bank and other banks under a 3-year syndicated credit 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.

(h) 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, 2009 to

March 26, 2011. 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.
- (i) President Entertainment Corp. (PEC) signed a non-public use hillside land development contract with National Property Bureau in January and August of 1999. The National Property Bureau agreed to allow PEC to jointly develop certain pieces 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 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 the National Property Bureau in July 2001. The National Property Bureau agreed to allow PEC to jointly develop certain pieces 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 will charge 25% of public price of the land as compensation.
- (k) President Entertainment Corp. (PEC) signed a non-public use hillside land development contract with National Property Bureau in July 2003. The National Property Bureau agreed to allow PEC to jointly develop certain pieces 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 charged or used illegally, the National Property Bureau would charge 25% of public price of the land as compensation.

(l) Tung Ho Development Co., Ltd. (Tung Ho) entered into a contract with a bank for its members to facilitate consumer bank loans for payments of initiation fees and security deposits. Tung Ho agreed to buy back the membership certificates which was pledged as security if the borrowers default on the loan. As of September 30, 2009 and 2008, the loans for the initiation fees and security deposits amounted to \$31,195 and \$41,412, respectively.

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

Year	Total rental expenses
2009.10.1 ~ 2009.12.31	\$ 1,590
2010	6,480
2011	6,600
2012	6,780
2013	6,960
2014 ~ 2021 (Present Value \$52,399)	62,160
	\$ 90,570

(n) Uni-President Development Corp. signed a "Build-Operate-Transfer Contract for the Construction, Development and Operation of a Mass Rapid Transit (MRT) Station" with the Taipei City Government in August 2004. The main contents of the contract are as follows:

- (1) The contract includes the construction, development and operation of an MRT Station including all auxiliary structures and facilities.
- (2) The Taipei City Government shall provide the right of land located in Shin-Yi District Lot. No. 3 to carry out the contract.
- (3) The development and operation period is 50 years starting from 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 to processing building capacity compensation and changes of design (for 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 September 30, 2009, 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 1 year, and 5 months after the registration of the right of land, and the occupancy permit within 5 years 7 months and 29 days after the construction of the MRT Station. The construction project shall be completed and approved for operations within 6 years, 7 months and 29 days.
 - (8) Uni-President Development Corp. shall allow transportation companies to enter and operate within 6 months from the date Uni-President Development Corp. got the building license for the MRT Station.
 - (9) Uni-President Development Corp. shall transfer freely the operating right for the MRT Station to the Taipei City Government when the contract expires.
Uni-President Development Corp. also agrees to enter into a new contract with the Taipei City Government to bring the MRT Station back into public ownership 5 years before the end of the contract. The new contract shall be finished within 6 months. In addition, Uni-President Development Corp. shall propose a detailed plan before entering into a new contract with regard to the right and responsibility of the transfer of the MRT Station.
- (o) In October 2008, 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 December 10, 2008 to December 9, 2011. 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.
- (p) To construct the Tinsplate Plant and Tin Mill Black Plate Plant, Ton Yi Industrial Corp. has signed land lease contract with Taiwan Sugar Corp. The term of contract covers the period from July 1, 1993 to March 9, 2048, and the annual rental payments are based on 10% of the annual assessed value of the land. Royalty payments for the land lease are 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 \$10,998 and \$13,369 as of September 30, 2009 and 2008, respectively.

- (q) President Chain Store Corp. and Philippine Seven Corporation and President Chain Store Corp. (Shanghai) signed a perpetual technical cooperation contract (the Contract) with Southland Corp. As required by the contract, President Chain Store Corp. shall pay royalties to Southland Corp. based on total monthly sales of President Chain Store Corp.
- (r) President Chain Store Corp. (PCSC) and its subsidiaries signed the rental agreements with non-related parties to rent store spaces with lease periods ranging from 3 to 12 years. As of September 30, 2009, PCSC and its subsidiaries have prepaid rent and guaranteed deposits in the amount of \$839,826 and \$1,838,008, respectively. Summary of the estimated annual rental expense of PCSC is as follows:

<u>Year</u>	<u>Total rental expense</u>
2009.10.1 ~ 2009.12.31	\$ 1, 827, 884
2010	6, 821, 748
2011	6, 772, 951
2012	6, 291, 525
2013	5, 634, 111
2014 and thereafter (Present value \$9,890,706)	<u>10, 499, 184</u>
	<u>\$ 37, 847, 403</u>

- (s) In April 2006 and 2009, 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 shall 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 semi-annual unreviewed and the annual audited non-consolidated financial statements shall not be below 80%.
 - (2) The debt-to-equity ratio computed from the semi-annual unreviewed and the annual audited non-consolidated financial statements shall not be above 330%.

- (3) The interest coverage ratio computed from the semi-annual unreviewed and the annual audited non-consolidated financial statements shall not be below 200%.
- (4) The semi-annual unreviewed and the annual audited non-consolidated stockholders' equity shall not be less than \$600,000.
- (5) Under the terms of the loan agreement and before Mech-President Corp. applies for initial public offering (in TSE or OTC), the Company and President Chain Store Corp. shall hold and control no less than 50% ownership of Mech-President Corp. After Mech-President Corp. become a listed or counter company, the Company and President Chain Store Corp. shall hold and control no less than 25% ownership of Mech-President Corp.
- (6) If any of the financial ratios or regulations above have been violated, Mech-President Corp. shall improve it within six months. Should Mech-President Corp. fail to meet the required financial ratios and regulations by then, it will be considered as a violation of the agreement.

As of September 30, 2009, the current ratio, debt-to-equity ratio, interest coverage ratio and the non-consolidated stockholders' equity of Mech-President Corp. did not meet the required levels in the agreement. In accordance with the agreement, Mech-President Corp. should meet these requirements within 6 months from the date it failed to comply with such requirements. In December 2008, Mech-President Corp. obtained the agreement of Ta Chong Bank and 13 other banks to waive the above covenants for the six-month period ended June 30, 2008 and the year ended December 31, 2007. The banks required the stockholder of Mech-President Corp., President Chain Store Corp. (PCSC), to provide a LETTER OF FINANCIAL SUPPORT. Further, the banks will increase loan interest rate until Mech-President Corp. can meet the required ratios. The Board of Directors of Mech-President Corp. during its meeting on June 23, 2009, had adopted a resolution to decrease capital of \$556,000 and increase capital of \$450,000 in order to achieve the required ratios under the contract.

8.SIGNIFICANT CATASTROPHE

None.

9.SUBSEQUENT EVENTS

None.

10. OTHERS

(1) The fair values of the financial instruments

	September 30, 2009			September 30, 2008		
	Book value	Fair value		Book value	Fair value	
		Quotations in an active market	Estimated using a valuation method		Quotations in an active market	Estimated using a valuation method
<u>Non-derivative financial instruments</u>						
Assets						
Financial assets with book value						
value equal to fair value	\$ 58,049,535	\$ -	\$ 58,049,535	\$ 54,741,020	\$ -	\$ 54,741,020
Financial assets at fair value through profit or loss	13,868,144	13,868,144	-	11,110,865	11,110,865	-
Available-for-sale financial assets	7,552,463	7,552,463	-	6,221,462	6,221,462	-
Financial assets carried at cost	13,212,439	-	-	17,499,717	-	-
Investment in bonds without active markets	-	-	-	45,000	-	-
Other financial assets - non-current	1,800	-	1,800	45,620	-	45,620
Refundable deposits	2,489,884	-	2,489,884	2,190,922	-	2,190,922
Long-term notes, accounts and overdue receivables	606,552	-	606,552	31,595	-	31,595

	September 30, 2009			September 30, 2008		
	Book value	Fair value		Book value	Fair value	
		Quotations in an active market	Estimated using a valuation method		Quotations in an active market	Estimated using a valuation method
Liabilities						
Financial liabilities with book value equal to fair value						
	\$ 86,968,048	\$ -	\$ 86,968,048	\$ 94,525,284	\$ -	\$ 94,525,284
Bonds payable	4,548,877	-	4,548,877	4,657,084	-	4,657,084
Long-term loans	67,019,211	-	67,019,211	67,364,074	-	67,364,074
Long-term notes payable	395,783	-	395,783	258,716	-	258,716
Capital lease payables - non-current	51,647	-	51,647	76,086	-	76,086
Guarantee deposits received	3,992,932	-	3,992,932	4,684,925	-	4,684,925
<u>Derivative financial instruments</u>						
Liabilities						
Forward foreign exchange contracts	33,830	-	33,830	2,626	-	2,626
Interest rate swap contracts	-	-	-	14,400	-	14,400

- (a) The methods and assumptions used to estimate the fair values of financial instruments are summarized as follows:
- (i) The due dates of short-term financial instruments are near the balance sheet date. Accordingly, the fair value of short-term financial instruments are estimated based on the amount at the balance sheet date 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 payables-current and other current liabilities.
 - (ii) Available-for-sale financial assets are regarded as quoted in an active market. If the market for a financial asset is not active, an entity establishes fair value by using a valuation technique. The Group's available-for-sale financial instruments pertain to mutual funds, listed companies or corporation bonds; 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.
 - (iii) The fair value of other financial assets - non-current, refundable deposits and long-term notes, accounts and overdue receivable 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 September 30, 2009 and 2008.
 - (iv) The fair value of bonds payable, long-term loans, long-term notes payable, capital lease payables - 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 September 30, 2009 and 2008.
 - (v) The fair values of derivative financial instruments which include unrealized gains or losses on unsettled contracts were determined based on the amounts to be received or paid assuming that the contracts were settled as of the reporting date.
- (b) The Group recognized the amount of \$1,712,434 and \$2,914,492 as addition and deduction to stockholders' equity for the changes in fair value of available-for-sale financial assets as of September 30, 2009 and 2008, respectively.

(2) Procedure of financial risk control and hedge

The Group's activities expose it to a variety of financial risks: market risk, credit risk, liquidity risk and cash flow interest rate risk. The Group's overall risk management program focuses on the unpredictability of financial markets and seeks to minimize potential adverse effects on the Group's financial performance. The Group uses derivative financial instruments to hedge certain

risk exposures.

(3)Information of material financial risk

A. Market risk

(a) Exchange rate risk

Some purchases are valued in US dollars, therefore 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 insignificant 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 Group 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-mutual funds, publicly traded stocks or corporation bonds 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 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:

Item	September 30, 2009		September 30, 2008	
	Notional principal amount	Contract period	Notional principal amount	Contract period
Interest Rate Swap Contracts	\$ —	—	\$ 2,580,000	2003.01~2009.09

The Group entered into derivative financial instruments to manage exposures related to foreign exchange rate and interest rate fluctuations. The income and loss on derivative financial instruments was \$2,598 and \$12,490 as deduction and addition to interest expense for the nine-month period ended September 30, 2009 and 2008, respectively.

(4) Bonds and cash flow hedges

The Group bears the risk of floating interest rates, therefore, the fluctuations in interest rates may affect the future cash flow risk in assets and liabilities. Since the Group is concerned with the cash flow risk, the Group entered into an interest rate swap contract to hedge the risk.

Designated for hedging instruments			
Hedged item	Financial instruments was instruments was designated for hedgin instrument	Contract amount September 30,	
		2009	2008
Bonds payable	Interest rate swap contracts	\$ —	\$ 2,580,000
Item		September 30, 2009	September 30, 2008
Amount of equity adjustment		\$ 12,439	\$ 51,651

(5)Financial statement presentation

Certain accounts in the September 30, 2008 consolidated financial statements were reclassified to conform with the September 30, 2009 consolidated financial statement presentation.

11.ADDITIONAL DISCLOSURES REQUIRED BY THE SECURITIES AND FUTURE

(1)Related information of significant transactions

Not required for the quarter consolidated financial statements.

(2)Disclosure information of investee company

Not required for the quarter consolidated financial statements.

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

Not required for the quarter consolidated financial statements.

(4) Intercompany relationships and significant intercompany transactions

For the nine-month period ended September 30, 2009 (Unit in thousands of currencies indicated):

Number (Note 2)	Name of counterparty	Name of transaction parties	Relationship (Note 3)	Subject	Amount	Transaction terms		The percentage of total combined revenue or total assets (Note 4)
						Transaction terms		
0	Uni-President Enterprises Corp.	Uni-President Cold Chain Corp.	1	(Sales)	(\$ 5,077,104)	Closes its accounts	30 days after the end of each month	(2%)
			2	Other expenses	261,272	—	—	—
			1	Accounts receivable	901,028	—	—	—
			1	Accrued expenses	(116,375)	—	—	—
		Tung Ang Enterprises Corp.	1	(Sales)	(4,844,518)	Closes its accounts	28 days after 10 days	(2%)
			1	Accounts receivable	834,867	—	—	—
		President Chain Store Corp.	1	(Sales)	(1,556,403)	Closes its accounts	30 days after the end of each month	(1%)
			1	Accounts receivable	213,726	—	—	—
		Tung Hsiang Enterprises Corp.	1	(Sales)	(1,379,811)	2 months after sales	—	(1%)
			1	Accounts receivable	396,701	—	—	—
		Retail Support International Corp.	1	(Sales)	(1,270,158)	Closes its accounts	30 days after the end of each month	(1%)
			1	Accounts receivable	160,014	—	—	—
		Tung Shun Enterprises Corp.	1	(Sales)	(809,580)	2 months after sales	—	—
			1	Accounts receivable	245,265	—	—	—
		Tone Chu Enterprises Corp.	1	(Sales)	(445,348)	2 months after sales	—	—
			1	Accounts receivable	108,667	—	—	—
		Uni-President Vendor Corp.	1	(Sales)	(436,810)	Closes its accounts	30~60 days after the end of each month	—
		Tung Yi Enterprises Corp.	1	(Sales)	(313,717)	2 weeks after sales	—	—
		Tung Che Enterprises Corp.	1	(Sales)	(310,277)	2 months after sales	—	—
		Tung-Hsiang Enterprises Corp.	1	(Sales)	(302,246)	"	—	—
		Tung Yu Enterprises Corp.	1	(Sales)	(210,371)	2 weeks after sales	—	—
		Xin Ya Enterprises Corp.	1	(Sales)	(146,576)	Closes its accounts	60 days after the end of each month	—
		Tung-Shen Corp. Ltd.	1	(Sales)	(118,641)	42 days after sales	—	—
		Hui-Sheng Enterprises Corp.	1	(Sales)	(113,424)	Closes its accounts	60 days after the end of each month	—
		President Kikkoman Inc.	2	purchases	670,161	One month	—	—
		President Nisshin Corp.	2	purchases	329,044	Fifteen days	—	—

Number (Note 2)	Name of counterparty	Name of transaction parties	Relationship (Note 3)	Transaction terms			The percentage of total combined revenue or total assets (Note 4)
				Subject	Amount	Transaction terms	
0	Uni-President Enterprises Corp.	President Packaging Corp.	2	purchases	\$ 163,062	One month	—
		Uni-President (Vietnam) Co.,Ltd.	2	purchases	122,886	Closes its accounts 60 days after the end of each month	—
		Uni-President Dream Parks Corp.	2	Advertising expenses	404,537	—	—
1	Cayman President Holdings Ltd.	Uni-President Southeast Asia Holdings Ltd.	3	Long-term receivables	US 28,510	—	—
2	President International Trade & Investment Corp.	Cayman President Holdings Ltd.	3	Long-term receivables	US 19,930	—	—
3	Nanlien International Corp.	Lien Bo Enterprises Corp.	3	(Sales)	(811,854)	Closes its accounts 15~60 days after the end of each month	—
		Lien Song Enterprises Corp.	3	(Sales)	(153,316)	12 days after sales	—
4	Tait Marketing & Distribution Co., Ltd.	Tait Trading (Shanghai) Company Ltd.	3	Long-term receivable-related parties	132,125	—	—
5	President Musashino Corp.	Uni-President Cold Chain Corp.	3	(Sales)	(893,554)	Closes its accounts 45 days after the end of each month	—
			3	Accounts receivable	229,236	—	—
6	President Packaging Corp.	Retail Support International Corp.	3	(Sales)	(170,624)	Closes its accounts 30 days after the end of each month	—
7	Ton-Yi Industrial Corp.	Cayman Ton Yi Industrial Holdings Ltd.	3	(Sales)	(4,470,879)	45 days after shipping	(2%)
			3	Accounts receivable	444,578	—	—
8	Uni-President Enterprises China Holdings Ltd.	Beijing President Enterprises Drinks & Food Co., Ltd.	3	Other receivables	RMB 88,777	—	—
		Wuhan President Enterprises Food Co., Ltd.	3	Other receivables	RMB 68,290	—	—
		Guangzhou President Enterprises Co., Ltd.	3	Other receivables	RMB 68,290	—	—
		Kunshan President Enterprises Food Co., Ltd.	3	Other receivables	RMB 68,290	—	—
		Chengdu President Enterprises Food Co., Ltd.	3	Other receivables	RMB 68,290	—	—
		Nanchang President Enterprises Co., Ltd.	3	Other receivables	RMB 54,623	—	—
		Uni-President Asia Holdings Ltd.	3	Other receivables	RMB 54,623	—	—

Number (Note 2)	Name of counterparty	Name of transaction parties	Relationship (Note 3)	Transaction terms			The percentage of total combined revenue or total assets (Note 4)
				Subject	Amount	Transaction terms	
8	Uni-President Enterprises China Holdings Ltd.	Hefei President Enterprises Co., Ltd.	3	Other receivables	RMB 34,145	—	—
		Harbin President Enterprises Co., Ltd.	3	Other receivables	RMB 34,145	—	—
		Shenyang President Enterprises Co., Ltd.	3	Other receivables	RMB 34,145	—	—
9	Uni-President (Thailand) Ltd.	Uni-President Marketing Ltd.	3	(Sales)	(THB 570,583)	Closes its accounts 60 days after the end of each month	—
			3	Accounts receivable	THB 147,174	—	—
10	Uni-President Asia Holdings Ltd.	President Enterprise (China) Investment Co., Ltd.	3	Other receivables	RMB 110,950	—	—
11	President Enterprises (China) Investment Co., Ltd.	Integrated Marketing & Distribution Co.,Ltd.	3	Other receivables	RMB 28,500	—	—
12	Hefei President Enterprises Co., Ltd.	Kunshan President Enterprises Food Co., Ltd.	3	(Sales)	(RMB 67,063)	Closes its accounts 60 days after the end of each month	—
13	Shenyang President Enterprises Co., Ltd.	Beijing President Food Co., Ltd.	3	(Sales)	(RMB 61,835)	Closes its accounts 15 days after the end of each month	—
14	Zhengzhou President Enterprises Food Co., Ltd.	Beijing President Food Co., Ltd.	3	(Sales)	(RMB 64,341)	Closes its accounts 60 days after the end of each month	—
15	Kunshan President Enterprises Food Co., Ltd.	Guangzhou President Enterprises Co., Ltd.	3	(Sales)	(RMB 44,210)	Closes its accounts 30 days after the end of each month	—
			3	Accounts receivable	RMB 33,054	—	—
16	Zhongshan President Enterprises Co., Ltd.	Sanshui Jianlibao Commerce Co., Ltd	3	Receivable-related party	RMB 65,000	—	—
17	Kai Yu (BVI) Investment Co., Ltd.	Cayman President Holdings Ltd.	3	Other receivables	US 11,080	—	—
		Zhongshan President Enterprises Co., Ltd.	3	Other receivables	US 5,000	—	—
18	Tung Ang Enterprises Corp.	Retail Support International Corp.	3	(Sales)	(1,478,507)	Closes its accounts 30 days after the end of each month	(1%)
			3	Accounts receivable	158,426	—	—

Number (Note 2)	Name of counterparty	Name of transaction parties	Relationship (Note 3)	Transaction terms			The percentage of total combined revenue or total assets (Note 4)
				Subject	Amount	Transaction terms	
18	Tung Ang Enterprises Corp.	Tung Hsiang Enterprises Corp.	3	(Sales)	(\$ 984,704)	77 days after sales	—
			3	Accounts receivable	390,959	—	—
		Tung Yu Enterprises Corp.	3	(Sales)	(370,841)	46 days after sales	—
		Tone Chu Enterprises Corp.	3	(Sales)	(240,847)	Closes its accounts 30 days after the end of each month	—
			3	Accounts receivable	103,335	—	—
		Uni-President Cold Chain Corp.	3	(Sales)	(112,556)	Closes its accounts 30 days after the end of each month	—
		President Pharmaceutical Corp.	3	(Sales)	(111,912)	Closes its accounts 30 days after the end of each month	—
19	Lien Bo Enterprises Corp.	Tung-Bo Enterprises Corp.	3	(Sales)	(111,433)	12 days after sales	—
		Retail Support International Corp.	3	(Sales)	(579,138)	Closes its accounts 15~70 days after the end of each month	—
20	Shanghai E & P Trading Co., Ltd.		3	Accounts receivable	101,007	—	—
		Kunshan President Enterprises Food Co., Ltd.	3	(Sales)	(RMB 82,196)	Closes its accounts 60 days after the end of each month	—
		Beijing President Enterprises Drinks & Food Co., Ltd.	3	(Sales)	(RMB 48,983)	Closes its accounts 15 days after the end of each month	—
		Guangzhou President Enterprises Co., Ltd.	3	(Sales)	(RMB 47,731)	Closes its accounts 30 days after the end of each month	—
		Wuhan President Enterprises Food Co., Ltd.	3	(Sales)	(RMB 44,664)	Closes its accounts 60 days after the end of each month	—
		Chengdu President Enterprises Food Co., Ltd.	3	(Sales)	(RMB 37,364)	Closes its accounts 15 days after the end of each month	—
		Hefei President Enterprises Co., Ltd.	3	(Sales)	(RMB 33,109)	"	—
21	Rich Universe International Limited	Fuzhou President Enterprises Co., Ltd.	3	(Sales)	(RMB 21,675)	"	—
		Uni-Splendor Corp.	3	(Sales)	(US 74,222)	According to the state of fund	—
			3	Accounts receivable	US 4,960	—	—
		Grand-Prosper(HK) Ltd.	3	(Sales)	(US 18,316)	According to the state of fund	—

Transaction terms

Number (Note 2)	Name of counterparty	Name of transaction parties	Relationship (Note 3)	Subject	Amount	Transaction terms	The percentage of total combined revenue or total assets (Note 4)
22	Uni-Splendor Corp.	Ever-Splendor Electrics (Shenzhen) Co., Ltd.	3	(Sales)	(US 23,024)	"	—
			3	Accounts receivable	US 22,931	—	—
			3	(Sales)	(US 10,447)	According to the fund status	—
23	Grand-Prosper (HK) Ltd.	Rich Universe International Limited	3	Other receivables	US 48,035	—	1%
			3	(Sales)	(US 66,410)	According to the fund status	(1%)
			3	(Sales)	(US 30,798)	"	—
24	Uni-Splendor Technology (Huizhou) Corp.	Grand-Prosper (HK) Ltd.	3	Accounts receivable	US 116,965	—	1%
			3	(Sales)	(RMB 590,917)	According to the fund status	(1%)
25	Ever-Splendor Electrics (Shenzhen) Co., Ltd.	Uni-Splendor Corp.	3	(Sales)	(RMB 563,734)	"	(1%)
26	Da Tong Ying Corp.	Rich Universe International Limited	3	(Sales)	(135,017)	According to the fund status	—
			3	(Sales)	(181,279)	"	—
			3	Accounts receivable	122,978	—	—
27	Tait (H.K) Ltd.	Tait Trading (Shanghai) Company Ltd.	3	Long-term receivable-related parties	HKD 91,950	—	—
28	Cayman Ton Yi Industrial Holding Ltd.	Fujian Ton Yi Tinplate Co., Ltd.	3	(Sales)	(US 79,082)	45 days after shipping	(1%)
			3	(Sales)	(US 51,460)	"	(1%)
			3	Accounts receivable	US 7,014	—	—
29	Jiangsu Ton Yi Tinplate Co., Ltd.	Wuxi Ton Yi Industrial Packaging Co., Ltd.	3	(Sales)	(US 6,465)	Closes its accounts 4 months after the end of each month	—
			3	Accounts receivable	US 4,319	—	—

Number (Note 2)	Name of counterparty	Name of transaction parties	Relationship (Note 3)	Transaction terms			The percentage of total combined revenue or total assets (Note 4)
				Subject	Amount	Transaction terms	
30	Fujian Ton Yi Tinplate Co., Ltd.	Chengdu Ton Yi Industrial Packaging Co., Ltd.	3	(Sales)	(US 4,048)	67 days after invoice date	—
31	Wisdom Distribution Services Corp.	President Chain Store Corp.	3	(Sales)	(5,832,413)	Closes its accounts 30~69 days after the end of each month	(3%)
32	Uni-President Cold Chain Corp.	President Chain Store Corp.	3	Accounts receivable	1,204,892	—	—
			3	(Sales)	(12,878,504)	Closes its accounts 20~70 days after the end of each month	(6%)
33	President Transnet Corp.	President Chain Store Corp.	3	Accounts receivable	3,032,136	—	1%
			3	(Sales)	(484,121)	Closes its accounts 30 days after the end of each month	—
34	President Information Corp.	President Chain Store Corp.	3	(Labour revenues)	(467,007)	"	—
			3	Accounts receivable	131,661	—	—
35	Qware Systems & Services Corp.	President Chain Store Corp.	3	(Sales)	(229,759)	Closes its accounts 45 days after the end of each month	—
36	President Pharmaceutical Corp.	Retail Support International Corp.	3	(Sales)	(576,183)	Closes its accounts 30~60 days after the end of each month	—
			3	Accounts receivable	145,175	—	—
37	President Collect Service Co. Ltd.	President Transnet Corp.	3	Accounts receivable	504,763	—	—
38	Retail Support International Corp.	President Chain Store Corp.	3	(Sales)	(28,019,943)	Closes its accounts 10~54 days after the end of each month	(12%)
			3	Accounts receivable	5,247,497	—	2%
		President Drugstore Business Corp.	3	(Sales)	(2,756,500)	Closes its accounts 50 days after the end of each month	(1%)
			3	Accounts receivable	743,791	—	—
		President Coffee Corp.	3	(Sales)	(304,368)	Closes its accounts 28 days after the end of each month	—
39	Vision Distribution Service Corp.	Wisdom Distribution Services Corp.	3	(Sales)	(336,511)	Closes its accounts 65 days after the end of each month	—
40	President Logistics International Corp.	Retail Support International Corp.	3	(Sales)	(409,066)	Closes its accounts 20 days after the end of each month	—
		Uni-President Cold Chain Corp.	3	(Sales)	(407,122)	Closes its accounts 35 days after the end of each month	—
			3	Accounts receivable	102,994	—	—
		Wisdom Distribution Services Corp.	3	(Sales)	(124,680)	Closes its accounts 20 days after the end of each month	—
41	Retail Support Taiwan Corp.	Retail Support International Corp.	3	(Sales)	(170,222)	Closes its accounts 15~20 days after the end of each month	—
42	Chieh Shun Transport Corp.	President Transnet Corp.	3	(Sales)	(242,810)	Closes its accounts 45 days after the end of each month	—

For the nine-month period ended September 30, 2008:

Number (Note 2)	Name of counterparty	Name of transaction parties	Relationship (Note 3)	Transaction terms			The percentage of total combined revenue or total assets (Note 4)
				Subject	Amount	Transaction terms	
0	Uni-President Enterprises Corp.	Uni-President Cold Chain Corp.	1	(Sales)	(\$ 5, 143, 838)	Closes its accounts 30 days after the end of each month	(2%)
			1	Accounts receivable	928, 078	—	—
			2	Other expenses	209, 959	—	—
		Tung Ang Enterprises Corp.	1	(Sales)	(4, 632, 177)	Closes its accounts 28 days after 10 days	(2%)
			1	Accounts receivable	665, 617	—	—
		Tung Shun Enterprises Corp.	1	(Sales)	(1, 359, 641)	2 months after sales	(1%)
			1	Accounts receivable	265, 699	—	—
		Retail Support International Corp.	1	(Sales)	(1, 305, 677)	Closes its accounts 30 days after the end of each month	(1%)
			1	Accounts receivable	187, 633	—	—
		President Chain Store Corp.	1	(Sales)	(1, 274, 066)	Closes its accounts 30 days after the end of each month	(1%)
			1	Accounts receivable	187, 300	—	—
		Tung Shun Enterprises Corp.	1	(Sales)	(776, 590)	2 months after sales	—
			1	Accounts receivable	235, 193	—	—
		Uni-President Vendor Corp.	1	(Sales)	(440, 533)	Closes its accounts 30~60 days after the end of each month	—
		Tone Chu Enterprises Corp.	1	(Sales)	(426, 156)	2 months after sales	—
		Tung Che Enterprises Corp.	1	(Sales)	(300, 746)	"	—
		Tung Yi Enterprises Corp.	1	(Sales)	(284, 655)	2 weeks after sales	—
		Tung-Hsiang Enterprises Corp.	1	(Sales)	(277, 507)	2 months after sales	—
		Tung Yu Enterprises Corp.	1	(Sales)	(252, 854)	2 weeks after sales	—

Number (Note 2)	Name of counterparty	Name of transaction parties	Relationship (Note 3)	Transaction terms			The percentage of total combined revenue or total assets (Note 4)
				Subject	Amount	Transaction terms	
0	Uni-President Enterprises Corp.	Uni-President (Vietnam)	1	(Sales)	(\$ 192, 193)	1 month after sales	—
		Co., Ltd	2	Purchases	159, 683	Paid immediately upon receipt	—
		Xin Ya Enterprises Corp.	1	(Sales)	(141, 608)	2 months after sales	—
		Tung Shen Enterprises Corp.	1	(Sales)	(122, 506)	1 month after sales	—
		Hua-Zuo Corp.	1	(Sales)	(107, 973)	"	—
		President Kikkoman Inc.	2	Purchases	714, 832	One month	—
		President Nisshin Corp.	2	Purchases	402, 719	15 days	—
		President Packaging Corp.	2	Purchases	174, 886	One month	—
		Uni-President Dream Parks Corp.	2	Advertising expense	195, 944		—
1	Cayman President Holdings Ltd.	Uni-President Southeast Asia Holdings Ltd.	3	Long-term receivables	US 19, 510	—	—
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)	(874, 389)	Closes its accounts 15~60 days after the end of each month	—
		Lien Song Enterprises Corp.	3	(Sales)	(171, 542)	12 days after shipping	—
4	President Musashino Corp.	Uni-President Cold Chain Corp.	3	(Sales)	(891, 344)	Closes its accounts 45 days after the end of each month	—
			3	Accounts receivable	227, 165	—	—
5	President International Development Corp.	Presitex Co., Ltd.	3	Other receivables	471, 800	—	—
6	Qware Systems & Services Corp.	President Chain Store Corp.	3	(Sales)	(219, 213)	Closes its accounts 45 days after the end of each month	—
7	President Packaging Corp.	Retail Support International Corp.	3	(Sales)	(149, 226)	Closes its accounts 30 days after the end of each month	—

Number (Note 2)	Name of counterparty	Name of transaction parties	Relationship (Note 3)	Subject	Transaction terms		The percentage of total combined revenue or total assets (Note 4)
					Amount	Transaction terms	
8	Ton-Yi Industrial Corp.	Cayman Ton Yi Industrial Holdings	3	(Sales)	(\$ 6,317,473)	45 days after shipping	(3%)
		Ltd.	3	Accounts receivable	595,933	—	—
		Tovecan Corp.	3	(Sales)	(106,729)	Closes its accounts 30 days after the end of each month	—
9	President Chain Store Corp.	Wisdom Distribution Services Corp.	3	Other receivables	303,868	—	—
10	Uni-President Enterprises China Holdings Ltd.	Kunshan President Enterprises Food Co., Ltd.	3	Other receivables	RMB 170,458	—	—
		Wuhan President Enterprises Food Co., Ltd.	3	Other receivables	RMB 170,458	—	—
		Chengdu President Enterprises Food Co., Ltd.	3	Other receivables	RMB 136,366	—	—
		Guangzhou President Enterprises Co., Ltd.	3	Other receivables	RMB 136,366	—	—
		Zhengzhou President Enterprises Food Co., Ltd.	3	Other receivables	RMB 115,911	—	—
		Beijing President Enterprises Drinks & Food Co., Ltd.	3	Other receivables	RMB 88,638	—	—
		Hefei President Enterprises Co., Ltd.	3	Other receivables	RMB 88,638	—	—
		Fuzhou President Enterprises Co., Ltd.	3	Other receivables	RMB 68,183	—	—
		Harbin President Enterprises Co., Ltd.	3	Other receivables	RMB 68,183	—	—
		Nanchang President Enterprises Co., Ltd.	3	Other receivables	RMB 54,546	—	—
Xinjiang President Enterprises Food Co., Ltd.	3	Other receivables	RMB 40,910	—	—		
Shenyang President Enterprises Co., Ltd.	3	Other receivables	RMB 34,092	—	—		

Number (Note 2)	Name of counterparty	Name of transaction parties	Relationship (Note 3)	Transaction terms			The percentage of total combined revenue or total assets (Note 4)
				Subject	Amount	Transaction terms	
11	Zhangjiagang President Nisshin Food Co., Ltd.	Kunshan President Enterprises Food Co., Ltd.	3	(Sales)	(RMB 33,884)	Closes its accounts 60 days after the end of each month	—
		Wuhan President Enterprises Food Co., Ltd.	3	(Sales)	(RMB 31,191)	Closes its accounts 90 days after the end of each month	—
12	Uni-President (Thailand) Ltd.	Uni-President Marketing Ltd.	3	(Sales)	(THD 617,183)	"	—
			3	Accounts receivable	THD 165,156	—	—
13	Uni-President Asia Holdings Ltd.	President Enterprise (China) Investment Co., Ltd.	3	Other receivables	RMB 179,200	—	—
		President Enterprises (China) Investment Co., Ltd.	3	Other receivables	RMB 25,500	—	—
14	President Enterprises (China) Investment Co., Ltd.	Integrated Marketing & Distribution Co., Ltd.	3	Other receivables	RMB 25,500	—	—
		Kunshan President Enterprises Food Co., Ltd.	3	(Sales)	(RMB 26,066)	Closes its accounts 60 days after the end of each month	—
15	Kunshan President Enterprises Food Co., Ltd.	Hefei President Enterprises Co., Ltd.	3	(Sales)	(RMB 26,066)	Closes its accounts 60 days after the end of each month	—
		Beijing President Food Co., Ltd.	3	Other receivables	RMB 35,000	—	—
16	Hefei President Enterprises Co., Ltd.	Kunshan President Enterprises Food Co., Ltd.	3	(Sales)	(RMB 104,116)	Closes its accounts 60 days after the end of each month	—
		Beijing President Food Co., Ltd.	3	Accounts receivable	RMB 23,676	—	—
17	Shenyang President Enterprises Co., Ltd.	Beijing President Food Co., Ltd.	3	(Sales)	(RMB 44,532)	Closes its accounts 15 days after the end of each month	—
18	Zhengzhou President Enterprises Food Co., Ltd.	Beijing President Food Co., Ltd.	3	(Sales)	(RMB 71,879)	Closes its accounts 60 days after the end of each month	—
19	Guangzhou President Enterprises Co., Ltd.	Fuzhou President Enterprises Co., Ltd.	3	(Sales)	(RMB 32,840)	Closes its accounts 30 days after the end of each month	—
		Guangzhou President Healthly Food Technology Co., Ltd	3	Other receivables	RMB 26,000	—	—

Number (Note 2)	Name of counterparty	Name of transaction parties	Relationship (Note 3)	Transaction terms				The percentage of total combined revenue or total assets (Note 4)
				Subject	Amount	Transaction terms		
20	Zhongshan President Enterprises Co., Ltd.	Sanshui Jianlibao Commerce Co., Ltd	3	Receivable-related party	RMB 55,000	—	—	
21	Tianjiang President Enterprises Food Co., Ltd.	Sanshui Jianlibao Commerce Co., Ltd	3	Receivable-related party	RMB 30,000	—	—	
22	Kai Yu (BVI) Investment Co., Ltd.	Cayman President Holdings Ltd.	3	Other receivables	US 11,080	—	—	
		Zhongshan President Enterprises Co., Ltd.	3	Other receivables	US 5,000	—	—	
23	Tung Ang Enterprises Corp.	Retail Support International Corp.	3	(Sales)	- 1,552,457	Closes its accounts 30 days after the end of each month	(1%)	
			3	Accounts receivable	198,216	—	—	
		Tung Shun Enterprises Corp.	3	(Sales)	(963,358)	77 days after sales	—	
		3	Accounts receivable	346,710	—	—		
		Tung Yu Enterprises Corp.	3	(Sales)	(370,397)	46 days after sales	—	
		Tone Chu Enterprises Corp.	3	(Sales)	(215,062)	Closes its accounts 30 days after the end of each month	—	
		Uni-President Cold Chain Corp.	3	(Sales)	(133,389)	12 days after sales	—	
		Tung-Bo Enterprises Corp.	3	(Sales)	(105,142)	"	—	
24	Century Quick Services Restaurant Corp.	Uni-President Cold Chain Corp.	3	(Sales)	(207,543)	Closes its accounts 30~55 days after the end of each month	—	
25	Union Chinese Corp.	Lien Bo Enterprises Corp.	3	(Sales)	(241,991)	Closes its accounts 60 days after the end of each month	—	
26	Lien Bo Enterprises Corp.	Retail Support International Corp.	3	(Sales)	(686,774)	Closes its accounts 15~70 days after the end of each month	—	
			3	Accounts receivable	110,316	—	—	

Number (Note 2)	Name of counterparty	Name of transaction parties	Relationship (Note 3)	Subject	Transaction terms		The percentage of total combined revenue or total assets (Note 4)
					Amount	Transaction terms	
27	Shanghai E&P Trading Co., Ltd.	Beijing President Enterprises	3	(Sales)	(RMB 82,088)	Closes its accounts 15 days after the end of each month	—
		Drinks & Food Co., Ltd.					
		Kunshan President Enterprises	3	(Sales)	(RMB 72,512)	Closes its accounts 60 days after the end of each month	—
		Food Co., Ltd.					
		Guangzhou President Enterprises	3	(Sales)	(RMB 44,360)	Closes its accounts 30 days after the end of each month	—
		Co., Ltd.					
		Hefei President Enterprises Co., Ltd.	3	(Sales)	(RMB 27,303)	Closes its accounts 60 days after the end of each month	—
28	Rich Universe International Limited	Wuhan President Enterprises	3	(Sales)	(RMB 39,328)	"	—
		Food Co., Ltd.					
		Zhengzhou President Enterprises	3	(Sales)	(RMB 24,886)	Closes its accounts 15 days after the end of each month	—
		Food Co., Ltd.					
29	Uni-Splendor Corp.	Uni-Splendor Corp.	3	(Sales)	(US 115,936)	According to the fund status	(2%)
		Grand-Prosper (HK) Ltd.	3	(Sales)	(US 42,743)	"	(1%)
30	Grand-Prosper (HK) Ltd.	Rich Universe International	3	(Sales)	(US 19,216)	"	—
		Limited					
		Ever-Splendor Electrics (Shenzhen)	3	(Sales)	(US 28,240)	"	—
		Co., Ltd.	3	Accounts receivable	US 43,635	—	1%
31	Uni-Splendor Technology (Huizhou) Corp.	Rich Universe International	3	(Sales)	(HKD 763,105)	According to the fund status	(1%)
		Limited					
		Uni-Splendor Technology	3	(Sales)	(HKD 333,217)	"	(1%)
32	Ever-Splendor Electrics (Shenzhen) Co., Ltd.	(Huizhou) Corp.	3	Accounts receivable	HKD 1,051,719	—	2%
		Grand-Prosper (HK) Ltd.	3	(Sales)	(RMB 679,701)	According to the fund status	(1%)
		Uni-Splendor Corp.	3	(Sales)	(RMB 650,457)	"	(1%)

Number (Note 2)	Name of counterparty	Name of transaction parties	Relationship (Note 3)	Transaction terms			The percentage of total combined revenue or total assets (Note 4)
				Subject	Amount	Transaction terms	
33	Da Tong Ying Corp.	Uni-Splendor Corp.	3	(Sales)	(\$ 165,630)	According to the fund status	—
		Rich Universe International Limited	3	Accounts receivable	101,822	—	—
			3	(Sales)	(231,070)	According to the fund status	—
34	Cayman Ton Yi Industrial Holdings Ltd.	Fujian Ton Yi Tinplate Co., Ltd.	3	Long-term receivables	156,676	—	—
			3	(Sales)	(US 114,169)	45 days after shipping	(2%)
		Jiangsu Ton Yi Tinplate Co., Ltd.	3	Accounts receivable	US 7,048	—	—
			3	(Sales)	(US 87,131)	45 days after shipping	(1%)
			3	Accounts receivable	US 9,406	—	—
Chengdu Ton Yi Industrial Packaging Co., Ltd.	3	Other receivables	US 4,000	—	—		
	3	(Sales)	(US 11,127)	Closes its accounts 4 months after the end of each month	—		
35	Jiangsu Ton Yi Tinplate Co., Ltd.	Wuxi Ton Yi Industrial Packaging Co., Ltd.	3	Accounts receivable	US 3,706	—	—
		Chengdu Ton Yi Industrial Packaging Co., Ltd.	3	(Sales)	(US 3,606)	Closes its accounts 4 months after the end of each month	—
36	President Information Corp.	President Chain Store Corp.	3	(Service revenue)	(488,962)	Closes its accounts 30 days after the end of each month	—
			3	Accounts receivable	109,221	—	—
37	Uni-President Cold Chain Corp.	President Chain Store Corp.	3	(Sales)	(12,649,233)	Closes its accounts 20~70 days afte the end of each month	(5%)
			3	Accounts receivable	2,851,538	—	1%
38	Retail Support International Corp.	President Chain Store Corp.	3	(Sales)	(33,924,281)	Closes its accounts 10~54 days after the end of each month	(15%)
			3	Accounts receivable	4,271,164	—	2%
		President Drugstore Business Corp.	3	(Sales)	(2,498,741)	Closes its accounts 50 days after the end of each month	(1%)
		President Coffee Corp.	3	Accounts receivable	686,031	—	—
			3	(Sales)	(289,035)	Closes its accounts 28 days after the end of each month	—
Uni-President Dream Parks Corp.	3	(Sales)	(149,854)	Closes its accounts 30 days after the end of each month	—		

Number (Note 2)	Name of counterparty	Name of transaction parties	Relationship (Note 3)	Transaction terms			The percentage of total combined revenue or total assets (Note 4)
				Subject	Amount	Transaction terms	
39	President Pharmaceutical Corp.	Retail Support International Corp.	3	(Sales)	(\$ 433, 410)	Closes its accounts 30~60 days after the end of each month	—
			3	Accounts receivable	135, 710	—	—
40	Wisdom Distribution Services Corp.	President Chain Store Corp.	3	(Sales)	(6, 617, 960)	Closes its accounts 17~64 days after the end of each month	(3%)
			3	Accounts receivable	1, 663, 546	—	1%
41	President Transnet Corp.	President Chain Store Corp.	3	(Sales)	(487, 742)	Closes its accounts 30 days after the end of each month	—
42	President Collect Service Co. Ltd.	President Transnet Corp.	3	Other receivables	288, 635	—	—
43	Vision Distribution Service Corp.	Wisdom Distribution Services Corp.	3	(Sales)	(355, 080)	Closes its accounts 65 days after the end of each month	—
44	President Coffee Corp.	President Chain Store Corp.	3	(Sales)	(117, 538)	Closes its accounts 30 days after the end of each month	—
45	President Logistics International Corp.	Retail Support International Corp.	3	(Sales)	(409, 993)	Closes its accounts 20 days after the end of each month	—
		Uni-President Cold Chain Corp.	3	(Sales)	(392, 461)	Closes its accounts 35 days after the end of each month	—
		Wisdom Distribution Services Corp.	3	(Sales)	(128, 989)	Closes its accounts 20 days after the end of each month	—
46	Retail Support Taiwan Corp.	Retail Support International Corp.	3	(Sales)	(171, 121)	Closes its accounts 15~20 days after the end of each month	—
47	Chieh Shun Transport Corp.	President Transnet Corp.	3	(Sales)	(225, 528)	Closes its accounts 45 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 disclosed.

Note 2: The transaction informations of the Company and the consolidated subsidiaries should be noted in column "Number". The number means:

1. Number 0 presents the Company.
2. The consolidated subsidiaries are in order from number 1.

Note 3: The kinds of relationships between the transaction parties are as follows:

1. The Company to the consolidated subsidiary.
2. The consolidated subsidiary to the Company.
3. The consolidated subsidiary to another consolidated subsidiary.

Note 4: The counting to the percentage of transaction amount on consolidated total operating revenues or total assets is as follows. Assets and liabilities are counting at the amount period of consolidated total assets at ending period; Income is counting at the amount of consolidated total revenue at ending period.

12. SEGMENT INFORMATION

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