



# Capital Raising

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## I. Capital and Shares

### (I) Source of Capital

Currency: NT\$

Month and Year	Issuance Price	Authorized Share Capital		Paid-up Capital	
		No. of Shares	Amount	No. of Shares	Amount
December 2014	NT\$ 10	10 billion shares	NT\$ 100 billion	4 billion shares	NT\$ 40 billion
March 2015	NT\$ 10	10 billion shares	NT\$ 100 billion	6.5 billion shares	NT\$ 65 billion(*)

\* Total amount of NT\$ 65 billion after capital surplus transferred to capital on March 31, 2015, as approved by Ministry of Economic Affairs *Shangzhi* Letter No. 10401069170 dated May 8, 2015.

### (II) Share Capital Structure, distribution of shares ownership and a list of major Shareholders:

On March 31, 2015, we transferred a total amount of NT\$ 25 billion of capital surplus to capital, making a total paid-up capital of NT\$ 65 billion. The company is 100% owned by the MOTC, and the shares are not available for the public.

### (III) Market Price, Net Worth, Earnings, and dividends per Share in the Past 2 Years:

Unit: NT\$

Item		2014	2015	
Net Worth per Share	Before Distribution	23.17	22.86	
	After Distribution	22.11	**	
Earnings per Share	Weighted Average No. of Shares	4 billion shares	6.5 billion shares	
	Earnings before Adjustment	3.00	1.79	
	Earnings after Adjustment ***	1.85		
Dividends per Share *	Cash Dividends	1.06	**	
	Stock Grant	Stock Dividend from Retained Earnings	1.075	**
		Stock Dividend from Capital Reserve	5.175	**
	Accumulated Dividends	—	**	

\* CHP is 100% owned by MOTC, neither a public-listed nor an OCT company. Therefore there is no market price information available.

\*\* The 2015 earnings have not been distributed.

\*\*\* On March 31, 2015, the company transferred a total amount of NT\$ 25 billion of capital surplus to capital, making a total paid-up capital of NT\$ 65 billion. Therefore there are readjustments in 2014's Net Worth per Share, Earnings per Share, and Dividends per Share.

### (IV) Policies and Implementation of Dividends

1. In accordance with Article 18 of the company's Articles of Incorporation, after payment of taxes and before the distribution of surplus, the company shall allocate 25% of the surplus as legal reserve.

2. In accordance with the "Guidelines for Profits from State-Owned Enterprises to be Paid to the Treasury", any surplus after replenishment of loss of previous years and allocation for legal reserve shall be paid to the National Treasury. The amount to be paid should be specified in the annual financial statement, and the payment should be made within a month of the end of the fiscal year. In the event that there is a difference in amount as determined by the Directorate General of Budget, Accounting, and Statistics of the Executive Yuan and the National Audit Office of the Control Yuan, the company should make up the difference or ask for refund within two weeks of the notice.
3. The following table summarizes the distribution of surplus cash in the past 5 years.

Unit: NT\$ 1,000

Item		2011	2012	2013	2014	2015*
Stock Dividends and Bonuses	Cash	6,071,640	7,580,690	6,703,709	6,866,130	
	Stock Grant				1,729,845	
Legal Reserve		2,159,563	2,399,447	3,015,165	3,024,329	
Special Reserve		407,050	17,652	2,341,786	2,206,856	
Surplus not Allocated		-	-	-	-	

\* The 2015 surplus has not been distributed.

- (V) The Effects of Stock Grant on the company's performance and earnings per share as put on agenda at the last shareholders' meeting: None
- (VI) Employees' bonuses, remunerations to directors and supervisors: None
- (VII) Share repurchase: None

**II. Financial Bonds: None****III. Preferred Shares: None****IV. Overseas Depositary Receipts: None****V. Employee Stock Option Certificates: None****VI. Mergers and Acquisitions of other Financial Institutions: None****VII. Plans for Capital Investment and Utilization: None**