

UNI-PRESIDENT ENTERPRISES CORP.
CONSOLIDATED FINANCIAL STATEMENTS AND
REVIEW REPORT OF INDEPENDENT
ACCOUNTANTS
SEPTEMBER 30, 2011 AND 2010

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, 2011 and 2010, and the related consolidated statements of income and of cash flows for the nine-month periods then ended. These consolidated financial statements are the responsibility of the Company's management. Our responsibility is to express a conclusion on these consolidated 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 \$38,659,244,000 and \$37,821,211,000, representing 12.38% and 12.80% of the related consolidated totals, and total liabilities of \$18,832,039,000 and \$17,992,603,000, representing 9.59% and 9.98% of the related consolidated totals, as of September 30, 2011 and 2010, respectively, and total operating revenues of \$19,554,895,000 and \$19,684,725,000, representing 6.95% and 7.54% 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 \$490,212,000 and \$489,308,000 as of September 30, 2011 and 2010, respectively, and their related net investment income amounted to \$20,850,000 and \$24,890,000 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 in the financial statements 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, 2011 and 2010. Total assets of these subsidiaries amounted to \$206,210,481,000 and \$194,876,779,000, representing 66.03% and 65.96% of the related consolidated totals, and total liabilities amounted to \$120,879,150,000 and \$103,818,753,000, representing 61.58% and 57.59% of the related consolidated

totals, as of September 30, 2011 and 2010, respectively, and total net income amounted to \$4,551,866,000 and \$7,773,601,000, representing 37.38% and 50.05% of the related consolidated totals for the nine-month periods then ended, respectively. In addition, as described in Note 4(11) 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 \$20,950,859,000 and \$19,414,851,000 as of September 30, 2011 and 2010, respectively, and the related investment income amounted to \$507,871,000 and \$844,981,000 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 Gin-Gwen-Jen (6) Letter No. 0960064020 issued by the Financial Supervisory Commission under the Executive Yuan dated November 15, 2007.

PricewaterhouseCoopers, Taiwan

Republic of China

November 9, 2011

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)
(UNAUDITED)

ASSETS	Notes	2011	2010
Current Assets			
Cash and cash equivalents	4(1)	\$ 34,406,661	\$ 33,354,790
Financial assets at fair value through profit or loss - current	4(2)	9,396,906	12,903,412
Notes receivable, net	3 and 4(3)	3,012,659	2,964,567
Accounts receivable, net	3 and 4(4)	16,561,749	15,285,062
Accounts receivable, net - related parties	3 and 5	1,935,094	1,893,137
Other receivables	3, 4(5) and 5	5,559,181	6,127,612
Other financial assets - current	6	5,373,294	6,372,716
Inventories	4(6) and 6	32,583,798	28,057,189
Prepayments	7	10,683,848	10,307,651
Deferred income tax assets - current		1,088,676	747,683
Other current assets		474,465	1,087,016
Total current assets		<u>121,076,331</u>	<u>119,100,835</u>
Funds and Investments			
Available-for-sale financial assets - non-current	4(8)	8,610,554	11,819,163
Financial assets carried at cost - non-current	4(9)(17) and 6	4,686,848	5,363,622
Investments in bonds without active market - non-current	4(10)	303,764	-
Long-term equity investments accounted for under the equity method	4(11), 5 and 6	27,968,146	26,195,157
Investments in real estate		3,935	3,935
Other financial assets - non-current	6	44,193	29,004
Total funds and investments		<u>41,617,440</u>	<u>43,410,881</u>
Property, Plant and Equipment			
Cost	4(12)(17), 5 and 6		
Land		9,314,614	9,148,725
Buildings		44,960,031	42,904,880
Machinery and equipment		78,861,904	72,661,659
Piping infrastructure and electricity generation equipment		5,020,586	4,950,216
Transportation equipment		4,343,806	3,680,644
Office equipment		9,472,363	7,041,689
Leased assets		160,228	162,121
Leasehold improvements		10,900,653	9,754,737
Other equipment		37,860,270	35,315,061
Revaluation increments		5,064,707	4,688,072
Cost and revaluation increments		<u>205,959,162</u>	<u>190,307,804</u>
Less: Accumulated depreciation		(97,425,745)	(89,241,847)
Accumulated impairment loss		(84,952)	(84,334)
Construction in progress and prepayments for equipment		10,696,110	5,770,353
Total property, plant and equipment, net		<u>119,144,575</u>	<u>106,751,976</u>
Intangible Assets			
Deferred pension costs		186,899	189,397
Other intangible assets	4(13)(17) and 6	9,845,144	5,488,165
Total intangible assets		<u>10,032,043</u>	<u>5,677,562</u>
Other Assets			
Assets leased to others	4(12)(14)(17) and 6	9,164,168	8,867,956
Idle assets	4(12)(15)(17) and 6	1,403,353	1,238,800
Refundable deposits	6 and 7	3,920,021	2,377,404
Deferred expenses	4(16)	946,685	859,102
Long-term notes, accounts and overdue receivables	3	582,597	746,868
Deferred income tax assets - non-current		-	655,843
Other assets - other	4(12) and 6	4,409,697	5,750,712
Total other assets		<u>20,426,521</u>	<u>20,496,685</u>
TOTAL ASSETS		<u>\$ 312,296,910</u>	<u>\$ 295,437,939</u>

(Continued)

UNI-PRESIDENT ENTERPRISES CORP. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
SEPTEMBER 30
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS)
(UNAUDITED)

LIABILITIES AND STOCKHOLDERS' EQUITY	Notes	2011	2010
Current Liabilities			
Short-term loans	4(18) and 6	\$ 38,994,143	\$ 21,574,917
Notes and bills payable	4(19) and 6	8,899,117	7,457,709
Financial liabilities at fair value through profit or loss - current	4(2)	1,962	30,805
Notes payable		1,171,512	1,351,946
Accounts payable	5	29,182,196	27,844,870
Income tax payable		1,453,303	2,179,008
Accrued expenses	5 and 7	21,173,696	18,200,803
Other payables	5	11,330,687	10,609,715
Receipts in advance		5,392,660	3,931,378
Long-term liabilities - current portion	4(20)(21)(22) and 6	3,822,543	9,328,158
Other current liabilities		118,071	164,765
Total current liabilities		<u>121,539,890</u>	<u>102,674,074</u>
Long-term Liabilities			
Bonds payable	4(20)	10,000,000	5,200,000
Long-term loans	4(21) and 6	51,502,532	60,637,337
Long-term notes payable		399,084	591,379
Total long-term liabilities		<u>61,901,616</u>	<u>66,428,716</u>
Reserves			
Land value incremental reserve	4(12)	2,169,441	1,908,314
Other Liabilities			
Accrued pension liabilities		3,416,300	2,824,640
Guarantee deposits received		4,501,032	4,050,451
Deferred income tax liabilities - non-current		234,440	-
Other liabilities - other	4(22)	2,531,900	2,380,112
Total other liabilities		<u>10,683,672</u>	<u>9,255,203</u>
Total liabilities		<u>196,294,619</u>	<u>180,266,307</u>
Stockholders' Equity			
Capital			
Common stock	1 and 4(23)	45,443,686	42,871,403
Capital Reserves			
Additional paid in capital - common stock	4(20)(24)	489,454	-
Additional paid-in capital - treasury stock transactions		34,027	34,027
Capital reserve from donated assets		591	548
Capital reserve from long-term investments		5,727,749	5,589,199
Capital reserve from stock warrants		-	489,454
Retained Earnings			
Legal reserve	4(23)(25)	9,151,205	8,058,301
Special reserve		95,736	-
Undistributed earnings		9,139,772	10,050,591
Other Adjustments to Stockholders' Equity			
Cumulative translation adjustments		1,178,288	1,370,668
Unrecognized pension cost		(2,121,934)	(1,529,104)
Unrealized gain or loss on financial instruments	4(8)(11) and 10	291,451	2,477,689
Asset revaluations	4(12)	2,388,992	2,163,171
Total parent company's equity		<u>71,819,017</u>	<u>71,575,947</u>
Minority interest		44,183,274	43,595,685
Total stockholders' equity		<u>116,002,291</u>	<u>115,171,632</u>
Contingent Liabilities And Commitments	5 and 7		
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY		<u>\$ 312,296,910</u>	<u>\$ 295,437,939</u>

The accompanying notes are an integral part of these financial statements.
See review report of independent accountants dated November 9, 2011.

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 EARNINGS PER SHARE DATA
(UNAUDITED)

Items	Notes	2011		2010	
Operating Revenue	5				
Sales		\$ 277,979,836		\$ 261,141,370	
Sales returns		(593,021)		(1,323,144)	
Sales discounts		(8,040,280)		(6,134,778)	
Net Sales		<u>269,346,535</u>		<u>253,683,448</u>	
Other operating revenues		12,208,220		7,417,143	
Net Operating Revenues		<u>281,554,755</u>		<u>261,100,591</u>	
Operating Costs	4(6) and 5				
Cost of goods sold		(190,475,637)		(176,854,268)	
Other operating costs		(6,537,156)		(2,897,194)	
Net Operating Costs		<u>(197,012,793)</u>		<u>(179,751,462)</u>	
Gross profit		<u>84,541,962</u>		<u>81,349,129</u>	
Operating Expenses	5				
Sales and marketing expenses		(58,451,335)		(53,283,082)	
General and administrative expenses		(13,841,218)		(12,658,261)	
Research and development expenses		(569,175)		(646,986)	
Total Operating Expenses		<u>(72,861,728)</u>		<u>(66,588,329)</u>	
Operating income		<u>11,680,234</u>		<u>14,760,800</u>	
Non-operating Income and Gains					
Interest income	5	391,203		345,705	
Investment income accounted for under the equity method	4(11)	727,771		1,319,241	
Dividend income		427,395		359,829	
Gain on disposal of property, plant and equipment	4(12)	137,428		219,416	
Gain on disposal of investments	4(2)(9)	1,293,130		2,284,587	
Foreign exchange gain, net	4(2)	730,268		186,057	
Rental income	4(14)	363,646		292,840	
Gain on valuation of financial assets	4(2)	81,356		-	
Other non-operating income	5	1,337,866		1,527,192	
Total Non-operating Income and Gains		<u>5,490,063</u>		<u>6,534,867</u>	
Non-operating Expenses and Losses					
Interest expense	4(12) and 5	(1,193,694)		(1,206,227)	
Loss on disposal of property, plant and equipment		(181,949)		(110,684)	
Impairment loss	4(9)(12)(13)(14)(15)(17)	(39,608)		(87,099)	
Loss on valuation of financial assets	4(2)	-		(43,875)	
Loss on valuation of financial liabilities	4(2)	(39,157)		-	
Other non-operating losses	4(6), 5 and 10	(1,025,215)		(1,262,236)	
Total Non-operating Expenses and Losses		<u>(2,479,623)</u>		<u>(2,710,121)</u>	
Income before income tax		<u>14,690,674</u>		<u>18,585,546</u>	
Income tax expense		(2,513,583)		(3,053,187)	
Consolidated net income		<u>\$ 12,177,091</u>		<u>\$ 15,532,359</u>	
Attributable to:					
Equity holders of the Company		\$ 7,740,249		\$ 9,912,922	
Minority interest		4,436,842		5,619,437	
		<u>\$ 12,177,091</u>		<u>\$ 15,532,359</u>	
		<u>Before Tax</u>	<u>After Tax</u>	<u>Before Tax</u>	<u>After Tax</u>
Basic Earnings Per Common Share (in dollars)	4(26)				
Net income		<u>\$ 3.23</u>	<u>\$ 1.70</u>	<u>\$ 4.09</u>	<u>\$ 2.18</u>
Diluted Earnings Per Common Share (in dollars)	4(26)				
Net income		<u>\$ 3.22</u>	<u>\$ 1.70</u>	<u>\$ 3.98</u>	<u>\$ 2.13</u>

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

See review report of independent accountants dated November 9, 2011.

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)
(UNAUDITED)

	2011		2010
CASH FLOWS FROM OPERATING ACTIVITIES			
Consolidated net income	\$ 12,177,091		\$ 15,532,359
Adjustments to reconcile net income to net cash provided by operating activities			
(Gain) loss on valuation of financial assets and liabilities	(75,217)		48,172
Provision for doubtful accounts	202,082		52,776
Reversal of allowance for doubtful accounts	(435,493 )	(	69,123)
Provision for inventory obsolescence	179,482		118,197
Reversal of allowance for inventory market price declines	(272,649 )	(	261,959)
Investment income accounted for under the equity method	(727,771 )	(	1,319,241)
Cash dividends from equity subsidiaries	1,138,356		532,078
Gain on disposal of investments	(1,149,637 )	(	2,150,615)
Depreciation	9,019,159		7,900,692
Loss (gain) on disposal of property, plant and equipment, assets leased to others, idle assets and other assets	44,521	(	108,732)
Impairment loss	39,608		87,099
Amortization	666,523		621,075
Changes in assets and liabilities			
Financial assets at fair value through profit or loss - current	4,350,342		965,543
Notes receivable	422,821	(	302,555)
Accounts receivable	(4,544,572 )	(	5,278,202)
Accounts receivable - related parties	(655,170 )	(	822,474)
Other receivables	(246,424 )	(	138,891)
Inventories	(1,524,717 )	(	5,849,263)
Prepayments	(1,857,731 )	(	1,386,121)
Deferred income tax assets - current	(203,185 )	(	172,506)
Other current assets	274,643	(	373,358)
Deferred pension cost	17,798		31,036
Long-term notes, accounts and overdue receivables	(5,671 )	(	141,655)
Deferred income tax assets - non-current	598,199	(	348,381)
Notes payable	(27,011 )	(	460,329)
Accounts payable	3,877,989		7,441,089
Income tax payable	(736,167 )	(	1,506,895)
Accrued expenses	3,179,263		3,675,904
Other payables	1,805,661		1,355,749
Receipts in advance	44,897	(	820,515)
Other current liabilities	(41,021 )	(	49,684)
Accrued pension liabilities	(24,632 )	(	510)
Deferred income tax liabilities - non-current	234,440		-
Net cash provided by operating activities	<u>25,745,807</u>		<u>20,258,930</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Decrease in available-for-sale financial assets - current	-		23,014
Decrease in employees' car loans	823		3,501
Decrease in other receivables - related parties	23,320		82,905
Increase in other financial assets - current	(5,285,426 )	(	6,025,096)
Increase in available-for-sale financial assets - non-current	(624,288 )	(	972,464)
Increase in financial assets carried at cost - non-current	(209,581 )	(	219,528)
Increase in investments in bonds without active markets - non-current	(286,273)	(-
Increase in long-term investments - non subsidiaries	(2,353,604 )	(	1,019,566)
Proceeds from disposal of long-term investments - non subsidiaries	2,691,396		6,814,296
Proceeds from capital reduction of subsidiaries	104,284		39,286
Increase in other financial assets - non-current	(3,832 )	(	10,396)
Cash paid for acquisition of property, plant and equipment, assets leased to others, idle assets and other assets	(19,212,666 )	(	11,313,757)
Proceeds from disposal of property, plant and equipment, assets leased to others, idle assets and other assets	1,212,313		1,395,034
Increase in other intangible assets	(1,136,113 )	(	351,963)
Increase in refundable deposits	(245,948 )	(	87,496)
Increase in other deferred expenses	(353,600 )	(	171,716)
Increase in other assets - other	-	(1,709,988)
Net cash used in investing activities	<u>(25,679,195)</u>		<u>13,523,934</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)
(UNAUDITED)

	2011	2010
<u>CASH FLOWS FROM FINANCING ACTIVITIES</u>		
Increase in short-term loans	\$ 16,210,657	\$ 3,367,304
Increase in notes and bills payable	2,503,321	53,914
Increase in other payables - related parties	56,598	40,200
Increase in bonds payable	3,000,000	2,288,663
Decrease in long-term loans	(6,326,944)	(7,253,125)
Decrease in long-term notes payable, accounts and overdue payables	(117,739)	(350,321)
Increase in guarantee deposits received	785,451	389,688
Increase in other liabilities - other	704,063	112,256
Payment of cash dividends	(6,001,996)	(3,117,920)
Decrease in minority interest	(3,011,958)	(2,062,134)
Net cash provided by (used in) financing activities	7,801,453	(6,531,475)
Effect of foreign exchange rate changes on cash	(137,001)	(340,978)
Net effect of change in the consolidated entities	(3,466,198)	(2,183,106)
Increase (decrease) in cash and cash equivalents	4,264,866	(2,320,563)
Cash and cash equivalents at beginning of period	30,141,795	35,675,353
Cash and cash equivalents at end of period	\$ 34,406,661	\$ 33,354,790
<u>Supplemental disclosures of cash flow information</u>		
1. Interest paid (excluding capitalized interest)	\$ 1,161,187	\$ 1,393,640
2. Income tax paid	\$ 3,327,461	\$ 2,187,558
<u>Investing and financing activities with partial cash payment</u>		
Acquisition of property, plant and equipment, assets leased to others, idle assets and other assets	\$ 18,681,669	\$ 11,513,750
Add :Other payables, beginning of period	3,613,982	1,823,602
Capital lease payables, beginning of period	-	70,203
Less :Other payables, end of period	(3,082,985)	(2,093,798)
Cash paid for acquisition of property, plant and equipment, assets leased to others, idle assets and other assets	\$ 19,212,666	\$ 11,313,757
<u>Other activities with no cash flow effect</u>		
1. Non-payment of fractional cash dividend from previous year transferred to capital reserve	\$ 43	\$ 48
2. Reversal of unrealized revaluation increments for land expropriation	\$ -	\$ 1,184
3. Land appraisal increment	\$ 487,568	\$ -
4. Reclassification of financial assets carried at cost as available-for-sale financial assets due to stock conversion	\$ 93,521	\$ 3,685,194

The accompanying notes are an integral part of these consolidated financial statements.
See review report of independent accountants dated November 9, 2011.

UNI-PRESIDENT ENTERPRISES CORP. AND SUBSIDIARIES
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
SEPTEMBER 30, 2011 AND 2010
(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, 2011, the Company’s authorized capital was \$48,000,000, and the paid-in capital was \$45,443,686, consisting of 4,544,369,000 shares of common stock with a par value of \$10 (in NT dollars) per share. The Company is primarily engaged in the manufacture, processing and sales of various soft drinks, food, animal feeds and flour.
- (2) As of September 30, 2011, the Company and its subsidiaries had approximately 93,000 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 2011 were as follows:

Name of Investors	Name of subsidiaries	Business activities	Percentage owned by the Company		Note
			September 30, 2011	September 30, 2010	
Uni-President Enterprises Corp.	Cayman President Holdings Ltd.	Professional investment	100.00%	100.00%	(Note 1)
	Kai Yu Investment Co., Ltd.	”	”	”	”
	President International Trade and Investment Corp.	”	”	”	”
	Kai Nan Investment Co., Ltd.	”	”	”	”
	President Global Corp.	Instant noodle and juice can importation	”	”	”
	Tone Sang Construction Corp.	Construction of buildings	”	”	”

Name of Investors	Name of subsidiaries	Business activities	Percentage owned by the Company		
			September 30, 2011	September 30, 2010	Note
Uni-President Enterprises Corp.	Uni-President Glass Industrial Co., Ltd.	Manufacturing and sales of glass products	100.00%	100.00%	(Note 1)
	Uni-President Vendor Corp.	Sales of soft drinks and food	"	"	"
	Presco Netmarketing Inc.	Information services	"	"	"
	Tung-Yuan Corp.	Distribution center	"	"	"
	Uni-President Dream Parks Corp.	Wholesale and retailing of food, advertising, etc.	"	"	"
	President Baseball Team Corp.	Management of professional baseball	"	"	"
	President Entertainment Corp.	Entertainment business	"	"	(Note 1) (Note 3)
	President Organics Corp.	Sales of rice, vegetable, tea and drinks, etc.	"	"	"
	President Fair Development Corp.	Operation of shopping mall, department store, international trade, etc.	"	"	"

Name of Investors	Name of subsidiaries	Business activities	Percentage owned by the Company		Note
			September 30, 2011	September 30, 2010	
Uni-President Enterprises Corp.	Tung Ho Development Corp.	Entertainment business	100.00%	100.00%	(Note 1) (Note 3)
	Nanlien International Corp.	Import and export trading	99.99%	99.99%	(Note 1)
	President Natural Industrial Corp.	Sales of healthy food	97.85%	74.85%	"
	President International Development Corp.	Industry investment	75.36%	75.36%	(Note 1) (Note 3)
	Uni-President Development Corp.	General investments	70.00%	70.00%	"
	Tait Marketing & Distribution Co., Ltd.	Channel retailing and distribution centers	64.30%	64.83%	(Note 3)
	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%	"

Name of Investors	Name of subsidiaries	Business activities	Percentage owned by the Company		
			September 30, 2011	September 30, 2010	Note
Uni-President Enterprises Corp.	Scino Pharm Taiwan Ltd.	Research, manufacturing and sales of pharmaceuticals	48.09%	50.56%	(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 Corp.	Manufacturing of tinplates	47.24%	47.24%	(Note 2) (Note 3)
	President Chain Store Corp.	Operation of supermarkets	45.80%	45.80%	(Note 3)
Cayman President Holdings Ltd.	Uni-President Southeast Asia Holdings Ltd. and its subsidiaries	Professional investment, etc.	100.00%	100.00%	(Note 1)
	Uni-President Foodstuff (BVI) Holdings Ltd. and its subsidiaries	"	"	"	(Note 1) (Note 4)
	Songjiang President Enterprises Co., Ltd.	Manufacturing and sales of fats, feed, flour	"	"	(Note 1) (Note 3)
	Sanshui Jianlibao Commerce Co., Ltd.	Sale of soft drinks	"	"	(Note 1)

Name of Investors	Name of subsidiaries	Business activities	Percentage owned by the Company		Note	
			September 30, 2011	September 30, 2010		
Cayman President Holdings Ltd.	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 1) (Note 3)	
	Zhangjiagang President Nisshin Food Co., Ltd.	Manufacturing and sales of fats, feeds and flour	60.00%	60.00%	(Note 1)	
	President Kikkoman Zhenji Foods Co., Ltd.	Manufacturing and sales of food	45.00%	45.00%	"	
	Uni-President International (HK) Co., Ltd.	Trading	—	100.00%	(Note 1) (Note 5)	
	Linkhope Intl. LLC.	General investments	—	"	"	
	Uni-President Foods Corp.	Manufacturing and sales of instant noodles	—	"	"	
	Kai Yu Investment Co., Ltd.	Kai Yu (BVI) Investment Co., Ltd. and its subsidiaries	Investment in manufacturing business, etc.	100.00%	"	(Note 1)

Name of Investors	Name of subsidiaries	Business activities	Percentage owned by the Company		
			September 30, 2011	September 30, 2010	Note
Kai Yu Investment Co., Ltd.	Tung Ang Enterprises Corp.	Sales of soft drinks, etc.	100.00%	100.00%	(Note 1)
	Tung Guan Enterprises Co., Ltd.	Sales of livestock products	"	"	"
	Tung Jun International Corp.	Wholesale of poultry and livestock	"	"	"
President Global Corp.	Ameripec Inc.	Manufacturing of food	"	"	"
Uni-President Dream Parks Corp.	Uni-Oao Travel Services Corp.	Tours business	"	"	(Note 1) (Note 3)
President Fair Development Corp.	President Century Corp.	Department store, etc.	"	"	(Note 1)
Tung Ho Development Corp.	Uni-Resort Corp.	Operation of restaurants, hotels and gymnasium, etc.	"	"	"
Nanlien International Corp.	Cayman Nanlien Holdings Ltd. and its subsidiaries	Professional investment, etc.	"	"	"
	Wei Lien Enterprises Corp. and its subsidiaries	Trade agency and general investments, etc.	"	"	"
	Uni-President Auto Accessories Corp.	Wholesale of motor vehicle parts and supplies	"	"	"

Name of Investors	Name of subsidiaries	Business activities	Percentage owned by the Company		Note
			September 30, 2011	September 30, 2010	
Nanlien International Corp. President	Tun Hsiang Enterprises Corp., etc.	Sales of food, etc.	30.00%~ 100.00%	30.00%~ 100.00%	(Note 1)
Natural Industrial Corp. President	High Wave Biotech Corp.	Sales of healthy food	100.00%	100.00%	"
International Development Corp. President	President (BVI) International Investment Holdings Ltd. and its subsidiaries	Investment in manufacturing business, etc.	"	"	"
	Ton Yu Investment Inc.	Professional investment, etc.	"	"	"
	President Life Sciences Co., Ltd. and its subsidiaries	Manufacturing of chemical materials and instruments, etc.	"	"	"
	Tung Li Development Co., Ltd.	Land development	—	50.00%	(Note 1) (Note 5)
Tait Marketing & Distribution Co., Ltd.	Tait Distribution Service Co., Ltd.	Manufacturing of various soft drinks	100.00%	100.00%	(Note 1)
	Sonic International Cayman and its subsidiaries	General investment, etc.	"	"	"
	Tait (H.K.) Limited	International trade	"	"	"

Name of Investors	Name of subsidiaries	Business activities	Percentage owned by the Company		
			September 30, 2011	September 30, 2010	Note
President Tokyo Corp.	President Tokyo Renting Corp.	Car rental	100.00%	100.00%	(Note 1)
Scino Pharm Taiwan Ltd.	SPT International, Ltd. and its subsidiaries	General investment, etc.	"	"	"
	Han Feng (BVI), Ltd. and its subsidiaries	"	"	"	"
	Scino Pharm Singapore Pte Ltd.	General investment	"	"	"
	President Scino Pharm (Cayman), Ltd.	"	60.00%	60.00%	"
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%	"
President Chain Store Corp.	President Chain Store (BVI) Holdings Co., Ltd. and its subsidiaries	Professional investment, etc.	100.00%	100.00%	(Note 1) (Note 6)
	President Drugstore Business Corp.	Sales of cosmetics and medicine	"	"	(Note 1)

Name of Investors	Name of subsidiaries	Business activities	Percentage owned by the Company		Note
			September 30, 2011	September 30, 2010	
President Chain Store Corp.	Ren-Hui Investment Corp.	Professional investment	100.00%	100.00%	(Note 1)
	Capital Inventory Services Corp.	Enterprise management consultancy	"	"	"
	Wisdom Distribution Services Corp. and its subsidiaries	Delivery of magazines, etc.	"	"	"
	Uni-President Cold Chain Corp. and its subsidiaries	Distribution center, etc.	"	"	(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 1) (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.	"	"	"

Name of Investors	Name of subsidiaries	Business activities	Percentage owned by the Company		Note
			September 30, 2011	September 30, 2010	
President Chain Store Corp.	Century Quick Services Restaurant Corp.	Operation of fastfood chain restaurant	100.00%	100.00%	(Note 1)
	President Chain Store Tokyo Marketing Corp.	Enterprise management consultancy	"	"	"
	PCSC BVI (China) Drugstore Ltd.	Professional investment, etc.	"	"	(Note 1) (Note 7)
	Mech-President Co. Ltd. and its subsidiaries	Operation of gas stations and manufacturing of elevator, etc.	99.76%	99.76%	(Note 1) (Note 3)
	President Transnet Corp.	Distribution business	90.00%	90.00%	"
	President Musashino Corp.	Sales of fresh food	"	"	(Note 1)
	Qware Systems and Services Corp.	Data processing and software design services, etc.	86.76%	86.76%	"
	President Information Corp.	Information services	86.00%	86.00%	(Note 1) (Note 3)
	Sato Restaurant System Co., Ltd.	Operation of restaurant	81.00%	81.00%	(Note 1)

Name of Investors	Name of subsidiaries	Business activities	Percentage owned by the Company		
			September 30, 2011	September 30, 2010	Note
President Chain Store Corp.	President	Wholesale of	73.74%	73.74%	(Note 1)
	Pharmaceutical Corp.	medicines and medical appliances			
	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 1) (Note 3)
	Bank Pro E-Services Technology Company	Information services	58.33%	58.33%	"
	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 1) (Note 3)
	Afternoon Tea Taiwan Corp.	Operation of restaurant	"	"	(Note 1)
	Books.Com. Co., Ltd.	Network Bookstore	50.03%	50.03%	"
	Mister Donut Co., Ltd.	Bread retailing	50.00%	50.00%	(Note 1) (Note 6)
	President Starbucks Coffee Corp.	Operation of a chain of coffee shops	"	"	(Note 1) (Note 3) (Note 6)
	Uni-President Yellow Hat Corp.	Wholesale and retail of automotive accessories	"	"	"
	PCSC (China) Supermarket Limited and its subsidiaries	Professional investment, etc.	—	100.00%	(Note 1) (Note 7)

(Note 1) The financial statements of certain subsidiaries reflect total assets amounting to \$206,210,481 and \$194,876,779, representing 66.03% and 65.96% of the related consolidated totals, and total liabilities amounting to \$120,879,150 and \$103,818,753, representing 61.58% and 57.59% of the related consolidated totals, as of September 30, 2011 and 2010, respectively, and total net income amounting to \$4,551,866 and \$7,773,601, representing 37.38% and 50.05% of the consolidated net income for the nine-month periods then ended, respectively. Those statements were not reviewed by independent accountants.

(Note 2) We did not review the financial statements of certain subsidiaries which reflect total assets amounting to \$38,659,244 and \$37,821,211, representing 12.38% and 12.80% of the related consolidated totals, and total liabilities amounting to \$18,832,039 and \$17,992,603, representing 9.59% and 9.98% of the related consolidated totals as of September 30, 2011 and 2010, respectively, and total operating revenues amounting to \$19,554,895 and \$19,684,725, representing 6.95% and 7.54% of the related consolidated totals for the nine-month periods then ended, respectively. These amounts were based on the financial statements that were reviewed by other independent accountants.

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

(Note 4) Formerly Kai Nan (BVI) Investment Co., Ltd.

(Note 5) Lost the majority interest in 2010 or 2011.

(Note 6) 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.

(Note 7) PCSC BVI (China) Drugstore Ltd. adjustment in investment framework of President Chain Store Corp. and PCSC (China) Supermarket Limited and its subsidiaries were lost majority interest in 2010.

(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: None.

(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: Subsidiaries have not issued convertible bonds payable and issued stocks by increasing capital that significantly affects the Company's stockholders' equity.

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, "Simplified Disclosure for the Notes to Third-Quarter Consolidated Financial Statements", "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, 2011.

3. CHANGES IN ACCOUNTING PRINCIPLES

(1) Notes receivable, accounts receivable and other receivables

Effective January 1, 2011, the Group prospectively adopted the newly revised Statement of

Financial Accounting Standards (SFAS) No. 34, “Financial Instruments: Recognition and Measurement.” The Group recognizes impairment loss on notes receivable, accounts receivable and other receivables when there is an objective evidence of impairment. This accounting change had no significant effect on the Company’s consolidated financial statements as of and for the nine-month period ended September 30, 2011.

(2) Operating segments

Effective January 1, 2011, the Group adopted the newly issued SFAS No. 41, “Operating Segments” which supersedes SFAS No. 20, “Segment Reporting.” This statement requires identification and disclosure of operating segments based on how the Company’s chief operating decision maker regularly reviews information in order to allocate resources and assess performance. The Group conformed to the disclosure requirements as of and for the nine-month period ended September 30, 2011. The information for the nine-month period ended September 30, 2010 had been restated to reflect the new segment reporting requirement. This accounting change had no significant effect on the consolidated net income and earnings per common share for the nine-month period ended September 30, 2011.

4. DETAILS OF SIGNIFICANT ACCOUNTS

(1) Cash and cash equivalents

	<u>September 30, 2011</u>	<u>September 30, 2010</u>
Cash:		
Cash on hand	\$ 1,003,599	\$ 755,525
Checking deposits	1,761,265	1,769,423
Demand deposits	15,941,339	13,384,390
Time deposits	<u>8,724,296</u>	<u>9,483,882</u>
	<u>27,430,499</u>	<u>25,393,220</u>
Cash equivalents:		
Repurchase of bonds	5,952,885	6,297,190
Commercial papers	<u>1,023,277</u>	<u>1,664,380</u>
	<u>6,976,162</u>	<u>7,961,570</u>
	<u>\$ 34,406,661</u>	<u>\$ 33,354,790</u>

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

	<u>September 30, 2011</u>	<u>September 30, 2010</u>
Current items:		
Financial assets held for trading		
Mutual funds	\$ 8,732,882	\$ 12,488,659
Corporation bonds	383,259	299,596
Listed (TSE and OTC) stocks	240,753	166,906
Equity linked notes	81,891	-
Derivatives	22,685	-
	<u>9,461,470</u>	<u>12,955,161</u>
Adjustment of financial assets held for trading	(64,564)	(51,749)
	<u>\$ 9,396,906</u>	<u>\$ 12,903,412</u>

	<u>September 30, 2011</u>	<u>September 30, 2010</u>
Current items:		
Financial liabilities held for trading		
Over-allotment option	\$ 1,962	\$ -
Derivatives	-	30,805
	<u>\$ 1,962</u>	<u>\$ 30,805</u>

A. The Group recognized net gain of \$185,692 and \$90,097 for the nine-month periods ended September 30, 2011 and 2010, respectively.

B. The trading items and contract information of derivatives were as follows: (Units in thousands of currencies indicated)

	<u>September 30, 2011</u>		<u>September 30, 2010</u>	
	Contract Amount	Contract Period	Contract Amount	Contract Period
Forward foreign exchange futures	USD 37,800	7. 2011~12. 2011	USD 48,260	7. 2010~12. 2010
"	-	-	EUR 420	9. 2010~10. 2010
Sales of forward foreign exchange	JPY 1,070,000	3. 2011~10. 2012	JPY 879,000	5. 2010~12. 2010
"	USD 17,290	8. 2011~12. 2011	-	-
"	EUR 680	8. 2011~10. 2011	-	-
Equity linked notes	USD 3,793	10. 2010~12. 2011	-	-

The forward exchange contracts are to hedge the change of exchange rate due to imports and exports, but not adopting the hedge accounting.

(3) Notes receivable, net

	<u>September 30, 2011</u>	<u>September 30, 2010</u>
Notes receivable	\$ 3,082,720	\$ 3,044,833
Less: Allowance for doubtful accounts	(70,061)	(80,266)
	<u>\$ 3,012,659</u>	<u>\$ 2,964,567</u>

(4) Accounts receivable, net

	<u>September 30, 2011</u>	<u>September 30, 2010</u>
Accounts receivable	\$ 17,200,419	\$ 15,805,859
Less: Allowance for doubtful accounts	(638,670)	(520,797)
	<u>\$ 16,561,749</u>	<u>\$ 15,285,062</u>

(5) Other receivables

	<u>September 30, 2011</u>	<u>September 30, 2010</u>
Other receivables	\$ 5,584,414	\$ 6,634,923
Less: Allowance for doubtful accounts	(25,233)	(507,311)
	<u>\$ 5,559,181</u>	<u>\$ 6,127,612</u>

(6) Inventories

	<u>September 30, 2011</u>	<u>September 30, 2010</u>
Merchandise	\$ 11,107,921	\$ 9,544,554
Raw materials	9,183,365	8,009,807
Raw materials in transit	1,031,058	1,393,127
Supplies	2,660,442	2,057,096
Work in process	2,781,259	2,136,904
Finished goods	5,758,940	4,727,297
By-products	366	999
Land held for construction	128,351	128,351
Construction in progress-land	153,400	-
Construction in progress-buildings	24,942	41,231
Buildings and land held for sale	391,422	702,288
	<u>33,221,466</u>	<u>28,741,654</u>
Less: Allowance for price decline of inventories	(637,668)	(684,465)
	<u>\$ 32,583,798</u>	<u>\$ 28,057,189</u>

Expenses and losses on inventories recognized:

	<u>For the nine-month periods ended September 30,</u>	
	<u>2011</u>	<u>2010</u>
Cost of inventories sold	\$ 189,639,929	\$ 176,033,701
Provision for inventory market price decline (Note 1)	179,482	118,197
Reversal of allowance for inventory market price decline (Note 2)	(272,649)	(261,959)
Loss on physical inventory	263,483	194,879
Loss on production stoppage	52,897	117,003
Loss on discarding inventory (Note 1)	1,006,141	960,386
Revenue from sale of scraps	(393,646)	(307,939)
Cost of goods sold	<u>\$ 190,475,637</u>	<u>\$ 176,854,268</u>

(Note 1) Due to the plasticizer food events, the Group reclassified provision for inventory market price decline and loss on discarding inventory of \$20 and \$65,921 to Non-operating

Expenses and Losses (shown as “Other non-operating losses”).

(Note 2) As the selling price increased, the allowance for inventory obsolescence and market price decline was reversed.

For details of interest capitalized to inventories, please refer to Note 4(12).

(7) Long-term equity investments held for disposal

The subsidiary accounted for under the equity method, Ztong Yee Industrial Co., Ltd., met the criteria for classification as long-term equity investment held for disposal. The lower of carrying value and fair value of the investment amounting to \$410,319 was recognized as “long-term equity investment held for disposal”.

(8) Available-for-sale financial assets

	<u>September 30, 2011</u>	<u>September 30, 2010</u>
Non-current items:		
Listed (TSE and OTC) stocks	\$ 10,044,625	\$ 9,553,568
Corporation bonds	83,896	10,000
Mutual funds	—	3,507
	<u>10,128,521</u>	<u>9,567,075</u>
Adjustment of available-for-sale financial assets	(1,517,967)	<u>2,252,088</u>
	<u>\$ 8,610,554</u>	<u>\$ 11,819,163</u>

(9) Financial assets carried at cost

	<u>September 30, 2011</u>	<u>September 30, 2010</u>
Non-current items:		
Unlisted stocks	\$ 4,958,842	\$ 6,010,360
Non-public trading bonds	1,063,292	1,088,876
Emerging stocks	<u>75,046</u>	<u>55,667</u>
	6,097,180	7,154,903
Less: Accumulated impairment	(1,410,332)	(1,791,281)
	<u>\$ 4,686,848</u>	<u>\$ 5,363,622</u>

A. Toppoly Optoelectronics Co., Ltd., a subsidiary of the Company, has obtained stockholders’ approval during the interim stockholders’ meeting held on January 6, 2010 to merge with Innolux Display Corp. and Chi Mei Optoelectronics Corp. Each 3.83 shares of Toppoly Optoelectronics Co., Ltd. was exchanged for 1 share of Innolux Display Corp., and the effective date of merger was March 18, 2010. The new company after the merger was renamed as Chimei Innolux Corporation. The Group obtained Chimei Innolux Corporation common stock (92,103,000 shares) which was classified as available-for-sale financial assets, and recognized a gain on disposal of investments amounting to \$1,021,263 on the effective date of merger.

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

C. For details of accumulated impairment, please refer to Note 4(17).

(10) Investments in bonds without active markets

	<u>September 30, 2011</u>	<u>September 30, 2010</u>
Non-current item:		
Finance bonds	<u>\$ 303,764</u>	<u>\$ —</u>

(11) 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, 2011		September 30, 2010	
	Amount	Percentage owned	Amount	Percentage owned
Jimmailang Beverage (Beijing) Ltd.	\$ 2,856,225	50.00	\$ 2,114,787	50.00
Cargill President Holding Pte Ltd.	1,014,330	"	1,462,216	"
Presicarre Corp.	7,091,470	40.00	7,444,616	40.00
United Advisor Venture Management Ltd.	979,735	39.74	298,005	39.74
TTET Union Corp.	1,090,270	37.64	1,073,086	37.64
Weilih Food Industrial Co., Ltd.	1,029,408	33.30	433,413	33.30
Kuang Chuan Dairy Co., Ltd.	1,597,811	31.25	1,399,704	31.25
President Securities Corp.	6,230,156	30.04	5,994,670	30.02
Kang Na Hsiung Enterprise Co., Ltd.	616,281	20.71	625,109	20.71
Yantai North Andrejuice Co., Ltd. (Note)	1,160,290	15.00	1,000,813	15.00
Others (individually less than 2%)	<u>4,302,170</u>	20.00	<u>4,348,738</u>	20.00
		~50.00		~50.00
	<u>\$27,968,146</u>		<u>\$26,195,157</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 \$727,771 and \$1,319,241 for the nine-month periods ended September 30, 2011 and 2010, 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, 2011 and 2010, respectively long-term investments in these investee companies was \$20,950,859 and \$19,414,851, respectively and the related investment income was \$507,871 and \$844,981 for the nine-month periods then ended, respectively.

C. As a result of the adoption of R.O.C. SFAS No. 5, "Long-term Investments under Equity Method", the Company recognized unrealized loss on financial instruments of long-term equity investments amounting to \$2,285,703 and \$573,246 (classified as unrealized gain or loss on financial instruments) for the nine-month periods ended September 30, 2011 and 2010, respectively.

(12) Property, plant and equipment

A. As of September 30, 2011 and 2010, the revaluation increment and accumulated depreciation of property, plant and equipment are listed as follows:

Assets	September 30, 2011		September 30, 2010	
	Revaluation increments	Accumulated depreciation	Revaluation increments	Accumulated depreciation
Land	\$ 4,804,058	\$ –	\$ 4,430,667	\$ –
Buildings	197,284	13,040,442	193,295	12,988,766
Machinery and equipment	36,337	42,994,634	37,378	38,300,079
Piping infrastructure and electricity generation equipment	5,981	2,453,720	6,676	1,906,860
Transportation equipment	–	2,741,352	–	2,448,303
Office equipment	287	5,272,895	287	4,484,897
Leased assets	–	112,672	–	84,834
Leasehold improvements	–	6,294,394	–	6,029,935
Other equipment	20,760	24,515,636	19,769	22,998,173
	<u>\$ 5,064,707</u>	<u>\$97,425,745</u>	<u>\$ 4,688,072</u>	<u>\$89,241,847</u>

B. In the years 1975, 1979, 1981, 1983, 1990, 1995, 2005 and 2011, the Group 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 \$2,748,031. The balance of asset revaluation (shown as capital reserve from asset revaluations before the amended “Business Entity Accounting Law”) amounted to \$1,736,573 and \$1,510,132 as of September 30, 2011 and 2010, respectively. 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 \$652,419 and \$653,039 as of September 30, 2011 and 2010, respectively.

C. The balance of provision for land value incremental tax amounted to \$2,169,441 and \$1,908,314 as of September 30, 2011 and 2010, respectively.

D. Interest expense before capitalization for the nine-month periods ended September 30, 2011 and 2010 was \$1,211,962 and \$1,297,359, respectively. Interest capitalized in inventories and property, plant and equipment totaled \$18,268 and \$91,132 with interest rates of 0.80% ~ 5.20% and 0.70% ~ 5.31% for the nine-month periods ended September 30, 2011 and 2010, respectively.

E. As of September 30, 2011 and 2010, the Group owned certain agricultural land amounting to \$1,008,169 for expansion of plant facilities. This land has yet to be rezoned for industrial purposes. Accordingly, the land title has not been officially transferred to the Group. However, the Group has secured the land deeds and other ownership documents.

F. Tung Ho Development Corp. had purchased 56 lots in Da-Pu, which is located in Jiayi, 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, 2011 and 2010, the book value was \$176,320 (the total cost of \$280,000 less deferred revenue of \$103,680).

G. Leased assets

(a) 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

(b)The leased property contract was terminated early in May 2010, resulting to a benefit of \$24,939 (shown as "Gain on disposal of property, plant and equipment").

H.The accumulated impairment of property, plant and equipment as of September 30, 2011 and 2010 was \$84,952 and \$84,334, respectively. Please refer to Note 4(17).

(13) Other intangible assets

As of September 30, 2011 and 2010, other intangible assets are as follows:

Item	For the nine-month period ended September 30, 2011										
	Beginning balance				Ending balance						
	Initial cost	Accumulated amortization	Effect of exchange rate changes	Book value	Additions (Note)	Amortization	Effect of exchange rate changes	Initial cost	Accumulated amortization	Effect of exchange rate changes	Net book value
Trademarks	\$ 534,749	(\$ 49,340)	(\$ 20,422)	\$ 464,987	\$ -	(\$ 8,797)	\$ 25,014	\$ 534,749	(\$ 58,137)	\$ 4,592	\$ 481,204
Copyrights	14,057	(512)	-	13,545	-	-	-	14,057	(512)	-	13,545
Land use rights	2,500,000	(263,283)	-	2,236,717	-	(35,432)	-	2,500,000	(298,715)	-	2,201,285
Land occupancy rights	2,434,472	(299,124)	(74,429)	2,060,919	3,799,730	(67,401)	385,371	6,234,202	(366,525)	310,942	6,178,619
Others	3,172,466	(1,908,449)	(19,223)	1,244,794	343,159	(256,283)	10,145	3,515,625	(2,164,732)	(9,078)	1,341,815
	<u>\$ 8,655,744</u>	<u>(\$ 2,520,708)</u>	<u>(\$ 114,074)</u>	<u>6,020,962</u>	<u>\$ 4,142,889</u>	<u>(\$ 367,913)</u>	<u>\$ 420,530</u>	<u>\$ 12,798,633</u>	<u>(\$ 2,888,621)</u>	<u>\$ 306,456</u>	<u>10,216,468</u>
Less: Discount on land use rights				(347,091)							(347,091)
Accumulated impairment				(24,233)							(24,233)
				<u>\$ 5,649,638</u>							<u>\$ 9,845,144</u>

Item	For the nine-month period ended September 30, 2010										
	Beginning balance				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	\$ 533,821	(\$ 36,445)	\$ -	\$ 497,376	\$ 449	(\$ 10,913)	(\$ 186)	\$ 534,270	(\$ 47,358)	(\$ 186)	\$ 486,726
Copyrights	14,057	(512)	-	13,545	-	-	-	14,057	(512)	-	13,545
Land use rights	2,500,000	(220,052)	-	2,279,948	-	(32,165)	-	2,500,000	(252,217)	-	2,247,783
Land occupancy rights	1,918,136	(244,814)	18,752	1,692,074	134,092	(44,454)	(1,396)	2,052,228	(289,268)	17,356	1,780,316
Others	2,946,512	(1,594,545)	-	1,351,967	217,422	(232,577)	-	3,163,934	(1,827,122)	-	1,336,812
	<u>\$ 7,912,526</u>	<u>(\$ 2,096,368)</u>	<u>\$ 18,752</u>	<u>5,834,910</u>	<u>\$ 351,963</u>	<u>(\$ 320,109)</u>	<u>(\$ 1,582)</u>	<u>\$ 8,264,489</u>	<u>(\$ 2,416,477)</u>	<u>\$ 17,170</u>	<u>5,865,182</u>
Less: Discount on land use rights				(345,869)							(345,869)
Accumulated impairment				(13,545)							(31,148)
				<u>\$ 5,475,496</u>							<u>\$ 5,488,165</u>

(Note) Increase in land occupancy rights amounting to \$ 3,006,776 resulted from the change in the consolidated entities.

For details of accumulated impairment, please refer to Note 4(17).

(14) Assets leased to others

September 30, 2011

Assets	Cost			Accumulated depreciation			Net book value
	Historical	Revaluation	Total	Historical	Revaluation	Total	
Land	\$4,425,696	\$1,694,681	\$ 6,120,377	\$ –	\$ –	\$ –	\$ 6,120,377
Buildings	3,889,331	14,075	3,903,406	(867,205)	(13,844)	(881,049)	3,022,357
Machinery and equipment	27,021	–	27,021	(21,882)	–	(21,882)	5,139
Piping infrastructure and electricity generation equipment	9,883	–	9,883	(8,841)	–	(8,841)	1,042
Office equipment	2,117	–	2,117	(2,034)	–	(2,034)	83
Other equipment	237,844	4,290	242,134	(191,435)	(4,290)	(195,725)	46,409
	<u>\$8,591,892</u>	<u>\$1,713,046</u>	<u>\$10,304,938</u>	<u>(\$1,091,397)</u>	<u>(\$ 18,134)</u>	<u>(\$ 1,109,531)</u>	9,195,407
Less: Accumulated impairment							(31,239)
							<u>\$ 9,164,168</u>

September 30, 2010

Assets	Cost			Accumulated depreciation			Net book value
	Historical	Revaluation	Total	Historical	Revaluation	Total	
Land	\$4,797,611	\$1,580,504	\$ 6,378,115	\$ –	\$ –	\$ –	\$ 6,378,115
Buildings	3,784,364	14,075	3,798,439	(1,076,153)	(13,738)	(1,089,891)	2,708,548
Machinery and equipment	25,537	–	25,537	(20,789)	–	(20,789)	4,748
Piping infrastructure and electricity generation equipment	9,759	–	9,759	(8,587)	–	(8,587)	1,172
Office equipment	2,117	–	2,117	(2,014)	–	(2,014)	103
Other equipment	232,464	4,290	236,754	(183,313)	(4,290)	(187,603)	49,151
	<u>\$8,851,852</u>	<u>\$1,598,869</u>	<u>\$10,450,721</u>	<u>(\$1,290,856)</u>	<u>(\$ 18,028)</u>	<u>(\$ 1,308,884)</u>	9,141,837
Less: Accumulated impairment							(273,881)
							<u>\$ 8,867,956</u>

A.Rental revenues for the nine-month periods ended September 30, 2011 and 2010 were \$337,995 and \$243,326, 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(12).

C.For details of accumulated impairment, please refer to Note 4(17).

(15) Idle assets

September 30, 2011

Assets	Cost			Accumulated depreciation			Net book value
	Historical	Revaluation	Total	Historical	Revaluation	Total	
Land	\$1,517,800	\$ 566	\$1,518,366	\$ -	\$ -	\$ -	\$1,518,366
Buildings	210,280	-	210,280	(35,430)	-	(35,430)	174,850
Machinery and equipment	271,361	-	271,361	(151,298)	-	(151,298)	120,063
Piping infrastructure and electricity generation equipment	27	-	27	(11)	-	(11)	16
Office equipment	1,221	-	1,221	(1,120)	-	(1,120)	101
Other equipment	60,136	-	60,136	(44,211)	-	(44,211)	15,925
	<u>\$2,060,825</u>	<u>\$ 566</u>	<u>\$2,061,391</u>	<u>(\$ 232,070)</u>	<u>\$ -</u>	<u>(\$ 232,070)</u>	1,829,321
Less: Accumulated impairment							(425,968)
							<u>\$1,403,353</u>

September 30, 2010

Assets	Cost			Accumulated depreciation			Net book value
	Historical	Revaluation	Total	Historical	Revaluation	Total	
Land	\$1,300,855	\$ 566	\$1,301,421	\$ -	\$ -	\$ -	\$1,301,421
Buildings	158,387	4,860	163,247	(90,624)	(4,850)	(95,474)	67,773
Machinery and equipment	335,359	-	335,359	(217,926)	-	(217,926)	117,433
Piping infrastructure and electricity generation equipment	3,200	-	3,200	(2,188)	-	(2,188)	1,012
Office equipment	285	-	285	(140)	-	(140)	145
Other equipment	108,226	1,373	109,599	(96,982)	(1,373)	(98,355)	11,244
	<u>\$1,906,312</u>	<u>\$ 6,799</u>	<u>\$1,913,111</u>	<u>(\$ 407,860)</u>	<u>(\$ 6,223)</u>	<u>(\$ 414,083)</u>	1,499,028
Less: Accumulated impairment							(260,228)
							<u>\$1,238,800</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(12).

B. For details of accumulated impairment, please refer to Note 4(17).

(16) Deferred expenses

	<u>For the nine-month periods ended September 30</u>	
	<u>2011</u>	<u>2010</u>
Beginning balance	\$ 886,413	\$ 988,549
Additions	353,600	171,716
Amortization	(298,610)	(300,966)
Effect of foreign exchange rate changes	<u>5,282</u>	<u>(197)</u>
Ending balance	<u>\$ 946,685</u>	<u>\$ 859,102</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.

(17) Impairment of assets

After recognizing impairment loss and reversal of impairment loss previously recognized, the total accumulated impairment as of September 30, 2011 and 2010 was \$1,976,724 and \$2,440,872, respectively.

Details are set forth below:

<u>Item</u>	<u>September 30, 2011</u>	
	<u>Amount included in statement of income</u>	<u>Amount included in stockholders' equity</u>
Recorded as impairment loss:		
Financial assets carried at cost - non-current	\$ 1,410,332	\$ -
Property, plant and equipment	84,952	-
Other intangible assets	24,233	-
Assets leased to others	31,239	-
Idle assets	<u>425,968</u>	<u>-</u>
	<u>\$ 1,976,724</u>	<u>\$ -</u>
<u>Item</u>	<u>September 30, 2010</u>	
	<u>Amount included in statement of income</u>	<u>Amount included in stockholders' equity</u>
Recorded as impairment loss:		
Financial assets carried at cost - non-current	\$ 1,791,281	\$ -
Property, plant and equipment	84,334	-
Other intangible assets	31,148	-
Assets leased to others	273,881	-
Idle assets	<u>260,228</u>	<u>-</u>
	<u>\$ 2,440,872</u>	<u>\$ -</u>

The accumulated impairment summarized by department were as follows:

<u>Department</u>	<u>September 30, 2011</u>	
	<u>Amount included in statement of income</u>	<u>Amount included in stockholders' equity</u>
Entertainment business	\$ 190,659	\$ -
Tinplate business	31,539	-
Foods	352,781	-
Feeds	648	-
Retail chain stores	290,211	-
General department	1,110,886	-
	<u>\$ 1,976,724</u>	<u>\$ -</u>

<u>Department</u>	<u>September 30, 2010</u>	
	<u>Amount included in statement of income</u>	<u>Amount included in stockholders' equity</u>
Entertainment business	\$ 310,634	\$ -
Tinplate business	31,539	-
Foods	378,652	-
Feeds	810	-
Retail chain stores	763,692	-
General department	955,545	-
	<u>\$ 2,440,872</u>	<u>\$ -</u>

(Note)The above assets have been recognized or disposed during the nine-month periods ended September 30, 2011 and 2010. As such, impairment loss of \$39,608 and \$87,099 was recognized for the nine-month periods ended September 30, 2011 and 2010, respectively.

(18) Short-term loans

	<u>September 30, 2011</u>	<u>September 30, 2010</u>	<u>Collateral or security</u>
Unsecured bank loans	\$ 36,622,625	\$ 19,722,140	-
Secured bank loans	2,371,518	1,852,777	(Note)
	<u>\$ 38,994,143</u>	<u>\$ 21,574,917</u>	
Range of interest rates	<u>0.76%~19.50%</u>	<u>0.50%~14.50%</u>	

(Note) Collaterals include inventories, long-term equity investments accounted for under the equity method, land, buildings, machinery and equipment, transportation equipment and other intangible assets - land occupancy rights.

(19) Notes and bills payable

	<u>September 30, 2011</u>	<u>September 30, 2010</u>	<u>Collateral or security</u>
Commercial papers payable	\$ 8,900,000	\$ 7,459,632	(Note)
Less: Prepaid interest	(883)	(1,923)	
	<u>\$ 8,899,117</u>	<u>\$ 7,457,709</u>	
Range of interest rates	<u>0.20%~1.94%</u>	<u>0.46%~2.76%</u>	

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

(Note)Collaterals include inventory, long-term equity investments accounted for under the equity

method, land, buildings and other assets-other.

(20) Bonds payable

	<u>September 30, 2011</u>	<u>September 30, 2010</u>	<u>Collateral or security</u>
Unsecured convertible bonds payable in 2007	\$ -	\$ 4,675,000	-
Unsecured ordinary bonds payable in 2009	3,000,000	3,000,000	-
Unsecured ordinary bonds payable in 2010	2,200,000	2,200,000	-
Unsecured ordinary bonds payable in 2010	1,800,000	-	-
Unsecured ordinary bonds payable in 2011	<u>3,000,000</u>	<u>-</u>	-
	10,000,000	9,875,000	
Less: Discount on bonds payable	-	(7,905)	
Current portion of bonds payable	<u>-</u>	<u>(4,667,095)</u>	
	<u>\$ 10,000,000</u>	<u>\$ 5,200,000</u>	

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

(a) Total issue amount: \$5,000,000

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

(c) Coupon rate: 0%

(d) Repayment term:

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

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

(f) Conversion period:

Except for the closed period, the bonds may be converted into the Company's common stocks on or after November 26, 2007 and on or prior to October 15, 2010. As of October 25, 2010, no bonds have been converted into 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 October 25, 2010, the conversion price was \$43.2 (in NT dollars).

(h) Under the terms of the convertible bonds, all bonds (redeemed, matured and converted) are retired and not to be re-issued. As of October 25, and September 30, 2010, both the convertible bonds in the amount of \$325,000 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.

B. 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, 2011 and 2010, the capital reserve-stock warrants for the bonds redeemed, matured and converted was \$— and \$489,454, respectively.

C. The Company issued unsecured ordinary bonds payable in December 2009. The significant terms of the bonds are as follows:

(a) Total issue amount:

The Company issued unsecured domestic bonds totaling \$3,000,000, including \$1,500,000 of A and B.

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

(c) Coupon rate:

(i) A Bond: the coupon rate is 1.23% per annum.

(ii) B Bond: the coupon rate is 1.59% per annum.

(d) Term of interest repayment:

The bond interest is calculated on simple rate every year starting December 2009 based on the coupon rate.

(e) Repayment term:

(i) A Bond: the bonds are repayable in December 2012 upon the maturity of the bonds.

(ii) B Bond: the bonds are repayable starting December 2013 to December 2014 in two installments at the rate of 50% and 50%, respectively.

(f) Period:

(i) A Bond: 3 years, from December 22, 2009 to December 12, 2012

(ii) B Bond: 5 years, from December 22, 2009 to December 12, 2014

(g) Guarantee Bank:

The bonds are guaranteed by Hwa Nan Commercial Bank.

D. The Company issued unsecured ordinary bonds payable in June 2010. The significant terms of the bonds are as follows:

(a) Total issue amount:

The Company issued unsecured domestic bonds totaling \$2,200,000, including \$700,000 of A and \$1,500,000 of B.

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

(c) Coupon rate:

(i) A Bond: the coupon rate is 1.22% per annum

(ii) B Bond: the coupon rate is 1.57% per annum

(d) Term of interest repayment:

The bond interest is calculated on simple rate every year starting June 2010 based on the coupon rate.

(e) Repayment term:

(i) A Bond: the bonds are repayable in June 2013 upon the maturity of the bonds.

(ii) B Bond: the bonds are repayable starting June 2014 to June 2015 in two installments at the rate of 50% and 50%, respectively.

(f) Period:

(i) A Bond: 3 years, from June 25, 2010 to June 25, 2013

(ii) B Bond: 5 years, from June 25, 2010 to June 25, 2015

(g) Guarantee Bank:

The bonds are guaranteed by Taipei Fubon Commercial Bank.

E. The Company issued unsecured secondary bonds payable in October 2010. The significant

terms of the bonds are as follows:

- (a) Total issue amount: \$1,800,000
- (b) Issue price: At par value of \$1,000 per bond
- (c) Coupon rate: 1.23%
- (d) Term of interest repayment:

The bond interest is calculated on simple rate every year starting October 2010 based on the coupon rate.

- (e) Repayment term:

The bonds are repayable starting October 2014 to October 2015 in two installments at the rate of 50% and 50%, respectively.

- (f) Period: 5 years, from October 27, 2010 to October 27, 2015

- (g) Guarantee Bank:

The bonds are guaranteed by Taipei Fubon Commercial Bank.

F. The Company issued unsecured ordinary bonds payable in June 2011. The significant terms of the bonds are as follows:

- (a) Total issue amount: \$3,000,000
- (b) Issue price: At par value of \$1,000 per bond
- (c) Coupon rate: 1.43%
- (d) Term of interest repayment:

The bond interest is calculated on simple rate every year starting June 2011 based on the coupon rate.

- (e) Repayment term:

The bonds are repayable starting June 2015 to June 2016 in two installments at the rate of 50% and 50%, respectively.

- (f) Period: 5 years, from June 17, 2011 to June 17, 2016

- (g) Guarantee Bank:

The bonds are guaranteed by Taipei Fubon Commercial Bank.

(21) Long-term loans

	<u>September 30, 2011</u>	<u>September 30, 2010</u>	<u>Collateral or security</u>
Unsecured bank loans	\$ 31, 099, 347	\$ 42, 389, 700	—
Secured bank loans	22, 478, 563	20, 561, 366	(Note)
Revolving credit facility	<u>1, 500, 000</u>	<u>2, 100, 000</u>	—
	55, 077, 910	65, 051, 066	
Less: Prepaid interest	(943)	(963)	
Current portion of long-term loans	<u>(3, 574, 435)</u>	<u>(4, 412, 766)</u>	
	<u>\$ 51, 502, 532</u>	<u>\$ 60, 637, 337</u>	
Range of maturity date	<u>2012. 7~2025. 9</u>	<u>2011. 1~2025. 9</u>	
Range of interest rates	<u>0. 50%~20. 50%</u>	<u>0. 63%~14. 50%</u>	

(Note) 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 occupancy rights and other intangible assets - land use rights.

(22) Other liabilities - other

	<u>September 30, 2011</u>	<u>September 30, 2010</u>
Land use rights payable	\$ 1,000,000	\$ 1,250,000
Less: Discount on land use rights payable	(35,697)	(52,698)
	964,303	1,197,302
Less: Current portion of land use rights payable	(248,108)	(248,297)
	<u>\$ 716,195</u>	<u>\$ 949,005</u>

As of September 30, 2011, land use rights payable and discount were listed as follows:

<u>Year</u>	<u>Land use rights payable</u>	<u>Discount on land use rights payable</u>
October 1~December 31, 2011	\$ -	\$ 5,068
2012	250,000	15,536
2013	250,000	10,171
2014	250,000	4,922
2015 (Note)	250,000	-
	<u>\$ 1,000,000</u>	<u>\$ 35,697</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 23, 2010 adopted a resolution to increase capital through unappropriated retained earnings of \$3,897,400. Pursuant to the approval by the Financial Supervisory Commission, Securities and Futures Bureau, the capital increase was effective on August 18, 2010. After the capital increase, the authorized capital was \$48,000,000, and the paid-in capital was \$42,871,403, consisting of 4,287,140,000 shares with a par value of \$10 (in NT dollars) per share.

B.The stockholders at their annual stockholders' meeting on June 23, 2011 adopted a resolution to increase capital through unappropriated retained earnings of \$2,572,284. Pursuant to the approval by the Financial Supervisory Commission, Securities and Futures Bureau, the capital increase was effective on August 15, 2011. After the capital increase, the authorized capital was \$48,000,000, and the paid-in capital was \$45,443,686, consisting of 4,544,369,000 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, and 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 2010 and 2009 earnings had been resolved at the stockholders' meeting on June 23, 2011 and June 23, 2010, respectively. Details are summarized below:

	2010		2009	
	Amount	Dividends per share	Amount	Dividends per share
		(in dollars)		(in dollars)
Legal reserve	\$ 1,092,904	\$ -	\$ 786,083	\$ -
Cash dividends	6,001,996	1.40	3,117,920	0.80
Stock dividends	2,572,284	0.60	3,897,400	1.00
Employees' cash bonus	955,370	-	650,965	-
Directors' and supervisors' remuneration	196,723	-	141,495	-
Total	<u>\$10,819,277</u>	<u>\$ 2.00</u>	<u>\$ 8,593,863</u>	<u>\$ 1.80</u>

- D. The estimated amounts of employees' bonus and directors' and supervisors' remuneration for the nine-month periods ended September 30, 2011 and 2010 are \$931,756 and \$1,119,570, respectively. The basis of estimates is based on a certain percentage of 2011 and 2010 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 2010 and 2009 retained earnings is described in Note 4(25)C. The differences between the actual distribution as approved at the stockholders' meeting, and the amounts recognized in the 2010 and 2009 financial statements were \$1,575 and \$1,495 for employees' bonus, respectively, and \$1,150,518 and \$793,955 for directors' and supervisors' remuneration, respectively, due to the difference in estimate calculation. Such differences were recognized in profit or loss for the nine-month periods ended September 30, 2011 and 2010, respectively.

- E. As of September 30, 2011 and 2010, the balance of unappropriated earnings was as follows:

	September 30, 2011	September 30, 2010
(A) Unappropriated earnings before 1998	\$ 36,165	\$ 36,165
(B) Unappropriated earnings in and after 1998	<u>1,363,358</u>	<u>101,504</u>
	<u>\$ 1,399,523</u>	<u>\$ 137,669</u>

Consolidated net income in the amount of \$7,740,249 and \$9,912,922 for the nine-month periods ended September 30, 2011 and 2010, respectively, cannot be distributed since these amounts have not yet been approved by the shareholders.

- F. As of September 30, 2011 and 2010, the imputation tax credit account balance amounted to

\$165,284 and \$13,743, respectively. The Company distributed unappropriated earnings in 2010 and 2009 as dividends in accordance with the resolution adopted at the stockholders' meeting on June 23, 2011 and June 23, 2010, respectively, and the date of dividends distribution was on August 15, 2011 and August 18, 2010, respectively. The 2011 and 2010 creditable ratio were 11.78% and 9.12%, respectively.

G. In accordance with relevant laws and regulations, long-term equity investment accounted for under the equity method-President Securities Corp. has been will be put out of the trading losses and default losses recognized as a special reserve, in addition to filling the company's deficit after recognized as a special reserve, except for special reserve reached 50% of paid-in capital its half of the amount capitalized herein was not be used. As of September 30, 2011, the Company recognized special reserve of \$95,736.

(26) Earnings per share ("eps")

	For the nine-month period ended September 30, 2011				
	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	\$14,690,674	\$ 7,740,249	4,544,369	<u>\$ 3.23</u>	<u>\$ 1.70</u>
Dilutive effect of common stock equivalents:					
Employees' bonuses	<u>—</u>	<u>—</u>	<u>21,942</u>		
Diluted earnings per share					
Net income	<u>\$14,690,674</u>	<u>\$ 7,740,249</u>	<u>4,566,311</u>	<u>\$ 3.22</u>	<u>\$ 1.70</u>

For the nine-month period ended September 30, 2010

	Amount		Weighted-average number	EPS	
	Before tax	After tax	of shares outstanding	(in NT dollars)	
			during the period	Before tax	After tax
			(shares in thousands)		
Basic earnings per share					
Net income	\$18,585,546	\$ 9,912,922	4,544,369	<u>\$ 4.09</u>	<u>\$ 2.18</u>
Dilutive effect of common stock equivalents:					
Convertible bonds	88,664	73,591	114,711		
Employees' bonuses	—	—	27,105		
Diluted earnings per share					
Net income	<u>\$18,674,210</u>	<u>\$ 9,986,513</u>	<u>4,686,185</u>	<u>\$ 3.98</u>	<u>\$ 2.13</u>

A. The above weighted-average outstanding common shares have been adjusted retroactively in proportion to retained earnings as of December 31, 2010.

B. 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.

5. RELATED PARTY TRANSACTIONS

A. Related parties and their relationship with the Company

<u>Name of related parties</u>	<u>Relationship with the Company</u>
Presicarre Corp.	Subsidiary accounted for under the equity method
TTET Union Corp.	"
Kuang Chuan Dairy Co., Ltd.	"
Ztong Yee Industrial Co., Ltd. (Note 1)	"
Uni-President Land Corporation	An affiliated company of Cayman President Holdings Ltd. (accounted for under the equity method)
Jimmailang Beverage (Beijing) Co., Ltd.	"
Yantai Tongli Beverage Industries Co., Ltd.	"
Saigon Beverage Joint Stock Company (Note 2)	"
President Fuche (Qingdo) Co., Ltd.	An affiliated company of Uni-President Foodstuff (BVI) Holdings Ltd. (accounted for under the equity method)
San Tong Wan Fu (Qingdo) Food Industry Co., Ltd.	"
Chang-Tung Corporation Limited	A subsidiary of Kai Nan Investment Co., Ltd. (accounted for under the equity method)
Far-Tung Enterprises Corp.	A subsidiary of Nanlien International Corp. (accounted for under the equity method)
Union Chinese Corp.	"
Yamato Financial Co., Ltd.	An affiliated company of President Collect Service Co., Ltd. (accounted for under the equity method)
Yamato Transport Corporation	"
Starbucks Coffee International, Inc.	Stockholder of President Coffee Corp. and President Coffee (Cayman) Limited (accounted for under the equity method)
Ryohin Keikaku Co., Ltd.	Stockholder of Muji Taiwan Co., Ltd. (accounted for under the equity method)
Duskin Co., Ltd.	Stockholder of Mister Donut Taiwan Co., Ltd. (accounted for under the equity method)
Shan Dong President Yinzuo Commercial Limited	Stockholder of Shan Dong President Yinzuo Commercial Limited (accounted for under the equity method)

Name of related parties	Relationship with the Company
Yellow Hat Ltd.	The representative is the chairman of Uni-President Yellow Hat Corp.
AHB International Inc.	Stockholder of AHB Pet Plus Co., Ltd. (accounted for under the equity method)
Hi-life International Co., Ltd.	A subsidiary of Kuang Chuan Dairy 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 3)
Huei Tung Enterprises Corp.	Has the same chairman with Nanlien International Corp.
Naturally Yours Corp.	A director of President Natural International Corp.
Sato Restaurant Systems Co., Ltd.	A director of President Sato Co., Ltd.
Kinh Do Joint Stock Company	Stockholder of Binh Duong Tribeco Joint Stock company (accounted for under the equity method)
Young Yun Investment Co., Ltd.	A director of the Company
Toyota Tsusho Corp.	A director of Ton-Yi Industrial Corp.

(Note 1) Subsidiary was sold in the first quarter of 2010.

(Note 2) The percentage owned by the Group increased in the second quarter of 2010, and thus became a consolidated entity.

(Note 3) The Company was a director, but resigned in the second quarter of 2010.

B. Transactions and balances with related parties

(a) Sales

	For the nine-month periods ended September 30			
	2011		2010	
	Amount	Percentage of net sales	Amount	Percentage of net sales
Presicarre Corp.	\$ 1,610,224	1	\$ 1,739,469	1
Huei Tung Enterprises Corp.	1,271,742	-	1,131,340	1
Others (Individually less than 10%)	<u>7,704,381</u>	<u>3</u>	<u>6,545,321</u>	<u>2</u>
	<u>\$10,586,347</u>	<u>4</u>	<u>\$ 9,416,130</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.

(b) Purchases

	For the nine-month periods ended September 30			
	2011		2010	
	Amount	Percentage of net purchases	Amount	Percentage of net purchases
Toyota Tsusho Corp.	\$ 2,942,722	1	\$ 4,243,930	2
TTET Union Corp.	944,217	1	747,360	1
Others (Individually less than 10%)	<u>3,896,436</u>	<u>2</u>	<u>2,282,464</u>	<u>1</u>
	<u>\$ 7,783,375</u>	<u>4</u>	<u>\$ 7,273,754</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 TTET Union Corp. (closes its accounts 30 days from the end of each month.)

(ii) The payment term for purchases from President Musahino Corp. for the related parties 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.

(c) Acquisition of long-term investments

	For the nine-month periods ended September 30	
	2011	2010
Naturally Yours Corp.	\$ 77,280	\$ -
Young Yun Investment Co., Ltd.	-	138,900
	<u>\$ 77,280</u>	<u>\$ 138,900</u>

In June 2011 and March 2010, the Company acquired 2,760,000 and 13,890,000 shares of common stock of President Natural Corp. and President International Development Corp. from Naturally Yours Corp. and Young Yun Investment Co., Ltd. at negotiated prices based on financial analysis by experts, respectively.

(d) Acquisition of property, plant and equipment

	Items	For the nine-month periods ended September 30	
		2011	2010
Jimmailang Beverage (Beijing) Co., Ltd.	Transportation equipment, office equipment and other equipment	\$ 216,211	\$ -
Ta Chen Construction & Engineering Corp.	Construction in progress	-	587,888
		<u>\$ 216,211</u>	<u>\$ 587,888</u>

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

(e) Processing expenses

	For the nine-month periods ended September 30	
	2011	2010
TTET Union Corp.	<u>\$ 195,174</u>	<u>\$ 224,925</u>

(f) Other expenses

	For the nine-month periods ended September 30	
	2011	2010
Huei Tung Enterprises Corp.	\$ 206,638	\$ 255,129
Starbucks Coffee International, Inc.	196,578	159,851
Others (Individually less than 10%)	891,437	715,367
	<u>\$ 1,294,653</u>	<u>\$ 1,130,347</u>

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

(h) Other income

	For the nine-month periods ended September 30	
	2011	2010
Management and technical consultancy fees:		
Far Tung Enterprises Corp.	\$ 6,129	\$ 5,144
Ztong Yee Industrial Co., Ltd.	-	2,000
Others (Individually less than 10%)	50,175	38,640
	<u>56,304</u>	<u>45,784</u>
Other income:		
Union Chinese Corp.	38,767	42,944
Chang-Tung Corporation Limited	15,554	15,458
Hi-life International Co., Ltd.	12,595	12,389
Far Tung Enterprises Corp.	9,943	23,366
TTET Union Corp.	8,955	20,706
Others (Individually less than 10%)	39,465	46,323
	<u>125,279</u>	<u>161,186</u>
	<u>\$ 181,583</u>	<u>\$ 206,970</u>

(i) Accounts receivable

	September 30, 2011		September 30, 2010	
	Amount	Percentage	Amount	Percentage
Presicarre Corp.	\$ 616,031	3	\$ 742,925	4
Huei Tung Enterprises Corp.	306,485	2	306,797	2
Hi-life International Co., Ltd.	296,889	1	263,251	1
Others (Individually less than 10%)	715,689	4	580,164	4
	<u>\$1,935,094</u>	<u>10</u>	<u>\$1,893,137</u>	<u>11</u>

(j) Other receivables (include Financing)

	<u>September 30, 2011</u>		<u>September 30, 2010</u>	
	<u>Amount</u>	<u>Percentage</u>	<u>Amount</u>	<u>Percentage</u>
Jimmailang Beverage (Beijing) Co., Ltd.	\$ 220,958	4	\$ 78,927	1
San Tong Wan Fu (Qingdo) Food Industry Co., Ltd.	48,255	1	3,122	-
Shan Dong President Yinzuo Commercial Limited	-	-	215,692	4
Others (Individually less than 10%)	48,334	1	71,723	1
	<u>\$ 317,547</u>	<u>6</u>	<u>\$ 369,464</u>	<u>6</u>

(k) Accounts payable

	<u>September 30, 2011</u>		<u>September 30, 2010</u>	
	<u>Amount</u>	<u>Percentage</u>	<u>Amount</u>	<u>Percentage</u>
Starbucks Coffee International, Inc.	\$ 190,196	1	\$ 82,508	-
Yantai Tongli Beverage Industries Co., Ltd.	132,600	1	65,982	-
Toyota Tsusho Corp.	118,074	-	145,911	1
Kuang Chuan Dairy Co., Ltd.	71,474	-	77,246	-
Jimmailang Beverage (Beijing) Co., Ltd.	22,642	-	143,761	1
Others (Individually less than 10%)	524,025	2	199,284	1
	<u>\$ 1,059,011</u>	<u>4</u>	<u>\$ 714,692</u>	<u>3</u>

(l) Accrued expenses

	<u>September 30, 2011</u>		<u>September 30, 2010</u>	
	<u>Amount</u>	<u>Percentage</u>	<u>Amount</u>	<u>Percentage</u>
Presicarre Corp.	\$ 98,970	1	\$ 152,151	1
Huei Tung Enterprises Corp.	61,392	-	28,625	-
Hi-Life International Co., Ltd.	60,639	-	60,052	-
Starbucks Coffee International, Inc.	45,824	-	17,518	-
Others (Individually less than 10%)	94,618	1	86,303	1
	<u>\$ 361,443</u>	<u>2</u>	<u>\$ 344,649</u>	<u>2</u>

(m) Other payables (include Financing)

	<u>September 30, 2011</u>		<u>September 30, 2010</u>	
	<u>Amount</u>	<u>Percentage</u>	<u>Amount</u>	<u>Percentage</u>
Kinh Do Joint Stock Company	\$ 58,550	1	\$ 40,200	-
Yellow Hat Ltd.	43,647	-	41,864	-
Others (Individually less than 10%)	<u>48,810</u>	<u>-</u>	<u>49,690</u>	<u>1</u>
	<u>\$ 151,007</u>	<u>1</u>	<u>\$ 131,754</u>	<u>1</u>

C. Financing

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

	<u>For the nine-month period ended September 30, 2011</u>				
	<u>Maximum balance date</u>	<u>Maximum balance</u>	<u>Ending balance</u>	<u>Annual interest rate</u>	<u>Total interest income</u>
San Tong Wan Fu (Qingdo) Food Industry Co., Ltd.	2011.09	\$ 48,189	\$ 48,189	4.92% ~6.96%	\$ 2,077
Uni-President Land Corporation	2011.09	32,612	32,612	7.00%	1,653
President Fuche (Qingdo) Co., Ltd.	2011.03	29,182	-	5.41% ~6.70%	750
			<u>\$ 80,801</u>		<u>\$ 4,480</u>
	<u>For the nine-month period ended September 30, 2010</u>				
	<u>Maximum balance date</u>	<u>Maximum balance</u>	<u>Ending balance</u>	<u>Annual interest rate</u>	<u>Total interest income</u>
Uni-President Land Corporation	2010.09	\$ 33,322	\$ 33,322	7.00%	\$ 1,749
President Fuche (Qingdo) Co., Ltd.	2010.06	30,823	30,400	4.65% ~5.16%	1,078
Saigon Beverage Joint Stock Company	2010.01	83,750	-	10.50%	2,113
			<u>\$ 63,722</u>		<u>\$ 4,940</u>

(b) Loans payable to related parties (classified as other payable - related parties)

For the nine-month period ended September 30, 2011

	<u>Maximum balance date</u>	<u>Maximum balance</u>	<u>Ending balance</u>	<u>Annual interest rate</u>	<u>Total interest expense</u>
Kinh Do Joint Stock Company	2011.03	\$ 68,797	<u>\$ 56,598</u>	12.80% ~14.00%	<u>\$ 6,112</u>

For the nine-month period ended September 30, 2010

	<u>Maximum balance date</u>	<u>Maximum balance</u>	<u>Ending balance</u>	<u>Annual interest rate</u>	<u>Total interest expense</u>
Kinh Do Joint Stock Company	2010.09	\$ 40,200	<u>\$ 40,200</u>	12.00% ~12.80%	<u>\$ 417</u>

D. Contingent liabilities and commitments

- (a) 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.
- (b) Mister Donut Taiwan Co., Ltd., a subsidiary of President Chain Store Corp., signed a logotype and perpetual technical cooperation contract with DUSKIN Co., Ltd. to operate and manage “DUSKIN Mister Donut Franchise Enterprise”. Under the terms of the contract, Mister Donut Taiwan Co., Ltd. shall pay royalty based on a fixed percentage of total sales revenue.
- (c) President Coffee Corp., a subsidiary of President Chain Store Corp., signed a contract with Starbucks Coffee International, Inc. to operate Starbucks coffee shops. Under the contract, President Coffee Corp. pays royalties based on total monthly sales.
- (d) In 2010, President Sato Co., Ltd., a subsidiary of President Chain Store Corp. signed a logotype and perpetual technical cooperation contract with Sato Restaurant Systems Co., Ltd. to use the trademark of “Japanese Fusion Restaurant” and “Sushi-half” and other catering-related technology. The contract is valid for 30 years. Under the terms of the contract, President Sato Co., Ltd. shall pay royalty based on a fixed percentage of its net sales revenue from 2013.
- (e) In 2002, President Collect Service Co., Ltd., a subsidiary of President Chain Store Corp., signed a logotype and perpetual technical cooperation contract with Yamato Financial Co., Ltd. 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.
- (f) President Transnet Corp. (PTC) signed agreements for home delivery services with Yamato Transport Corp. on January 26, 2010. PTC shall pay royalty monthly based on a fixed percentage of sales revenue and shall not be less than ¥1,000,000.
- (g) 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 based on a fixed percentage of net sales revenue.
- (h) As of September 30, 2011 and 2010, the endorsements and guarantees provided by the Group amounted to \$1,515,326 and \$1,284,968, respectively.

6. PLEDGED ASSETS

As of September 30, 2011 and 2010, the details of pledged assets were as follows:

<u>Assets</u>	<u>September 30, 2011</u>	<u>September 30, 2010</u>	<u>Purpose of collateral</u>
Demand deposits, certificate of deposit and short-term bills (Classified as other financial asset current and non-current)	\$ 195,386	\$ 72,298	Performance guarantees
Inventories	174,658	195,477	Short-term loans and notes and bills payable
Financial assets carried at cost - non-current	250,000	250,000	Long-term loans
Long-term equity investments accounted for under the equity method	3,130,736	3,751,699	Short-term loans, notes and bills payable and long-term loans
Land (Note)	9,672,176	9,135,883	"
Buildings-net (Note)	14,835,634	8,030,115	"
Machinery and equipment-net (Note)	2,539,434	58,767	Short-term loans and long-term loans
Transportation equipment-net	526,912	222,243	"
Other equipment-net	184,017	446,175	Long-term loans
Other intangible assets-land occupancy rights	2,279,593	-	Short-term loans and long-term loans
Other intangible assets-land use rights	1,854,195	1,901,914	Long-term loans
Refundable deposits	541,146	131,586	Performance guarantees
Other assets-others	870,746	870,746	Notes and bills payable
	<u>\$ 37,054,633</u>	<u>\$ 25,066,903</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, 2011 and 2010, the contingent liabilities and commitments of the Group, in addition to Note 5 (D) were as follows:

- As of September 30, 2011 and 2010, the remaining balance due for construction in progress and prepayments for equipment were \$4,654,708 and \$2,599,126, respectively.
- As of September 30, 2011 and 2010, the unused letters of credit amounted to \$2,295,125 and \$2,684,112, respectively.
- As of September 30, 2011 and 2010, the endorsements and guarantees provided by the Group amounted to \$8,357,187 and \$19,422,343, respectively.

- (d) In July 2000, President Chain Store Corp. signed a perpetual technical cooperation contract (the Contract) with the Southland Corporation. The terms of the Contract are as follows:
- (1) The Company guarantees that President Chain Store Corp. will fulfill all payments or other obligations due under the Contract to Southland Corporation.
 - (2) Without the written approval of Southland Corporation in advance, the Company may not sell, transfer, or pledge the ownership or the assets of President Chain Store Corp.
 - (3) The Company should maintain no less than 40% ownership of President Chain Store Corp.
- (e) 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.
- (f) In January 2010, the Company borrowed from Chang Hwa Bank and 9 other banks under a 5-year syndicated credit facilities agreement from January 2, 2010 to January 2, 2015. Under the terms of the loan agreement, the Company agrees that:
- (1) The current ratio computed from the year-end audited non-consolidated financial statements shall not be below 75%.
 - (2) The debt-to-equity ratio computed from the year-end audited non-consolidated financial statements shall not be above 150%.
 - (3) The interest coverage ratio computed from the year-end audited non-consolidated financial statements shall not be below 150%.
 - (4) The year-end audited consolidated tangible stockholders' equity shall not be less than \$30,000,000.
- (g) In November 2007, Uni-President Southeast Asia Holdings Ltd. borrowed from Chinatrust Bank and other banks under a 3-year syndicated credit facilities agreement from December 19, 2007 to December 19, 2010. Under the terms of the loan agreement, the Company agrees that:
- (1) The current ratio computed from the year-end audited non-consolidated financial statements shall not be below 75%.
 - (2) The debt-to-equity ratio computed from the year-end audited non-consolidated financial statements shall not be above 160%.
 - (3) The interest coverage ratio computed from the year-end audited non-consolidated financial statements shall not be below 150%.
 - (4) The year-end audited consolidated tangible stockholders' equity shall not be less than \$30,000,000.
- (h) President Entertainment Corp. (PEC) signed a non-public use hillside land development contract with the National Property Bureau in 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. As of September 30, 2011, it has been extended to July 31, 2012. In addition, within three months from the approval of the application, PEC shall acquire the land. If PEC fails to acquire the land, the National Property Bureau will charge 1% of guarantee fund as penalty each month. If the land is changed or used illegally, the National Property Bureau would charge 25% of public price of

the land as compensation.

- (i) 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. As of September 30, 2011, it has been extended to July 31, 2012. In addition, within three months from the approval of the application, PEC shall acquire the land. If PEC fails to acquire the land, the National Property Bureau will charge 1% of guarantee fund as penalty each month. If the land is changed or used illegally, the National Property Bureau would charge 25% of public price of the land as compensation.
- (j) 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, 2011 and 2010, the loans for the initiation fees and security deposits amounted to \$8,750 and \$14,397, respectively.
- (k) As of September 30, 2011 and 2010, a subsidiary of Nanlien International Corp. signed credit limits of performance with the bank for stocking of goods, rent of warehouses and guarantee for tariff account amounting to \$90,000 and \$52,400, respectively.
- (l) 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 shall be extended (for a total of 484 days) due to processing of building capacity compensation and changes in design.
 - (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, 2011, Uni-President Development Corp. has paid \$1,500,000. 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 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.
 - (6)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 rights and responsibilities of the transfer of the MRT Station. Uni-President Development Corp. has obtained the license described above on January 12, 2010.

- (m) The contract signed by Uni-President Development Corp. with the Taipei City Government described above was identified by the Taipei Revenue Service Office in 2004. The land was assessed to be free from land value tax starting from 2005 to 2009 based on "Taipei City regulations to promote private sector participation in major public construction on land tax, house tax, and deed tax relief". However, the Taipei Revenue Service wrote to the Taipei City Department of Public Transport and affirmed that the land described above is subject to land value tax based on general rate of land from 2005 to 2009. The Taipei City Department of Public Transport informed Uni-President Development Corp. to pay \$167,406 for the rent of the land from 2005 to 2009. Uni-President Development Corp. refused to accept the assessment, and authorized its legal counsel to handle the procedures for reexamination and appeals. Based on the opinion of the Company's legal counsel, the ultimate outcome of the case is still undeterminable. However, Uni-President Development Corp. had recognized the related liability for conservative purpose.
- (n) In October 2008, President Tokyo Corp. borrowed from Mega International Commercial Bank and other banks under a 3-year syndicated credit facilities agreement from October 14, 2008 to September 30, 2011 (early repayment of bank loan in December, 2010). Under the terms of the loan agreement, the Company agrees that:
- (1) The capital ratio computed from the year-end audited non-consolidated financial statements shall be above 8%.
 - (2) The interest coverage ratio computed from the year-end audited non-consolidated financial statements shall not be below 250%.
 - (3) The year-end audited consolidated tangible stockholders' equity shall not be less than \$200,000.
- (o) To construct the Tinplate Plant and Tin Mill Black Plate Plant, Ton Yi Industrial Corp. has signed land lease contract with Taiwan Sugar Corp. The term of contract covers the period from July 1, 1993 to March 9, 2048, and the annual rental payments are based on 10% of the annual assessed value of the land. Royalty payments for the land lease is 2 to 4 times of rental expenses for the current year on a 20 year basis, and are amortized over a period of 20 years. The unamortized balance of royalty payments are \$6,257 and \$8,627 as of September 30, 2011 and 2010, respectively.
- (p) To sustain interim working capital, Ton Yi Industrial Corp. has signed a syndicated loan agreement with Mega International Commercial Bank, etc. Ton Yi Industrial Corp. and its subsidiaries have to maintain consolidated debt-to-equity ratio of less than 180%, interest coverage ratio of over 200%, and the consolidated tangible stockholders' equity of not less than \$15,000,000. Under the terms of the loan agreement, if any of the financial ratios or regulations above have been violated, Ton Yi Industrial Corp. and its subsidiaries shall improve it within four months after the announcement of financial reports. Should Ton Yi Industrial Corp. meet the required financial ratios and regulations by then, it will not be considered as a violation of the agreement. The credit rate should be overcharged by 0.1% of annual floating rate from the day after the announcement of the financial report wherein the required financial ratios or regulations are not met up to the day before Ton Yi Industrial Corp. and its subsidiaries meet the required financial ratios. Otherwise, the banks have the right to demand Ton Yi Industrial Corp. to pay off the loan balance immediately.
- (q) President Chain Store Corp., Philippine Seven Corporation and President Chain Store Corp. (Shanghai) signed a perpetual technical cooperation contract (the Contract) with 7-ELEVEN Inc. As required by the contract, President Chain Store Corp. shall pay royalties to 7-ELEVEN Inc. based on total monthly sales of President Chain Store Corp.
- (r) President Chain Store Corp. (PCSC) and its subsidiaries signed rental agreements with non-related parties to rent store spaces with lease periods ranging from 3 to 20 years. As of September 30, 2011, PCSC and its subsidiaries have prepaid rent and guarantee deposits in the amount of \$439,303 and \$1,850,509, respectively. Summary of the estimated annual rental expense of PCSC and its subsidiaries is as follows:

<u>Year</u>	<u>Total rental expense</u>
2011.10.1~2011.12.31	\$ 2,282,414
2012	7,959,661
2013	7,341,699
2014	6,592,067
2015	5,812,224
2016 and thereafter (Present Value \$12,566,313)	<u>13,048,212</u>
	<u>\$ 43,036,277</u>

(s) In March 2009, Sanshui Jianlibao Commerce Co., Ltd. borrowed from Standard Chartered Bank and other banks under a 2-year syndicated credit facilities agreement from March 26, 2009 to March 26, 2011 (early repayment of bank loan in March 26, 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.

(t) In April 2006 and April 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 stores. UDSC shall also pay a fixed amount of expense as "Technical guidance fixed expenses" to Hankyu Department Store, Inc. each year after opening the stores.

(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 July 20, 2007 to July 20, 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. becomes 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.

8. SIGNIFICANT CATASTROPHE

None.

9. SUBSEQUENT EVENTS

None.

10. OTHERS

(1) The fair values of the financial instruments

	September 30, 2011			September 30, 2010		
	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 equal to fair value	\$ 66,848,638	\$ -	\$ 66,848,638	\$ 65,997,884	\$ -	\$ 65,997,884
Financial assets at fair value through profit or loss	9,292,330	9,292,330	-	12,903,412	12,903,412	-
Available-for-sale financial assets	8,610,554	8,610,554	-	11,819,163	11,819,163	-
Financial assets carried at cost- non-current	4,686,848	-	-	5,363,622	-	-
Investments in bonds without active markets - non-current	303,764	-	-	-	-	-
Other financial assets - non-current	44,193	-	44,193	29,004	-	29,004
Refundable deposits	3,920,021	-	3,920,021	2,377,404	-	2,377,404
Long-term notes, accounts and overdue receivables	582,597	-	582,597	746,868	-	746,868

	September 30, 2011			September 30, 2010		
	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>						
Liabilities						
Financial liabilities with book						
equal to fair value	\$114,691,965	\$ -	\$ 114,691,965	\$ 96,532,883	\$ -	\$ 96,532,883
Bonds payable	10,000,000	-	10,000,000	5,200,000	-	5,200,000
Long-term loans	51,502,532	-	51,502,532	60,637,337	-	60,637,337
Long-term notes payable	399,084	-	399,084	591,379	-	591,379
Guarantee deposits received	4,501,032	-	4,501,032	4,050,451	-	4,050,451
<u>Derivative financial instruments</u>						
Assets						
Interest rate swap contracts	81,891	-	81,891	-	-	-
Forward foreign exchange contracts	22,685	-	22,685	-	-	-
Liabilities						
Over - allotment option	1,962	-	1,962	-	-	-
Forward foreign exchange contracts	-	-	-	30,805	-	30,805

(a)The methods and assumptions used to estimate the fair values of financial instruments are summarized as follows:

(1)The due dates of short-term financial instruments are near the balance sheet date. Accordingly, the fair value of short-term financial instruments are estimated based on the amount at the balance sheet 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, accrued expenses, other payables, current portion of long-term liabilities and other current liabilities.

(2)The fair value of other financial assets-non-current, refundable deposits and long-term notes, accounts and overdue receivables are based on the discounted value of expected future cash inflows, which are discounted based on the interest rate of one-year time deposit of the Postal Savings System at September 30, 2011 and 2010.

(3)The fair value of bonds payable, long-term loans, long-term notes payable 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, 2011 and 2010.

(4)The fair values of derivative financial instruments which include unrealized gains or losses on unsettled contracts were determined based on the amounts to be received or paid assuming that the contracts were settled as of the reporting date.

(b)The Group recognized the amount of \$2,345,504 and \$242,472 as deduction and addition to stockholders' equity for the changes in fair value of available-for-sale financial assets for the nine-month periods ended September 30, 2011 and 2010, 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. The Group pre-set a "stop loss" amount to limit its market risk on forward contracts, which would be affected by foreign exchange risk. The significant financial assets and liabilities denominated in foreign currencies were as follows:

(foreign currency: functional currency)	September 30, 2011		September 30, 2010	
	Foreign currency		Foreign currency	
	amount (thousand dollars)	Exchange rate	amount (thousand dollars)	Exchange rate
<u>Financial assets</u>				
<u>Monetary items</u>				
USD : NTD	\$ 26,547	30.48	\$ 28,138	31.26
CAD : NTD	3,194	29.21	7,750	30.29
JPY : NTD	4,737	0.40	3,662	0.38
EUR : NTD	1,803	41.23	1,771	42.58
<u>Non-Monetary items</u>				
JPY : NTD	475,200	0.40	450,000	0.38
HKD : NTD	13,188	3.91	11,062	4.03
<u>Financial liabilities</u>				
<u>Monetary items</u>				
USD : NTD	41,124	30.48	37,597	31.26
JPY : NTD	168,388	0.40	88,091	0.38

(b) Interest rate risk

Short-term and long-term loans are debts with floating interest rates; however, the risk is minimal due to insignificant fluctuations. Commercial papers payable have no market risk due to its having 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 value is the carrying amount of derivative financial instruments. Loan guarantees provided by the Group follows "the Endorsements and Guarantees Procedure". Since the Group has assessed the credit rating of guaranteed companies, the Group did not require the guaranteed companies to provide collateral. The possible credit risk loss is equal to the guaranteed amount.

C. Liquidity risk

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

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 on derivative financial instruments are described in Note 4 (2).

(4) Certain accounts in the September 30, 2010 consolidated financial statements were reclassified to conform with the September 30, 2011 consolidated financial statement presentation.

11. ADDITIONAL DISCLOSURES REQUIRED BY THE SECURITIES AND FUTURE

(1) Related information of significant transactions

This information is not required to be disclosed in quarterly consolidated financial statements.

(2) Disclosure information of investee company

This information is not required to be disclosed in quarterly consolidated financial statements.

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

This information is not required to be disclosed in quarterly consolidated financial statements.

(4) Intercompany relationships and significant intercompany transactions

For the nine-month period ended September 30,2011(Units 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)
0	Uni-President Enterprises Corp.	Uni-President Cold Chain Corp.	1	(sales)	(\$ 5,838,668)	Closes its accounts	30 days after the end of each month	(2%)
			1	Accounts receivable	1,089,312	-	-	-
			2	Other expenses	391,685	-	-	-
			2	(Accred expenses)	(148,592)	-	-	-
		Tung Ang Enterprises Corp.	1	(sales)	(5,495,469)	Closes its accounts	28 days after 10 days	(2%)
			1	Accounts receivable	1,037,150	-	-	-
		President Chain Store Corp.	1	(sales)	(2,173,033)	Closes its accounts	30 days after the end of each month	(1%)
			1	Accounts receivable	275,585	-	-	-
			1	(Long-term investment)	(318,802)	-	-	-
			2	(Accred expenses)	(131,496)	-	-	-
		Retail Support International Corp.	1	(sales)	(1,667,134)	Closes its accounts	30 days after the end of each month	(1%)
			1	Accounts receivable	192,890	-	-	-
		TungHsiang Enterprises Corp.	1	(sales)	(1,327,758)	2 months after sales	-	-
			1	Accounts receivable	294,797	-	-	-
			2	Other expenses	145,036	-	-	-
		Tung Shun Enterprises Corp.	1	(sales)	(939,067)	2 months after sales	-	-
			1	Accounts receivable	310,633	-	-	-
		Uni-President Vendor Corp.	1	(sales)	(523,021)	Closes its accounts	30~60 days after the end of each month	-
		Tone Chu Enterprises Corp.	1	(sales)	(447,992)	2 months after sales	-	-
		Tung Yi Enterprises Corp.	1	(sales)	(378,800)	"	-	-
			1	Accounts receivable	127,824	-	-	-
		Tung-Hsiang Enterprises Corp.	1	(sales)	(319,784)	2 months after sales	-	-
		Tung Che Enterprises Corp.	1	(sales)	(237,784)	"	-	-
		Hsin Tung Enterprises Corp.	1	(sales)	(202,575)	"	-	-
		Tung Yu Enterprises Corp.	1	(sales)	(180,357)	"	-	-
		Xin Ya Enterprises Corp.	1	(sales)	(146,847)	"	-	-
		Tung Shen Enterprises Corp.	1	(sales)	(123,969)	One month	-	-
		President Kikkoman Inc.	2	purchases	741,806	"	-	-
		President Nisshin Corp.	2	purchases	378,458	Closes its accounts	30 days after the end of each month	-
		President Packaging Corp.	2	purchases	157,481	One 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	
0	Uni-President Enterprises Corp.	Uni-President Dream Parks Corp.	2	Advertising expense	\$ 297,242	-	-
		Linkhope Int'l LLC	2	Long-term investment	1,006,683	-	-
1	Cayman President Holdings Ltd.	Sanshui Jianlibao Commerce Co., Ltd	3	Other receivables	US 30,000	-	-
		Uni-President Foodstuff (BVI) Holdings Ltd.	3	Other receivables	US 30,000	-	-
2	President Packaging Corp.	Retail Support International Corp.	3	(sales)	(212,828)	Closes its accounts 30-50 days after the end of each month	-
3	Nanlien International Corp.	Lien Bo Enterprises Corp.	3	(sales)	(760,341)	Closes its accounts 15-60 days after the end of each month	-
		Lien Song Enterprises Corp.	3	(sales)	(174,360)	Closes its accounts 12 days after the end of each month	-
4	President Musashino Corp.	Uni-President Cold Chain Corp.	3	(sales)	(1,138,861)	Closes its accounts 45 days after the end of each month	-
			3	Accounts receivable	313,446	-	-
5	Ton-Yi Industrial Corp.	Cayman Ton Yi Industrial Holdings Ltd.	3	(sales)	(6,121,510)	30 days after shipping	(2%)
			3	Accounts receivable	1,058,439	-	-
		Tovecan Corp.	3	(sales)	(103,354)	30 days after shipping	-
		Fujian Ton Yi Tinplate Co., Ltd.	3	(sales)	(102,234)	"	-
6	President Tokyo Corp.	Chieh Shun Transport Corp.	3	(sales)	(104,928)	a period of 36 after sales	-
			3	Accounts receivable	104,863	-	-
		President Transnet Corp.	3	Accounts receivable	157,294	-	-
7	Tait Marketing & Distribution Co., Ltd.	Retail Support International Corp.	3	(sales)	(102,569)	Closes its accounts 30-90 days after the end of each month	-
		Uni-President Cold Chain Corp.	3	(sales)	(100,084)	Closes its accounts 30 days after the end of each month	-
8	President Chain Store Corp.	Wisdom Distribution Services Corp.	3	Other receivables	136,753	-	-
9	President Fair Development Corp.	President Century Corp.	3	Other receivables	106,000	-	-
10	Scino Pharm (Kunshan) Biochemical Technology Co., Ltd.	Scino Pharm Taiwan Ltd.	3	(sales)	(RMB 48,993)	90 days after sales	-
			3	Accounts receivable	RMB 26,287	-	-
11	Uni-President Cold Chain Corp.	President Chain Store Corp.	3	(sales)	(16,816,749)	Closes its accounts 20-70 days after the end of each month	(6%)
			3	Accounts receivable	3,405,196	-	1%

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	
12	Retail Support International Corp.	President Chain Store Corp.	3	(sales)	(\$ 33,602,375)	Closes its accounts 10~54 days after the end of each month	(12%)
			3	Accounts receivable	3,827,434	-	1%
		President Drugstore Business Corp.	3	(sales)	(4,094,974)	Closes its accounts 45~60 days after the end of each month	(1%)
			3	Accounts receivable	974,044	-	-
		President Coffee Corp.	3	(sales)	(398,627)	Closes its accounts 15~28 days after the end of each month	-
13	Retail Support Taiwan Corp.	Retail Support International Corp.	3	Distribution Revenue	(190,551)	Closes its accounts 15~20 days after the end of each month	-
14	President Information Corp.	President Chain Store Corp.	3	Service Revenue	(457,640)	Closes its accounts 30 days after the end of each month	-
15	Tait Distribution Service Co., Ltd.	Tait Marketing & Distribution Co., Ltd.	3	(sales)	(173,664)	"	-
16	President Pharmaceutical Corp.	Retail Support International Corp.	3	(sales)	(925,890)	Closes its accounts 30~70 days after the end of each month	-
			3	Accounts receivable	264,361	-	-
17	President Transnet Corp.	President Chain Store Corp.	3	(sales)	(451,094)	Closes its accounts 30 days after the end of each month	-
18	Wisdom Distribution Services Corp.	President Chain Store Corp.	3	(sales)	(7,594,018)	Closes its accounts 30~60 days after the end of each month	(3%)
			3	Accounts receivable	1,350,297	-	-
19	Century Quick Services Restaurant Corp.	Uni-President Cold Chain Corp.	3	(sales)	(112,149)	Closes its accounts 50 days after the end of each month	-
20	Capital Inventory Services Corp.	President Chain Store Corp.	3	Service Revenue	(151,450)	Closes its accounts 60 days after the end of each month	-
			3	Accounts receivable	254,361	-	-
21	Books. Com	President Chain Store Corp.	3	Other receivables	188,413	-	-

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		
22	Tung Ang Enterprises Corp.	Retail Support International Corp.	3	(sales)	(\$ 1,839,295)	75 days after sales		(1%)
			3	Accounts receivable	243,198		-	-
		TungHsiang Enterprises Corp.	3	(sales)	(1,315,025)	77 days after sales		-
			3	Accounts receivable	509,705		-	-
		Tung Yu Enterprises Corp.	3	(sales)	(416,650)	12 days after sales		-
		Tone Chu Enterprises Corp.	3	(sales)	(306,934)	77 days after sales		-
			3	Accounts receivable	107,171		-	-
			3	(sales)	(181,906)	17 days after sales		-
23	Vision Distribution Service Corp.	Tung-Bo Enterprises Corp.	3	(sales)	(135,447)	12 days after sales		-
		Wisdom Distribution Services Corp.	3	(sales)	(366,948)	Closes its accounts 65 days after the end of each month		-
24	Lien Bo Enterprises Corp.		3	Accounts receivable	119,734		-	-
		Retail Support International Corp.	3	(sales)	(562,690)	Closes its accounts 15~70 days after the end of each month		-
25	President Logistics International Corp.	Uni-President Cold Chain Corp.	3	Distribute Revenue	(656,901)	Closes its accounts 20 days after the end of each month		-
		Retail Support International Corp.	3	Distribute Revenue	(472,092)	"		-
		Wisdom Distribution Services Corp.	3	Distribute Revenue	(169,784)	"		-
26	Chieh Shun Transport Corp.	President Transnet Corp.	3	Distribute Revenue	(346,001)	Closes its accounts 40 days after the end of each month		-
27	Qware Systems & Services Corp.	President Chain Store Corp.	3	(sales)	(286,496)	Closes its accounts 45 days after the end of each month		-
28	Cayman Ton Yi Industrial Holdings Ltd.	Fujian Ton Yi Tinplate Co., Ltd.	3	(sales)	(US 123,207)	30 days after shipping		(1%)
			3	Accounts receivable	US 16,084		-	-
			3	Other receivables	US 20,000		-	-
		Jiangsu Ton Yi Tinplate Co., Ltd.	3	(sales)	(US 84,112)	30 days after shipping		(1%)
			3	Accounts receivable	US 14,662		-	-
29	Uni-President (Thailand) Ltd.		3	Other receivables	US 10,000		-	-
		Uni-President Marketing Ltd.	3	(sales)	(THB 1,011,731)	Closes its accounts 60 days after the end of each month		-
			3	Accounts receivable	THB 235,736		-	-

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)	
30	Uni-President Marketing Ltd.	Wuxi Ton Yi Industrial Packaging Co., Ltd.	3	(sales)	(US 11,350)	67 days after invoice date	—	
			3	Accounts receivable	US 4,554	-	—	
31	Fujian Ton Yi Tinplate Co., Ltd.	Chengdu Ton Yi Industrial Packaging Co., Ltd.	3	(sales)	(US 10,367)	67 days after invoice date	—	
			3	Accounts receivable	US 3,908	-	—	
32	Wuhan President Enterprises Co., Ltd.	Wuxi Ton Yi Industrial Packaging Co., Ltd.	3	(sales)	(US 7,172)	67 days after invoice date	—	
			3	(sales)	(RMB 117,434)	Closes its accounts 30 days after the end of each month	—	
		3	Accounts receivable	RMB 68,395	-	—		
		3	Other receivables	RMB 40,000	-	—		
		3	Guangzhou President Enterprises Co., Ltd.	3	(sales)	(RMB 97,284)	Closes its accounts 30 days after the end of each month	—
		3	Accounts receivable	RMB 25,428	-	—		
		3	Nanchang President Enterprises Co., Ltd.	3	(sales)	(RMB 46,156)	Closes its accounts 30 days after the end of each month	—
33	Kunshan President Enterprises Food Co., Ltd.	Fuzhou President Enterprises Co., Ltd.	3	(sales)	(RMB 34,329)	"	—	
			3	(sales)	(RMB 21,757)	"	—	
		3	(sales)	(RMB 48,274)	"	—		
		3	(sales)	(RMB 42,790)	"	—		
		3	(sales)	(RMB 29,810)	"	—		
34	Hefei President Enterprises Co., Ltd.	Kunshan President Enterprises Food Co., Ltd.	3	(sales)	(RMB 183,404)	Closes its accounts 60 days after the end of each month	—	
			3	Accounts receivable	RMB 62,842	-	—	
35	Shenyang President Enterprises Co., Ltd.	Beijing President Food Co., Ltd.	3	(sales)	(RMB 68,711)	Closes its accounts 30 days after the end of each month	—	
			3	(sales)	(RMB 40,085)	"	—	
		3	(sales)	(RMB 73,400)	"	—		
		3	Beijing President Enterprises Drinks & Food Co., Ltd.	3	(sales)	(RMB 73,400)	"	—
		Changchun President Enterprise Co.,Ltd	3	Other receivables	RMB 45,034	-	—	

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		
36	Zhengzhou President Enterprises Food Co., Ltd.	Beijing President Food Co., Ltd.	3	(sales)	(RMB 34,158)	Closes its accounts 30 days after the end of each month	—	
		Beijing President Enterprises Drinks & Food Co., Ltd.	3	(sales)	(RMB 98,019)	"	—	
		Beijing President Enterprises Drinks & Food Co., Ltd.	3	Accounts receivable	RMB 40,759	-	—	
37	Beijing President Enterprises Drinks & Food Co., Ltd.	Hefei President Enterprises Co., Ltd.	3	(sales)	(RMB 34,442)	Closes its accounts 30 days after the end of each month	—	
		Beijing President Food Co., Ltd.	3	Other receivables	RMB 40,000	-	—	
38	Guangzhou President Enterprises Co., Ltd.	Fuzhou President Enterprises Co., Ltd.	3	(sales)	(RMB 21,664)	Closes its accounts 30 days after the end of each month	—	
39	Harbin President Enterprises Co., Ltd.	Shenyang President Enterprises Co., Ltd.	3	(sales)	(RMB 32,168)	"	—	
40	Taizhou President Enterprises Co., Ltd.	Kunshan President Enterprises Food Co., Ltd.	3	(sales)	(RMB 56,223)	"	—	
41	Nanchang President Enterprises Co., Ltd.	Wuhan President Enterprises Food Co., Ltd.	3	(sales)	(RMB 43,488)	"	—	
		Zhengzhou President Enterprises Food Co., Ltd.	3	(sales)	(RMB 28,418)	"	—	
42	Chengdu President Enterprises Food Co., Ltd.	Xinjiang President Enterprises Co., Ltd.	3	(sales)	(RMB 34,794)	"	—	
		(Kunming President Enterprises Food Co., Ltd.	3	(sales)	(RMB 21,522)	"	—	
43	President (Shanghai) Trading Co., Ltd.	Guangzhou President Enterprises Co., Ltd.	3	(sales)	(RMB 40,047)	"	—	
			3	Accounts receivable	RMB 21,577	-	—	
44	Shanghai E & P Trading Co., Ltd.	Wuhan President Enterprises Food Co., Ltd.	3	(sales)	(RMB 105,207)	Closes its accounts 60 days after the end of each month	—	
		Guangzhou President Enterprises Co., Ltd.	3	(sales)	(RMB 24,492)	Closes its accounts 30 days after the end of each month	—	
		Beijing President Enterprises Drinks & Food Co., Ltd.	3	(sales)	(RMB 88,512)	Closes its accounts 15 days after the end of each month	—	
		Kunshan President Enterprises Food Co., Ltd.	3	(sales)	(RMB 66,780)	Closes its accounts 60 days after the end of each month	—	
		Hefei President Enterprises Co., Ltd.	3	(sales)	(RMB 44,959)	Closes its accounts 30 days after the end of each month	—	
		Zhengzhou President Enterprises Food Co., Ltd.	3	(sales)	(RMB 40,003)	"	—	
		Fuzhou President Enterprises Co., Ltd.	3	(sales)	(RMB 33,589)	"	—	

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	
45	Da Tong Ying Corp.	Uni-Splendor Corp.	3	(sales)	(\$ 195,539)	According to the state of fund	—
46	Uni-Splendor Corp.	Ever-Splendor Electrics (Shenzhen) Co., Ltd.	3	(sales)	(US 23,750)	"	—
		Uni-Splendor Technology (Huizhou) Corp.	3	Accounts receivable	US 40,522	-	—
			3	(sales)	(US 32,319)	"	—
			3	Accounts receivable	US 124,257	-	1%
47	Ever-Splendor Electrics (Shenzhen) Co., Ltd.	Uni-Splendor Corp.	3	(sales)	(RMB 467,817)	-	(1%)
48	Uni-Splendor Technology (Huizhou) Corp.	Uni-Splendor Corp.	3	(sales)	(RMB 524,947)	"	(1%)
49	Uni-President Foodstuff (BVI) Holdings Ltd.	Zhongshan President Enterprises Co., Ltd.	3	Other receivables	US 7,000	-	—
		Meishan President Feed & Oil Co., Ltd.	3	Other receivables	US 3,500	-	—
50	President Collect Service Co. Ltd.	President Transnet Corp.	3	Other receivables	232,977	-	—
51	Kai Yu (BVI) Investment Co.,Ltd.	Cayman President Holdings Ltd.	3	Other receivables	US 11,080	-	—
		Uni-President Foodstuff (BVI) Holdings Ltd.	3	Other receivables	US 21,500	-	—
52	Uni-President Enterprises China Holdings Ltd.	Uni-President Asia Holdings Ltd.	3	Other receivables	RMB 44,484	-	—
		Uni-President Asia Holdings Ltd.	3	Dividend receivable	RMB 150,000	-	—
		Beijing President Enterprises Drinks & Food Co., Ltd.	3	Other receivables	RMB 82,614	-	—
		Wuhan President Enterprises Food Co., Ltd.	3	Other receivables	RMB 63,549	-	—
		Guangzhou President Enterprises Co., Ltd.	3	Other receivables	RMB 63,549	-	—
		Kunshan President Enterprises Food Co., Ltd.	3	Other receivables	RMB 127,098	-	—
		Chengdu President Enterprises Food Co., Ltd.	3	Other receivables	RMB 63,549	-	—
		Harbin President Enterprises Co., Ltd.	3	Other receivables	RMB 31,775	-	—
		Shenyang President Enterprises Co., Ltd.	3	Other receivables	RMB 31,775	-	—
		(Kunming President Enterprises Food Co., Ltd.	3	Other receivables	RMB 50,839	-	—
53	Uni-President Enterprises Hong Kong Holdings Ltd.	President Enterprises (China) Investment Co.,Ltd.	3	Dividend receivable	RMB 455,616	-	1%

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		
54	President Enterprises (China) Investment Co.,Ltd.	Kunshan President Enterprises Food Co., Ltd.	3	Dividend receivable	RMB	104,880	According to the state of fund	—
			3	Other receivables	RMB	300,000	-	—
		Beijing President Enterprises Drinks & Food Co.,Ltd	3	Other receivables	RMB	80,000	-	—
		Chengdu President Enterprises Food Co., Ltd.	3	Other receivables	RMB	50,000	-	—
		Zhangsha President enterprise Co.,Ltd	3	Other receivables	RMB	45,000	-	—
		Nanning President Enterprose Co., Ltd.	3	Other receivables	RMB	40,000	-	—
		Taizhou President Enterprises Co., Ltd.	3	Other receivables	RMB	30,000	-	—
		Zhanjiang President Enterprises Food Co., Ltd.	3	Other receivables	RMB	30,000	-	—
		Uni-President Shanghai Pearly Century Co.,Ltd	3	Other receivables	RMB	25,000	-	—
		Integrated Marketing & Distribution Co.,Ltd.	3	Other receivables	RMB	31,200	-	—
55	Uni-President (Vietnam) Co.,Ltd.	Binh Duong Tribeco Joint Stock Company	3	Owners' current account	VND	100,000,000	-	—
56	Uni-President Asia Holdings Ltd.	Uni-President Enterprises Hong Kong Holdings Ltd.	3	Dividend receivable	RMB	240,000	-	—
57	Grand-Prosper (HK) Ltd.	Uni-Splendor Corp.	3	Accounts receivable	US	99,565	-	1%
58	Uni-Home Tech Corp.	Grand-Prosper (HK) Limited.	3	Accounts receivable	US	127,501	-	1%

For the nine-month period ended September 30, 2010 (Units 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)
0	Uni-President Enterprises Corp.	Uni-President Cold Chain Corp.	1	(Sales)	(\$ 5,290,405)	Closes its accounts 30 days after the end of each month	(2%)	
			1	Accounts receivable	1,009,076	—	—	
		2	Other expenses	315,997	—	—		
		1	(Accrued expenses)	118,673	—	—		
		Tung Ang Enterprises Corp.	1	(Sales)	(5,232,100)	Closes its accounts 10 days and remit in 28 days after sales	(2%)	
			1	Accounts receivable	942,517	—	—	
		President Chain Store Corp.	1	(Sales)	(1,940,954)	Closes its accounts 30 days after the end of each month	(1%)	
			1	Accounts receivable	279,978	—	—	
		Retail Support International Corp.	1	(Accrued expenses)	(107,293)	—	—	
			1	(Sales)	(1,486,021)	Closes its accounts 30 days after the end of each month	(1%)	
		Tung Hsiang Enterprises Corp.	1	Accounts receivable	218,135	—	—	
			1	(Sales)	(1,262,543)	2 months after sales	—	
		Tung Shun Enterprises Corp.	1	Accounts receivable	355,890	—	—	
			1	(Sales)	(846,371)	2 months after sales	—	
		Uni-President Vendor Corp.	1	Accounts receivable	271,964	—	—	
			1	(Sales)	(488,266)	Closes its accounts 30~60 days after the end of each month	—	
		Tone Chu Enterprises Corp.	1	(Sales)	(412,488)	2 months after sales	—	
		Tung Yi Enterprises Corp.	1	(Sales)	(318,308)	1 month after sales	—	
		Tung Che Enterprises Corp.	1	(Sales)	(273,403)	2 months after sales	—	
			1	Accounts receivable	101,269	—	—	
Tung-Hsiang Enterprises Corp.	1	(Sales)	(260,617)	2 months after sales	—			
Hsin Tung Enterprises Corp.	1	(Sales)	(212,182)	"	—			

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	
0	Uni-President Enterprises Corp.	Tung Yu Enterprises Corp.	1	(Sales)	(\$ 184,480)	2 weeks after sales	—
		Xin Ya Enterprises Corp.	1	(Sales)	(149,404)	"	—
		Tung-Shen Enterprises Corp.	1	(Sales)	(119,604)	"	—
		President Kikkoman Inc.	2	Purchase	692,992	One month	—
		President Nisshin Corp.	2	Purchase	336,933	Closes its accounts 30 days after the end of each month	—
		President Packaging Corp.	2	Purchase	169,268	One month	—
		Uni-President Vietnam Co., Ltd.	2	Purchase	107,880	Paid immediately upon receipt	—
		Uni-President Dream Parks Corp.	2	Advertising expense	287,557	—	—
1	Cayman President Holdings Ltd.	Sanshui Jianlibao Commerce Co., Ltd.	3	Other receivables	US 15,000	—	—
		Uni-President Southeast Asia Holdings Ltd.	3	Other receivables	US 13,693	—	—
2	Nanlien International Corp.	Lien Bo Enterprises Corp.	3	(Sales)	(778,222)	Closes its accounts 15~60 days after the end of each month	—
		Lien Song Enterprises Corp.	3	(Sales)	(160,498)	Closes its accounts 12 days after the end of each month	—
3	President Packaging Corp.	Retail Support International Corp.	3	(Sales)	(271,186)	Closes its accounts 30~50 days after the end of each month	—
4	President Musashino Corp.	Uni-President Cold Chain Corp.	3	(Sales)	(1,034,646)	Closes its accounts 45 days after the end of each month	—
			3	Accounts receivable	255,594	—	—
5	Tait Marketing and Distribution Co., Ltd.	Tait Trading (Shanghai) Company Ltd.	3	Long-term accounts receivable-related parties	125,612	—	—
6	Ton-Yi Industrial Corp.	Cayman Ton Yi Industrial Holdings Ltd.	3	(Sales)	(6,730,442)	30~45 days after shipping	(3%)
			3	Accounts receivable	958,634	—	—
		Tovecan Corp.	3	(Sales)	(143,852)	30~45 days after shipping	—
7	Uni-President Enterprises China Holdings Ltd.	Beijing President Enterprises Drinks and Food Co., Ltd.	3	Other receivables	RMB 87,114	—	—

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		
7	Uni-President Enterprises China Holdings Ltd.	Wuhan President Enterprises Food Co., Ltd.	3	Other receivables	RMB	67,011	—	—
		Guangzhou President Enterprises Co., Ltd.	3	Other receivables	RMB	67,011	—	—
		Kunshan President Enterprises Food Co., Ltd.	3	Other receivables	RMB	67,011	—	—
		Chengdu President Enterprises Food Co., Ltd.	3	Other receivables	RMB	67,011	—	—
		Uni-President Asia Holdings Ltd.	3	Other receivables	RMB	53,609	—	—
		Hefei President Enterprises Co., Ltd.	3	Other receivables	RMB	33,506	—	—
		Harbin President Enterprises Co., Ltd.	3	Other receivables	RMB	33,506	—	—
		Shenyang President Enterprises Co., Ltd.	3	Other receivables	RMB	33,506	—	—
8	Uni-President(Thailand) Ltd.	Uni-President Marketing Ltd.	3	(Sales)	(THB	764,249)	Closes its accounts 60 days after the end of each month	—
			3	Accounts receivable	THB	239,726	—	—
9	Uni-President Hong Kong Holdings Ltd.	President Enterprises(China) Investment Co., Ltd.	3	Other receivables	RMB	225,616	—	—
10	President Enterprises (China) Investment Co., Ltd.	Kunshan President Enterprises Food Co., Ltd.	3	Other receivables	RMB	104,880	—	—
		Chengdu President Enterprises Food Co., Ltd.	3	Other receivables	RMB	50,000	—	—
		Integrated Marketing and Distribution Co., Ltd.	3	Other receivables	RMB	29,700	—	—
11	Uni-President Asia Holdings Ltd.	Uni-President Hong Kong Holdings Ltd.	3	Other receivables	RMB	90,000	—	—
12	Zhangjiagang President Nisshin Food Co., Ltd.	Kunshan President Enterprises Food Co., Ltd.	3	(Sales)	(RMB	22,366)	Closes its accounts 45 days after the end of each month	—
13	Wuhan President Enterprises Food Co., Ltd.	Guangzhou President Enterprises Co., Ltd.	3	(Sales)	(RMB	108,212)	Closes its accounts 60 days after the end of each month	—
			3	Accounts receivable	RMB	24,906	—	—
		Nanchang President Enterprises Co., Ltd.	3	(Sales)	(RMB	23,031)	Closes its accounts 60 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		
14	President (Shanghai) Trading Co., Ltd.	Guangzhou President Enterprises Co., Ltd.	3	(Sales)	(RMB 75,452)	Closes its accounts 30 days after the end of each month		—
15	Nanchang President Enterprises Co., Ltd.	Wuhan President Enterprises Food Co., Ltd.	3	(Sales)	(RMB 62,267)	Closes its accounts 60 days after the end of each month		—
16	Kunshan President Enterprises Food Co., Ltd.	Guangzhou President Enterprises Co., Ltd.	3	(Sales)	(RMB 34,055)	Closes its accounts 25 days after the end of each month		—
		Hefei President Enterprises Co., Ltd.	3	(Sales)	(RMB 31,787)	Closes its accounts 30 days after the end of each month		—
17	Chengdu President Enterprises Food Co., Ltd.	Kunming President Enterprises Food Co., Ltd.	3	(Sales)	(RMB 49,634)	Closes its accounts 45 days after the end of each month		—
		Xinjiang President Enterprises Food Co., Ltd.	3	(Sales)	(RMB 33,157)	Closes its accounts 30 days after the end of each month		—
18	Hefei President Enterprises Co., Ltd.	Kunshan President Enterprises Food Co., Ltd.	3	(Sales)	(RMB 117,276)	Closes its accounts 60 days after the end of each month		—
			3	Accounts receivable	(RMB 43,717)	—		—
19	Shenyang President Enterprises Co., Ltd.	Beijing President Food Co., Ltd.	3	(Sales)	(RMB 78,180)	Closes its accounts 15 days after the end of each month		—
20	Zhengzhou President Enterprises Food Co., Ltd.	Beijing President Food Co., Ltd.	3	(Sales)	(RMB 80,932)	Closes its accounts 60 days after the end of each month		—
			3	Accounts receivable	(RMB 25,940)	—		—
21	Shanghai E and P Trading Co., Ltd.	Kunshan President Enterprises Food Co., Ltd.	3	(Sales)	(RMB 88,673)	Closes its accounts 60 days after the end of each month		—
		Wuhan President Enterprises Food Co., Ltd.	3	(Sales)	(RMB 59,206)	"		—
		Beijing President Enterprises Drinks and Food Co., Ltd.	3	(Sales)	(RMB 86,423)	Closes its accounts 15 days after the end of each month		—
	Food Co., Ltd.	Chengdu President Enterprises Food Co., Ltd.	3	(Sales)	(RMB 74,078)	"		—
21	Shanghai E and P Trading Co., Ltd.	Guangzhou President Enterprises Co., Ltd.	3	(Sales)	(RMB 67,862)	Closes its accounts 30 days after the end of each month		—
		Zhengzhou President Enterprises Food Co., Ltd.	3	(Sales)	(RMB 53,857)	"		—

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		
21	Shanghai E and P Trading Co., Ltd.	Hefei President Enterprises Co., Ltd.	3	(Sales)	(RMB 42,015)	Closes its accounts 15 days after the end of each month	—	
		Fuzhou President Enterprises Co., Ltd.	3	(Sales)	(RMB 44,199)	Closes its accounts 30 days after the end of each month	—	
22	President Bama Bottled Water Co., Ltd.	Guangzhou President Enterprises Co., Ltd.	3	(Sales)	(RMB 24,593)	"	—	
23	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 8,000	—	—	
24	Tung Ang Enterprises Corp.	Retail Support International Corp.	3	(Sales)	(1,559,448)	Closes its accounts 30 days after the end of each month	(1%)	
		Tung Hsiang Enterprises Corp.	3	Accounts receivable	211,611	—	—	
		Tung Yu Enterprises Corp.	3	(Sales)	(1,171,021)	77 days after sales	—	
		Tung Yu Enterprises Corp.	3	Accounts receivable	482,980	—	—	
		Tone Chu Enterprises Corp.	3	(Sales)	(369,841)	46 days after sales	—	
		Tone Chu Enterprises Corp.	3	(Sales)	(273,036)	Closes its accounts 30 days after the end of each month	—	
		Hsin Tung Enterprises Corp.	3	Accounts receivable	115,306	—	—	
		Hsin Tung Enterprises Corp.	3	(Sales)	(178,910)	15 days after sales	—	
25	Lien Bo Enterprises Corp.	Retail Support International Corp.	3	(Sales)	(542,733)	Closes its accounts 15~70 days after the end of each month	—	
26	Uni-Splendor Corp.	Ever-Splendor Electrics (Shenzhen) Co., Ltd.	3	(Sales)	(US 26,749)	According to the state of fund	—	
			3	Accounts receivable	US 3,967	—	—	
26	Uni-Splendor Corp.	Grand-Prosper (HK) Ltd.	3	(Sales)	(US 39,764)	According to the state of fund	—	
			3	Accounts receivable	US 21,771	—	—	
27	Da Tong Ying Corp.	Uni-Splendor Corp.	3	(Sales)	(345,838)	According to the state of fund	—	
				Accounts receivable	105,488	—	—	

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		
28	Grand-Prosper(HK) Ltd.	Uni-Splendor Technology (Huizhou) Corp.	3	(Sales)	(US	39,765)	According to the state of fund	—
			3	Accounts receivable	US	112,685	—	1%
29	Uni-Splendor Technology (Huizhou) Corp.	Grand-Prosper (HK) Ltd.	3	(Sales)	(US	90,090)	According to the state of fund	(1%)
			3	(Sales)	(RMB	610,202)	"	(1%)
30	Ever-Splendor Electrics (Shenzhen) Co., Ltd.	Uni-Splendor Corp.	3	(Sales)	(RMB	600,694)	According to the state of fund	(1%)
			3	Accounts receivable	RMB	56,592	—	—
31	Uni-Home Tech Corp.	Uni-Splendor (BVI) Corp.	3	Other receivables	US	5,689	—	—
32	Tait Distribution Service Co., Ltd.	Tait Marketing and Distribution Co., Ltd.	3	(Sales)	(	182,684)	1 months after sales	—
33	Tait (H.K) Limited	Tait Trading (Shanghai) Company Ltd.	3	Long-term accounts receivable-related parties	HK	93,936	—	—
34	Scino Pharm (Kunshan) Biochemical Technology Co., Ltd.	Scino Pharm Taiwan Ltd.	3	(Sales)	(RMB	59,828)	After acceptance	—
35	Cayman Ton Yi Industrial Holdings Ltd.	Fujian Ton Yi Tinplate Co., Ltd.	3	(Sales)	(US	120,119)	30~45 days after shipping	(1%)
			3	Accounts receivable	US	12,825	—	—
			3	Other receivables	US	20,000	—	—
		3	(Sales)	(US	86,559)	30~45 days after shipping	(1%)	
		3	Accounts receivable	US	10,659	—	—	
35	Cayman Ton Yi Industrial Holdings Ltd.	Chengdu Ton Yi Industrial Packaging Co., Ltd.	3	Other receivables	US	20,000	—	—
			3	Other receivables	US	5,500	—	—
36	Jiangsu Ton Yi Tinplate Co., Ltd.	Wuxi Ton Yi Industrial Packaging Co., Ltd.	3	(Sales)	(US	10,293)	67 days after invoice date	—
			3	Accounts receivable	US	3,557	—	—

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	
37	Fujian Ton Yi Tinplate Co., Ltd.	Chengdu Ton Yi Industrial Packaging Co., Ltd.	3	(Sales)	(US 10,481)	67 days after invoice date	—
		Wuxi Ton Yi Industrial Packaging Co., Ltd.	3	(Sales)	(US 5,221)	"	—
38	President Information Corp.	President Chain Store Corp.	3	(Service revenue)	(436,025)	Closes its accounts 30 days after the end of each month	—
			3	Accounts receivable	127,902	—	—
39	Uni-President Cold Chain Corp.	President Chain Store Corp.	3	(Sales)	(15,437,603)	Closes its accounts 20~70 days after the end of each month	(6%)
			3	Accounts receivable	3,726,739	—	1%
40	Retail Support International Corp.	President Chain Store Corp.	3	(Sales)	(30,352,260)	Closes its accounts 10~54 days after the end of each month	(12%)
			3	Accounts receivable	5,361,919	—	2%
40	Retail Support International Corp.	President Drugstore Business Corp.	3	(Sales)	(3,374,761)	Closes its accounts 45~60 days after the end of each month	(1%)
			3	Accounts receivable	856,398	—	—
		President Coffee Corp.	3	(Sales)	(307,786)	Closes its accounts 15~28 days after the end of each month	—
41	President Pharmaceutical Corp.	Retail Support International Corp.	3	(Sales)	(442,593)	Closes its accounts 30~90 days after the end of each month	—
			3	Accounts receivable	218,772	—	—
42	President Collect Service Co. Ltd.	President Transnet Corp.	3	Other receivables	454,977	—	—
43	Books.Com	President Chain Store Corp.	3	Other receivables	165,154	—	—
44	President Transnet Corp.	President Chain Store Corp.	3	(Sales)	(420,412)	Closes its accounts 30 days after the end of each month	—
45	Wisdom Distribution Services Corp.	President Chain Store Corp.	3	(Sales)	(8,031,279)	Closes its accounts 30~60 days after the end of each month	(3%)
			3	Accounts receivable	1,810,020	—	1%

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		
46	Capital Inventory Services Corp.	President Chain Store Corp.	3	(Service revenue)	(\$ 149,934)	Closes its accounts 60 days after the end of each month		—
47	Uni-President Oven Bakery Corp.	Uni-President Cold Chain Corp.	3	(Sales)	(104,019)	Closes its accounts 50 days after the end of each month		—
48	Vision Distribution Service Corp.	Wisdom Distribution Services Corp.	3	(Sales)	(502,265)	Closes its accounts 65 days after the end of each month		—
49	President Logistics International Corp.	Uni-President Cold Chain Corp.	3	(Sales)	(531,207)	Closes its accounts 35 days after the end of each month		—
		Retail Support International Corp.	3	Accounts receivable	138,785	—		—
		Retail Support International Corp.	3	(Sales)	(431,661)	Closes its accounts 20 days after the end of each month		—
		Wisdom Distribution Services Corp.	3	(Sales)	(132,004)	Closes its accounts 20 days after the end of each month		—
50	Retail Support Taiwan Corp.	Retail Support International Corp.	3	(Service revenue)	(182,813)	Closes its accounts 15~20 days after the end of each month		—
51	Chieh Shun Transport Corp.	President Transnet Corp.	3	(Service revenue)	(295,008)	Closes its accounts 45 days after the end of each month		—
52	Qware Systems and Services Corp.	President Chain Store Corp.	3	(Sales)	(254,266)	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

(1) Basic Information

The management of the Company has identified the operating segments based on how the Company's chief operating decision maker regularly reviews information in order to make decisions. The chief operating decision maker of the Company manages the business in divisions view of the products.

(2) Measurement of Segment Information

The chief operating decision maker evaluates the performance of operating segments based on pre-tax income excluding non-recurring income. For details of operating segments' accounting policies, please refer to Note 2.

(3) Information on profit or loss, assets and liabilities

Information on each reportable segment provided to chief operating decision maker is as follows:

As of and for the year ended September 30, 2011							
	Feeds	Foods	Electric Appliance	General Investment	Chain store	Circulation	Distribution
external customers	\$ 16,662,315	\$ 100,770,650	\$ 4,974,146	\$ 210,914	\$ 90,401,431	\$ 35,861,324	\$ 2,416,039
Revenue from internal customers	1,126,903	238,258	-	-	330,912	2,957,870	65,179,490
Segment revenue	\$ 17,789,218	\$ 101,008,908	\$ 4,974,146	\$ 210,914	\$ 90,732,343	\$ 38,819,194	\$ 67,595,529
Segment income	\$ 629,047	\$ 4,133,364	(\$ 440,960)	(\$ 44,067)	\$ 5,221,167	\$ 1,573,244	\$ 611,607
Segment assets	\$ 7,816,476	\$ 78,720,832	\$ 9,212,000	\$ 6,059,571	\$ 38,282,425	\$ 15,636,551	\$ 7,059,142

As of and for the year ended September 30, 2011							
	Tinplates	Filling Stations	Leisure Business Development	Pharmaceutical Department	Others	Adjustment and Elimination	Consolidated
external customers	\$ 19,595,744	\$ 10,079,562	\$ 4,566,056	\$ 1,760,072	\$ 38,060,578	(\$ 41,965,136)	\$ 283,393,695
Revenue from internal customers	-	-	-	-	3,566,733	(73,400,166)	-
Segment revenue	\$ 19,595,744	\$ 10,079,562	\$ 4,566,056	\$ 1,760,072	\$ 41,627,311	(\$ 115,365,302)	\$ 283,393,695
Segment income	\$ 959,937	\$ 59,201	(\$ 233,353)	\$ 803,947	\$ 1,132,378		\$ 14,405,512
Segment assets	\$ 37,986,560	\$ 2,476,322	\$ 31,769,764	\$ 8,750,880	\$ 26,908,947		\$ 270,679,470

As of and for the year ended September 30, 2010

	<u>Feeds</u>	<u>Foods</u>	<u>Electric Appliance</u>	<u>General Investment</u>	<u>Chain store</u>	<u>Circulation</u>	<u>Distribution</u>
external customers	\$ 14,722,344	\$ 82,129,797	\$ 6,319,245	\$ 114,003	\$ 85,279,601	\$ 28,319,412	\$ 2,011,103
Revenue from internal customers	<u>1,486,961</u>	<u>201,275</u>	<u>-</u>	<u>-</u>	<u>206,984</u>	<u>2,253,274</u>	<u>60,033,653</u>
Segment revenue	<u>\$ 16,209,305</u>	<u>\$ 82,331,072</u>	<u>\$ 6,319,245</u>	<u>\$ 114,003</u>	<u>\$ 85,486,585</u>	<u>\$ 30,572,686</u>	<u>\$ 62,044,756</u>
Segment income	<u>\$ 604,888</u>	<u>\$ 5,155,782</u>	<u>\$ 217,957</u>	<u>(\$ 48,405)</u>	<u>\$ 4,793,618</u>	<u>\$ 1,133,394</u>	<u>\$ 563,279</u>
Segment assets	<u>\$ 7,196,482</u>	<u>\$ 63,911,771</u>	<u>\$ 9,543,517</u>	<u>\$ 4,517,522</u>	<u>\$ 39,105,702</u>	<u>\$ 13,833,693</u>	<u>\$ 6,395,885</u>

As of and for the year ended September 30, 2010

	<u>Tinplates</u>	<u>Filling Stations</u>	<u>Leisure Business Development</u>	<u>Pharmaceutical Department</u>	<u>Others</u>	<u>Adjustment and Elimination</u>	<u>Consolidated</u>
external customers	\$ 19,758,586	\$ 8,809,833	\$ 3,676,247	\$ 1,760,072	\$ 40,261,495	(\$ 30,021,699)	\$ 263,140,039
Revenue from internal customers	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,219,324</u>	<u>(67,401,471)</u>	<u>-</u>
Segment revenue	<u>\$ 19,758,586</u>	<u>\$ 8,809,833</u>	<u>\$ 3,676,247</u>	<u>\$ 1,760,072</u>	<u>\$ 43,480,819</u>	<u>(\$ 97,423,170)</u>	<u>\$ 263,140,039</u>
Segment income	<u>\$ 2,612,224</u>	<u>\$ 31,872</u>	<u>(\$ 501,470)</u>	<u>\$ 941,247</u>	<u>\$ 1,326,878</u>		<u>\$ 16,831,264</u>
Segment assets	<u>\$ 37,080,563</u>	<u>\$ 2,409,476</u>	<u>\$ 32,203,879</u>	<u>\$ 6,902,909</u>	<u>\$ 28,925,659</u>		<u>\$ 252,027,058</u>

(4) Reconciliations Information of Segment Income and Assets

- (a) The sales between segments were under the fair trading principle. The external revenues reported to the chief operating decision maker adopts the same measurement for revenues in income statement. The reconciliations of pre-tax income between reportable segments and continuing operation were as follows:

	For the nine-month periods ended September 30	
	2011	2010
Income of reportable segments	\$ 13,273,134	\$ 15,504,386
Income of other operating segments	1,132,378	1,326,878
Elimination of intersegment transactions	(886,338)	(31,016)
Investment income	727,771	1,319,241
Interest expense	(1,193,694)	(1,206,227)
Other non-operating income	2,923,352	3,176,178
Other non-operating expenses	(1,285,929)	(1,503,894)
Income before income tax	<u>\$ 14,690,674</u>	<u>\$ 18,585,546</u>

- (b) The amount of total assets provided to the chief operating decision maker adopts the same measurement for assets in the Group's financial report. The reconciliations between reportable segments' assets and total assets were as follows:

	September 30,2011	September 30,2010
Assets of reportable segments	\$ 243,770,523	\$ 223,101,399
Assets of other operating segments	26,908,947	28,925,659
Long-term equity investments accounted for under the equity method	27,968,146	26,195,157
Unallocated items	<u>13,649,294</u>	<u>17,215,724</u>
Total assets	<u>\$ 312,296,910</u>	<u>\$ 295,437,939</u>

(5) Information on Products and Services

Financial information disclosure is not required in interim financial statements.

(6) Information on Geographic Area

Financial information disclosure is not required in interim financial statements.

(7) Information on Significant Customers

Financial information disclosure is not required in interim financial statements.