

Fubon Financial Holding Co., Ltd. on behalf of Fubon Bank (Hong Kong) Limited publishes today the following announcement on the website of the Taiwan Stock Exchange in relation to the acquisition of additional shares in Xiamen Bank from third parties (supplement of 2017/08/24 announcement):-

Provided by: Fubon Financial Holding Co., Ltd.

SEQ_NO 1 Date of announcement 2018/01/19 Time of announcement 16:54:32

Subject FFHC announced on behalf of Fubon Bank(HK)for acquisition of additional shares in Xiamen Bank from third parties (the supplement of 2017/08/24 announcement)

Date of events 2018/01/19 To which item it meets paragraph 20

Statement

- 1.Date of occurrence of the event: 2018/01/19
- 2.Method of the present increase (decrease) in investment: acquisition of additional shares in Xiamen Bank from third parties
- 3.Transaction volume, price per unit, and total monetary amount of the transaction:
98,899,107 common shares;
RMB \$4.8 for per share;
around RMB \$475mn
- 4.Company name of the invested mainland Chinese company: Xiamen Bank
- 5.Paid-in capital of said invested mainland Chinese company: RMB 2.375bn
- 6.Amount of new capital increment currently planned by said invested mainland Chinese company: N.A.
- 7.Main business items of said invested mainland Chinese company: business scope is as approved by the China Banking Regulatory Commission
- 8.Type of CPA opinion issued for the financial statement of said invested mainland Chinese company for the most recent fiscal year: unqualified opinion
- 9.Net worth of said invested mainland Chinese company on the financial statement for the most recent fiscal year: RMB 9.02bn
- 10.Amount of profit/loss of said invested mainland Chinese company on the financial statement for the most recent fiscal year: RMB 1.03bn
- 11.Amount of actual investment to date in said invested mainland Chinese company: RMB 1.16bn
- 12.Counterparty to the transaction and its relationship to the Company:
Xiamen Gaoxinhong Equity Investment Co.,Ltd.is not a related party;
Xiamen Protection Software Technology Co.,Ltd.is not a related party;
Xiamen Sumpo Group Co.,Ltd.is not a related party;
Xiamen Sumpo Electronic Technology Group Co.,Ltd.is not a related party.
- 13.Where the counterparty to the transaction is an actual related party, public announcement shall also be made of the reason for choosing the related party as the counterparty and the identity of the previous owner (including its relationship with the company and the trading counterpart), the date of transfer, and the price: N.A.
- 14.Where a person who owned the subject matter of the transaction within the past five years has been an actual related party of the company, public announcement shall also be made of the dates and prices of acquisition and disposal by the related party and such party's relationship to the company at those times: N.A.
- 15.Gain (or loss) on disposal: N.A.
- 16.Terms of delivery or payment (including payment period and monetary amount), restrictive covenants in the contract, and other important stipulations: Subject to regulatory approvals by the competent regulators.
- 17.The manner of deciding on this transaction, the reference basis for the decision on price and the decision-making department:
Maintain the proportion of shareholding of Xiamen bank;
With Reference to the most recent third parties subscription price of Xiamen Bank;
Board of directors of Fubon Bank (Hong Kong) Ltd and FFHC.
- 18.Broker: N.A.
- 19.Concrete purpose of the acquisition or disposal: Maintain the proportion of shareholding of Xiamen bank.
- 20.Do the directors have any objection to the present transaction?: N.A.

- 21.Total amount of mainland China area investment (including the present investment) approved by the Investment Commission to date: RMB1.64bn
- 22.Ratio of the total amount of investment (including the present investment) in the mainland China area approved by the Investment Commission to date to the paid-in capital on the financial statement for the most recent period: 40.3%
- 23.Ratio of the total amount of investment (including the present investment) in the mainland China area approved by the Investment Commission to date to the total assets on the financial statement for the most recent period: 2.0%
- 24.Ratio of the total amount of investment (including the present investment) in the mainland China area approved by the Investment Commission to date to the shareholders' equity on the financial statement for the most recent period:16.1%; this ratio is less than 15%, after Fubon Bank (HK) issued AT1 on 2017/12/29.
- 25.Total amount of actual investment in the mainland China area to date: RMB 1.16bn
- 26.Ratio of the total amount of actual investment in the mainland China area to date to the paid-in capital on the financial statement for the most recent period: 29.0%
- 27.Ratio of the total amount of actual investment in the mainland China area to date to the total assets on the financial statement for the most recent period: 1.4%
- 28.Ratio of the total amount of actual investment in the mainland China area to date to the shareholders' equity on the financial statement for the most recent period: 11.6%
- 29.Amount of recognized profits and losses on investment in the mainland China area for the most recent three fiscal years: HKD 0.59bn
- 30.Amount of profit remitted back to Taiwan for the most recent three fiscal years: 0
- 31.Has the CPA issued an opinion on the unreasonableness of the price of the current transaction?: N.A.
- 32.Any other matters that need to be specified: need to be approved by the government authorities.