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I. Financial Highlights

Unit: NT\$ Million

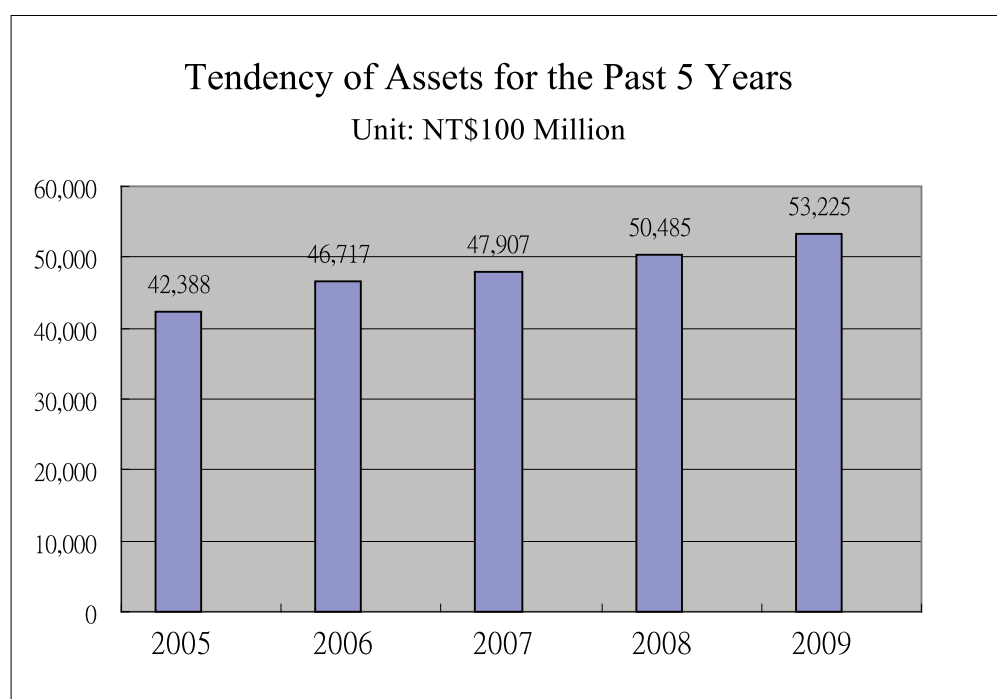
Item	FY2009	FY2008	FY2007	FY2006	FY2005
Assets	5,322,510	5,048,487	4,790,730	4,671,719	4,238,799
Discounts and Loans	40,682	37,873	36,158	31,556	27,129
Funds and Investment	1,970,049	1,562,558	1,466,042	1,745,657	1,289,269
Liabilities	5,213,609	5,019,877	4,675,281	4,556,989	4,160,834
Deposits and Remittances	4,543,373	4,447,242	4,135,015	4,041,748	3,678,068
Owners' Equity	108,901	28,610	115,449	114,730	77,965
Total Income	287,930	451,360	385,532	391,520	336,736
Interest Income	82,862	125,955	115,667	100,323	78,095
Total Expenses	277,205	441,224	369,308	377,826	323,918
Interest Expense	43,182	83,547	72,421	60,461	46,502
Net Income	10,725	10,136	16,224	13,694	12,818
Return on Assets	0.21%	0.21%	0.34%	0.31%	0.31%
Return on Equity	15.60%	14.07%	14.10%	14.21%	16.53%

Note: 1. Return on Assets = Net Income/Average Assets

2. Return on Equity = Net Income/Average Equity

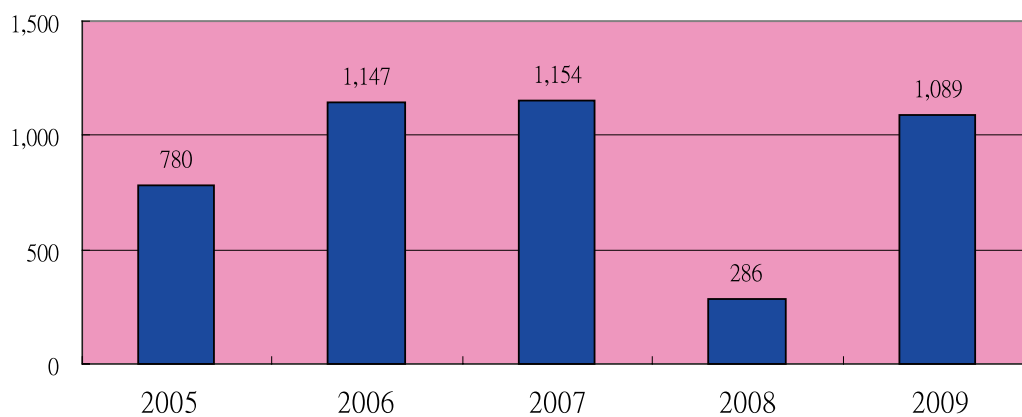
3. Total income includes Cumulative Effect of Accounting Principle Changes

4. Total expenses include income tax



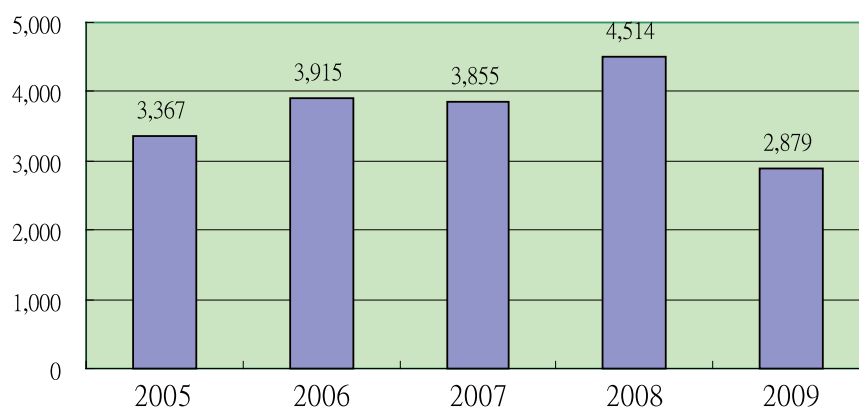
Tendency of Owners' Equity for the Past 5 Years

Unit: NT\$100 Million



Tendency of Total Income for the Past 5 Years

Unit: NT\$100 Million



Tendency of Net Profit of Current Term for the Past 5 Years

Unit: NT\$100 Million



II. Condensed Balance Sheets and Income Statements for the Past 5 Years

Condensed Balance Sheets

Unit: NT\$ 1,000

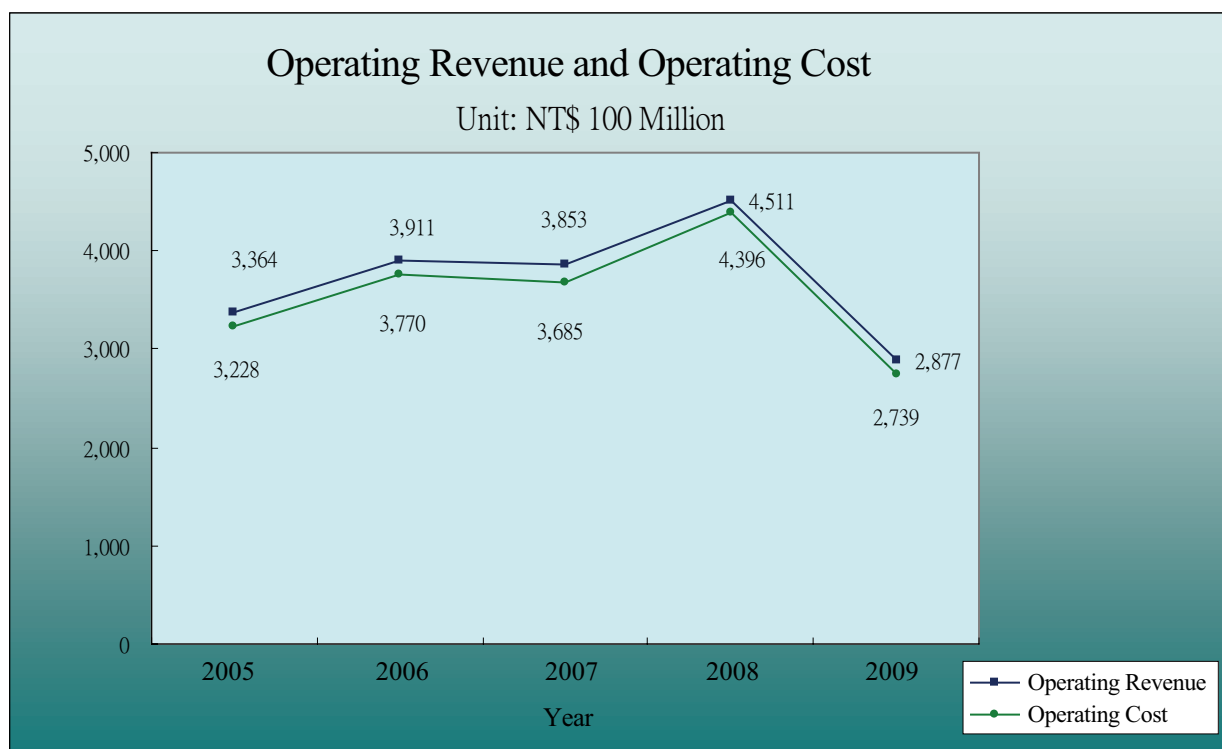
Item		2009	2008	2007	2006	2005
Cash and Due from Banks		779,279,331	913,632,363	1,081,870,182	1,088,177,887	1,242,700,971
Due from Central Bank		2,399,944,883	2,325,582,003	2,030,503,759	1,591,561,120	1,499,943,814
Financial Assets at Fair Value through Income Statement--Net		3,126,470	57,771,367	18,286,766	66,754,874	48,306,832
Reverse REPO		3,391,993	11,096,964	21,771,225	17,606,118	7,460,470
Discounts and Loans		40,682,067	37,872,854	36,158,062	31,556,398	27,128,862
Funds and Investments		1,970,049,319	1,562,557,584	1,466,042,312	1,745,657,463	1,289,268,505
Fixed Assets—Net		76,305,462	76,629,806	77,097,196	75,444,683	76,191,279
Other Assets		49,730,840	63,344,050	59,000,752	54,960,208	47,798,292
Deposits and Remittances		4,543,373,127	4,447,242,318	4,135,015,495	4,041,748,362	3,678,068,004
Operational Reserve		577,078,565	438,671,102	431,995,566	388,634,416	372,157,484
REPO		-	15,613,074	-	27,902,578	15,102,302
Other Liabilities		93,157,493	118,350,502	108,270,084	98,703,812	95,506,118
Capital		40,000,000	40,000,000	40,000,000	40,000,000	40,000,000
Capital Reserve		27,107,576	27,107,576	27,107,576	27,107,576	27,107,576
Retained Earnings	Before Distribution	34,561,577	31,001,898	32,858,546	26,904,964	22,824,640
	After Distribution	-	23,836,768	20,866,358	16,634,675	13,211,245
Other Owners' Equity		7,232,027	(62,334,349)	27,475,175	30,987,332	(2,353,704)
Assets		5,322,510,365	5,048,486,991	4,790,730,254	4,671,718,751	4,238,799,025
Liabilities	Before Distribution	5,213,609,185	5,012,711,866	4,663,288,957	4,546,718,879	4,151,220,513
	After Distribution	-	5,019,876,996	4,675,281,145	4,556,989,168	4,160,833,908
Owners' Equity	Before Distribution	108,901,180	35,775,125	127,441,297	124,999,872	87,578,512
	After Distribution	-	28,609,995	115,449,109	114,729,583	77,965,117

Note: 2009 retained earnings is a figure before dividends.

Condensed Income Statement

Unit: NT\$ 1,000

Item	2009	2008	2007	2006	2005
Operating Revenue	287,710,355	451,127,565	385,255,839	391,097,027	336,398,897
Operating Cost	273,891,172	439,642,915	368,534,662	377,030,766	322,847,299
Operating Profit	13,819,183	11,484,650	16,721,177	14,066,261	13,551,598
Non-operating Profit (Loss)	59,693	(26,445)	(36,718)	(464,898)	(696,632)
Income before Taxes	13,878,876	11,458,205	16,684,459	13,601,363	12,854,966
Income Tax Expenses	3,154,067	1,322,665	460,588	48,148	37,106
Net Income before Cumulative Effect of Accounting Principle Changes	10,724,809	10,135,540	16,223,871	13,553,215	12,817,860
Cumulative Effect of Accounting Principle Changes	-	-	-	140,501	-
Net Income	10,724,809	10,135,540	16,223,871	13,693,716	12,817,860
Earnings per Share (NT\$)	2.68	2.53	4.06	3.42	3.20

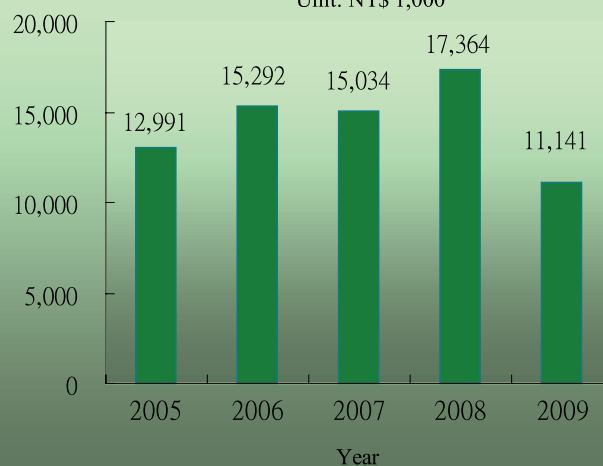


III. Financial Analysis for the Past 5 Years

Item		2009	2008	2007	2006	2005
Operating Capability	Turnover of Total Assets (time)	0.05	0.09	0.08	0.08	0.08
	Average Operating Revenue per Employee (NT\$1,000)	11,141	17,364	15,034	15,292	12,991
	Average Earnings per Employee (NT\$1,000)	415	390	633	535	495
Profitability	Return on Assets(%)	0.21	0.21	0.34	0.31	0.31
	Return on Stockholders' Equity(%)	15.60	14.07	14.10	14.21	16.53
	Net Income Ratio(%)	3.73	2.25	4.21	3.50	3.81
	Earning per share(NT\$)	2.68	2.53	4.06	3.42	3.20
Growth Rate	Asset Growth Rate	5.43	5.38	2.55	10.21	8.12
	Profit Growth Rate	21.13	-31.32	22.67	5.81	1.04

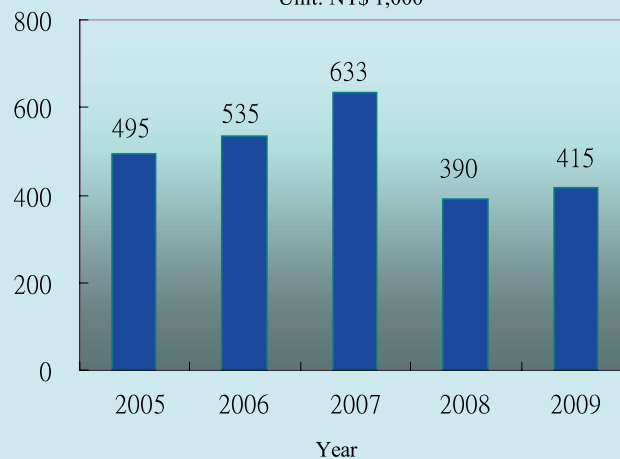
Average Operating Revenue per Employee

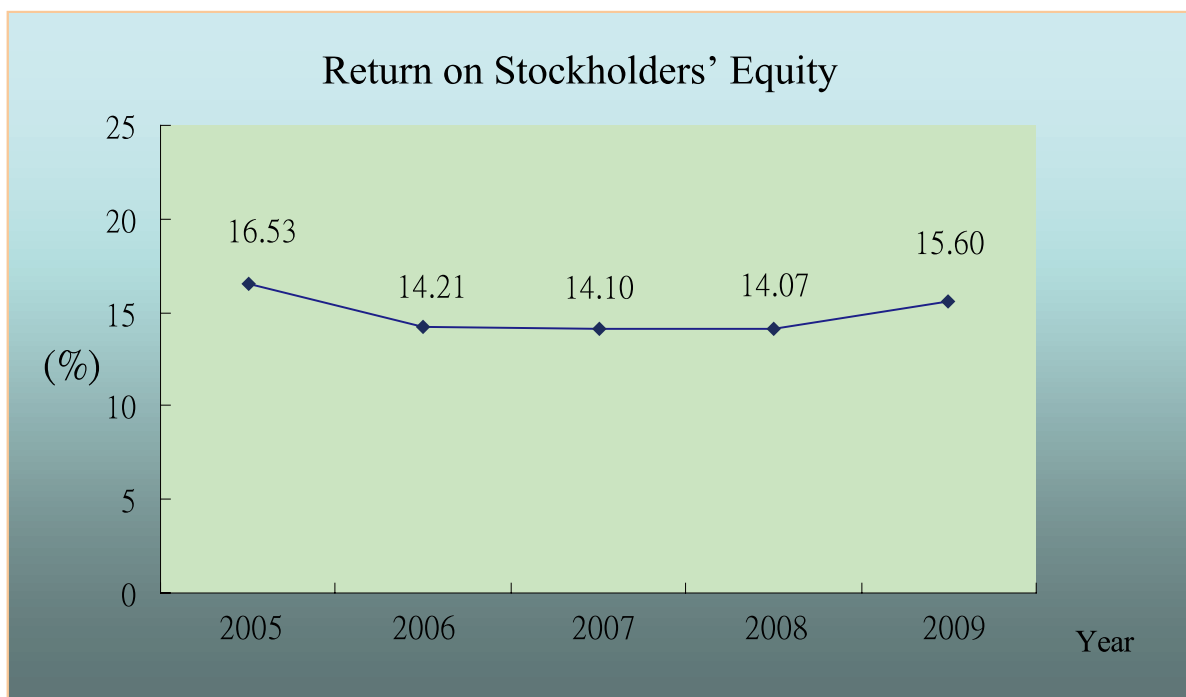
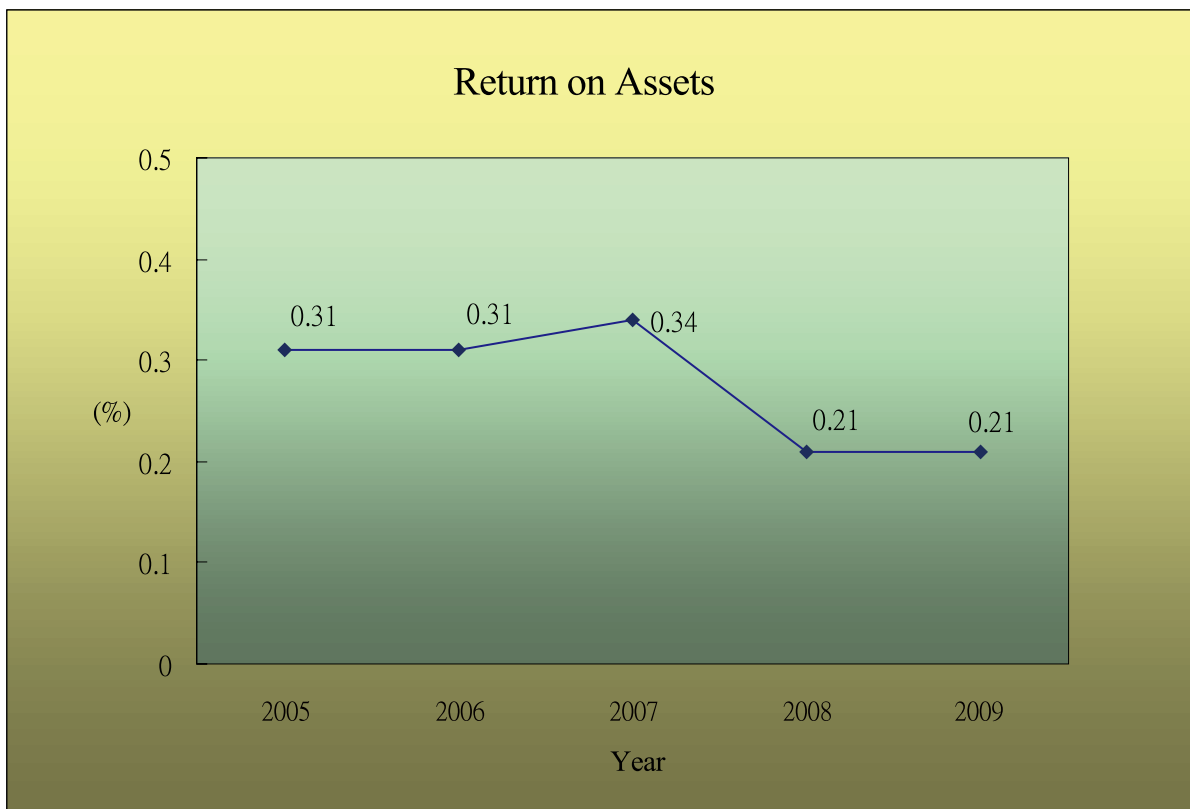
Unit: NT\$ 1,000

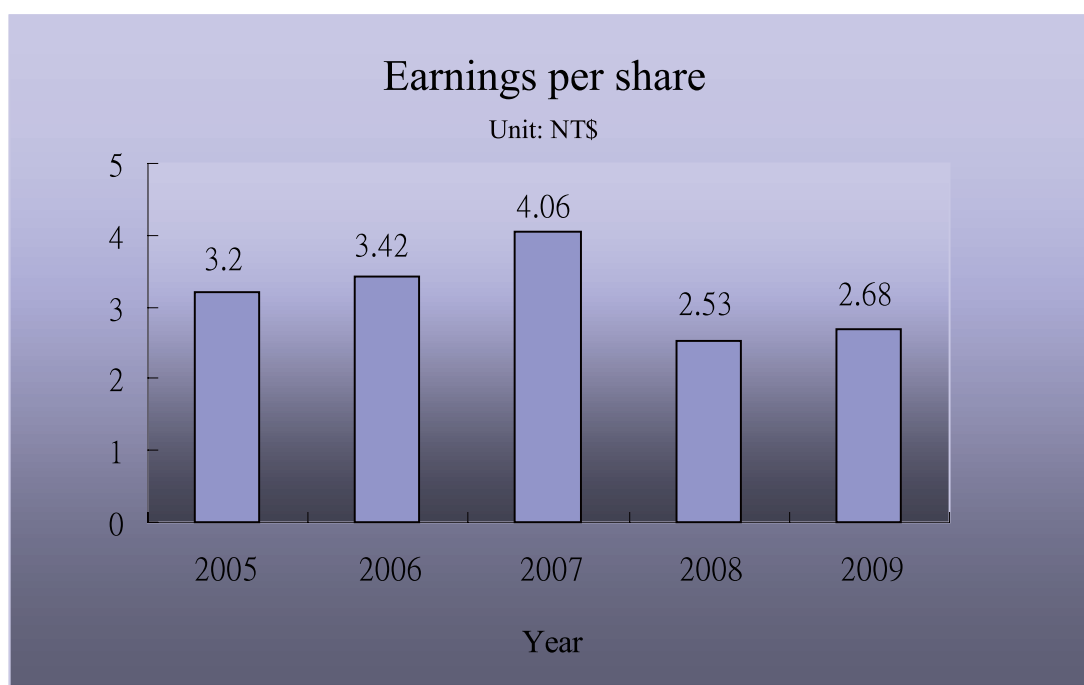
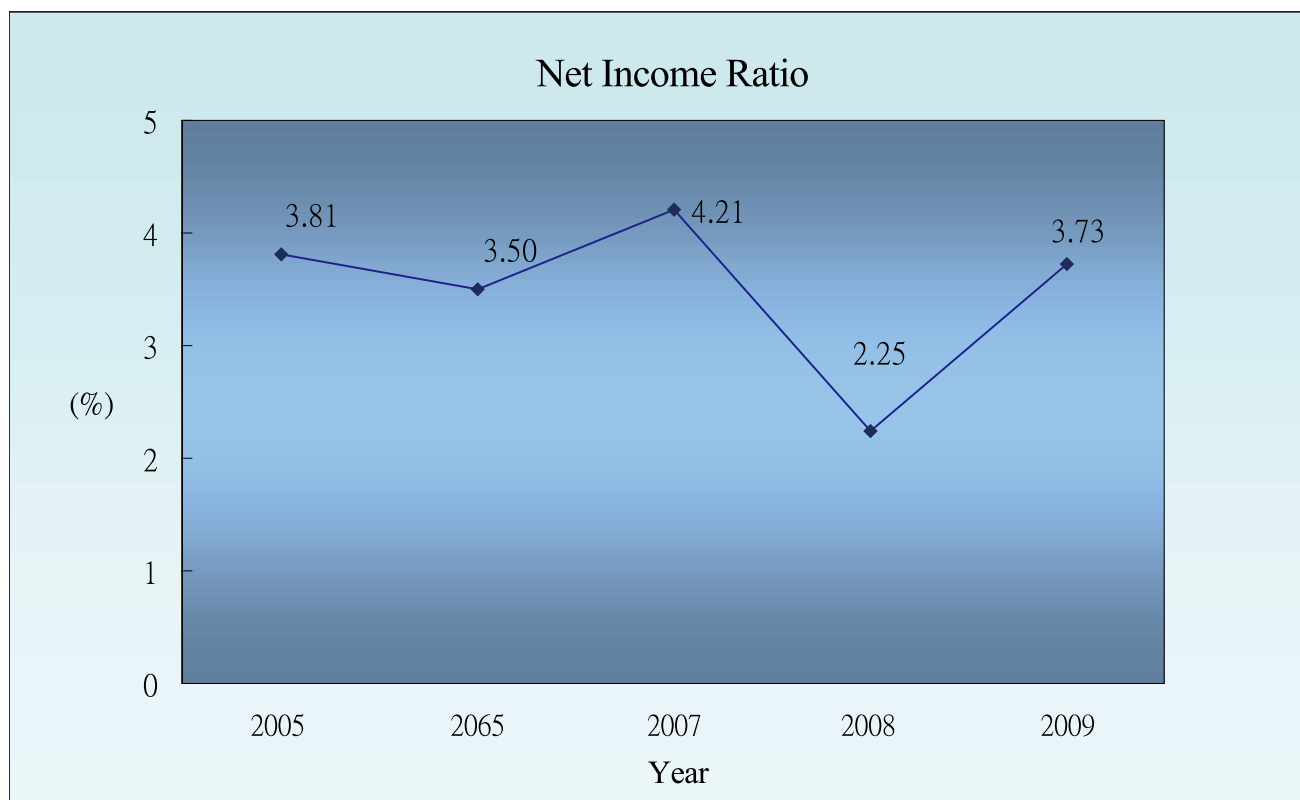


Average Earning per Employee

Unit: NT\$ 1,000







IV. Supervisors' Audit Report

2009 Supervisors' Audit Report for Chunghwa Post Co., Ltd.

Chunghwa Post Co., Ltd. has duly submitted the business report, financial statements and a dividend distribution proposal for 2009 prepared by the company's board of directors. Pursuant to Article 20 of the Company Act, certified public accountant W.C. Kao at KPMG Certified Public Accountants, upon request, has completed his audit on these financial statements. We, the supervisors, have reviewed the above mentioned business report, financial statements as well as the audit report of the CPA. We agreed with the opinion of the CPA and have found them to be consistent with the company's financial status and operational results. Therefore, pursuant to Article 219 of the company Act, Article 12 of the Regulations Governing Postal Remittances and Savings Operations, we issue this audit report.

Supervisors: H.Y. Huang

S.C. Huang

C.T. Huang

April 21, 2010

V. Financial Statements for the Most Recent Fiscal Year

Independent Auditors' Report

The Board of Directors
Chunghwa Post Co., Ltd.

We have audited the accompanying balance sheets of Chunghwa Post Co., Ltd. as of December 31, 2009 and 2008, and the related statements of income, changes in stockholders' equity, and cash flows for the years then ended. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with Republic of China generally accepted auditing standards and the "Regulations Governing Auditing and Certification of Financial Statements by Certified Public Accountants". Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements referred to in the first paragraph present fairly, in all material respects, the financial position of Chunghwa Post Co., Ltd. as of December 31, 2009 and 2008, and the results of its operations and its cash flows for the years then ended, in conformity with government regulations and generally accepted accounting principles in the Republic of China.

As stated in notes 2(1) and 3(3) to the financial statements, the financial statements of Chunghwa Post Co., Ltd. are based on the amounts audited by the Ministry of Audit of the Control Yuan. The accounts of Chunghwa Post Co., Ltd. as of and for the year ended December 31, 2008, have been examined by the Executive Yuan and the Ministry of Audit of the Control Yuan, and the adjustments from this examination have been recognized in the accompanying financial statements for 2008.

KPMG Certified Public Accountants
Accountant : Y.C. Mei

April 2, 2010

CHUNGHWA Post Co., Ltd.
Balance Sheets
December 31, 2009 and 2008
(Expressed in thousands of New Taiwan dollars)

	2009		2008			2009		2008	
	Amount	%	Amount	%		Amount	%	Amount	%
Assets					Liabilities and Stockholders' Equity				
Cash and due from banks	\$ 779,279,331	15	\$ 913,632,363	18	Due to banks	\$13,115,000	-	\$6,260,000	-
Due from Central Bank	2,399,944,883	45	2,325,582,003	46	Payables	77,158,236	1	98,526,959	2
Financial assets measured at fair value					Advance collections	1,506,316	-	1,580,281	-
through profit or loss, net	3,126,470	-	57,771,367	1	Deposits and remittances	4,543,373,127	85	4,447,242,318	88
Bonds purchased under resell agreements	3,391,993	-	11,096,964	-	Financial liabilities measured at fair value through profit or loss	79,246	-	9,712,293	-
Receivables, net	43,997,019	1	60,057,847	1	Bonds sold under repurchase agreements	-	-	15,613,074	-
Prepaid expenses	4,147,168	-	403,335	-	Accrued pension liability	292,735	-	-	-
Loans, net	40,682,067	1	37,872,854	1	Operating reserves	577,078,566	11	438,671,102	9
Funds and investments:					Guarantee deposits received and other liabilities	1,005,959	-	2,270,969	-
Available-for-sale financial assets, net	423,994,331	8	254,527,660	5	Total liabilities	5,213,609,185	97	5,019,876,996	99
Held-to-maturity financial assets	1,250,463,077	24	967,600,257	19	Stockholders' equity				
Investments under equity method, net	49,744	-	53,796	-	Common stock	40,000,000	1	40,000,000	1
Debt investments without active market	290,092,969	5	336,124,687	7	Capital surplus	27,107,576	1	27,107,576	1
Real estate investments	1,064,622	-	1,076,301	-	Retained earnings:				
Other financial assets	4,384,576	-	3,174,883	-	Legal reserve	21,670,399	1	21,670,399	-
Property and equipment, net	76,305,462	1	76,629,806	2	Special reserve	1,729,844	-	1,729,844	-
Other assets	1,586,653	-	2,882,868	-	Unappropriated earnings	11,161,334	-	436,525	-
					Unrealized gains or losses on available-for-sale financial assets	34,561,577	1	23,836,768	-
					Unrealized revaluation increment on land	4,841,057	-	(65,018,054)	(1)
					Unrealized revaluation increment on land	2,683,705	-	2,683,705	-
						(292,735)	-	-	-
						7,232,027	-	(62,334,349)	(1)
					Total stockholders' equity	108,901,180	3	28,609,995	1
					Commitments and contingencies				
Total Assets	<u>\$5,322,510,365</u>	<u>100</u>	<u>5,048,486,991</u>	<u>100</u>	Total liabilities and stockholders' equity	<u>\$5,322,510,365</u>	<u>100</u>	<u>5,048,486,991</u>	<u>100</u>

CHUNGHWA Post Co., Ltd.
Income Statements
For the years ended December 31, 2009 and 2008
(Expressed in thousands of New Taiwan dollars, except earnings per share)

	2009		2008 (accounts examined by MOA)	
	Amount	%	Amount	%
Operating revenues:				
Postal revenue	\$24,001,111	8	24,747,167	5
Interest income	82,861,738	29	125,955,304	28
Insurance premiums	148,108,605	52	140,116,878	31
Reversal of premium reserves	19,301,250	7	142,237,028	32
Investment income	-	-	8,076,128	2
Commission and service fees	2,526,672	1	2,802,703	1
Gain on valuation of Financial liabilities measured at fair value through profit or loss	553,346	-	-	-
Exchange gains	9,633,191	3	6,448,320	1
Other non-interest income	724,442	-	743,937	-
	<u>287,710,355</u>	<u>100</u>	<u>451,127,565</u>	<u>100</u>
Operating costs				
Postal cost	19,431,519	7	19,722,288	4
Interest expenses	43,182,106	15	83,547,471	19
Loss on valuation of Financial assets measured at fair value through profit or loss	-	-	12,991,319	3
Claims and benefits	19,212,907	7	142,459,417	32
Provisions for policy reserve and claim reserve	157,707,383	55	148,910,247	33
Exchange loss	3,723,314	1	-	-
Exchange loss	3,914,242	1	3,600,446	1
Other operating cost	1,793,164	-	2,121,755	-
	<u>248,964,635</u>	<u>87</u>	<u>413,352,943</u>	<u>92</u>
Gross profit	<u>38,745,720</u>	<u>13</u>	<u>37,774,622</u>	<u>8</u>
Operating expenses				
Personnel expenses	18,272,806	6	18,495,804	4
Depreciation expenses	1,819,988	1	1,909,835	-
Other general and administrative expenses	4,833,743	2	5,884,333	1
Total expenses	<u>24,926,537</u>	<u>9</u>	<u>26,289,972</u>	<u>5</u>
Operating income	<u>13,819,183</u>	<u>4</u>	<u>11,484,650</u>	<u>3</u>
Nonoperating income	<u>219,306</u>	<u>-</u>	<u>232,065</u>	<u>-</u>
Nonoperating expenses	<u>159,613</u>	<u>-</u>	<u>258,510</u>	<u>-</u>
Net income before tax	<u>13,878,876</u>	<u>4</u>	<u>11,458,205</u>	<u>3</u>
Income tax expense	3,154,067	1	1,322,665	-
Net income	<u>\$ 10,724,809</u>	<u>3</u>	<u>10,135,540</u>	<u>3</u>
	<u>Before</u>	<u>After</u>	<u>Before</u>	<u>After</u>
	<u>income tax</u>	<u>income tax</u>	<u>income tax</u>	<u>income tax</u>
Primary earnings per share	<u>\$3.47</u>	<u>2.68</u>	<u>2.86</u>	<u>2.53</u>

CHUNGHWA Post Co., Ltd.
Statements of Changes in Stockholders' Equity
For the years ended December 31, 2009 and 2008
(Expressed in thousands of New Taiwan dollars)

	Common Stock	Capital Surplus	Legal Re- serve	Special Reserve	Unappropri- ated Earn- ings	Unrecog- nized Pen- sion Cost	Unrealized Gains or (Losses) on Financial Assets	Unrealized revaluation Increment on land	Total
Beginning balance as of January 1, 2007 (examined by MOA)	\$40,000,000	27,107,576	19,136,514	1,729,844	-	-	24,791,470	2,683,705	115,449,109
Changes in unrealized losses on available-for-sale financial assets	-	-	-	-	-	-	(89,809,595)	-	(89,809,595)
Recognition of investee's unrealized gain or loss on available-for-sale financial assets	-	-	-	-	-	-	71	-	71
Net income for 2007 (examined by MOA)	-	-	-	-	10,135,540	-	-	-	10,135,540
Distribution of earnings									
Legal reserve	-	-	2,533,885	-	(2,533,885)	-	-	-	-
Dividends to the government	-	-	-	-	(7,165,130)	-	-	-	(7,165,130)
Balance as of December 31, 2007 (examined by MOA)	40,000,000	27,107,576	21,670,399	1,729,844	436,525	-	(65,018,054)	2,683,705	28,609,995
Changes in unrealized gain on available-for-sale financial assets	-	-	-	-	-	-	69,859,111	-	69,859,111
Recognition of investee's unrealized gain on available-for-sale financial assets	-	-	-	-	-	(292,735)	-	-	(292,735)
Net income for 2008	-	-	-	-	10,724,809	-	-	-	10,724,809
Balance as of December 31, 2007	\$40,000,000	27,107,576	21,670,399	1,729,844	11,161,334	(292,735)	4,841,057	2,683,705	108,901,180

CHUNGHWA Post Co., Ltd.
Statements of Cash Flows
For the years ended December 31, 2009 and 2008
(Expressed in thousands of New Taiwan dollars)

	2009	2008 (accounts examined by MOA)
Cash flows from operating activities:		
Net income	\$ 10,724,809	10,135,540
Adjustments:		
Depreciation and amortization	2,579,565	2,702,124
Investment income under equity method	(6,621)	(11,597)
Provision for operating reserve and others and valuation	147,513,175	5,669,490
Loss on sale of long-term investments and property and equipment	54,653	90,102
Decrease in financial assets measured at fair value through profit or loss(increase)	55,198,243	(38,454,356)
Decrease (increase) in bonds purchased under resell agreements	7,704,971	10,674,261
Increase in receivables	16,060,395	(3,166,806)
Decrease in prepaid expenses	31,899	55,825
Increase in other financial assets	(1,211,145)	(261,041)
Increase (decrease) in due to banks	6,855,000	(2,090,000)
Increase (decrease) in bonds sold under repurchase agreements	(15,613,074)	15,613,074
Increase in payables	(17,786,158)	10,503,038
Increase (decrease) in advance collections	(73,965)	(876,139)
Increase (decrease) in deferred income tax liabilities	(78,603)	(355,446)
Increase (decrease) in financial liabilities measured at fair value through profit or loss	(19,266,238)	8,479,460
Increase (decrease) in accrued pension liability	-	(7,600,000)
Net cash used in operating activities	192,686,906	11,107,529
Cash flows from investing activities:		
Increase in due from Central Bank	(74,362,880)	(295,078,244)
Increase in loans	(2,833,195)	(1,716,667)
Decrease (increase) in available-for-sale financial assets	(99,607,560)	22,991,761
Decrease (increase) in held-to-maturity financial assets	(282,862,820)	(212,930,926)
Decrease (increase) in debt investments without active market	46,031,718	3,823,999
Decrease in long-term investments under equity method	10,673	50,960
Additions to property and equipment	(1,956,810)	(1,940,663)
Proceeds from sale of property and equipment	19,554	15,489
Increase in other assets	(279,730)	(1,636,664)
Net cash used in investing activities	(415,841,050)	(486,420,955)
Cash flows from financing activities:		
Increase in deposits and remittances	96,130,809	312,226,823
Increase in other liabilities(decrease)	28,600	1,087,721
Prepaid dividends to government	(3,775,732)	(3,582,565)
Distribution of cash dividends to government	(3,582,565)	(2,656,372)
Net cash provided by financing activities	88,801,112	307,075,607
Net decrease in cash and due from banks	(134,353,032)	(168,237,819)
Cash and due from banks at beginning of year	913,632,363	1,081,870,182
Cash and due from banks at end of year	\$ 779,279,331	913,632,363
Supplementary disclosures of cash flow information:		
Cash paid during the year for interest	\$ 57,452,355	80,511,016
Cash paid during the year for income tax	\$ 3,994,348	5,489,036