

CHUNGHWA POST CO.,LTD.
Income Statements
For the years ended Dec.31, 2008 and 2007

Unit:NT\$thousand

| Item | Jan.1,2008- Dec.31,2008 | | Jan.1,2007- Dec.31,2007 | | Variance (%) |
|---|----------------------------|-------------|----------------------------|-------------|-----------------|
| | subtotal | total | subtotal | total | |
| Operating revenues | | 443,553,005 | | 385,255,839 | 15.13 |
| Postal revenue | 24,747,268 | | 24,293,024 | | 1.87 |
| Interest income | 125,955,304 | | 115,666,962 | | 8.89 |
| Insurance premiums | 140,116,878 | | 132,597,641 | | 5.67 |
| Reversal of premium reserves | 142,200,785 | | 96,141,232 | | 47.91 |
| Commission and service fees | 2,802,703 | | 2,574,518 | | 8.86 |
| Gains on investments | | | 11,442,513 | | -100.00 |
| Valuation gain of financial assets | | | | | |
| Valuation gain of financial liabilities | 6,448,320 | | 557,449 | | 1,056.76 |
| Investment gain recognized by using equity method | | | | | |
| Foreign exchange gains | | | 1,231,894 | | -100.00 |
| Other operating revenues | 1,281,747 | | 750,606 | | 70.76 |
| Operating cost and expenses | | 432,068,426 | | 368,534,662 | 17.24 |
| Postal cost | 19,722,288 | | 19,674,954 | | 0.24 |
| Interest expenses | 83,547,471 | | 72,421,459 | | 15.36 |
| Claims and benefits | 142,459,417 | | 96,458,794 | | 47.69 |
| Provisions for premium reserve | 147,159,088 | | 140,659,681 | | 4.62 |
| Service charges | 997,036 | | 598,277 | | 66.65 |
| Losses on investments | 5,416,832 | | | | |
| Valuation loss of financial Assets | | | | | |
| Valuation loss of financial liabilities | | | | | |
| Foreign exchange losses | 3,600,446 | | | | |
| Appropriation for reserve | 4,475 | | 34,762 | | -87.13 |
| Business and administrative expenses | 26,289,972 | | 31,993,693 | | -17.83 |
| Other operating expenses and losses | 2,871,401 | | 6,693,042 | | -57.10 |
| Operating income(loss) | | 11,484,579 | | 16,721,177 | -31.32 |
| Non-operating revenue | | 232,137 | | 275,998 | -15.89 |
| Non-operating expenses and losses | | 258,510 | | 312,716 | -17.33 |
| Non-operating income(loss) | | -26,373 | | -36,718 | -28.17 |
| Net income before tax | | 11,458,206 | | 16,684,459 | -31.32 |
| Income tax (expenses) revenue | | -1,322,665 | | -460,588 | 187.17 |
| Net income(loss) after tax | | 10,135,541 | | 16,223,871 | -37.53 |
| Accumulated adjustments on changes of accounting principles | | | | | |
| Net income(loss) | | 10,135,541 | | 16,223,871 | -37.53 |

Note : The figure above comes from approved final accounts .