UNI-PRESIDENT ENTERPRISES CORP.

CONSOLIDATED FINANCIAL STATEMENTS AND

REVIEW REPORT OF INDEPENDENT

ACCOUNTANTS

MARCH 31, 2012 AND 2011

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 March 31, 2012 and 2011, and the related consolidated statements of income and of cash flows for the three-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 2(2), we did not review the financial statements of certain subsidiaries which statements reflect total assets of $37,979,045,000 and $37,212,072,000, representing 11.63% and 12.55% of the related consolidated totals, and total liabilities of $17,689,535,000 and $17,137,765,000, representing 8.71% and 9.43% of the related consolidated totals, as of March 31, 2012 and 2011, respectively, and total operating revenues of $6,571,212,000 and $6,043,500,000, representing 6.42% and 6.58% of the related consolidated totals for the three-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 $503,753,000 and $502,531,000 as of March 31, 2012 and 2011, respectively, and their related net investment income amounted to $7,720,000 and $11,720,000 for the three-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 2(2), the financial statements of certain subsidiaries were consolidated based on their unreviewed financial statements as of and for the three-month periods ended March 31, 2012 and 2011. Total assets of these subsidiaries amounted to $218,342,283,000 and $197,507,688,000, representing 66.88% and 66.63% of the related consolidated totals, and total liabilities amounted to $138,416,753,000 and $110,403,660,000, representing 68.18% and 60.77% of the related consolidated totals, as of March 31, 2012 and 2011, respectively, and total net income amounted to $2,178,887,000 and $1,398,487,000, representing 48.57% and 38.27% of the related consolidated totals for the three-month periods then ended, respectively. In addition, as described in Note 4(10) to the consolidated financial statements, the financial statements of certain long-term investments accounted for under the equity method were not reviewed by independent accountants. Long-term investments in these companies amounted to $20,008,689,000 and $18,519,474,000 as of March 31, 2012 and 2011, respectively, and the related investment income amounted to $210,038,000 and $102,019,000 for the three-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.

Uni-President Enterprises Corp. expects to adopt International Financial Reporting Standards, International Accounting Standards, and Interpretations/bulletins (collectively referred herein as the IFRSs) as recognized by the Financial Supervisory Commission, Executive Yuan, R.O.C (FSC) and the “Rules Governing the Preparation of Financial Statements by Securities Issuers” that are to be applied in 2013 in the preparation of consolidated financial statements of Uni-President Enterprises Corp. and its subsidiaries starting from January 1, 2013. Information relating to the adoption of IFRSs by Uni-President Enterprises Corp. is disclosed in Note 13 in accordance with Jin-Guan-Jen-Shen-Zi Letter No. 0990004943 issued by the Financial Supervisory Commission under the Executive Yuan dated February 2, 2010. The IFRSs may be subject to changes during the time of transition; therefore, the actual impact of IFRSs adoption on Uni-President Enterprises Corp. and its subsidiaries may also change.

PricewaterhouseCoopers, Taiwan

Republic of China

May 14, 2012

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

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

UNI-PRESIDENT ENTERPRISES CORP. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
MARCH 31
(Expressed in thousands of New Taiwan dollars)
(UNAUDITED)

ASSETS	Notes	2012	2011
Current Assets			
Cash and cash equivalents	4(1)	$ 36,310,826	$ 34,915,748
Financial assets at fair value through profit or loss - current	4(2)	11,305,177	10,156,934
Notes receivable, net	3 and 4(3)	3,033,824	4,057,505
Accounts receivable, net	3 and 4(4)	16,055,164	13,372,522
Accounts receivable, net - related parties	3 and 5	1,594,637	1,860,172
Other receivables	3, 4(5) and 5	3,264,334	5,320,810
Other financial assets - current	6	7,936,353	5,453,437
Inventories	4(6) and 6	32,888,550	30,694,294
Prepayments	5 and 7	11,073,813	11,412,611
Deferred income tax assets - current		1,118,455	751,467
Other current assets		371,710	842,617
Total current assets		124,952,843	118,838,117
Funds and Investments			
Available-for-sale financial assets - non-current	4(7) and 6	9,550,924	10,353,727
Financial assets carried at cost - non-current	4(8)(16) and 6	4,397,802	4,857,053
Investments in bonds without active market - non-current	4(9)	294,097	293,000
Long-term equity investments accounted for under the equity method	4(10) and 6	27,374,340	25,677,588
Investments in real estate		3,935	3,935
Other financial assets - non-current	6	92,060	40,034
Total funds and investments		41,713,158	41,225,337
Property, Plant and Equipment, Net	4(11)(16) and 6		
Costs			
Land		12,455,671	9,157,682
Buildings		44,962,532	43,200,377
Machinery and equipment		84,271,680	75,478,677
Piping infrastructure and electricity generation equipment		5,019,315	4,919,037
Transportation equipment		4,595,612	3,918,336
Office equipment		9,542,286	6,723,138
Leased assets		160,228	166,752
Leasehold improvements		11,309,719	10,328,318
Other equipment		40,115,734	36,502,730
Revaluation increments		5,060,054	4,687,134
Cost and revaluation increments		217,492,831	195,082,181
Less: Accumulated depreciation		(100,120,179)	(91,241,913)
Accumulated impairment loss		(231,488)	(88,752)
Construction in progress and prepayments for equipment		9,535,162	4,530,155
Total property, plant and equipment, net		126,676,326	108,281,671
Intangible Assets			
Deferred pension costs		146,086	193,479
Other intangible assets	4(12)(16) and 6	11,000,495	5,709,288
Total intangible assets		11,146,581	5,902,767
Other Assets			
Assets leased to others	4(11)(13)(16) and 6	9,117,741	8,743,361
Idle assets	4(11)(14)(16) and 6	1,194,477	1,401,374
Refundable deposits	6 and 7	4,024,923	4,251,393
Deferred expenses	4(15)	956,488	955,201
Long-term notes, accounts and overdue receivables	3 and 5	583,796	584,296
Deferred income tax assets - non-current		545,557	969,401
Other assets - other	4(11) and 6	5,571,964	5,281,991
Total other assets		21,994,946	22,187,017
TOTAL ASSETS		$ 326,483,854	$ 296,434,909

(Continued)

UNI-PRESIDENT ENTERPRISES CORP. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
MARCH 31
(Expressed in thousands of New Taiwan dollars)
(UNAUDITED)

LIABILITIES AND STOCKHOLDERS' EQUITY	Notes	2012	2011
Current Liabilities			
Short-term loans	4(17) and 6	$ 33,972,749	$ 30,862,248
Notes and bills payable	4(18) and 6	7,413,029	7,891,832
Notes payable		1,526,653	1,421,036
Accounts payable	5	30,851,539	29,755,779
Income tax payable		2,382,756	2,877,158
Accrued expenses	5 and 7	20,088,380	15,745,118
Other payables	5	12,439,378	11,227,175
Receipts in advance		6,029,973	6,168,869
Long-term liabilities - current portion	4(19)(20)(21) and 6	5,501,160	5,061,723
Deferred income tax liabilities - current		58,301	101,266
Other current liabilities		256,573	634,983
Total current liabilities		120,520,491	111,747,187
Long-term Liabilities			
Bonds payable	4(19)	8,500,000	7,000,000
Long-term loans	4(20) and 6	59,666,423	50,663,679
Long-term notes payable		318,328	662,694
Total long-term liabilities		68,484,751	58,326,373
Reserve			
Land value incremental reserve	4(11)	2,169,441	1,908,314
Other Liabilities			
Accrued pension liabilities		3,633,017	3,424,598
Guarantee deposits received		4,926,089	4,131,859
Deferred income tax liabilities - non-current		904,750	262,580
Other liabilities - other	4(21)	2,374,825	1,867,673
Total other liabilities		11,838,681	9,686,710
Total liabilities		203,013,364	181,668,584
Stockholders' Equity			
Capital			
Common stock	1 and 4(22)	45,443,686	42,871,402
Capital Reserves	4(23)		
Capital reserve - additional paid in capital - common stock		489,454	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		5,976,770	5,727,749
Retained Earnings	4(22)(24)		
Legal reserve		9,151,205	8,058,301
Special reserve		105,429	-
Undistributed earnings		13,878,048	13,340,836
Other Adjustments to Stockholders' Equity			
Cumulative translation adjustments		872,749	(649,327)
Unrecognized pension cost		(2,242,758)	(2,121,934)
Unrealized gain or loss on financial instruments	4(7)(10) and 10 (1)	419,067	1,014,997
Asset revaluations	4(11)	2,458,437	2,162,552
Total Parent Company Stockholders' Equity		76,586,705	70,928,605
Minority interest		46,883,785	43,837,720
Total stockholders' equity		123,470,490	114,766,325
Contingent Liabilities and Commitments	5 and 7		
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY		$ 326,483,854	$ 296,434,909

The accompanying notes are an integral part of these financial statements.
See review report of independent accountants dated May 14, 2012.

UNI-PRESIDENT ENTERPRISES CORP. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF INCOME
FOR THE THREE-MONTH PERIODS ENDED MARCH 31
(Expressed in thousands of New Taiwan dollars, except earnings per share amount)
(UNAUDITED)

	Notes	2012	2011
Operating Revenues	5		
Sales		$ 100,686,769	$ 90,460,645
Sales returns		(125,995)	(438,002)
Sales discounts		(2,685,424)	(2,197,154)
Net Sales		97,875,350	87,825,489
Other operating revenues		4,547,495	4,005,516
Net Operating Revenues		102,422,845	91,831,005
Operating Costs	4(6) and 5		
Cost of goods sold		(69,140,788)	(62,893,581)
Other service costs		(2,870,105)	(2,532,855)
Net Operating Costs		(72,010,893)	(65,426,436)
Gross profit		30,411,952	26,404,569
Operating Expenses	5		
Sales and marketing expenses		(20,740,011)	(18,072,223)
General and administrative expenses		(4,683,810)	(4,062,205)
Research and development expenses		(192,144)	(198,107)
Total Operating Expenses		(25,615,965)	(22,332,535)
Operating income		4,795,987	4,072,034
Non-operating Income and Gains			
Interest income	5	175,636	124,292
Investment income accounted for under the equity method	4(10)	433,218	211,229
Dividend income		5,487	4,604
Gain on disposal of property, plant and equipment		31,757	31,859
Gain on disposal of investments	4(2)	183,923	561,284
Foreign exchange gain, net	4(2)	2,920	-
Rental income	4(13)	121,346	99,995
Reversal of impairment loss	4(8)(11)(12)(13)(14)(16)	6,208	-
Gain on valuation of financial assets	4(2)	56,063	56,930
Other non-operating income	5	685,649	169,120
Total Non-operating Income and Gains		1,702,207	1,259,313
Non-operating Expenses and Losses			
Interest expense	4(11) and 5	(504,548)	(403,173)
Loss on disposal of property, plant and equipment		(45,363)	(67,595)
Foreign exchange loss	4(2)	-	(36,060)
Impairment loss	4(8)(11)(12)(13)(14)(16)	-	(11,343)
Other non-operating losses	5	(450,337)	(264,319)
Total Non-operating Expenses and Losses		(1,000,248)	(782,490)
Income before income tax		5,497,946	4,548,857
Income tax expense		(1,011,646)	(894,895)
Consolidated net income		$ 4,486,300	$ 3,653,962
Attributable to:			
Equity holders of the Company		$ 3,030,843	$ 2,274,128
Minority interest		1,455,457	1,379,834
		$ 4,486,300	$ 3,653,962

	Notes	2012 Before Tax	2012 After Tax	2011 Before Tax	2011 After Tax
Basic Earnings Per Common Share (in dollars)	4(25)				
Net income		$ 1.21	$ 0.67	$ 1.00	$ 0.50
Diluted Earnings Per Common Share (in dollars)	4(25)				
Net income		$ 1.20	$ 0.66	$ 0.99	$ 0.50

The accompanying notes are an integral part of these consolidated financial statements.
See review report of independent accountants dated May 14, 2012.

UNI-PRESIDENT ENTERPRISES CORP. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE THREE-MONTH PERIODS ENDED MARCH 31
(Expressed in thousands of New Taiwan dollars)
(UNAUDITED)

	2012	2011
CASH FLOWS FROM OPERATING ACTIVITIES		
Consolidated net income	$ 4,486,300	$ 3,653,962
Adjustments to reconcile net income to net cash provided by operating activities		
Gain on valuation of financial assets and liabilities	(207,116)	(90,385)
Provision for doubtful accounts	34,732	44,911
Reversal of allowance for doubtful accounts	-	(29,349)
Reversal of allowance for inventory market price decline	(196,804)	(96,674)
Investment income accounted for under the equity method	(433,218)	(211,229)
Cash dividends from equity subsidiaries	7,544	16,361
Gain on disposal of investments	(153,811)	(538,502)
Depreciation	3,275,245	2,867,105
Loss on disposal of property, plant and equipment, assets leased to others, idle assets and other assets	13,606	35,736
Impairment loss	-	11,343
Reversal of impairment loss	(6,208)	-
Amortization	207,979	185,092
Changes in assets and liabilities		
Financial assets at fair value through profit or loss - current	374,404	3,603,520
Notes receivable	(155,794)	(626,450)
Accounts receivable	(890,045)	(1,266,059)
Accounts receivable - related parties	(266,237)	(580,248)
Other receivables	359,591	(276,346)
Inventories	1,861,571	375,931
Prepayments	(1,348,056)	(2,586,494)
Deferred income tax assets	(76,485)	(34,252)
Other current assets	(170,491)	(93,509)
Deferred pension cost	14,529	11,218
Long-term notes, accounts and overdue receivables	(7,350)	(8,284)
Notes payable	(111,357)	222,513
Accounts payable	2,007,866	4,451,572
Income tax payable	579,368	687,688
Accrued expenses	224,207	(2,249,315)
Other payables	(458,864)	1,972,251
Receipts in advance	(1,619,650)	821,106
Deferred income tax liabilities	88,387	160,920
Other current liabilities	185,821	475,891
Long-term notes payable	(9,230)	145,871
Accrued pension liabilities	(7,416)	(16,334)
Net cash provided by operating activities	7,603,018	11,039,561

(Continued)

UNI-PRESIDENT ENTERPRISES CORP. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE THREE-MONTH PERIODS ENDED MARCH 31
(Expressed in thousands of New Taiwan dollars)
(UNAUDITED)

	2012	2011
CASH FLOWS FROM INVESTING ACTIVITIES		
Decrease (increase) in employees' car loans	$ 1,200	($ 1,570)
Increase in other receivables - related parties	(59,619)	(1,655)
Increase in other financial assets - current	(7,772,032)	(5,365,569)
(Increase) decrease in available-for-sale financial assets - non-current	(719,429)	153,399
Increase in financial assets carried at cost - non-current	(57,184)	(81,574)
Increase in investments in bonds without active markets - non-current	-	(293,000)
Increase in long-term investment - non subsidiaries	(50,091)	(534,118)
Proceeds from disposal of long-term investments - non subsidiaries	561,099	859,131
(Increase) decrease in other financial assets - non-current	(55,235)	327
Cash paid for acquisition of property, plant and equipment, assets leased to others, idle assets and other assets	(5,772,482)	(4,771,531)
Proceeds from disposal of property, plant and equipment, assets leased to others, idle assets and other assets	172,411	492,815
Increase in other intangible assets	(184,293)	(117,029)
Increase in refundable deposits	(11,271)	(577,320)
Increase in other deferred expenses	(100,609)	(149,023)
Increase in other assets - other	(440,627)	-
Net cash used in investing activities	(14,488,162)	(10,386,717)
CASH FLOWS FROM FINANCING ACTIVITIES		
Increase in short-term loans	4,169,938	8,078,762
Increase in notes and bills payable	702,886	1,496,036
Decrease in other payables - related parties	(801)	-
Decrease in long-term loans	(4,088,184)	(5,924,024)
Increase in guarantee deposits received	134,008	416,278
Increase in other liabilities - other	119,107	37,243
Decrease in minority interest	(224,001)	(300,504)
Net cash provided by financing activities	812,953	3,803,791
Effect of foreign exchange rate changes on cash	582,743	317,318
(Decrease) increase in cash and cash equivalents	(5,489,448)	4,773,953
Cash and cash equivalents at beginning of period	41,800,274	30,141,795
Cash and cash equivalents at end of period	$ 36,310,826	$ 34,915,748
Supplemental disclosures of cash flow information		
1.Interest paid (excluding capitalized interest)	$ 314,818	$ 321,037
2.Income tax paid	$ 279,974	$ 152,115
Investing and financing activities with partial cash payment		
Acquisition of property, plant and equipment, assets leased to others, idle assets and other assets	$ 5,012,956	$ 4,026,987
Add: Other payables, beginning of period	4,035,931	3,613,982
Less: Other payables, end of period	(3,276,405)	(2,869,438)
Cash paid for acquisition of property, plant and equipment, assets leased to others, idle assets and other assets	$ 5,772,482	$ 4,771,531
Other activities with no cash flow effect		
Reclassification of long-term equity investments accounted for under the equity method as financial assets carried at cost - non current	$ 218,507	$ -

The accompanying notes are an integral part of these consolidated financial statements.
See review report of independent accountants dated May 14, 2012.

UNI-PRESIDENT ENTERPRISES CORP. AND SUBSIDIARIES
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
MARCH 31, 2012 AND 2011
(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 March 31, 2012, the Company's authorized capital was $48,000,000, and the paid-in capital was $45,443,686, consisting of 4,544,369 thousand shares of common stock with a par value of $10 (in NT dollars) per share. The Company is primarily engaged in the manufacture, processing and sales of various soft drinks, food, animal feeds and flour.

(2)As of March 31, 2012, the Company and its subsidiaries had approximately 92,900 employees.

(3)The common shares of the Company have been listed on the Taiwan Stock Exchange since December 1987.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accompanying first-quarter consolidated financial statements of the Company and its subsidiaries (collectively referred herein as the Group) are prepared in accordance with the Gin-Gwen-Jen (6) Letter No. 0960064020 of the Financial Supervisory Commission, Executive Yuan, Yuan R.O.C., dated November 15, 2007, "Simplified Disclosure for the Notes to First-Quarter Consolidated Financial Statements", "Rules Governing the Preparation of Financial Statements by Securities Issuers" and accounting principles generally accepted in the Republic of China.

Additions to significant accounting policies are summarized below and except for the changes in accounting principles described 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 year ended December 31, 2011.

Principles of consolidation

(1) All majority-owned subsidiaries or controlled entities, which meet the criteria of the amended Statement of Financial Accounting Standards No. 7, Consolidated Financial Statements, even though the Company owns less than 50% of the voting rights of the investee companies directly or indirectly, are included in the consolidated financial statements. The income (loss) of the subsidiaries is included in the consolidated statement of income effective on the date the Company gains control over the subsidiaries. The income (loss) of the subsidiaries is excluded from the consolidated statement of income effective the date on which the Company loses control over the subsidiaries. The Group prepares consolidated financial statements quarterly. The consolidated financial statements include the accounts of the Company and its majority owned subsidiaries after eliminating all significant intercompany accounts and transactions.

(2) Names of consolidated subsidiaries, their major business activities, the percentage owned by the Company and their changes in 2012 were as follows:

Name of investors	Name of subsidiaries	Business activities	Percentage owned by the Company March 31, 2012	March 31, 2011	Note
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	〃	〃	〃
	Uni-President Glass Industrial Co., Ltd.	Manufacturing and sales of glass products	〃	〃	〃
	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	〃	〃	〃

Name of investors	Name of subsidiaries	Business activities	Percentage owned by the Company March 31, 2012	March 31, 2011	Note
Uni-President Enterprises Corp.	President Entertainment Corp.	Entertainment business	100.00	100.00	(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.	〃	〃	〃
	Tung Ho Development Corp.	Entertainment business	〃	〃	〃
	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	(Note 1) (Note 3)
	President International Development Corp.	Industry investment	75.36	75.36	〃
	Uni-President Development Corp.	General investments	70.00	70.00	〃
	Tait Marketing & Distribution Co., Ltd.	Channel retailing and distribution centers, etc.	64.30	64.83	(Note 3)
	President Tokyo Corp.	Car rental	51.00	51.00	(Note 1) (Note 3)

Name of investors	Name of subsidiaries	Business activities	Percentage owned by the Company		Note
			March 31, 2012	March 31, 2011	
Uni-President Enterprises Corp.	President Nissin Corp.	Processing, manufacturing and sales of vegetable oil	51.00	51.00	(Note 1) (Note 3)
	Ton Yi Pharmaceutical Corp.	Distribution of pharmaceuticals	〃	〃	(Note 1)
	President Packaging Corp.	Package and container sales	50.59	50.59	(Note 1) (Note 3)
	Scino Pharm Taiwan Ltd.	Research, manufacturing and sales of pharmaceuticals	48.29	50.25	(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)

Name of investors	Name of subsidiaries	Business activities	Percentage owned by the Company March 31, 2012	March 31, 2011	Note
Cayman President Holdings Ltd.	Uni-President Foodstuff (BVI) Holdings Ltd. and its subsidiaries	Professional investment, etc.	100.00	100.00	(Note 1)
	Sanshui Jianlibao Commerce Co., Ltd.	Sale of soft drinks	〃	〃	〃
	Uni-President Enterprises China Holdings Ltd. and its subsidiaries	Professional investment, etc.	73.49	73.49	〃
	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	〃
	Songjiang President Enterprises Co., Ltd.	Manufacturing and sales of fats, feed, flour	—	100.00	(Note 1) (Note 4)
	Linkhope Intl. LLC.	General investments	—	〃	(Note 1) (Note 5)
	Uni-President Foods Corp.	Manufacturing and sales of instant noodles	—	〃	〃

Name of investors	Name of subsidiaries	Business activities	Percentage owned by the Company		Note
			March 31, 2012	March 31, 2011	
Kai Yu Investment Co., Ltd.	Kai Yu (BVI) Investment Co., Ltd. and its subsidiaries	Investment in manufacturing business, etc.	100.00	100.00	(Note 1)
	Tung Ang Enterprises Corp.	Sales of soft drinks, etc.	〃	〃	〃
	Tung Guan Enterprises Co., Ltd.	Sales of livestock products	〃	〃	〃
	Tung Jun International Corp.	Wholesale of poultry and livestock	〃	〃	〃
	Tone Huei Corp.	Sales of pets feed	〃	—	(Note 1) (Note 6)
President Global Corp.	Ameripec Inc.	Manufacturing of food	〃	100.00	(Note 1)
Uni-President Dream Parks Corp.	Uni-Oao Travel Services Corp.	Tours business	〃	〃	(Note 1) (Note 3)
	Shanghai Uni-President Dream Parks Trading Corp.	Trading	〃	—	(Note 1) (Note 6)
President Fair Development Corp.	President Century Corp.	Department store etc.	〃	100.00	(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.	〃	〃	〃

Name of investors	Name of subsidiaries	Business activities	Percentage owned by the Company		Note
			March 31, 2012	March 31, 2011	
Nanlien International Corp.	Wei Lien Enterprises Corp. and its subsidiaries	Trade agency and general investments, etc.	100.00	100.00	(Note 1)
	Uni-President Auto Accessories Corp.	Wholesale of motor vehicle parts and supplies	〃	〃	〃
	Tun Hsiang Enterprises Corp., etc.	Sales of food, etc.	—	—	(Note 1) (Note 7)
President Natural Industrial Corp.	High Wave Biotech Corp.	Sales of healthy food	100.00	100.00	(Note 1)
President International Development Corp.	President (BVI) International Investment Holdings Ltd. and its subsidiaries	Investment in manufacturing business, etc.	〃	〃	〃
	Ton Yu Investment Inc.	Professional investments	〃	〃	〃
	President Life Sciences Co., Ltd. and its subsidiaries	Manufacturing of chemical materials and instruments, etc.	〃	〃	〃
Tait Marketing & Distribution Co., Ltd.	Tait Distribution Service Co., Ltd.	Manufacture of various soft drinks	〃	〃	〃
	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 March 31, 2012	March 31, 2011	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 investments	〃	〃	〃
	Scino Pharm Singapore Pte Ltd.	〃	〃	〃	〃
	President ScinoPharm (Cayman), Ltd.	〃	60.00	60.00	〃
	Han Feng (BVI), Ltd. and its subsidiaries	〃	—	100.00	(Note 1) (Note 5)
Ton-Yi Industrial Corp.	Cayman Ton Yi Industrial Holdings Ltd. and its subsidiaries	Professional investments, etc.	100.00	〃	(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 investments, etc.	100.00	100.00	(Note 1) (Note 8)
	President Drugstore Business Corp.	Sales of cosmetics and medicine	〃	〃	(Note 1)
	Ren-Hui Investment Corp.	Professional investments	〃	〃	〃

Name of investors	Name of subsidiaries	Business activities	Percentage owned by the Company		Note
			March 31, 2012	March 31, 2011	
President Chain Store Corp.	Capital Inventory Services Corp.	Enterprise management consultancy	100.00	100.00	(Note 1)
	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.	Bread retailing, etc.	〃	〃	(Note 1)
	Uni-President Department Store Corp.	Retail business	〃	〃	(Note 1) (Note 3)
	President Insurance Brokers Co., Ltd.	Personal and property insurance	〃	〃	(Note 1) (Note 9)
	Cold Stone Creamery Taiwan Ltd.	Operation of restaurant	〃	〃	(Note 1)
	President Lanyang Art Center Co., Ltd.	Arts and culture	〃	〃	〃
	President Being Corp.	Operation of gymnasium, spa, etc.	〃	〃	〃
	Century Quick Services Restaurant Corp.	Operation of fastfood chain restaurant	〃	〃	〃

Name of investors	Name of subsidiaries	Business activities	Percentage owned by the Company		Note
			March 31, 2012	March 31, 2011	
President Chain Store Corp.	President Chain Store Tokyo Marketing Corp.	Enterprise management consultancy	100.00	100.00	(Note 1)
	PCSC BVI (China) Drugstore Ltd.	Professional investments, etc.	〃	〃	(Note 1) (Note 10)
	Mech-President Co. Ltd. and its subsidiaries	Operation of gas stations and manufacturing of elevators, etc.	99.76	99.76	(Note 1) (Note 3)
	President Transnet Corp.	Distribution business	90.00	90.00	〃
	President Musashino Corp.	Sales of fresh foods	〃	〃	(Note 1)
	Qware Systems & 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)
	President Pharmaceutical Corp.	Wholesale of medicines and medical appliances	73.74	73.74	〃
	AHB Pet Plus Co., Ltd.	Cosmetology for pets	70.00	70.00	〃

Name of investors	Name of subsidiaries	Business activities	Percentage owned by the Company March 31, 2012	March 31, 2011	Note
President Chain Store Corp.	President Collect Service Co., Ltd.	Collection agent for government institutions	70.00	70.00	(Note 1)
	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 8)
	President Starbucks Coffee Corp.	Operation of a chain of coffee shops	〃	〃	(Note 1) (Note 3) (Note 8)
	Uni-President Yellow Hat Corp.	Wholesale and retail of automotive accessories	—	〃	(Note 1) (Note 3) (Note 5) (Note 8)
	PCSC (China) Supermarket Limited and its subsidiaries	Professional investments, etc.	—	100.00	(Note 1) (Note 8) (Note 10)

(Note 1)The financial statements of certain subsidiaries reflect total assets amounting to \$218,342,283 and \$197,507,688, representing 66.88% and 66.63% of the related consolidated totals, and total liabilities amounting to \$138,416,753 and \$110,403,660, representing 68.18% and 60.77% of the related consolidated totals, as of March 31, 2012 and 2011, respectively, and total net income amounting to \$2,178,887 and \$1,398,487, representing 48.57% and 38.27% of the consolidated net income for the three-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 $37,979,045 and $37,212,072, representing 11.63% and 12.55% of the related consolidated totals, and total liabilities amounting to $17,689,535 and $17,137,765, representing 8.71% and 9.43% of the related consolidated totals, as of March 31, 2012 and 2011, respectively, and total operating revenues amounting to $6,571,212 and $6,043,500, representing 6.42% and 6.58% of the related consolidated totals for the three-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) Adjustment in investment framework of Uni-President Foodstuff (BVI) Holdings Ltd.

(Note 5) Lost the majority interest in 2011.

(Note 6) Newly established company or acquired the majority interest in 2012.

(Note 7) The percentage owned by the Company as of March 31, 2012 and 2011 were between 30% and 100%.

(Note 8) 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 9) Formerly President FN Business Corp. and changed its business activities.

(Note 10) Majority interest in 2010 was lost due to PCSC BVI (China) Drugstore Ltd. adjustment in investment framework of President Chain Store Corp. and PCSC (China) Supermarket Limited and its subsidiaries.

(3) Subsidiaries not included in the consolidated financial statements: None.

(4) Adjustments for subsidiaries with different balance sheet dates: None.

(5) Special operating risk of foreign subsidiaries: None.

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

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

(8) 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.

3. CHANGES IN ACCOUNTING PRINCIPLES

(1) Notes receivable and accounts receivable, 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 Group's financial statements as of and for the three-month period ended March 31, 2011.

(2) Operating segments

Effective January 1, 2011, the Group adopted the newly issued SFAS No. 41, "Operating Segments" to replace the original SFAS No. 20, "Segment Reporting." This change in accounting principle had no significant effect on the consolidated net income and earnings per common share for the three-month period ended March 31, 2011.

4. DETAILS OF SIGNIFICANT ACCOUNTS

(1) Cash and cash equivalents

	March 31, 2012	March 31, 2011
Cash:		
Cash on hand	$ 2,889,684	$ 871,384
Checking deposits	1,510,442	1,712,006
Demand deposits	17,578,552	16,359,624
Time deposits	9,999,940	7,427,331
	31,978,618	26,370,345
Cash equivalents:		
Repurchase of bonds	3,411,394	7,557,694
Commercial papers	920,814	987,709
	4,332,208	8,545,403
	$ 36,310,826	$ 34,915,748

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

	March 31, 2012	March 31, 2011
Current items:		
Financial assets held for trading		
Mutual funds	$ 10,511,976	$ 9,392,081
Equity linked notes	343,641	-
Convertible bonds	137,277	-
Corporation bonds	100,691	336,498
Derivatives	153,787	37,481
Listed (TSE and OTC) stocks	92,960	457,028
	11,340,332	10,223,088
Adjustment of financial assets held for trading	(35,155)	(66,154)
	$ 11,305,177	$ 10,156,934

(a)The Group recognized net gain of $86,175 and $79,712 for the three-month periods ended March 31, 2012 and 2011, respectively.

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

	March 31, 2012			March 31, 2011		
	Contract Amount		Contract Period	Contract Amount		Contract Period
Forward foreign exchange futures	USD	84,808	1.2012～6.2012	USD	62,780	12.2010～6.2011
Sales of forward foreign exchange	USD	12,360	2.2012～5.2012	USD	277,708	2.2011～5.2011
	JPY	700,000	5.2011～4.2012	JPY	815,000	12.2010～10.2011
	EUR	380	2.2012～5.2012	EUR	539	2.2011～5.2011
Convertible bonds	USD	4,550	—		—	—
Equity linked notes	NTD	39,557	3.2012～4.2012		—	—
	USD	10,328	10.2010～6.2012		—	—

The Group entered into the forward foreign exchange contracts to manage exposures due to fluctuations of foreign exchange rates. Therefore, the Group did not apply hedge accounting treatment for the forward foreign exchange contracts.

(3) Notes receivable, net

	March 31, 2012	March 31, 2011
Notes receivable	$ 3,105,260	$ 4,131,991
Less: Allowance for doubtful accounts	(71,436)	(74,486)
	$ 3,033,824	$ 4,057,505

(4) Accounts receivable, net

	March 31, 2012	March 31, 2011
Accounts receivable	$ 16,776,788	$ 13,921,906
Less: Allowance for doubtful accounts	(721,624)	(549,384)
	$ 16,055,164	$ 13,372,522

(5) Other receivables

	March 31, 2012	March 31, 2011
Other receivables	$ 3,297,840	$ 5,642,618
Less: Allowance for doubtful accounts	(33,506)	(321,808)
	$ 3,264,334	$ 5,320,810

(6) Inventories

	March 31, 2012	March 31, 2011
Merchandise	$ 12,001,873	$ 10,419,952
Raw materials	9,067,800	8,195,162
Raw materials in transit	589,279	1,256,618
Supplies	2,611,974	2,001,809
Work in process	2,666,410	2,399,908
Finished goods	5,795,260	6,278,257
By-products	1,176	652
Land held for construction	305,413	128,351
Construction in progress-land	211,301	96,651
Construction in progress-buildings	137,381	1,278
Buildings and land held for sale	294,780	542,180
	33,682,647	31,320,818
Less: Allowance for price decline of inventories	(794,097)	(626,524)
	$ 32,888,550	$ 30,694,294

Expenses and losses on inventories recognized:

	For the three-month periods ended March 31, 2012	2011
Cost of inventories sold	$ 68,955,256	$ 62,696,017
Reversal of allowance for price decline in inventories (Note)	(196,804)	(96,674)
Loss on physical inventory	71,804	10,023
Loss on production stoppage	27,304	10,602
Loss on discarding inventory	411,734	400,698
Revenue from sale of scraps	(128,506)	(127,085)
Cost of goods sold	$ 69,140,788	$ 62,893,581

(Note) As the selling price increased, the allowance for price decline in inventories was reversed.

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

(7) Available-for-sale financial assets

	March 31, 2012	March 31, 2011
Non-current items:		
Listed (TSE and OTC) stocks	$ 10,897,950	$ 10,246,269
Corporate bonds	-	10,000
	10,897,950	10,256,269
Adjustments of available-for-sale financial assets	(1,347,026)	97,458
	$ 9,550,924	$ 10,353,727

(8) Financial assets carried at cost

	March 31, 2012	March 31, 2011
Non-current items:		
Unlisted stocks	$ 4,572,321	$ 5,365,652
Privately placed funds	1,031,475	1,027,868
Emerging stocks	59,275	47,734
	5,663,071	6,441,254
Less: Accumulated impairment	(1,265,269)	(1,584,201)
	$ 4,397,802	$ 4,857,053

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

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

(9) Investments in bonds without active markets

	March 31, 2012	March 31, 2011
Non-current item:		
Finance bonds	$ 294,097	$ 293,000

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

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

Name of subsidiaries	March 31, 2012 Amount	March 31, 2012 Percentage owned	March 31, 2011 Amount	March 31, 2011 Percentage owned
Jimmailang Beverage (Beijing) Ltd.	$ 2,760,812	50.00	$ 2,068,817	50.00
Cargill President Holding Pte. Ltd.	1,044,658	50.00	1,317,980	50.00
Presicarre Corp.	6,736,832	40.00	7,053,591	40.00
United Advisor Venture Management Ltd.	946,092	39.74	329,986	39.74
TTET Union Corp.	1,168,323	37.64	1,188,740	37.64
Weilih Food Industrial Co., Ltd.	1,064,745	33.30	429,320	33.30
Kuang Chuan Dairy Co., Ltd.	1,540,600	31.25	1,514,835	31.25
President Securities Corp.	6,538,850	30.51	6,294,956	30.02
Kang Na Hsiung Enterprise Co., Ltd.	641,770	20.71	617,985	20.71
Yantai North Andrejuice Co., Ltd. (Note)	1,152,621	15.00	999,432	15.00
Others (individually less than 2%)	3,779,037	20.00 ～50.00	3,861,946	20.00 ～50.00
	$27,374,340		$25,677,588	

(Note) The Group accounted for the investment in 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 $433,218 and $211,229 for the three-month periods ended March 31, 2012 and 2011, 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 March 31, 2012 and 2011, long-term investments in these investee companies were $20,008,689 and $18,519,474, respectively and the related investment income was $210,038 and $102,019 for the three-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 $275,472 and $919,339 (classified as unrealized gain or loss on financial instruments) for the three-month periods ended March 31, 2012 and 2011, respectively.

(11) Property, plant and equipment

(a) As of March 31, 2012 and 2011, the revaluation increments and accumulated depreciation of property, plant and equipment are listed as follows:

	March 31, 2012		March 31, 2011	
Assets	Revaluation increments	Accumulated depreciation	Revaluation increments	Accumulated depreciation
Land	$ 4,804,058	$ -	$ 4,430,667	$ -
Buildings	196,797	13,705,270	192,423	11,989,184
Machinery and equipment	32,319	44,351,770	36,680	40,608,833
Piping infrastucture and electricity generation equipment	5,981	2,644,273	5,981	2,244,801
Transportation equipment	-	2,851,175	-	2,616,862
Office equipment	287	5,173,721	287	4,129,794
Leased assets	-	124,667	-	107,660
Leasehold improvements	-	6,292,467	-	6,077,977
Other equipment	20,612	24,976,836	21,096	23,466,802
	$ 5,060,054	$100,120,179	$ 4,687,134	$91,241,913

(b)In the years 1975, 1979, 1981, 1983, 1990, 1995, 2005 and 2011, the Company revalued certain property, plant and equipment (including assets leased to others and idle assets) in accordance with the regulations for the Revaluation of Assets in the Republic of China. The amount of appraisal increments credited to asset revaluations was $2,748,031. 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 March 31, 2012 and 2011, 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 $721,864 and $652,420 as of March 31, 2012 and 2011, respectively.

(c)The balance of provision for land value incremental tax amounted to $2,169,441 and $1,908,314 as of March 31, 2012 and 2011, respectively.

(d)Interest expense before capitalization for the three-month periods ended March 31, 2012 and 2011 was $514,310 and $408,482, respectively. Interest capitalized in inventories and property, plant and equipment totaled $9,762 and $5,309 with interest rates of 1.06%～5.20% and 0.80%～5.20% for the three-month periods ended March 31, 2012 and 2011, respectively.

(e)As of March 31, 2012 and 2011, the Group owned certain agricultural land amounting to $921,460 and $1,008,169, respectively (shown as "Other assets-other"), 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 March 31, 2012 and 2011, the book value was

$176,320 (shown as “Idle assets”, representing the total cost of $280,000 less deferred revenue of $103,680).

(g)The accumulated impairment of property, plant and equipment as of March 31, 2012 and 2011 was $231,488 and $88,752, respectively. Please refer to Note 4(16).

(12) Other intangible assets

As of March 31, 2012 and 2011, other intangible assets are as follows:

	For the three-month period ended March 31, 2012										
	Beginning balance							Ending balance			
Item	Initial cost	Accumulated amortization	Effect of exchange rate changes	Book value	Additions	Amortization	Effect of exchange rate changes	Initial cost	Accumulated amortization	Effect of exchange rate changes	Net book value
Trademarks	$ 534,749	($ 62,192)	$ 6,600	$ 479,157	$ 322	($ 3,039)	($ 8,546)	$ 535,071	($ 65,231)	($ 1,946)	$ 467,894
Copyrights	14,057	(512)	-	13,545	-	-	-	14,057	(512)	-	13,545
Land use rights	2,500,000	(306,478)	-	2,193,522	-	(10,782)	-	2,500,000	(317,260)	-	2,182,740
Land occupancy rights	7,329,052	(422,269)	331,740	7,238,523	139,908	(34,664)	(183,234)	7,468,960	(456,933)	148,506	7,160,533
Others	3,777,378	(2,181,359)	(908)	1,595,111	44,063	(79,305)	(8,622)	3,821,441	(2,260,664)	(9,530)	1,551,247
	$ 14,155,236	($ 2,972,810)	$ 337,432	11,519,858	$ 184,293	($ 127,790)	($ 200,402)	$ 14,339,529	($ 3,100,600)	$ 137,030	11,375,959
Less: Discount on land use rights				(347,933)							(347,933)
Accumulated impairment				(27,531)							(27,531)
				$ 11,144,394							$ 11,000,495

	For the three-month period ended March 31, 2011										
	Beginning balance							Ending balance			
Item	Initial cost	Accumulated amortization	Effect of exchange rate changes	Book value	Additions	Amortization	Effect of exchange rate changes	Initial cost	Accumulated amortization	Effect of exchange rate changes	Net book value
Trademarks	$ 534,749	($ 49,340)	($ 20,422)	$ 464,987	$ -	($ 2,881)	$ 4,429	$ 534,749	($ 52,221)	($ 15,993)	$ 466,535
Copyrights	14,057	(512)	-	13,545	-	-	-	14,057	(512)	-	13,545
Land use rights	2,500,000	(263,283)	-	2,236,717	-	(11,665)	-	2,500,000	(274,948)	-	2,225,052
Land occupancy rights	2,434,472	(299,124)	(74,429)	2,060,919	91,875	(17,666)	24,525	2,526,347	(316,790)	(49,904)	2,159,653
Others	3,172,466	(1,908,449)	(19,223)	1,244,794	25,154	(75,415)	21,008	3,197,620	(1,983,864)	1,785	1,215,541
	$ 8,655,744	($ 2,520,708)	($ 114,074)	6,020,962	$ 117,029	($ 107,627)	$ 49,962	$ 8,772,773	($ 2,628,335)	($ 64,112)	6,080,326
Less: Discount on land use rights				(347,091)							(347,091)
Accumulated impairment				(24,233)							(23,947)
				$ 5,649,638							$ 5,709,288

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

(13) Assets leased to others

	March 31, 2012						
	Cost			Accumulated depreciation			
	Historical	Revaluation increment	Total	Historical	Revaluation increment	Total	Net book value
Land	$ 4,410,845	$ 1,694,681	$ 6,105,526	$ -	$ -	$ -	$ 6,105,526
Buildings	3,974,957	13,787	3,988,744	(953,204)	(13,608)	(966,812)	3,021,932
Machinery and equipment	8,212	-	8,212	(7,958)	-	(7,958)	254
Piping infrastructure and electricity generation equipment	9,840	-	9,840	(8,936)	-	(8,936)	904
Office equipment	2,117	-	2,117	(2,044)	-	(2,044)	73
Other equipment	185,773	4,290	190,063	(165,482)	(4,290)	(169,772)	20,291
	$ 8,591,744	$ 1,712,758	$ 10,304,502	($ 1,137,624)	($ 17,898)	($ 1,155,522)	9,148,980
Less: Accumulated impairment							(31,239)
							$ 9,117,741

	March 31, 2011						
	Cost			Accumulated depreciation			
	Historical	Revaluation increment	Total	Historical	Revaluation increment	Total	Net book value
Land	$ 4,582,538	$ 1,580,504	$ 6,163,042	$ -	$ -	$ -	$ 6,163,042
Buildings	3,463,980	14,075	3,478,055	(827,776)	(13,793)	(841,569)	2,636,486
Machinery and equipment	26,948	-	26,948	(20,935)	-	(20,935)	6,013
Piping infrastructure and electricity generation equipment	8,046	-	8,046	(7,824)	-	(7,824)	222
Office equipment	2,117	-	2,117	(2,024)	-	(2,024)	93
Other equipment	234,572	4,290	238,862	(187,314)	(4,290)	(191,604)	47,258
	$ 8,318,201	$ 1,598,869	$ 9,917,070	($ 1,045,873)	($ 18,083)	($ 1,063,956)	8,853,114
Less: Accumulated impairment							(109,753)
							$ 8,743,361

(a) Rental revenues for the three-month periods ended March 31, 2012 and 2011 were $112,261 and $83,463, respectively.
(b) The Group revalued certain assets leased to others in accordance with the Regulations for the Revaluation of Assets in the Republic of China. Please refer to Note 4(11).
(c) For details of accumulated impairment, please refer to Note 4(16).

(14) Idle assets

	March 31, 2012						
	Cost			Accumulated depreciation			
	Historical	Revaluation increment	Total	Historical	Revaluation increment	Total	Net book value
Land	$ 1,247,167	$ 566	$ 1,247,733	$ -	$ -	$ -	$ 1,247,733
Buildings	208,598	-	208,598	(36,780)	-	(36,780)	171,818
Machinery and equipment	221,831	-	221,831	(121,069)	-	(121,069)	100,762
Piping infrastructure and electricity generation equipment	529	-	529	(447)	-	(447)	82
Office equipment	122	-	122	(122)	-	(122)	-
Other equipment	81,802	-	81,802	(66,060)	-	(66,060)	15,742
	$ 1,760,049	$ 566	$ 1,760,615	($ 224,478)	$ -	($ 224,478)	1,536,137
Less: Accumulated impairment							(341,660)
							$ 1,194,477

	March 31, 2011						
	Cost			Accumulated depreciation			
	Historical	Revaluation increment	Total	Historical	Revaluation increment	Total	Net book value
Land	$ 1,517,184	$ 566	$ 1,517,750	$ -	$ -	$ -	$ 1,517,750
Buildings	315,837	4,860	320,697	(124,203)	(4,851)	(129,054)	191,643
Machinery and equipment	217,526	-	217,526	(121,423)	-	(121,423)	96,103
Office equipment	3,609	-	3,609	(3,363)	-	(3,363)	246
Other equipment	85,994	-	85,994	(68,019)	-	(68,019)	17,975
	$ 2,140,150	$ 5,426	$ 2,145,576	($ 317,008)	($ 4,851)	($ 321,859)	1,823,717
Less: Accumulated impairment							(422,343)
							$ 1,401,374

(a) The Group revalued certain idle assets in accordance with the Regulations for the Revaluation of Assets in the Republic of China. Please refer to Note 4(11).
(b) For details of accumulated impairment, please refer to Note 4(16).

(15) Deferred expenses

	For the three-month periods ended March 31,	
	2012	2011
Beginning balance	$ 949,730	$ 886,413
Additions	100,609	149,023
Amortization	(80,189)	(77,465)
Effect of foreign exchange rate changes	(13,662)	(2,770)
Ending balance	$ 956,488	$ 955,201

The deferred expenses include lease of packing machines. The minimum advance rental payments are amortized over a period of 7～8 years, the estimated economic lives of the packing machines. Other quarterly rental payments and cost based on the units-of-production are charged as current expense.

(16) Impairment of assets

After recognizing impairment loss and reversal of impairment loss previously recognized, the total accumulated impairment as of March 31, 2012 and 2011 was $1,897,187 and $2,228,996, respectively.

Details were set forth below:

	March 31, 2012	
Item	Amount included in statement of income	Amount included in stockholders' equity
Recorded as impairment loss:		
Financial assets carried at cost - non-current	$ 1,265,269	$ –
Property, plant and equipment	231,488	–
Other intangible assets	27,531	–
Assets leased to others	31,239	–
Idle assets	341,660	–
	$ 1,897,187	$ –

	March 31, 2011	
Item	Amount included in statement of income	Amount included in stockholders' equity
Recorded as impairment loss:		
Financial assets carried at cost - non-current	$ 1,584,201	$ –
Property, plant and equipment	88,752	–
Other intangible assets	23,947	–
Assets leased to others	109,753	–
Idle assets	422,343	–
	$ 2,228,996	$ –

The accumulated impairment summarized by department were as follows:

Department	March 31, 2012 Amount included in statement of income	March 31, 2012 Amount included in stockholders' equity
Entertainment business	$ 190,658	$ -
Tinplate business	31,539	-
Foods	454,494	-
Feeds	610	-
Retail chain stores	406,956	-
General department	812,930	-
	$ 1,897,187	$ -

Department	March 31, 2011 Amount included in statement of income	March 31, 2011 Amount included in stockholders' equity
Entertainment business	$ 269,173	$ -
Tinplate business	31,539	-
Foods	386,661	-
Feeds	648	-
Retail chain stores	385,117	-
General department	1,155,858	-
	$ 2,228,996	$ -

Certain assets have been recognized or disposed during the three-month periods ended March 31, 2012 and 2011. As such, gain on reversal of impairment loss and impairment loss of $6,208 and $11,343 was recognized for the three-month periods ended March 31, 2012 and 2011, respectively.

(17) Short-term loans

	March 31, 2012	March 31, 2011	Collateral or security
Unsecured bank loans	$ 31,461,547	$ 29,160,174	—
Secured bank loans	2,511,202	1,702,074	(Note)
	$ 33,972,749	$ 30,862,248	
Range of interest rates	0.61%～19.50%	0.64%～16.50%	

(Note) For details of collateral or security, please refer to Note 6 Pledged assets.

(18) Notes and bills payable

	March 31, 2012	March 31, 2011	Collateral or security
Commercial papers payable	$ 7,413,600	$ 7,892,126	(Note)
Less: Prepaid interest	(571)	(294)	
	$ 7,413,029	$ 7,891,832	
Range of interest rates	0.20%～1.45%	0.25%～1.94%	

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

(Note) For details of collateral or security, please refer to Note 6 Pledged assets.

(19) Bonds payable

	March 31, 2012	March 31, 2011	Collateral or security
Unsecured ordinary bonds payable	$ 10,000,000	$ 7,000,000	—
Less: Current portion of bonds payable	(1,500,000)	-	
	$ 8,500,000	$ 7,000,000	

A.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.

B.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.

C.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.

D. 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.

(20) Long-term loans

	March 31, 2012	March 31, 2011	Collateral or security
Unsecured bank loans	$ 48,875,107	$ 37,062,068	—
Secured bank loans	12,647,293	16,918,115	(Note)
Revolving credit facility	1,900,000	1,500,000	—
	63,422,400	55,480,183	
Less: Prepaid interest	(397)	(296)	
Current portion of long-term loans	(3,755,580)	(4,816,208)	
	$ 59,666,423	$ 50,663,679	
Range of maturity date	2012.10～2025.9	2012.5～2025.9	
Range of interest rates	0.40%～20.50%	0.85%～17.00%	

(Note) For details of collateral or security, please refer to Note 6 Pledged assets.

(21) Land use rights payable (shown as "other liabilities – other")

	March 31, 2012	March 31, 2011
Land use rights payable	$ 750,000	$ 1,000,000
Less: Discount on land use rights payable	(25,016)	(43,981)
	724,984	956,019
Less: Current portion of land use rights payable	(245,580)	(245,515)
	$ 479,404	$ 710,504

As of March 31, 2012, land use rights payable and discount were listed as follows:

Year	Land use rights payable	Discount on land use rights payable
April 1～December 31, 2012	$ -	$ 10,855
2013	250,000	9,540
2014	250,000	4,621
2015 (Note)	250,000	-
	$ 750,000	$ 25,016

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

(22) Common stock

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 thousand shares with a par value of $10 (in NT dollars) per share.

(23) Capital reserve

Pursuant to the R.O.C. Company Law, the capital reserve arising from donations and paid-in capital in excess of par value on issuance of common stocks shall not be used except to cover the accumulated deficit. However, where a company has no accumulated deficit, it may distribute, in whole or in part, by issuing new shares which shall be distributable as dividend shares to its original shareholders in proportion to the number of shares being held by each of them or by cash. Further, pursuant to the R.O.C. Securities and Exchange Law, for the capital reserve arising from donations and paid-in capital in excess of par value on issuance of common stocks, an amount up to 10% of the issued share capital can be capitalized each year, provided that there is no accumulated deficit. Accumulated deficit shall first be covered by legal reserve before capital reserve can be used to cover any accumulated deficit.

(24) Retained earnings

(a)Pursuant to the R.O.C. Company Law, the annual net income should be used initially to cover any accumulated deficit; thereafter 10% of the annual net income should be set aside as legal reserve until the balance of legal reserve is equal to that of issued share capital. The legal reserve shall be exclusively used to cover accumulated deficit and distribute by issuing new shares which shall be distributable as dividend shares to its original shareholders in proportion to the number of shares being held by each of them or by cash. Where legal reserve is distributed by issuing new shares or by cash, only the portion of legal reserve which exceeds 25 percent of the paid-in capital may be distributed.

(b)Since the Company is in a changeable industry environment and the life cycle of the Company is in a stable growth, the appropriation of earnings should consider fund requirements and capital budgets to decide how much earnings will be kept or distributed and how much cash dividends will be distributed. According to the Company's Articles of Incorporation, 10% of the annual net income, after offsetting any loss of prior years and paying all taxes and dues, shall be set aside as legal reserve. The remaining net income and the unappropriated retained earnings from prior years can be distributed in accordance with a resolution passed during a meeting of the Board of Directors and approved at the stockholders' meeting. Of the amount to be distributed by the Company, stockholders' bonuses shall comprise 50% to 100% of the unappropriated retained earnings, the percentage of cash dividends shall not be less than 30% of dividends distributed. Directors' and supervisors' remuneration shall comprise 2% and at least 0.2% for employees' bonuses.

(c)The appropriations of 2011 earnings had been proposed by the Board of Directors on March 28, 2012 and the appropriations of 2010 earnings had been resolved by the stockholders on June 23, 2011. Details were summarized below:

	2011		2010	
	Amount	Dividends per share (in NT dollars)	Amount	Dividends per share (in NT dollars)
Legal reserve	$ 944,768		$ 1,092,904	
Cash dividends	4,544,369	$ 1.00	6,001,996	$ 1.40
Stock dividends	3,181,058	0.70	2,572,284	0.60
Employees' cash bonus	817,572		955,370	
Directors' and supervisors' remuneration	170,058		196,723	
Total	$ 9,657,825		$10,819,277	

As of May 14, 2012, the appropriations of 2011 earnings had not been approved by the stockholders.

(d)The estimated amounts of employees' bonus and directors' and supervisors' remuneration for the three-month periods ended March 31, 2012 and 2011 are $364,588 and $275,628, respectively. Such estimates are based on a certain percentage of 2012 and 2011 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. Employees' bonuses and directors' and supervisors' remuneration recognized in the 2010 financial statements totaled $1,150,518. The differences amounting to $1,575 between the actual amounts of employees' bonuses and directors' and supervisors' remuneration for 2010 as approved during the stockholders' meeting and the amounts recognized in the 2010 financial statements due to difference in estimate calculation were recognized in profit or loss for the year ended December 31, 2011. Earnings of 2011 has not been actually distributed yet.

(e)As of March 31, 2012 and 2011, the balance of unappropriated earnings were as follows:

	March 31, 2012	March 31, 2011
(i) Unappropriated earnings before 1998	$ 36,165	$ 36,165
(ii) Unappropriated earnings in and after 1998	10,811,040	11,030,543
	$ 10,847,205	$ 11,066,708

Consolidated net income in the amount of $3,030,843 and $2,274,128 for the three-month periods ended March 31, 2012 and 2011, respectively, cannot be distributed since these amounts have not been approved by the stockholders.

(f) As of March 31, 2012 and 2011, the imputation tax credit account balance amounted to $168,518 and $151,918, respectively. The Company appropriated earnings in 2010 as dividends in accordance with the resolution adopted at the stockholders' meeting on June 23, 2011, and the date of dividends distribution was August 15, 2011. The 2010 creditable ratio was 11.79%, while the 2011 estimated creditable ratio was 2.43%. The amount of deductible tax distributable by the Company to its shareholders shall be limited to an amount not exceeding the amount of the imputation tax credit account balance on the date of distribution of the dividends. Accordingly, the actual creditable ratio for the distribution of 2011 undistributed earnings will be based on the imputation tax credit account balance up to the date of distribution of the dividends.

(g) In accordance with relevant laws and regulations of R.O.C., the long-term equity investment accounted for under the equity method - President Securities Corp. has set aside a special reserve for trading losses and default losses from the annual after-tax profit. The special reserve shall not be used for any other purpose except for covering the losses of President Securities Corp. or, when the special reserve reaches 50% of the amount of paid-in capital, 50% of the special reserve may be used for capitalization. As of March 31, 2012, the Company recognized special reserve of $105,429 in accordance with R.O.C. SFAS No. 5, "Long-term Investments under Equity Method".

(25) Earnings per common share ("EPS")

	For the three-month period ended March 31, 2012				
	Amount		Weighted-average number of shares outstanding during the period	EPS (in NT dollars)	
	Before tax	After tax	(shares in thousands)	Before tax	After tax
Basic earnings per share					
Net income	$5,497,946	$ 3,030,843	4,544,369	$ 1.21	$ 0.67
Dilutive effect of common stock equivalents:					
Employees' bonuses	-	-	30,201		
Diluted earnings per share					
Net income	$5,497,946	$ 3,030,843	4,574,570	$ 1.20	$ 0.66

	For the three-month period ended March 31, 2011				
	Amount		Weighted-average number of shares outstanding during the period	EPS (in NT dollars)	
	Before tax	After tax	(shares in thousands)	Before tax	After tax
Basic earnings per share					
Net income	$4,548,857	$ 2,274,128	4,544,369	$ 1.00	$ 0.50
Dilutive effect of common stock equivalents:					
Employees' bonuses	-	-	35,153		
Diluted earnings per share					
Net income	$4,548,857	$ 2,274,128	4,579,522	$ 0.99	$ 0.50

(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

Name of related parties	Relationship with the Company
Presicarre Corp.	An investee company accounted for under the equity method
TTET Union Corp.	〃
Kuang Chuan Dairy Co., Ltd.	〃
Weilih Food Industrial Co., Ltd.	〃
Uni-President Land Corporation	An affiliated company of Cayman President Holdings Ltd.
Jimmailang Beverage (Beijing) Co., Ltd.	〃
Yantai Tongli Bererage Industries Co., Ltd.	〃
President Fuche (Qingdo) Co., Ltd. (Note 1)	An affiliated company of Uni-President Foodstuff (BVI) Holdings Ltd.
San Tong Wan Fu (Qingdo) Food Industry Co., Ltd.	〃
Chang-Tung Corporation Ltd.	An investee company of Kai Nan Investment Co., Ltd. (accounted for under the equity method)
Far-Tung Enterprises Corp.	An investee company 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	〃
Duskin Co., Ltd.	Stockholder of Mister Donut Taiwan Co., Ltd. (accounted for under the equity method)
Yellow Hat Ltd.	The representative is the chairman of Uni-President Yellow Hat Corp. (Note 2)
AHB International Inc.	Stockholder of AHB Pet Plus 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 mentod)
Hi-life International Co., Ltd.	An investee company subsidiary of Kuang Chuan Dairy Co., Ltd. (accounted for under the equity method)
Huei Tung Enterprises Corp.	Has the same chairman with Nanlien International Corp.
Sato Restaurant Systems Co., Ltd.	A director of President Sato Co., Ltd.

Name of related parties	Relationship with the Company
Kinh Do Joint Stock Company	Stockholder of Binh Duong Tribeco Joint Stock Company (accounted for under the equity method)
Toyota Tsusho Corp.	A director of Ton-Yi Industrial Corp.

(Note 1) The percentage owned by the Group increased in the fourth quarter of 2011, and thus became a consolidated entity.

(Note 2) The stock ownership of the Group was sold in the fourth quarter of 2011, and thus became a third party.

(b) Transactions and balances with related parties

1. Sales

	For the three-month period ended March 31, 2012		For the three-month period ended March 31, 2011	
	Amount	Percentage of net sales	Amount	Percentage of net sales
Presicarre Corp.	$ 465,229	1	$ 545,144	1
Huie Tung Enterprises Corp.	404,607	-	399,576	1
Far-Tung Enterprises Corp.	307,399	-	309,134	-
Others (Individually less than 10%)	1,716,780	2	2,073,265	2
	$ 2,894,015	3	$ 3,327,119	4

(i) The collection period for related parties was approximately one month after sales. The collection period for third parties was two weeks after sales for foodstuff, 60~120 days after sales for animal feed products and 10~15 days after sales for soybean products. Except for the collection period mentioned above, other terms of sales were the same for related and third parties.

(ii) The sales terms of other subsidiaries to related parties were the same for third parties.

2. Purchases

	For the three-month period ended March 31, 2012		For the three-month period ended March 31, 2011	
	Amount	Percentage of net purchases	Amount	Percentage of net purchases
Toyota Tsusho Corp.	$ 1,240,721	2	$ 803,423	1
TTET Union Corp.	63,121	-	312,853	-
Others (Individually less than 10%)	908,064	1	1,184,634	2
	$ 2,211,906	3	$ 2,300,910	3

(i) The terms of purchases and payments of the Company (due within one month) from the related parties were the same with third party suppliers, except for 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.

3. Processing expenses

	For the three-month periods ended March 31, 2012	2011
TTET Union Corp.	$ 16,573	$ 65,703

4. Other expenses

	For the three-month periods ended March 31, 2012	2011
Huie Tung Enterprises Corp.	$ 98,322	$ 15,620
Presicarre Corp.	60,130	51,783
Others (Individually less than 10%)	222,898	282,614
	$ 381,350	$ 350,017

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

6. Other income

	For the three-month periods ended March 31, 2012	2011
Management and technical consultancy fees:		
Far-Tung Enterprises Corp.	$ 2,727	$ 1,645
Others (Indivdually less than 10%)	16,813	15,204
	19,540	16,849
Other income:		
TTET Union Corp.	12,755	7,830
Chang-Tung Corporation Ltd.	6,007	6,366
Far-Tung Enterprises Corp.	3,595	10,166
Union Chinese Corp.	3,415	18,990
Jimmailang Beverage (Beijing) Co., Ltd.	843	10,686
Others (Individually less than 10%)	28,103	29,669
	54,718	83,707
	$ 74,258	$ 100,556

7. Accounts receivable

	March 31, 2012		March 31, 2011	
	Amount	Percentage	Amount	Percentage
Presicarre Corp.	$ 512,664	3	$ 570,911	4
Huei Tung Enterprises Corp.	252,372	1	229,799	2
Hi-life International Co., Ltd.	213,293	1	211,818	1
Others (Individually less than 10%)	616,308	3	847,644	5
	$ 1,594,637	8	$ 1,860,172	12

8. Other receivables (Financing)

	March 31, 2012		March 31, 2011	
	Amount	Percentage	Amount	Percentage
San Tong Wan Fu (Qingdo) Food Industry Co., Ltd.	$ 108,093	3	$ 45,013	1
Shan Dong President Yinzuo Commercial Limited	-	-	90,290	2
President Fuche (Qingdo) Co., Ltd.	-	-	35,341	-
Others (Individually less than 10%)	40,227	1	76,365	1
	$ 148,320	4	$ 247,009	4

9. Prepayments

	March 31, 2012		March 31, 2011	
	Amount	Percentage	Amount	Percentage
Jimmailang Beverage (Beijing) Co., Ltd.	$ 220,466	2	$ 42,546	-
Others (Individually less than 10%)	654	-	-	-
	$ 221,120	2	$ 42,546	-

10. Accounts payable

	March 31, 2012		March 31, 2011	
	Amount	Percentage	Amount	Percentage
Toyota Tsusho Corp.	$ 122,143	1	$ 127,141	1
Yantai Tongli Beverage Industries Co., Ltd.	92,011	-	63,989	-
Kuang Chuan Dairy Co., Ltd.	80,605	-	85,681	-
Others (Individually less than 10%)	392,290	1	516,627	2
	$ 687,049	2	$ 793,438	3

11. Accrued expenses

	March 31, 2012		March 31, 2011	
	Amount	Percentage	Amount	Percentage
Presicarre Corp.	$ 151,283	1	$ 119,875	1
Hi-life International Co., Ltd.	82,722	1	58,957	-
Huei Tung Enterprises Corp.	80,183	-	124	-
Others (Individually less than 10%)	61,005	-	106,083	1
	$ 375,193	2	$ 285,039	2

12. Other payables (including financing)

	March 31, 2012		March 31, 2011	
	Amount	Percentage	Amount	Percentage
Kinh Do Joint Stock Company	$ 58,168	1	$ 68,797	1
Yellow Hat Ltd.	–	–	39,004	–
Others (Individually less than 10%)	6,781	–	9,229	–
	$ 64,949	1	$ 117,030	1

(c)Financing

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

	For the three-month period ended March 31, 2012				
	Maximum balance date	Maximum balance	Ending balance	Annual interest rate	Total interest income
San Tong Wan Fu (Qingdo) Food Industry Co., Ltd.	2012.03	$ 107,870	$ 107,870	6.96%～7.50%	$ 1,265
Uni-President Land Corporation	2012.01	32,311	32,160	7.00%	565
			$ 140,030		$ 1,830

	For the three-month period ended March 31, 2011				
	Maximum balance date	Maximum balance	Ending balance	Annual interest rate	Total interest income
San Tong Wan Fu (Qingdo) Food Industry Co., Ltd.	2011.03	$ 44,896	$ 44,896	4.92%～5.59%	$ 54
Uni-President Land Corporation	2011.03	31,698	31,698	7.00%	548
President Fuche (Qingdo) Co., Ltd.	2011.03	29,182	29,182	5.41%	391
			$ 105,776		$ 993

(ii)Loans payable to related parties (classified as other payables - related parties)

	For the three-month period ended March 31, 2012				
	Maximum balance date	Maximum balance	Ending balance	Annual interest rate	Total interest expense
Kinh Do Joint Stock Company	2012.01	$ 55,601	$ 54,800	12.80% ～14.00%	$ 1,749

	For the three-month period ended March 31, 2011				
	Maximum balance date	Maximum balance	Ending balance	Annual interest rate	Total interest expense
Kinh Do Joint Stock Company	2011.01	$ 68,797	$ 68,797	12.00% ～14.50%	$ 2,203

(d) Contingent liabilities and commitments

(i) 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 net sales revenue.

(ii) 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.

(iii) 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.

(iv) 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.

(v) 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.

(vi) As of March 31, 2012 and 2011, the endorsements and guarantees provided by the Group amounted to $1,430,708 and $1,363,978, respectively.

6. PLEDGED ASSETS

As of March 31, 2012 and 2011, the details of pledged assets were as follows:

Assets	March 31, 2012	March 31, 2011	Purpose of collateral
Demand deposits, certificate of deposit and short-term bills (Classified as other financial assets current and non-current)	$ 194,164	$ 422,467	Performance guarantees and short-term loans
Inventories	150,230	174,658	Short-term loans
Available-for-sale financial assets - non-current	137,500	–	Notes and bills payable
Financial assets carried at cost - non-current	250,000	250,000	Short-term loans, notes and bills payable and long - term loans
Long-term equity investments accounted for under the equity method	2,447,040	4,268,778	〃
Land (Note)	9,389,722	9,043,835	〃
Buildings-net (Note)	14,788,749	14,317,102	〃
Machinery and equipment-net	2,470,042	2,444,522	Short-term loans and long-term loans
Transportation equipment-net	515,165	429,940	Long-term loans
Other equipment-net	163,674	243,605	Long-term loans
Other intangible assets - land occupancy rights	2,198,022	125,512	Short-term loans and long-term loans
Other intangible assets-land use rights	1,834,807	1,877,961	Long-term loans
Refundable deposits	123,455	131,818	Performance guarantees
Other assets-other	629,935	870,746	Notes and bills payable
	$ 35,292,505	$ 34,600,944	

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

7. COMMITMENTS AND CONTINGENT LIABILITIES

As of March 31, 2012 and 2011, the contingent liabilities and commitments of the Group, in addition to Note 5(d), were as follows:

(a) As of March 31, 2012 and 2011, the remaining balance due for construction in progress and prepayments for equipment were $4,756,405 and $2,327,329, respectively.

(b) As of March 31, 2012 and 2011, the unused letters of credit amounted to $2,074,486 and $2,645,283, respectively.

(c) In July 2000, President Chain Store Corp. signed a perpetual technical cooperation contract (the Contract) with Southland Corporation. The terms of the Contract are as follows:

(1) The Company guarantees that President Chain Store Corp. will fulfill all payments or other

obligations due under the Contract to Southland Corporation.

(2) Without the written approval of Southland Corporation in advance, the Company may not sell, transfer, or pledge the ownership or the assets of President Chain Store Corp.

(3) The Company should maintain no less than 40% ownership of President Chain Store Corp.

(d) In 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.

(e) 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.

(f) Due to the plasticizer food scandal, the Consumers' Foundation, Chinese Taipei (CFCT) filed a lawsuit against the Company with the Banciao District Court and claimed $1,573,775 for punitive and damage penalty in March, 2012. The Company’s legal counsel indicated that the case has not been opened as a court session, and therefore, reasons and evidences advocated by CFCT for the benefits of consumers remain unjustified. Accordingly, the ultimate outcome of this case is presently undeterminable.

(g) In May and November 2010, Cayman President Holdings Ltd. and Uni-President Southeast Asia Holdings Ltd. borrowed from Mega International Commercial Bank and other banks under a 5-year syndicated credit facilities agreement from May 25, 2010 to May 25, 2015 and from December 17, 2010 to December 17, 2015, respectively. Under the terms of the loan agreement, Cayman President Holdings Ltd. agrees that:

(1) The current ratio computed from the year-end audited consolidated financial statements shall not be below 90%.

(2) The debt-to-equity ratio computed from the year-end audited consolidated financial statements shall not be above 180% in 2011, 230% in 2012 to 2013, and 200% in 2014.

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

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

(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 March 31, 2012, 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 March 31, 2012, 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) As of March 31, 2012 and 2011, Nanlien International Corp. signed credit limits of performance with the bank for purchase of goods, renting warehouses and guarantee of tariff account amounting to $90,000 and $50,000, respectively.

(k) 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 March 31, 2012, Uni-President Development Corp. has paid $1,750,000. The remainder will be paid in accordance with the terms of the contract.

(ii)Operation option money

Uni-President Development Corp. shall pay operation option money to the Taipei City Government using the progressive increase method one year after the start of commercial operations.

(5) Uni-President Development Corp. shall pay 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.

(l) The contract signed by Uni-President Development Corp. with the Taipei City Government described above was examined 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. Uni-President Development Corp. had recognized the related liability for conservative purpose. However, the Company has recognized the related additional tax payable (classified as “accrued expenses”)

(m)To sustain interim working capital, Ton Yi Industrial Corp. has signed a syndicated loan agreement with Taiwan Bank, and Mega International Commercial Bank, etc. in 2011 and 2009, respectively. 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 has 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 which violates the financial ratios or regulations above to the day before Ton Yi Industrial Corp. and its subsidiaries meet the required financial ratios. Otherwise, the banks have the rights to demand Ton Yi Industrial Corp. to pay off the loan balance immediately. The rights to use the loan balance will terminate automatically once Ton Yi Industrial Corp. fails to meet the regulations above, and cannot be used again unless agreed by majority of the above banks. However, if Ton Yi Industrial Corp. and its subsidiaries adopt IFRSs, and they fail to meet the required financial ratios, it will not be considered as a violation of the agreement. But Ton Yi Industrial Corp. shall communicate with Taiwan Bank about the required financial ratios which shall be agreed by majority of other banks.

(n) 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, the above companies shall pay royalties to 7-ELEVEN Inc. based on total monthly sales.

(o) 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.

(p) 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.

(q) 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 March 31, 2012, PCSC and its subsidiaries have prepaid rent and guarantee deposits in the amount of $449,667 and $1,708,849, respectively. Summary of the estimated annual rental expense of PCSC and its subsidiaries is as follows:

Year	Total rental expense
2012.4.1～2012.12.31	$ 6,114,702
2013	9,157,311
2014	8,283,078
2015	7,230,877
2016	7,089,505
2017 and thereafter (Present value of $10,851,362)	11,257,955
	$ 49,133,428

(r) 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 the 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.

8. SIGNIFICANT CATASTROPHE

None.

9. SUBSEQUENT EVENTS

None.

10. OTHERS

(1) Fair values of the financial instruments

	March 31, 2012			March 31, 2011		
		Fair value			Fair value	
	Book value	Quotations in an active market	Estimated using a valuation method	Book value	Quotations in an active market	Estimated using a valuation method
Non–derivative financial instruments						
Assets						
Financial assets with book value equal to fair value	$ 68,195,138	$ –	$ 68,195,138	$ 64,980,194	$ –	$ 64,980,194
Financial assets at fair value through profit or loss	10,670,472	10,670,472	–	10,119,453	10,119,453	–
Available-for-sale financial assets	9,550,924	9,550,924	–	10,353,727	10,353,727	–
Financial assets carried at cost	4,397,802	–	–	4,857,053	–	–
Investment in bonds without active market - non-current	294,097	–	–	293,000	–	–
Other financial assets - non-current	92,060	–	92,060	40,034	–	40,034
Refundable deposits	4,024,923	–	4,024,923	4,251,393	–	4,251,393
Long-term notes, accounts and overdue receivables	583,796	–	583,796	584,296	–	584,296

	March 31, 2012			March 31, 2011		
		Fair value			Fair value	
	Book value	Quotations in an active market	Estimated using a valuation method	Book value	Quotations in an active market	Estimated using a valuation method
<u>Non–derivative financial instruments</u>						
Liabilities						
Financial liabilities with book equal to fair value	$112,049,461	$ –	$ 112,049,461	$102,599,894	$ –	$ 102,599,894
Bonds payable	8,500,000	–	8,500,000	7,000,000	–	7,000,000
Long-term loans	59,666,423	–	59,666,423	50,663,679	–	50,663,679
Long-term notes payable	318,328	–	318,328	662,694	–	662,694
Guarantee deposits received	4,926,089	–	4,926,089	4,131,859	–	4,131,859
<u>Derivative financial instruments</u>						
Assets						
Forward foreign exchange contracts	153,787	–	153,787	37,481	–	37,481
Convertible bonds	137,277	–	137,277	–	–	–
Equity linked notes	343,641	–	343,641	–	–	–

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

(1) The due dates of short-term financial instruments are near the balance sheet date. Accordingly, the fair value of short-term financial instruments are estimated based on the amount at the balance sheet which include the accounts of cash and cash equivalents, notes and accounts receivable, other receivables, other financial assets-current, short-term loans, notes and bills payable, notes and accounts payable, accrued expenses, other payables, current portion of long-term liabilities, and other current liabilities.

(2) The fair values 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 March 31, 2012 and 2011.

(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 March 31, 2012 and 2011.

(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 $950,558 and $1,621,958 as addition and deduction to stockholders’ equity for the changes in fair value of available-for-sale financial assets for the three-month periods ended March 31, 2012 and 2011, 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 significiant financial assets and liabilities denominated in foreign currencies were as follows:

	March 31, 2012		March 31, 2011	
(foreign currency: functional currency)	Foreign currency amount (thousand dollars)	Exchange rate	Foreign currency amount (thousand dollars)	Exchange rate
Financial assets				
Monetary items				
USD : NTD	29,333	29.51	22,836	29.40
CAD : NTD	596	29.58	4,798	30.28
JPY : NTD	213,647	0.36	3,816	0.36
EUR : NTD	2,356	39.41	1,739	41.71
HKD : NTD	2,696	3.80	8,660	3.78
Non-Monetary items				
JPY : NTD	495,900	0.36	462,600	0.36
HKD : NTD	20,685	3.80	-	-
Financial liabilities				
Monetary items				
USD : NTD	39,821	29.51	68,469	29.40
JPY : NTD	308,159	0.36	52,739	0.36
EUR : NTD	1,257	39.41	414	41.71

(b)Interest rate risk

Short-term loans, notes and bills payable and long-term loans are debts with floating interest rates; however, the risk is minimal due to insignificant fluctuations.

(c)Price risk

The Group entered into equity derivative financial instruments which are affected by changes in market price. The Group has set a stop-loss point in these transactions, therefore, the Group does not expect to have significant market risk.

B.Credit risk

The Group entered into derivative financial instruments with financial institutions with good credit ratings. The Group traded equity derivative financial instruments in centralized trading markets and GreTai Securities Market. The counterparties to the foregoing financial instruments are reputable institutions. The Group also assesses the credit ratings of the counterparties when they trade. The possibility of default by those parties is low. The maximum market value is the carrying amount of derivative financial instruments. Loan guarantees provided by the Group follows “the Endorsements and Guarantees Procedure”. Since the Group has assessed the credit rating of the guaranteed companies, the Group did not require the guaranteed companies to provide collateral. The possible credit risk is aloss 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 loans, notes bills payable and long-term loans are debts with floating interest rates that change with market interest rate fluctuations.

E. The information on derivative financial instruments is described in Note 4 (2).

(4) Certain accounts in the March 31, 2011 consolidated financial statements were reclassified to conform with the March 31, 2012 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 three-month period ended March 31, 2012 (Units in thousands of currencies indicated):

				Transaction terms			
Number (Note2)	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)	($ 1,670,171)	Closes its accounts 30 days after the end of each month	(2%)
			1	Accounts receivable	950,686	-	—
			2	Other expenses	151,246	-	—
			2	Accrued expenses	(142,976)	-	—
		Tung Ang Enterprises Corp.	1	(Sales)	(1,585,912)	Closes its accounts 28 days after 10 days	(2%)
			1	Accounts receivable	602,894	-	—
		President Chain Store Corp.	1	(Sales)	(712,027)	Closes its accounts 35 days after the end of each month	(1%)
			1	Accounts receivable	498,945	-	—
		Retail Support International Corp.	1	(Sales)	(639,754)	Closes its accounts 30 days after the end of each month	(1%)
			1	Accounts receivable	283,489	-	—
		Tung Hsiang Enterprises Corp.	1	(Sales)	(467,657)	2 months after sales	—
			1	Accounts receivable	279,658	-	—
		Tung Shun Enterprises Corp.	1	(Sales)	(279,234)	2 months after sales	—
			1	Accounts receivable	222,098	-	—
		Uni-President Vendor Corp.	1	(Sales)	(141,541)	Closes its accounts 30~60 days after the end of each month	—
		Tone Chu Enterprises Corp.	1	(Sales)	(151,225)	2 months after sales	—
		Tung Yi Enterprises Corp.	1	(Sales)	(127,894)	〃	—
			1	Accounts receivable	100,627	-	—
		Tung-Hsiang Enterprises Corp.	1	(Sales)	(107,177)	2 months after sales	—
		President Kikkoman Inc.	2	purchases	270,572	One month	—

Number (Note2)	Name of counterparty	Name of transaction parties	Relationship (Note 3)	Transaction terms			
				Subject	Amount	Transaction terms	The percentage of total combined revenue or total assets (Note 4)
1	Nanlien International Corp.	Lien Bo Enterprises Corp.	3	(Sales)	($ 248,876)	Closes its accounts 15~60 days after the end of each month	–
2	President Musashino Corp.	Uni-President Cold Chain Corp.	3	(Sales)	(369,631)	Closes its accounts 45 days after the end of each month	–
			3	Accounts receivable	254,191	-	–
3	Ton-Yi Industrial Corp.	Cayman Ton Yi Industrial Holdings Ltd.	3	(Sales)	(1,795,225)	30 days after shipping	(2%)
			3	Accounts receivable	613,062	-	–
4	Uni-President Cold Chain Corp.	President Chain Store Corp.	3	(Sales)	(5,320,417)	Closes its accounts 20~70 days after the end of each month	(5%)
			3	Accounts receivable	3,406,777	-	1%
5	Retail Support International Corp.	President Drugstore Business Corp.	3	(Sales)	(1,683,035)	Closes its accounts 45~60 days after the end of each month	(2%)
			3	Accounts receivable	1,016,179	-	–
		President Chain Store Corp.	3	(Sales)	(13,736,348)	Closes its accounts 10~54 days after the end of each month	(13%)
			3	Accounts receivable	5,379,946	-	2%
		President Coffee Corp.	3	(Sales)	(122,257)	Closes its accounts 15~28 days after the end of each month	–
6	President Information Corp.	President Chain Store Corp.	3	(Service revenue)	(168,346)	Closes its accounts 30 days after the end of each month	–
			3	Accounts receivable	116,507	-	–
7	President Pharmaceutical Corp.	Retail Support International Corp.	3	(Sales)	(358,298)	Closes its accounts 30~70 days after the end of each month	–
			3	Accounts receivable	305,513	-	–
8	Wisdom Distribution Services Cor	President Chain Store Corp.	3	(Sales)	(2,735,625)	Closes its accounts 30~60 days after the end of each month	(3%)
			3	Accounts receivable	1,156,543	-	–
9	Qware Systems & Services Corp.	President Chain Store Corp.	3	(Sales)	(118,961)	Closes its accounts 45 days after the end of each month	–

Number (Note2)	Name of counterparty	Name of transaction parties	Relationship (Note 3)	Transaction terms: Subject	Transaction terms: Amount	Transaction terms: Transaction terms	Transaction terms: The percentage of total combined revenue or total assets (Note 4)
10	Tung Ang Enterprises Corp.	Retail Support International Corp.	3	(Sales)	($ 326,821)	75 days after sales	–
			3	Accounts receivable	165,001	-	–
		Tung Hsiang Enterprises Corp.	3	(Sales)	(364,027)	77 days after sales	–
			3	Accounts receivable	341,600	-	–
		Tung Yu Enterprises Corp.	3	(Sales)	(114,296)	12 days after sales	–
11	Scino Pharm (Kunshan) Biochemical Technology Co., Ltd.	Scino Pharm Taiwan Ltd.	3	(Sales)	(CNY 40,260)	90 days after sales	–
			3	Accounts receivable	CNY 31,163	-	–
12	Lien Bo Enterprises Corp.	Retail Support International Corp.	3	(Sales)	(197,950)	Closes its accounts 15~70 days after the end of each month	–
13	President Logistics International Corp.	Uni-President Cold Chain Corp.	3	(Distribution Revenue)	(209,853)	Closes its accounts 20 days after the end of each month	–
		Retail Support International Corp.	3	(Distribution Revenue)	(161,539)	〃	–
14	Chieh Shun Transport Corp.	President Transnet Corp.	3	(Distribution Revenue)	(132,730)	Closes its accounts 40 days after the end of each month	–
15	Cayman Ton Yi Industrial Holdings Ltd.	Fujian Ton Yi Tinplate Co., Ltd.	3	(Sales)	(USD 33,859)	30 days after shipping	(1%)
			3	Accounts receivable	USD 12,075	-	–
			3	Other receivables	USD 20,000	-	–
		Jiangsu Ton Yi Tinplate Co., Ltd.	3	(Sales)	(USD 26,132)	30 days after shipping	(1%)
			3	Accounts receivable	USD 8,356	-	–
			3	Other receivables	USD 10,000	-	–

Number (Note2)	Name of counterparty	Name of transaction parties	Relationship (Note 3)	Transaction terms			
				Subject	Amount	Transaction terms	The percentage of total combined revenue or total assets (Note 4)
16	Uni-President (Thailand) Ltd.	Uni-President Marketing Ltd.	3	(Sales)	(THB 395,662)	Closes its accounts 60 days after the end of each month	—
			3	Accounts receivable	THB 301,964	-	—
17	Jiangsu Ton Yi Tinplate Co., Ltd.	Wuxi Ton Yi Industrial Packaging Co., Ltd.	3	(Sales)	(USD 5,352)	67 days after giving invoice	—
			3	Accounts receivable	USD 4,279	-	—
18	Fujian Ton Yi Tinplate Co., Ltd.	Chengdu Ton Yi Industrial Packaging Co., Ltd.	3	(Sales)	(USD 5,662)	67 days after giving invoice	—
			3	Accounts receivable	USD 5,273	-	—
19	Wuhan President Enterprises Food Co., Ltd.	Changsha President Foods Co., Ltd.	3	(Sales)	(CNY 111,068)	Closes its accounts 30 days after the end of each month	—
			3	Accounts receivable	CNY 83,732	-	—
		Changsha President Foods Co., Ltd.	3	Other receivables	CNY 40,000	-	—
		Guangzhou President Enterprises Co., Ltd.	3	(Sales)	(CNY 32,360)	Closes its accounts 30 days after the end of each month	—
20	Hefei President Enterprises Co., Ltd.	Kunshan President Enterprises Food Co., Ltd.	3	(Sales)	(CNY 45,300)	〃	—
			3	Accounts receivable	CNY 38,899	-	—
21	Shenyang President Enterprises Co., Ltd.	Beijing President Enterprises Drinks & Food Co., Ltd.	3	(Sales)	(CNY 21,213)	Closes its accounts 30 days after the end of each month	—
22	Beijing President Enterprises Drinks & Food Co., Ltd.	Beijing President Food Co., Ltd.	3	(Sales)	(CNY 30,915)	〃	—
			3	Other receivables	CNY 30,023	-	—
23	Taizhou President Enterprises Co., Ltd.	Kunshan President Enterprises Food Co., Ltd.	3	(Sales)	(CNY 46,474)	Closes its accounts 30 days after the end of each month	—
24	Changsha President Foods Co., Ltd.	Wuhan President Enterprises Food Co., Ltd.	3	(Sales)	(CNY 21,828)	〃	—
			3	Accounts receivable	CNY 23,754	-	—
25	Shanghai E & P Trading Co., Ltd.	Zhengzhou President Enterprises Food Co., Ltd.	3	(Sales)	(CNY 30,056)	Closes its accounts 30 days after the end of each month	—
		Kunshan President Enterprises Food Co., Ltd.	3	(Sales)	(CNY 29,548)	〃	—
		Beijing President Enterprises Drinks & Food Co., Ltd.	3	(Sales)	(CNY 27,024)	〃	—

Number (Note2)	Name of counterparty	Name of transaction parties	Relationship (Note 3)	Transaction terms			
				Subject	Amount	Transaction terms	The percentage of total combined revenue or total assets (Note 4)
25	Shanghai E & P Trading Co., Ltd.	Wuhan President Enterprises Food Co., Ltd.	3	(Sales)	(CNY 26,256)	〃	—
26	Nanning President Enterprises Co., Ltd.	Guangzhou President Enterprises Co., Ltd.	3	(Sales)	(CNY 46,680)	〃	—
27	Uni-Splendor Corp.	Ever-Splendor Electrics (Shenzhen)	3	(Sales)	(USD 5,010)	According to the state of fund	—
		Co., Ltd.	3	Accounts receivable	USD 19,460	-	—
		Uni-Splendor Technology (Huizhou)	3	(Sales)	(USD 11,676)	According to the state of fund	—
		Corp.	3	Accounts receivable	USD 110,105	-	1%
28	Grand-Prosper (HK) Ltd.	Uni-Splendor Corp.	3	Accounts receivable	USD 99,650	-	1%
29	Ever-Splendor Electrics (Shenzhen) Co., Ltd.	Uni-Splendor Corp.	3	(Sales)	(CNY 108,446)	According to the state of fund	—
	Uni-Splendor Technology (Huizhou) Corp.	Uni-Splendor Corp.	3	(Sales)	(CNY 219,870)	According to the state of fund	(1%)
30	Cayman President Holdings	Sanshui Jianlibao Commerce Co. , Ltd	3	Other receivables	USD 30,000	-	—
	Ltd.	Uni-President Foodstuff	3	Other receivables	USD 30,000	-	—
		(BVI) Holdings Ltd.					—
31	Uni-President Foodstuff	Zhongshan President Enterprises Co., Ltd.	3	Other receivables	USD 10,000	-	—
	(BVI) Holdings Ltd.	Meishan President Feed & Oil Co., Ltd.	3	Other receivables	USD 3,500	-	—
32	Vision Distribution Service Corp.	Wisdom Distribution Services Corp.	3	Accounts receivable	266,979	-	—
33	President Collect Service Co. Ltd.	President Transnet Corp.	3	Other receivables	252,000	-	—
34	Books. Com	President Chain Store Corp.	3	Other receivables	217,076	-	—
35	Kai Yu (BVI) Investment	Uni-President Foodstuff	3	Other receivables	USD 24,500	-	—
	Co.,Ltd.	(BVI) Holding Ltd.					—
		Cayman President Holdings	3	Other receivables	USD 11,080	-	—
		Ltd.					—

Number (Note2)	Name of counterparty	Name of transaction parties	Relationship (Note 3)	Transaction terms			
				Subject	Amount	Transaction terms	The percentage of total combined revenue or total assets (Note 4)
36	Uni-President Enterprises China Holdings Ltd.	Kunshan President Enterprises Food Co., Ltd.	3	Other receivables	CNY 279,579	-	—
		Chengdu President Enterprises Food Co., Ltd.	3	Other receivables	CNY 247,936	-	—
		Guangzhou President Enterprises Co., Ltd.	3	Other receivables	CNY 190,514	-	—
		Beijing President Enterprises Drinks & Food Co., Ltd.	3	Other receivables	CNY 114,419	-	—
		Zhengzhou President Enterprises Food Co., Ltd.	3	Other receivables	CNY 94,976	-	—
		Fuzhou President Enterprises Co., Ltd.	3	Other receivables	CNY 94,901	-	—
		Wuhan President Enterprises Food Co., Ltd.	3	Other receivables	CNY 63,690	-	—
		Kunming President Enterprises Food Co., Ltd.	3	Other receivables	CNY 50,824	-	—
		Uni-President Asia Holdings Ltd.	3	Other receivables	CNY 45,115	-	—
		Changsha President Foods Co., Ltd.	3	Other receivables	CNY 44,258	-	—
		Harbin President Enterprises Co., Ltd.	3	Other receivables	CNY 32,365	-	—
		Shenyang President Enterprises Co., Ltd.	3	Other receivables	CNY 31,904	-	—

Number (Note2)	Name of counterparty	Name of transaction parties	Relationship (Note 3)	Transaction terms			
				Subject	Amount	Transaction terms	The percentage of total combined revenue or total assets (Note 4)
37	President Enterprises (China) Investment Co.,Ltd.	Kunshan President Enterprises Food Co., Ltd.	3	Other receivables	CNY 300,298	-	–
		Nanning President Enterprises Co., Ltd.	3	Other receivables	CNY 140,140	-	–
		Changchun President Enterprise Co.,Ltd	3	Other receivables	CNY 132,335	-	–
		Beijing President Enterprises Drinks & Food Co., Ltd.	3	Other receivables	CNY 110,109	-	–
		Taizhou President Enterprises Co.,Ltd.	3	Other receivables	CNY 85,084	-	–
		Changsha President Foods Co., Ltd.	3	Other receivables	CNY 80,081	-	–
		Zhanjiang President Enterprises Food Co., Ltd.	3	Other receivables	CNY 78,077	-	–
		Wuhan President Enterprises Food Co., Ltd.	3	Other receivables	CNY 50,050	-	–
		Uni-President Shanghai Pearly Century Co., Ltd.	3	Other receivables	CNY 50,032	-	–
		Integrated Marketing & Distribution Co.,Ltd.	3	Other receivables	CNY 31,190	-	–
38	Uni-President (Vietnam) Co.,Ltd.	Binh Duong Tribeco Joint Stock Company	3	Owners' current account	VND 300,000,000	-	– –
39	Xinjiang President Enterprises Food Co., Ltd.	Aksu President Enterprises Co., Ltd.	3	Other receivables	CNY 50,000	-	–
40	Uni-Home Tech Corp.	Grand-Prosper (HK) Limited.	3	Accounts receivable	USD 127,504	-	1%

For the three-month period ended March 31, 2011 (Units in thousands of currencies indicated):

Number (Note2)	Name of counterparty	Name of transaction parties	Relationship (Note 3)	Transaction terms: Subject	Amount	Transaction terms	The percentage of total combined revenue or total assets (Note 4)
0	Uni-President Enterprises Corp.	Tung Ang Enterprises Corp.	1	(Sales)	($ 1,651,419)	Closes its accounts 28 days after 10 days	(2%)
			1	Accounts receivable	671,863	-	—
		Uni-President Cold Chain Corp.	1	(Sales)	(1,603,386)	Closes its accounts 30 days after the end of each month	(2%)
			1	Accounts receivable	928,525	-	—
			2	Other expenses	152,247	-	—
			2	Accrued expenses	(112,251)	-	—
		President Chain Store Corp.	1	(Sales)	(691,619)	Closes its accounts 30 days after the end of each month	(1%)
			1	Accounts receivable	254,873	-	—
		Retail Support International Corp.	1	(Sales)	(576,824)	Closes its accounts 30 days after the end of each month	(1%)
			1	Accounts receivable	232,475	-	—
		Tung Hsiang Enterprises Corp.	1	(Sales)	(491,772)	2 months after sales	(1%)
			1	Accounts receivable	318,728	-	—
		Tung Shun Enterprises Corp.	1	(Sales)	(222,411)	2 months after sales	—
			1	Accounts receivable	191,252	-	—
		Uni-President Vendor Corp.	1	(Sales)	(150,807)	Closes its accounts 30~60 days after the end of each month	—
		Tone Chu Enterprises Corp.	1	(Sales)	(162,672)	2 months after sales	—
		President Kikkoman Inc.	2	Purchase	268,017	One month	—
		President Nisshin Corp.	2	Purchase	125,776	Closes its accounts 30 days after the end of each month	—

Number (Note2)	Name of counterparty	Name of transaction parties	Relationship (Note 3)	Transaction terms			
				Subject	Amount	Transaction terms	The percentage of total combined revenue or total assets (Note 4)
1	Cayman President Holdings Ltd.	Sanshui Jianlibao Commerce Co. , Ltd.	3	Other receivables	USD 30,000	-	－
2	Nanlien International Corp.	Lien Bo Enterprises Corp.	3	(Sales)	(218,583)	Closes its accounts 15~60 days after the end of each month	－
3	President Musashino Corp.	Uni-President Cold Chain Corp.	3	(Sales)	(317,359)	Closes its accounts 45 days after the end of each month	－
			3	Accounts receivable	223,047	-	－
4	Ton-Yi Industrial Corp.	Cayman Ton Yi Industrial Holdings Ltd.	3	(Sales)	(1,958,422)	30 days after shipping	(2%)
			3	Accounts receivable	828,712	-	－
5	Uni-President Cold Chain Corp.	President Chain Store Corp.	3	(Sales)	(4,792,345)	Closes its accounts 20~70 days after the end of each month	(5%)
			3	Accounts receivable	2,802,106	-	1%
6	President Information Corp.	President Chain Store Corp.	3	(Service revenue)	(128,764)	Closes its accounts 30 days after the end of each month	－
7	Retail Support International Corp.	President Chain Store Corp.	3	(Sales)	(10,404,251)	Closes its accounts 10~54 days after the end of each month	(11%)
			3	Accounts receivable	5,322,999	-	2%
		President Drugstore Business Corp.	3	(Sales)	(1,390,187)	Closes its accounts 45~60 days after the end of each month	(2%)
			3	Accounts receivable	891,895	-	－
		President Coffee Corp.	3	(Sales)	(121,359)	Closes its accounts 15~28 days after the end of each month	－
8	President Pharmaceutical Corp.	Retail Support International Corp.	3	(Sales)	(307,178)	Closes its accounts 30~70 days after the end of each month	－
			3	Accounts receivable	265,879	-	－
		President Transnet Corp.	3	Other receivables	209,294	-	－
9	President Transnet Corp.	President Chain Store Corp.	3	(Sales)	(162,368)	Closes its accounts 30 days after the end of each month	－

Number (Note2)	Name of counterparty	Name of transaction parties	Relationship (Note 3)	Transaction terms			
				Subject	Amount	Transaction terms	The percentage of total combined revenue or total assets (Note 4)
10	Wisdom Distribution Services Corp.	President Chain Store Corp.	3	(Sales)	($ 2,635,514)	Closes its accounts 30~60 days after the end of each month	(3%)
			3	Accounts receivable	1,592,714	-	1%
11	Tung Ang Enterprises Corp.	Retail Support International Corp.	3	(Sales)	(492,365)	Closes its accounts 30 days after the end of each month	(1%)
			3	Accounts receivable	219,961	-	–
		Tung Hsiang Enterprises Corp.	3	(Sales)	(357,301)	77 days after sales	–
			3	Accounts receivable	322,491	-	–
		Tung Yu Enterprises Corp.	3	(Sales)	(111,003)	46 days after sales	–
		Tone Chu Enterprises Corp.	3	(Sales)	(106,345)	Closes its accounts 30 days after the end of each month	–
12	Vision Distribution Service Corp.	Wisdom Distribution Services Corp.	3	(Sales)	(117,664)	Closes its accounts 65 days after the end of each month	–
			3	Accounts receivable	102,085	-	–
13	Books. Com	President Chain Store Corp.	3	Other receivables	195,771	-	–
14	Lien Bo Enterprises Corp.	Retail Support International Corp.	3	(Sales)	(185,468)	Closes its accounts 15~70 days after the end of each month	–
15	President Logistics International Corp.	Uni-President Cold Chain Corp.	3	(Distribution Revenue)	(191,059)	Closes its accounts 35 days after the end of each month	–
			3	Accounts receivable	134,182	-	–
		Retail Support International Corp.	3	(Distribution Revenue)	(147,314)	Closes its accounts 20 days after the end of each month	–
16	Chieh Shun Transport Corp.	President Transnet Corp.	3	(Distribution Revenue)	(111,230)	Closes its accounts 45 days after the end of each month	–
17	President Fair Development Corp.	President Century Corp.	3	Other receivables	103,000	-	–

Number (Note2)	Name of counterparty	Name of transaction parties	Relationship (Note 3)	Transaction terms			
				Subject	Amount	Transaction terms	The percentage of total combined revenue or total assets (Note 4)
18	Kai Yu (BVI) Investment Co.,Ltd.	Cayman President Holdings Ltd.	3	Other receivables	USD 11,080	-	—
		Zhongshan President Enterprises Co., Ltd.	3	Other receivables	USD 8,000	-	—
19	Cayman Ton Yi Industrial Holdings Ltd.	Fujian Ton Yi Tinplate Co., Ltd.	3	(Sales)	(USD 40,396)	30 days after shipping	(1%)
			3	Accounts receivable	USD 18,111	-	—
			3	Other receivables	USD 20,000	-	—
		Jiangsu Ton Yi Tinplate Co., Ltd.	3	(Sales)	(USD 19,609)	30 days after shipping	(1%)
			3	Other receivables	USD 20,000	-	—
		Chengdu Ton Yi Industrial Packaging Co., Ltd.	3	Other receivables	USD 5,500	-	—
20	Uni-President Enterprises China Holdings Ltd.	Uni-President Asia Holdings Ltd.	3	Other receivables	CNY 195,895	-	—
		Beijing President Enterprises Drinks & Food Co., Ltd.	3	Other receivables	CNY 85,233	-	—
		Wuhan President Enterprises Food Co., Ltd.	3	Other receivables	CNY 65,564	-	—
		Guangzhou President Enterprises Co., Ltd.	3	Other receivables	CNY 65,564	-	—
		Kunshan President Enterprises Food Co., Ltd.	3	Other receivables	CNY 65,564	-	—
		Chengdu President Enterprises Food Co., Ltd.	3	Other receivables	CNY 65,564	-	—
		Hefei President Enterprises Co., Ltd.	3	Other receivables	CNY 32,782	-	—
		Harbin President Enterprises Co., Ltd.	3	Other receivables	CNY 32,782	-	—
		Shenyang President Enterprises Co., Ltd.	3	Other receivables	CNY 32,782	-	—
		Kunming President Enterprises Food Co., Ltd.	3	Other receivables	CNY 32,782	-	—

Number (Note2)	Name of counterparty	Name of transaction parties	Relationship (Note 3)	Transaction terms			
				Subject	Amount	Transaction terms	The percentage of total combined revenue or total assets (Note 4)
21	Uni-President Hong Kong Holdings Ltd.	President Enterprises (China) Investment Co., Ltd.	3	Other receivables	CNY 455,616	-	1%
22	Uni-President Foodstuff (BVI) Holdings Ltd.	Meishan President Feed & Oil Co., Ltd.	3	Other receivables	USD 3,500	-	—
23	Uni-President (Vietnam) Co., Ltd.	Binh Duong Tribeco Joint Stock Company	3	Other receivables	VND 100,000,000	-	—
24	President Enterprises (China) Investment Co.,Ltd.	Kunshan President Enterprises Food Co., Ltd.	3	Other receivables	CNY 104,880	-	—
		Wuhan President Enterprises Food Co., Ltd.	3	Other receivables	CNY 50,000	-	—
		Chengdu President Enterprises Food Co., Ltd.	3	Other receivables	CNY 50,000	-	—
		Integrated Marketing & Distribution Co.,Ltd.	3	Other receivables	CNY 31,200	-	—
25	Uni-President (Thailand) Ltd.	Uni-President Marketing Ltd.	3	(Sales)	(THB 280,835)	Closes its accounts 60 days after the end of each month	—
			3	Accounts receivable	THB 243,590	-	—
26	Binh Duong Tribeco Joint Stock Company	North Tribeco Joint Stock Company	3	Other receivables	VND 50,000,000	-	—
27	Jiangsu Ton Yi Tinplate Co., Ltd.	Wuxi Ton Yi Industrial Packaging Co., Ltd.	3	Accounts receivable	USD 3,543	-	—
28	Kunshan President Enterprises Food Co., Ltd.	Zhengzhou President Enterprises Food Co., Ltd.	3	(Sales)	(CNY 23,861)	Closes its accounts 15 days after the end of each month	—
			3	Accounts receivable	CNY 27,173	-	—
		Taizhou President Enterprises Co., Ltd.	3	Other receivables	CNY 46,580	-	—
29	Hefei President Enterprises Co., Ltd.	Kunshan President Enterprises Food Co., Ltd.	3	(Sales)	(CNY 67,516)	Closes its accounts 60 days after the end of each month	—
			3	Accounts receivable	CNY 60,252	-	—

Number (Note2)	Name of counterparty	Name of transaction parties	Relationship (Note 3)	Transaction terms: Subject	Amount	Transaction terms	The percentage of total combined revenue or total assets (Note 4)
30	Shenyang President Enterprises Co., Ltd.	Beijing President Food Co., Ltd.	3	(Sales)	(CNY 43,978)	Closes its accounts 15 days after the end of each month	—
			3	Accounts receivable	CNY 34,366	-	—
31	Zhengzhou President Enterprises Food Co., Ltd.	Beijing President Food Co., Ltd.	3	(Sales)	(CNY 26,215)	Closes its accounts 60 days after the end of each month	—
32	Shanghai E & P Trading Co., Ltd.	Kunshan President Enterprises Food Co., Ltd.	3	(Sales)	(CNY 49,249)	Closes its accounts 60 days after the end of each month	—
		Beijing President Enterprises Drinks & Food Co., Ltd.	3	(Sales)	(CNY 41,635)	Closes its accounts 15 days after the end of each month	—
			3	Accounts receivable	CNY 34,034	-	—
		Wuhan President Enterprises Food Co., Ltd.	3	(Sales)	(CNY 34,406)	Closes its accounts 60 days after the end of each month	—
		Hefei President Enterprises Co., Ltd.	3	(Sales)	(CNY 20,889)	Closes its accounts 15 days after the end of each month	—
33	Beijing President Enterprises Drinks and Food Co., Ltd.	Beijing President Food Co., Ltd.	3	Other receivables	CNY 40,000	-	—
34	Uni-Splendor Corp.	Ever-Splendor Electrics (Shenzhen) Co., Ltd.	3	(Sales)	(USD 6,494)	According to the state of fund	—
			3	Accounts receivable	USD 41,312	-	—
		Uni-Splendor Technology (Huizhou) Corp.	3	(Sales)	(USD 10,878)	According to the state of fund	—
			3	Accounts receivable	USD 114,469	-	1%
35	Grand-Prosper (HK) Ltd.	Uni-Splendor Corp.	3	Accounts receivable	USD 99,540	-	1%
36	Uni-Splendor Technology (Huizhou) Corp.	Uni-Splendor Corp.	3	(Sales)	(CNY 212,474)	According to the state of fund	(1%)
37	Ever-Splendor Electrics (Shenzhen) Co., Ltd.	Uni-Splendor Corp.	3	(Sales)	(CNY 134,236)	According to the state of fund	(1%)
			3	Accounts receivable	CNY 28,634	-	—

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

(Note 2):The transcation informations of the Company and the consolidated subsidiaries should be nated 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 relationship between the transcation 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 transcation 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. OPERATING SEGMENT INFORMATION

(1)Basic Information

The management of the Company has identified the operating segments based on how the Company's chief operating decision marker 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 March 31, 2012						
	Feeds	Foods	Electric Appliances	General investments	Chain stores	Circulation	Distribution
Revenue from external customers	$ 3,567,109	$ 38,721,445	$ 1,709,573	$ 70,398	$ 32,082,419	$ 12,651,996	$ 811,413
Revenue from internal customers	176,145	60,635	-	-	166,672	1,157,833	23,658,836
Segment revenue	$ 3,743,254	$ 38,782,080	$ 1,709,573	$ 70,398	$ 32,249,091	$ 13,809,829	$ 24,470,249
Segment income	$ 144,093	$ 2,411,002	($ 183,207)	($ 778,725)	$ 2,006,993	$ 536,419	$ 150,044
Segment assets	$ 6,711,912	$ 84,928,198	$ 8,097,747	$ 6,095,294	$ 39,729,316	$ 16,831,955	$ 8,130,120

	As of and for the year ended March 31, 2012						
	Tinplates	Filling Stations	Leisure Business Development	Pharmaceutical Department	Others	Adjustment and Elimination	Consolidated
Revenue from external customers	$ 6,584,469	$ 3,484,084	$ 1,597,578	$ 993,488	$ 15,818,920	($ 14,831,295)	$ 103,261,597
Revenue from internal customers	-	-	-	-	1,039,524	(26,259,645)	-
Segment revenue	$ 6,584,469	$ 3,484,084	$ 1,597,578	$ 993,488	$ 16,858,444	($ 41,090,940)	$ 103,261,597
Segment income	$ 255,403	$ 36,942	($ 56,607)	$ 306,507	$ 825,201		$ 5,654,065
Segment assets	$ 37,321,594	$ 2,718,735	$ 31,381,057	$ 9,550,719	$ 33,274,049		$ 284,770,696

	As of and for the year ended March 31, 2011						
	Feeds	Foods	Electric Appliances	General investments	Chain stores	Circulation	Distribution
Revenue from external customers	$ 5,117,426	$ 32,290,732	$ 1,718,030	$ 810,705	$ 28,175,935	$ 11,581,379	$ 885,748
Revenue from internal customers	495,044	78,689	-	-	108,138	1,025,973	20,053,670
Segment revenue	$ 5,612,470	$ 32,369,421	$ 1,718,030	$ 810,705	$ 28,284,073	$ 12,607,352	$ 20,939,418
Segment income	$ 157,387	$ 1,197,952	($ 119,270)	$ 361,485	$ 2,038,709	$ 545,478	$ 137,897
Segment assets	$ 6,867,384	$ 65,387,426	$ 9,115,073	$ 4,716,160	$ 39,462,704	$ 15,007,809	$ 7,668,497

	As of and for the year ended March 31, 2011						
	Tinplates	Filling Stations	Leisure Business Development	Pharmaceutical Department	Others	Adjustment and Elimination	Consolidated
Revenue from external customers	$ 6,060,257	$ 3,229,137	$ 1,368,314	$ 800,219	$ 10,904,246	($ 10,810,149)	$ 92,131,979
Revenue from internal customers	-	-	-	-	872,291	(22,633,805)	-
Segment revenue	$ 6,060,257	$ 3,229,137	$ 1,368,314	$ 800,219	$ 11,776,537	($ 33,443,954)	$ 92,131,979
Segment income	$ 342,562	$ 23,270	($ 136,691)	$ 194,285	($ 238,655)		$ 4,504,409
Segment assets	$ 36,479,438	$ 2,394,629	$ 32,294,910	$ 7,191,303	$ 28,260,393		$ 254,845,726

(4)Reconciliation 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 three-month periods ended March 31	
	2012	2011
Income of reportable segments	$ 4,828,864	$ 4,743,064
Income of other operating segments	825,201	(238,655)
Elimination of intersegment transactions	(19,326)	(131,401)
Investment income	433,218	211,229
Interest expense	(504,548)	(403,173)
Other non-operating income	430,237	747,110
Other non-operating expenses	(495,700)	(379,317)
Income before income tax	$ 5,497,946	$ 4,548,857

(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 :

	March 31, 2012	March 31, 2011
Assets of reportable segments	$ 251,496,647	$ 226,585,333
Assets of other operating segments	33,274,049	28,260,393
Long-term equity investments accounted for under the equity method	27,374,340	25,677,588
Unallocated items	14,338,818	15,911,595
Total assets	$ 326,483,854	$ 296,434,909

(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.

13. PRE-DISCLOSURE FOR ADOPTION OF INTERNATIONAL FINANCIAL REPORTING STANDARDS

Pursuant to the regulations of the Financial Supervisory Commission, Executive Yuan, R.O.C., effective January 1, 2013, a public company whose stock is listed on the Taiwan Stock Exchange Corporation or traded in the GreTai Securities Market should prepare financial statements in accordance with the International Financial Reporting Standards, International Accounting Standards, relevant interpretations and interpretative bulletins (collectively as referred herein as “IFRSs”), and “Rules Governing the Preparation of Financial Statements by Securities Issuers” that will be applied in 2013 that are ratified by the Financial Supervisory Commission.

The Company discloses the following information in advance prior to the adoption of IFRSs under the requirements of Jin-Guan-Zheng-Shen-Zi Order No. 0990004943 of the Financial Supervisory Commission, dated February 2, 2010:

A.Major contents and status of execution of the Company’s plan for IFRSs adoption:

The Company has formed an IFRSs group headed by the Company’s financial planning division, which is responsible for setting up a plan relative to the Company’s transition to IFRSs, and the audit division is responsible for supervising the transition. The major contents and status of execution of this plan are outlined below:

Working Items for IFRSs Adoption	Status of Execution
1. Formation of an IFRSs group	Completed
2. Setting up a plan relative to the Company’s transition to IFRSs	Completed
3. Identification of the differences between current accounting policies and IFRSs	Completed
4. Identification of consolidated entities under the IFRSs framework	Completed
5. Assessment of the impact of each exemption and option on the Company under IFRS 1 – First-time Adoption of IFRSs	Completed
6. Assessment of changes required in the information system related to adoption of IFRSs	Completed
7. Assessment of changes required in internal control related to adoption of IFRSs	Completed
8. Establish IFRSs accounting policies	Completed
9. Selection of exemptions and options available under IFRS 1 – First-time Adoption of IFRSs	Completed
10. Preparation of opening date statement of financial position under IFRSs	Completed
11. Preparation of IFRSs comparative financial information under IFRSs for 2012	In progress
12. Completion of relevant internal control (including financial reporting process and relevant information system) adjustments	Completed

B.Significant differences and effect that may arise between current accounting policies under R.O.C. GAAP and the ones under IFRSs and “Rules Governing the Preparation of Financial Statements by Securities Issuers” that will be used in the preparation of financial statements in the future:

The Company uses the IFRSs already ratified currently by the Financial Supervisory Commission and the “Rules Governing the Preparation of Financial Statements by Securities Issuers” that will be applied in 2013 as the basis for evaluation of material differences in accounting policies as mentioned above. However, the Company’s current assessment results may be different from the actual differences that may arise when new issuances of or amendments to IFRSs are subsequently ratified by the Financial Supervisory Commission or relevant interpretations or amendments to the “Rules Governing the Preparation of Financial Statements by Securities Issuers” come in the future.

Significant differences identified by the Company that may arise between current accounting policies under R.O.C. GAAP and the ones under IFRSs and "Rules Governing the Preparation of Financial Statements by Securities Issuers" that will be used in the preparation of financial statements in the future , taking into account the exemptions under IFRS 1, "First-time Adoption of International Financial Reporting Standards" (Note 13(3)), are set forth below:

1.Significant differences reconciliation of its balance sheet as of January 1, 2012:

Item	ROC GAAP	Effects	IFRSs	Note
Assets				
Deferred income tax assets -current	$ 1,176,938	($ 1,176,938)	$ -	(1)
Available-for-sale financial assets - non-current	8,068,438	1,529,970	9,598,408	(2)
Financial assets carried at cost - non-current	4,169,076	(2,209,505)	1,959,571	(2),(3)
Total property, plant and equipment, net	126,234,975	(12,037,821)	114,197,154	(4),(5) (6)
Investments in real estate	-	20,527,191	20,527,191	(5)
Other intangible assets	11,144,394	(8,456,137)	2,688,257	(6),(7)
Long-term prepaid rent expenses	-	9,084,112	9,084,112	(7)
Assets leased to others	9,079,026	(9,066,282)	12,744	(5)
Idle assets	1,194,099	(1,194,099)	-	(5)
Deferred income tax assets - non-current	410,589	2,002,582	2,413,171	(1),(8) (9),(10)
Others assets - prepayments for equipment	-	1,846,923	1,846,923	(4)
Others	159,378,743	598,802	159,977,545	(3),(5) (9),(10)
Total assets	$ 320,856,278	$ 1,448,798	$ 322,305,076	

Item	ROC GAAP	Effects	IFRSs	Note
Liabilities				
Accrued expences	$ 19,864,173	$ 1,239,723	$ 21,103,896	(8),(9)
Land value incremental reserve	2,169,441	(2,169,441)	-	(1)
Accrued pension liabilities	3,640,433	4,984,006	8,624,439	(10)
Deferred income tax liabilities - non-current	865,506	1,607,494	2,473,000	(1),(9) (10)
Others	175,317,251	407,188	175,724,439	(1)
Total liabilities	$ 201,856,804	$ 6,068,970	$ 207,925,774	
Stockholders' Equity				
Capital reserve from long-term investment	$ 5,976,770	($ 5,976,770)	$ -	(11)
Special reserve	105,429	4,073,027	4,178,456	(14)
Undistributed earnings	10,847,205	242,484	11,089,689	(3),(8) (9),(10) (11),(12) (13),(14)
Cumulative translation adjustments	1,614,590	(1,614,590)	-	(12)
Unrecognized pension cost	(2,242,758)	2,242,758	-	(10)
Unrealized revaluation increments	2,458,437	(2,458,437)	-	(13)
Minority interest	45,652,329	(1,457,220)	44,195,109	(8),(9) (10)
Others	54,587,472	328,576	54,916,048	(2),(11)
Total stockholders' equity	$ 118,999,474	($ 4,620,172)	$ 114,379,302	

Notes to the reconciliation:

(1)Income taxes

(a) In accordance with current accounting standards in R.O.C., a deferred tax asset or liability should, according to the classification of its related asset or liability, be classified as current or noncurrent. However, a deferred tax asset or liability that is not related to an asset or liability for financial reporting, should be classified as current or noncurrent according to the expected period to realize or settle a deferred tax asset or liability. However, under IAS 1, “Presentation of Financial Statements”, an entity should not classify a deferred tax asset or liability as current. Therefore, the Company reclassified deferred income tax assets-current of $1,176,938 to deferred income tax assets-non-current and deferred income tax liabilities - current of $9,158 (as “Liabilities-Other” listed above) to deferred income tax assets - non-current at the date of transition to IFRSs. Further, in accordance with IAS 12, “Income

Taxes”. Therefore, the Company decreased deferred income tax assets - non-current and deferred income tax liabilities - non-current by $724,222 at the date of transition to IFRS.

(b)The Company revalued its land based on related laws and regulations, which requires it to estimate the land value incremental tax on the revaluation date. Pursuant to the current accounting standards in ROC, such tax is treated as a reserve and presented as “Land value incremental reserve” under long-term liabilities. The nature of such estimated future tax is deferred tax and should be presented as “Deferred tax liabilities” in accordance with IAS 12, “Income Taxes”. Therefore, the Company reclassified land value incremental reserve of $2,169,441 to deferred income tax liabilities-non-current at the date of transition to IFRSs.

(2)Financial assets: equity instruments

In accordance with the amended “Rules Governing the Preparation of Financial Statements by Securities Issuers”, dated July 7, 2011, unlisted stocks and emerging stocks held by the Company should be measured at cost and recognized in “Financial assets carried at cost”. However, in accordance with IAS 39, “Financial Instruments: Recognition and Measurement”, investments in equity instruments without an active market but with reliable fair value measurement (i.e. the variability of the estimation interval of reasonable fair values of such equity instruments is insignificant, or the probability for these estimates can be made reliably) should be measured at fair value. In accordance with the amended “Rules Governing the Preparation of Financial Statements by Securities Issuers”, dated December 22, 2011, the Company designated Financial assets carried at cost-non-current of $1,510,181 as Available-for sale financial assets-non-current, and adjusted the difference between fair value and book value as an increase in Other equity by $19,789 (as “Equity-Others listed above).

(3)Investments in associates/long-term equity investments accounted for under equity method

In accordance with current accounting standards in R.O.C., the Company did not use the equity method for investments in which the Company's ownership was less than 20%. However, in accordance with IAS 28, “Investments in Associates”, when the investor has significant influence over the investee, the investee should be accounted for under the equity method. Therefore, the Group reclassified Financial assets carried at cost - non-current of $699,324 to the associates investment at the date of transition to IFRSs. Long-term equity investments accounted for under the equity method (as “Assets-Others” listed above) was increased by $1,171,025 based on the book value at transition date, and distributed the difference of $471,701 as an increase in Undistributed earnings.

(4)Prepayments for equipment

The Company purchased fixed assets and prepaid amounts, pursuant to the “Rules Governing the Preparation of Financial Statements by Securities Issuers”. Such prepayment is presented as “Fixed asset”. Based on the nature of the transactions, the prepayments should be recognized as “Other assets”. Therefore, the groups reclassified construction in progress and prepayments for equipment of $1,846,923 to other assets - prepayment for equipment at the date of transition to

IFRSs.

(5)Investment property and Idle assets

In accordance with current accounting standards in R.O.C., the Company's property that is leased to others is presented in 'Fixed assets' and 'Assets leased to others' account. In accordance with Rules Governing the Preparation of Financial Statements by Securities Issuers, idle assets are presented in Other assets - idle assets and Other assets - other. In accordance with IAS 40, "Investment Property", property that meets the definition of investment property is classified and accounted for as 'Investment property'. Based on the amendment of the "Rules Governing the Preparation of Financial Statements by Security Issuers", idle assets shall be transferred to other assets. Therefore, the Company reclassified Fixed assets of $9,717,130, Leased assets of $9,066,282, Idle assets of $1,033,361 and Other assets-other of $710,418 (as "Assets-others" listed above) to Investment property of $20,527,191, and reclassified Idle assets of $160,738 to Fixed assets at the date of transition to IFRSs.

(6)Service concession arrangements

The Company contracted with the government to provide construction of the government's infrastructure assets for public services and operate those assets for 50 years after construction is completed. When the term of operating period expires, the underlying infrastructure assets will be transferred to the government without consideration. In accordance with IFRIC 12, "Service Concession Arrangements", construction costs of a service concession arrangement shall be allocated to construction services and operating services based on their relative fair values, and the operator subsequently recognizes and measures revenue in accordance with IAS 11, "Construction Contracts", and IAS 18, "Revenue", respectively, for the services it performs. The fair values are determined based on the way the grantor pays considerations to the operator specified in the agreement, and are recognized as intangible assets. Therefore, the Company reclassified Fixed assets of $627,975 to Other intangible assets at the date of transition to IFRSs.

(7)Long-term prepaid rent expenses

In accordance with current accounting standards in R.O.C., the Company's payments to obtain the land use rights and prepayments to leased lands are presented in "Other intangible assets". However, in accordance with IAS 17, "Leases", such long operating lease should be treated as long-term prepaid rent. Therefore, the Company reclassified "Other intangible assets" of $9,084,112 to "Long-term prepaid rent expenses" at the date of transition to IFRSs.

(8)Accumulated unused compensated absences

The current accounting standards in R.O.C. do not specify the rules on the cost recognition for accumulated unused compensated absences. The Company recognized such costs as expenses upon actual payment. However, IAS 19, "Employee Benefits", requires that the costs of accumulated unused compensated absences should be accrued as expenses at the end of the reporting period. Therefore, the Company increased deferred income tax asset - non-current by $90,507 and accounts payable by $528,974, and decreased undistributed earnings by $302,525 and minority interest by $135,942 at the date of the transition to IFRSs.

(9)Leases

In accordance with current accounting standards in R.O.C., for the Company's long-term lease contracts with variable rents which are adjusted year by year, the lease payment is recognized as an revenues or expense for each term based on each term's rent agreement. However, in accordance with IAS 17, "Leases", all lease payments stipulated in the lease contracts should be recognized as revenue or expense over the lease term on a straight-line basis. Therefore, the Company increased other receivables by $811,429 (as "assets-other" listed above), deferred income tax assets - non-current by $76,997, accrued expenses by $710,749, deferred income tax liabilities - non-current by $138,402 and undistributed earnings of $109,817; and decreased prepaid rent expenses by $2,350 (as "assets-Other" listed above) and minority interest by $72,892.

(10)Pensions

The discount rate used to calculate pensions shall be determined with reference to the factors specified in R.O.C. SFAS 18, paragraph 23. However, IAS 19, "Employee Benefits", requires an entity to determine the rate used to discount employee benefits with reference to market yields on high quality corporate bonds that match the currency at the end day of the reporting period and duration of its pension plan. The Company selected to recognize all unrecognized transitional net benefit obligation and cumulative actuarial gains and losses relating to employee benefits at the date of transition to IFRSs. Besides, the Company shall reserve the minimum amount of pension liability that is required to be recognized on the balance sheet in accordance with current accounting standards in R.O.C.. Therefore, at the date of transition to IFRSs, the Company increased deferred income tax assets - non-current by $1,288,357, accrued pension liabilities by $4,984,006, deferred income tax liabilities - non-current by $5,742, unrecognized pension cost by $2,214,915 and minority interest by $75,590; and decreased deferred pension cost of $160,627 (as "assets-others" listed above), other assets - other of $151,636 (as "assets-others" listed above), undistributed earnings of $5,102,300 and minority interest of $1,201,859. In addition, the Company decreased long-term equity investments accounted for under the equity method, and undistributed earnings by $361,995 in accordance with the holding percentage.

(11)Capital reserve from long-term investments

In accordance with current accounting standards in R.O.C., when an equity method investee (an associate or a subsidiary) issues new shares and the Company does not subscribe or acquire the new shares proportionately but still retains significant influence, which results in a change in the Company's holding percentage and its interest in the investee's net assets, such difference shall be adjusted to the 'Additional paid-in capital' and the 'Long-term equity investments' accounts. However, in accordance with IAS 28, "Investments in Associates", an increase in investment percentage is accounted for as an acquisition of investment; while, decrease in investment percentage is accounted for as a disposal of investment and any related disposal gain or loss is recognized. The Company elected the exemption of business combination and did not retrospectively apply IFRSs to its investment transactions before January 1, 2012. As a result, the Company reclassified to “Undistributed earnings” the amount of $5,666,186 from “Capital reserve from long-term investments” due to changes in shareholding percentage of equity method investees. In addition, according to the revised “Rules Governing the Preparation of Financial Statements by Securities Issuers”, the remaining balance of “Capital reserve from long-term investments” amounting to $310,584 should be reclassified to other equity accounts based on its nature (as “Equity-other” listed above).

(12)Cumulative translation adjustments

The Company selected to reset the cumulative translation differences from foreign operations to zero at the date of transition to IFRSs, in accordance with IAS 21 - The Effects of Changes in Foreign Exchange Rates. Therefore, the Company decreased cumulative translation adjustments by $1,614,590 and increased undistributed earnings by $1,614,590 at the date of transition to IFRSs.

(13)Asset revaluations

In accordance with IFRS 1 - First-time Adoption of International Financial Reporting Standards, pursuant to the current accounting standards in ROC, Property, Plant and Equipment have been revalued before the date of transition to IFRSs that decide use the revaluation increments as deemed cost on valuation date. Therefore, the Company decreased unrealized revaluations increments and undistributed earnings by $2,458,437, respectively, at the date of transition to IFRSs.

(14)Special reserve

In accordance with the Jin-Guan-Zheng-Fa-Zi Order No.1010012865, dated April 6, 2012, the Company set aside special reserre of $4,073,027, as the Company selected to reclassify the transition differences of items 12 and 13 above to “retained earnings” account.

2.The Company has not finished the reconciliation of balance sheet accounts as at March 31, 2012 and income statement accounts for the three-month period ended March 31, 2012 with significant differences in accounting policies adopted. Accordingly, these are not disclosed.

C.According to IFRS 1 – First-time Adoption of International Financial Reporting Standards and “Rules Governing the Preparation of Financial Statements by Securities Issuers” that are expected to applied in 2013, the Company selected the following exemptions:

1.Business combinations

The Company selected not to apply IFRS 3, “Business Combinations” retrospectively to business combinations which occurred before January 1, 2012 (the date of transition to IFRSs).

2.Share-based payment

For vested equity instruments and granted liabilities from shared-based payment transactions before January 1, 2012, the Company has selected not to apply IFRS 2, “Share-based Payment.”

3.Deemed cost

For the Company's property, plant and equipment and investment property (which is classified under Property, plant and equipment under R.O.C. GAAP) which have been revalued before January 1, 2012, the revalued amount of assets will be used as the deemed cost on the revaluation date.

4.Leases

The Company elected to apply the transitional rules of IFRIC 4, "Determining whether an Arrangement Contains a Lease". The Company will determine whether a leased arrangement exists based on the economic substance at the transition date.

5.Employee benefits

The Company elected to recognize all cumulative actuarial gains and losses relating to employee benefits plan as retained earnings at the date of transition to IFRSs. In accordance with IAS 19, "Employee Benefits" paragraph 120A, the Company discloses present value of defined benefit obligation, fair value of the employee benefit plan assets, surplus or deficit in the employee benefit plan and experience adjustments determined for each accounting period prospectively from the transition date.

6.Cumulative translation differences

The Company elected to reset the cumulative translation differences to zero at the date of transition to IFRSs, thereafter the exchange differences will comply with ISA 21, "The Effects of Changes in Foreign Exchange Rates".

7.Company's Adoption of IFRSs later than subsidiaries

As the Company has adopted IFRSs for the first-time later than its subsidiaries, in its consolidated financial statements, the Company measures the assets and liabilities of the subsidiaries at the same carrying amounts as in the financial statements of the subsidiaries, after adjusting for consolidation and equity accounting adjustments and for the effects of the business combination in which the entity acquired the subsidiaries.

8.Compound financial instruments

For the liability portion of compound financial instruments which is not outstanding at the date of transition to IFRSs, the Company elected not to separate the liability component from the equity component.

9.Designated financial instrument

The Company has designated certain "Financial assets carried at cost" as "Available-for-sale financial assets".

10.The Company complies with IAS 37, "Provisions, Contingent Liabilities and Contingent Assets" to measure the decommissioning obligations of property, plant and equipment at the date of transition to IFRSs.

11.Borrowing costs

The Company has choosen to apply the transitional rules (paragraph 27.28) of IAS No. 23, "Borrowing costs", and comply with the principal from the date of transition to IFRSs.

12. Transfers of assets from customers

The Company elects to apply the transitional rule (paragraph 22) of IFRIC No. 18, "Transfers of Assets from Customers", and comply with the principal from the date of transition to IFRSs.

The optional exemptions mentioned above may change because FSC may issue new rules governing the adoption of IFRSs or other changes of the economic environment can lead to different choices at the transition date.