Advanced Semiconductor Engineering, Inc. and Subsidiaries

INDEPENDENT ACCOUNTANTS’ REVIEW REPORT

The Board of Directors and Shareholders
Advanced Semiconductor Engineering, Inc.

We have reviewed the accompanying consolidated balance sheets of Advanced Semiconductor Engineering, Inc. (the “Company”) and its subsidiaries (collectively the “Group”) as of September 30, 2016 and 2015, and the related consolidated statements of comprehensive income for the three months and nine months ended September 30, 2016 and 2015, as well as changes in equity and cash flows for the nine months ended September 30, 2016 and 2015. These consolidated financial statements are the responsibility of the Group’s management. Our responsibility is to issue a report on these consolidated financial statements based on our reviews. The financial statements of Siliconware Precision Industries Co., Ltd. (“SPIL”), an investee which was accounted for using the equity method in the Group’s consolidated financial statements, as of September 30, 2016 and for the three months and nine months then ended were reviewed by other independent accountants and our review, insofar as it relates to the amounts and information disclosed, is based solely on the report of the other independent accountants. The accompanying consolidated financial statements of the Group include its investments accounted for using the equity method in SPIL of NT$45,613,346 thousand, representing 13% of the Group’s total assets, as of September 30, 2016, and its share of comprehensive income of SPIL of NT$116,793 thousand and NT$677,887 thousand, representing 8% and 9% of the Group’s total comprehensive income for the three months and nine months ended September 30, 2016, respectively.

We conducted our reviews in accordance with Statement of Auditing Standards No. 36, “Review of Financial Statements” issued by the Auditing Standards Committee of the Accounting Research and Development Foundation of the Republic of China. A review consists principally of applying analytical procedures to financial data and making inquiries of persons responsible for financial and accounting matters. It is substantially less in scope than an audit conducted in accordance with auditing standards generally accepted in the Republic of China, the objective of which is the expression of an opinion regarding the consolidated financial statements taken as a whole. Accordingly, we do not express such an opinion.

Based on our reviews and the report of the other independent accountants, we are not aware of any material modifications that should be made to the consolidated financial statements referred to above for them to be in conformity with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34, “Interim Financial Reporting” endorsed by the Financial Supervisory Commission of the Republic of China.

As discussed in Note 13 to the consolidated financial statements, the Company has completed the identification of the difference between the cost of the investment and the Company’s share of the net fair value of the identifiable assets and liabilities in SPIL as of September 30, 2016. Therefore, the Company has retrospectively adjusted the initial accounting and related accounts recorded at the acquisition date in the comparative financial statements of prior periods.

November 7, 2016

Deloitte & Touche

Notice to Readers

The accompanying consolidated financial statements are intended only to present the consolidated financial position, results of operations and cash flows in accordance with accounting principles and practices generally accepted in the Republic of China and not those of any other jurisdiction. The standards, procedures and practices to review such consolidated financial statements are those generally applied in the Republic of China.

For the convenience of readers, the independent accountants’ report and the accompanying consolidated financial statements have been translated into English from the original Chinese version prepared and used in the Republic of China. If there is any conflict between the English version and the original Chinese version or any difference in the interpretation of the two versions, the Chinese-language independent accountants’ report and consolidated financial statements shall prevail.
ADVANCED SEMICONDUCTOR ENGINEERING, INC. AND SUBSIDIARIES

CONSOLIDATED BALANCE SHEETS
(In Thousands of New Taiwan Dollars)

<table>
<thead>
<tr>
<th>ASSETS</th>
<th>September 30, 2016</th>
<th>December 31, 2015</th>
<th>September 30, 2015</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>NTS $</td>
<td>%</td>
<td>NTS $</td>
</tr>
<tr>
<td>CURRENT ASSETS</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Cash and cash equivalents (Notes 4 and 6)</td>
<td>$ 37,661,420</td>
<td>10</td>
<td>$ 55,251,181</td>
</tr>
<tr>
<td>Financial assets at fair value through profit or loss - current (Notes 4, 5 and 7)</td>
<td>813,831</td>
<td>-</td>
<td>3,833,701</td>
</tr>
<tr>
<td>Available-for-sale financial assets - current (Notes 4 and 8)</td>
<td>70,092</td>
<td>-</td>
<td>30,344</td>
</tr>
<tr>
<td>Trade receivables, net (Notes 4 and 9)</td>
<td>52,009,578</td>
<td>14</td>
<td>44,931,487</td>
</tr>
<tr>
<td>Other receivables (Notes 4)</td>
<td>936,417</td>
<td>-</td>
<td>429,541</td>
</tr>
<tr>
<td>Current tax assets (Note 4)</td>
<td>275,770</td>
<td>-</td>
<td>168,717</td>
</tr>
<tr>
<td>Inventories (Notes 4, 5 and 10)</td>
<td>23,635,153</td>
<td>7</td>
<td>23,258,279</td>
</tr>
<tr>
<td>Inventories related to real estate business (Notes 4, 5, 11, 23 and 34)</td>
<td>24,141,398</td>
<td>7</td>
<td>25,713,538</td>
</tr>
<tr>
<td>Other financial assets - current (Notes 4, 12 and 34)</td>
<td>1,047,303</td>
<td>-</td>
<td>301,999</td>
</tr>
<tr>
<td>Other current assets</td>
<td>2,778,234</td>
<td>1</td>
<td>2,814,053</td>
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<tr>
<td>Total current assets</td>
<td>143,369,196</td>
<td>39</td>
<td>156,732,840</td>
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<tr>
<td>NON-CURRENT ASSETS</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Available-for-sale financial assets - non-current (Notes 4 and 8)</td>
<td>1,103,939</td>
<td>-</td>
<td>924,362</td>
</tr>
<tr>
<td>Investments accounted for using the equity method (Notes 4 and 13)</td>
<td>49,515,448</td>
<td>14</td>
<td>37,141,552</td>
</tr>
<tr>
<td>Property, plant and equipment (Notes 4, 5, 14, 23 and 35)</td>
<td>145,208,855</td>
<td>40</td>
<td>149,997,075</td>
</tr>
<tr>
<td>Goodwill (Notes 4, 5 and 15)</td>
<td>10,512,448</td>
<td>3</td>
<td>10,506,519</td>
</tr>
<tr>
<td>Other intangible assets (Notes 4, 5, 16 and 23)</td>
<td>1,704,669</td>
<td>1</td>
<td>1,382,093</td>
</tr>
<tr>
<td>Deferred tax assets (Notes 4, 5 and 24)</td>
<td>5,236,508</td>
<td>1</td>
<td>5,156,515</td>
</tr>
<tr>
<td>Other financial assets - non-current (Notes 4, 12 and 34)</td>
<td>1,355,254</td>
<td>1</td>
<td>345,672</td>
</tr>
<tr>
<td>Long-term prepayments for lease (Note 17)</td>
<td>2,382,424</td>
<td>1</td>
<td>2,556,156</td>
</tr>
<tr>
<td>Other non-current assets</td>
<td>238,979</td>
<td>-</td>
<td>263,416</td>
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<tr>
<td>Total non-current assets</td>
<td>217,258,524</td>
<td>61</td>
<td>208,273,360</td>
</tr>
<tr>
<td>TOTAL</td>
<td>$ 360,627,720</td>
<td>100</td>
<td>$ 365,006,200</td>
</tr>
</tbody>
</table>

(Continued)
## ADVANCED SEMICONDUCTOR ENGINEERING, INC. AND SUBSIDIARIES

### CONSOLIDATED BALANCE SHEETS

(In Thousands of New Taiwan Dollars)

<table>
<thead>
<tr>
<th></th>
<th>September 30, 2016 (Reviewed)</th>
<th>December 31, 2015 (Adjusted and audited)</th>
<th>September 30, 2015 (Reviewed)</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>NT$</td>
<td>%</td>
<td>NT$</td>
</tr>
<tr>
<td><strong>LIABILITIES AND EQUITY</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>CURRENT LIABILITIES</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Short-term borrowings (Note 18)</td>
<td>$31,008,127</td>
<td>9</td>
<td>$32,635,321</td>
</tr>
<tr>
<td>Short-term bills payable (Note 18)</td>
<td>1,999,342</td>
<td>1</td>
<td>4,348,054</td>
</tr>
<tr>
<td>Financial liabilities at fair value through profit or loss - current (Notes 4, 5 and 7)</td>
<td>3,953,520</td>
<td>1</td>
<td>3,005,726</td>
</tr>
<tr>
<td>Trade payables</td>
<td>37,856,245</td>
<td>10</td>
<td>34,138,564</td>
</tr>
<tr>
<td>Other payables (Note 20)</td>
<td>19,875,189</td>
<td>6</td>
<td>19,194,818</td>
</tr>
<tr>
<td>Current tax liabilities (Note 4)</td>
<td>4,015,514</td>
<td>1</td>
<td>4,551,785</td>
</tr>
<tr>
<td>Advance real estate receipts (Note 4)</td>
<td>530,873</td>
<td>-</td>
<td>2,703,706</td>
</tr>
<tr>
<td>Current portion of bonds payable (Notes 4 and 19)</td>
<td>9,384,865</td>
<td>3</td>
<td>14,685,866</td>
</tr>
<tr>
<td>Current portion of long-term borrowings (Notes 18 and 34)</td>
<td>6,272,817</td>
<td>2</td>
<td>2,057,465</td>
</tr>
<tr>
<td>Other current liabilities</td>
<td>3,500,698</td>
<td>1</td>
<td>3,180,767</td>
</tr>
<tr>
<td><strong>Total current liabilities</strong></td>
<td>118,397,190</td>
<td>34</td>
<td>120,502,072</td>
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<tr>
<td><strong>NON-CURRENT LIABILITIES</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Bonds payable (Notes 4 and 19)</td>
<td>26,871,735</td>
<td>7</td>
<td>23,740,384</td>
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<tr>
<td>Long-term borrowings (Notes 18 and 34)</td>
<td>43,941,187</td>
<td>12</td>
<td>42,493,668</td>
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<tr>
<td>Deferred tax liabilities (Notes 4, 5 and 24)</td>
<td>4,815,903</td>
<td>1</td>
<td>4,987,549</td>
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<tr>
<td>Net defined benefit liabilities (Notes 4, 5 and 21)</td>
<td>4,181,619</td>
<td>1</td>
<td>4,072,493</td>
</tr>
<tr>
<td>Other non-current liabilities</td>
<td>1,202,643</td>
<td>-</td>
<td>1,071,509</td>
</tr>
<tr>
<td><strong>Total non-current liabilities</strong></td>
<td>81,013,087</td>
<td>21</td>
<td>76,365,603</td>
</tr>
<tr>
<td><strong>Total liabilities</strong></td>
<td>199,410,277</td>
<td>55</td>
<td>196,867,675</td>
</tr>
<tr>
<td><strong>EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY (Notes 4 and 22)</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Share capital</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Ordinary shares</td>
<td>79,236,226</td>
<td>22</td>
<td>79,029,290</td>
</tr>
<tr>
<td>Shares subscribed in advance</td>
<td>272,824</td>
<td>-</td>
<td>156,370</td>
</tr>
<tr>
<td><strong>Total share capital</strong></td>
<td>79,509,050</td>
<td>22</td>
<td>79,185,660</td>
</tr>
<tr>
<td>Capital surplus</td>
<td>22,461,952</td>
<td>6</td>
<td>23,757,099</td>
</tr>
<tr>
<td>Retained earnings (Note 13)</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Legal reserve</td>
<td>14,597,032</td>
<td>4</td>
<td>12,649,145</td>
</tr>
<tr>
<td>Special reserve</td>
<td>3,353,938</td>
<td>1</td>
<td>3,353,938</td>
</tr>
<tr>
<td>Unappropriated earnings</td>
<td>39,184,915</td>
<td>11</td>
<td>39,899,629</td>
</tr>
<tr>
<td>Total retained earnings</td>
<td>57,135,885</td>
<td>16</td>
<td>55,902,712</td>
</tr>
<tr>
<td>Accumulated other comprehensive income</td>
<td>(1,655,390)</td>
<td>-</td>
<td>5,081,689</td>
</tr>
<tr>
<td>Treasury shares</td>
<td>(7,292,513)</td>
<td>(2)</td>
<td>(7,292,513)</td>
</tr>
<tr>
<td><strong>Equity attributable to owners of the Company</strong></td>
<td>150,158,984</td>
<td>42</td>
<td>156,634,647</td>
</tr>
<tr>
<td><strong>NON-CONTROLLING INTERESTS (Notes 4 and 22)</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Total equity</td>
<td>161,217,443</td>
<td>45</td>
<td>168,138,525</td>
</tr>
<tr>
<td><strong>TOTAL</strong></td>
<td>$360,627,720</td>
<td>100</td>
<td>$365,006,200</td>
</tr>
</tbody>
</table>

The accompanying notes are an integral part of the consolidated financial statements.

(With Deloitte & Touche review report dated November 7, 2016)

(Concluded)
ADVANCED SEMICONDUCTOR ENGINEERING, INC. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
(In Thousands of New Taiwan Dollars Except Earnings Per Share)
(Reviewed, Not Audited)

<table>
<thead>
<tr>
<th></th>
<th>For the Three Months Ended September 30</th>
<th></th>
<th>For the Nine Months Ended September 30</th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>2016 NTS %</td>
<td>2015 NTS %</td>
<td>2016 NTS %</td>
<td>2015 NTS %</td>
</tr>
<tr>
<td><strong>OPERATING REVENUES (Note 4)</strong></td>
<td>$72,783,689 100</td>
<td>$72,870,404 100</td>
<td>$197,755,474 100</td>
<td>$207,754,374 100</td>
</tr>
<tr>
<td><strong>OPERATING COSTS (Notes 10, 21 and 23)</strong></td>
<td>58,670,777 81</td>
<td>59,882,751 82</td>
<td>159,938,375 81</td>
<td>170,888,018 82</td>
</tr>
<tr>
<td><strong>GROSS PROFIT</strong></td>
<td>14,112,912 19</td>
<td>12,987,653 18</td>
<td>37,817,099 19</td>
<td>36,866,356 18</td>
</tr>
<tr>
<td><strong>OPERATING EXPENSES (Notes 21 and 23)</strong></td>
<td>6,674,653 9</td>
<td>6,605,660 9</td>
<td>19,241,527 10</td>
<td>18,782,748 9</td>
</tr>
<tr>
<td>Selling and marketing expenses</td>
<td>837,656 1</td>
<td>923,927 1</td>
<td>2,569,312 2</td>
<td>2,675,081 1</td>
</tr>
<tr>
<td>General and administrative expenses</td>
<td>2,889,746 4</td>
<td>2,837,288 4</td>
<td>8,371,727 4</td>
<td>7,983,571 4</td>
</tr>
<tr>
<td>Research and development expenses</td>
<td>2,947,251 4</td>
<td>2,844,445 4</td>
<td>8,300,488 4</td>
<td>8,124,096 4</td>
</tr>
<tr>
<td><strong>TOTAL OPERATING EXPENSES</strong></td>
<td>6,674,653 9</td>
<td>6,605,660 9</td>
<td>19,241,527 10</td>
<td>18,782,748 9</td>
</tr>
<tr>
<td><strong>PROFIT FROM OPERATIONS</strong></td>
<td>7,438,259 10</td>
<td>6,381,993 9</td>
<td>18,575,572 9</td>
<td>18,083,608 9</td>
</tr>
<tr>
<td><strong>NON-OPERATING INCOME AND EXPENSES</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Other income (Note 23)</td>
<td>167,694 -</td>
<td>127,357 -</td>
<td>450,061 -</td>
<td>425,648 -</td>
</tr>
<tr>
<td>Other gains (losses), net (Note 23)</td>
<td>(640,234 ) (1 )</td>
<td>1,845,931 3</td>
<td>(8,281 ) -</td>
<td>1,926,825 1</td>
</tr>
<tr>
<td>Finance costs (Note 23)</td>
<td>(547,458 ) (1 )</td>
<td>(574,414 ) (1 )</td>
<td>(1,746,585 ) (1 )</td>
<td>(1,698,197 ) (1 )</td>
</tr>
<tr>
<td>Share of profit (loss) of associates and joint ventures (Note 4)</td>
<td>456,612 1</td>
<td>29,322 1</td>
<td>1,101,234 1</td>
<td>(21,268 ) -</td>
</tr>
<tr>
<td><strong>TOTAL NON-OPERATING INCOME AND EXPENSES</strong></td>
<td>(563,386 ) (1 )</td>
<td>1,428,196 2</td>
<td>(203,571 ) -</td>
<td>633,008 -</td>
</tr>
<tr>
<td><strong>PROFIT BEFORE INCOME TAX EXPENSE</strong></td>
<td>6,874,873 9</td>
<td>7,810,189 11</td>
<td>18,372,001 9</td>
<td>18,716,616 9</td>
</tr>
<tr>
<td><strong>INCOME TAX EXPENSE (Notes 4, 5 and 24)</strong></td>
<td>975,530 1</td>
<td>1,127,308 2</td>
<td>3,816,787 2</td>
<td>3,579,664 2</td>
</tr>
<tr>
<td><strong>NET PROFIT FOR THE PERIOD</strong></td>
<td>5,899,343 8</td>
<td>6,682,881 9</td>
<td>14,555,214 7</td>
<td>15,136,952 7</td>
</tr>
<tr>
<td><strong>OTHER COMPREHENSIVE INCOME (LOSS)</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Items that may be reclassified subsequently to profit or loss</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Exchange differences on translating foreign operations</td>
<td>(4,032,107 ) (5 )</td>
<td>4,553,560 6</td>
<td>(6,743,531 ) (3 )</td>
<td>1,369,632 1</td>
</tr>
<tr>
<td>Unrealized gain (loss) on available-for-sale financial assets</td>
<td>(34,111 ) -</td>
<td>18,411 -</td>
<td>(52,969 ) -</td>
<td>(22,413 ) -</td>
</tr>
<tr>
<td>Share of other comprehensive income of associates and joint ventures accounted for using the equity method</td>
<td>(362,462 ) -</td>
<td>(145,624 ) -</td>
<td>(535,044 ) -</td>
<td>(62,823 ) -</td>
</tr>
</tbody>
</table>

(Continued)
### ADVANCED SEMICONDUCTOR ENGINEERING, INC. AND SUBSIDIARIES

#### CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
(In Thousands of New Taiwan Dollars Except Earnings Per Share)
(Reviewed, Not Audited)

<table>
<thead>
<tr>
<th></th>
<th>For the Three Months Ended September 30</th>
<th>For the Nine Months Ended September 30</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>2016</td>
<td>2015</td>
</tr>
<tr>
<td></td>
<td>NTS</td>
<td>%</td>
</tr>
<tr>
<td>Other comprehensive income for the period, net of income tax</td>
<td>( \text{$ (4,428,680)} ) (5)</td>
<td>( \text{$ 4,426,347} ) 6</td>
</tr>
<tr>
<td>TOTAL COMPREHENSIVE INCOME FOR THE PERIOD</td>
<td>( \text{$ 1,470,663} ) 3</td>
<td>( \text{$ 11,109,228} ) 15</td>
</tr>
<tr>
<td>NET PROFIT ATTRIBUTABLE TO:</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Owners of the Company</td>
<td>( \text{$ 5,505,994} ) 7</td>
<td>( \text{$ 6,368,622} ) 9</td>
</tr>
<tr>
<td>Non-controlling interests</td>
<td>( \text{$ 393,349} ) 1</td>
<td>( \text{$ 314,259} ) -</td>
</tr>
<tr>
<td></td>
<td>( \text{$ 5,899,343} ) 8</td>
<td>( \text{$ 6,682,881} ) 9</td>
</tr>
<tr>
<td>TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO:</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Owners of the Company</td>
<td>( \text{$ 1,385,198} ) 3</td>
<td>( \text{$ 10,528,507} ) 14</td>
</tr>
<tr>
<td>Non-controlling interests</td>
<td>( \text{$ 85,465} ) -</td>
<td>( \text{$ 580,721} ) 1</td>
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<tr>
<td></td>
<td>( \text{$ 1,470,663} ) 3</td>
<td>( \text{$ 11,109,228} ) 15</td>
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</table>

#### EARNINGS PER SHARE (Note 25)

<table>
<thead>
<tr>
<th></th>
<th>Basic</th>
<th>Diluted</th>
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<tbody>
<tr>
<td>2016</td>
<td>$ 0.72</td>
<td>$ 0.64</td>
</tr>
<tr>
<td>2015</td>
<td>$ 0.83</td>
<td>$ 0.69</td>
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</tbody>
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The accompanying notes are an integral part of the consolidated financial statements.

(With Deloitte & Touche review report dated November 7, 2016)  
(Concluded)
### ADVANCED SEMICONDUCTOR ENGINEERING, INC. AND SUBSIDIARIES

#### CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

(In Thousands of New Taiwan Dollars)

(Reviewed, Not Audited)

<table>
<thead>
<tr>
<th>Shares (in Thousands)</th>
<th>Total Equity</th>
<th>Other Equity</th>
<th>Total Non-controlling Interests</th>
<th>Total Equity</th>
</tr>
</thead>
<tbody>
<tr>
<td>Change in capital surplus from investments in associates and joint ventures accounted for using the equity method</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Profit for the nine months ended September 30, 2015</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Other comprehensive income (loss) for the nine months ended September 30, 2015, net of income tax</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Total comprehensive income for the nine months ended September 30, 2015</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Appropriation of 2014 earnings</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Cash dividends declared by the Company</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Acquisition of treasury shares</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Issue of dividends received by subsidiaries from the Company</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Change in capital surplus from investments in associates and joint ventures accounted for using the equity method</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Profit for the nine months ended September 30, 2016</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Other comprehensive income (loss) for the nine months ended September 30, 2016, net of income tax</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Total comprehensive income (loss) for the nine months ended September 30, 2016</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
</tbody>
</table>

(Continued)
### ADVANCED SEMICONDUCTOR ENGINEERING, INC. AND SUBSIDIARIES
### CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
(In Thousands of New Taiwan Dollars)
(Reviewed, Not Audited)

<table>
<thead>
<tr>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Appropriation of 2015 earnings</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Legal reserve</td>
<td>- $</td>
<td>- $</td>
<td>1,947,887 $</td>
<td>(1,947,887 )</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Cash dividends declared by the Company</td>
<td>- $</td>
<td>- $</td>
<td>(12,476,779 )</td>
<td>(12,476,779 )</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Issue of dividends received by subsidiaries from the Company</td>
<td>- $</td>
<td>233,013 $</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Actual disposal or acquisition of interest in subsidiaries (Note 28)</td>
<td>- $</td>
<td>(20,552 )</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Changes in percentage of ownership interest in subsidiaries (Note 28)</td>
<td>- $</td>
<td>(1,912,887 )</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Issue of ordinary shares under employee share options</td>
<td>26,262 $</td>
<td>323,390 $</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Non-controlling interest arising from acquisition of subsidiaries (Note 27)</td>
<td>- $</td>
<td>- $</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Cash dividends distributed by subsidiaries</td>
<td>- $</td>
<td>- $</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Additional non-controlling interest arising on issuance of employee share options by subsidiaries</td>
<td>- $</td>
<td>- $</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Balance at September 30, 2016</strong></td>
<td>7,936,690 $</td>
<td>79,509,050 $</td>
<td>22,461,952 $</td>
<td>14,597,032 $</td>
<td>3,353,938 $</td>
<td>39,184,915 $</td>
</tr>
</tbody>
</table>

**Notes:**
- The accompanying notes are an integral part of the consolidated financial statements.
- (With Deloitte & Touche review report dated November 7, 2016)
- (Concluded)
## ADVANCED SEMICONDUCTOR ENGINEERING, INC. AND SUBSIDIARIES

### CONSOLIDATED STATEMENTS OF CASH FLOWS

(In Thousands of New Taiwan Dollars)

(Reviewed, Not Audited)

<table>
<thead>
<tr>
<th>For the Nine Months Ended September 30</th>
<th>2016</th>
<th>2015</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>NT$</td>
<td>NT$</td>
</tr>
<tr>
<td><strong>CASH FLOWS FROM OPERATING ACTIVITIES</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Profit before income tax</td>
<td>$ 18,372,001</td>
<td>$ 18,716,616</td>
</tr>
<tr>
<td>Adjustments for:</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Depreciation expense</td>
<td>21,694,771</td>
<td>21,750,748</td>
</tr>
<tr>
<td>Amortization expense</td>
<td>343,868</td>
<td>421,472</td>
</tr>
<tr>
<td>Net (gain) loss on fair value change of financial assets and liabilities at fair value through profit or loss</td>
<td>1,492,157</td>
<td>(3,196,273)</td>
</tr>
<tr>
<td>Finance costs</td>
<td>1,746,585</td>
<td>1,698,197</td>
</tr>
<tr>
<td>Interest income</td>
<td>(171,615 )</td>
<td>(192,162 )</td>
</tr>
<tr>
<td>Dividend income</td>
<td>(20,625 )</td>
<td>(74,374 )</td>
</tr>
<tr>
<td>Compensation cost of employee share options</td>
<td>353,676</td>
<td>35,919</td>
</tr>
<tr>
<td>Share of loss (profit) of associates and joint ventures</td>
<td>(1,101,234 )</td>
<td>21,268</td>
</tr>
<tr>
<td>Impairment loss recognized on financial assets</td>
<td>1,886</td>
<td>23,299</td>
</tr>
<tr>
<td>Reversal of impairment loss on financial assets</td>
<td>(27,664 )</td>
<td>-</td>
</tr>
<tr>
<td>Impairment loss recognized on non-financial assets</td>
<td>1,199,970</td>
<td>154,815</td>
</tr>
<tr>
<td>Net gain on foreign currency exchange</td>
<td>(1,333,438 )</td>
<td>1,383,924</td>
</tr>
<tr>
<td>Others</td>
<td>493,491</td>
<td>905,470</td>
</tr>
<tr>
<td>Changes in operating assets and liabilities</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Financial assets held for trading</td>
<td>2,708,652</td>
<td>3,025,524</td>
</tr>
<tr>
<td>Trade receivables</td>
<td>(7,049,447 )</td>
<td>(257,928 )</td>
</tr>
<tr>
<td>Other receivables</td>
<td>(189,591 )</td>
<td>60,383</td>
</tr>
<tr>
<td>Inventories</td>
<td>1,077,286</td>
<td>(8,570,434 )</td>
</tr>
<tr>
<td>Other current assets</td>
<td>(179,052 )</td>
<td>150,732</td>
</tr>
<tr>
<td>Financial liabilities held for trading</td>
<td>(2,044,739 )</td>
<td>(1,148,709 )</td>
</tr>
<tr>
<td>Trade payables</td>
<td>3,717,681</td>
<td>4,288,374</td>
</tr>
<tr>
<td>Other payables</td>
<td>(172,266 )</td>
<td>(1,959,645 )</td>
</tr>
<tr>
<td>Advance real estate receipts</td>
<td>(2,172,833 )</td>
<td>1,754,391</td>
</tr>
<tr>
<td>Other current liabilities</td>
<td>239,510</td>
<td>314,503</td>
</tr>
<tr>
<td>Other operating activities items</td>
<td>38,013</td>
<td>190,377</td>
</tr>
<tr>
<td><strong>Net cash generated from operating activities</strong></td>
<td>36,712,133</td>
<td>34,303,757</td>
</tr>
</tbody>
</table>

| **CASH FLOWS FROM INVESTING ACTIVITIES** |         |          |
| Purchase of financial assets designated as at fair value through profit or loss | (52,981,180 ) | (81,789,096 ) |
| Proceeds on sale of financial assets designated as at fair value through profit or loss | 54,592,483 | 84,672,199 |

(Continued)
## CONSOLIDATED STATEMENTS OF CASH FLOWS
(In Thousands of New Taiwan Dollars)
(Reviewed, Not Audited)

<table>
<thead>
<tr>
<th>For the Nine Months Ended September 30</th>
<th>2016</th>
<th>2015</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>NT$</td>
<td>NT$</td>
</tr>
<tr>
<td>Purchase of available-for-sale financial assets</td>
<td>$ (1,192,678 )</td>
<td>$ (469,291 )</td>
</tr>
<tr>
<td>Proceeds on sale of available-for-sale financial assets</td>
<td>867,336</td>
<td>1,972,254</td>
</tr>
<tr>
<td>Cash received from return of capital by available-for-sale financial assets</td>
<td>28,927</td>
<td>30,545</td>
</tr>
<tr>
<td>Acquisition of associates and joint ventures</td>
<td>(15,816,463 )</td>
<td>(35,673,097 )</td>
</tr>
<tr>
<td>Net cash outflow on acquisition of subsidiaries</td>
<td>(73,437 )</td>
<td>-</td>
</tr>
<tr>
<td>Payments for property, plant and equipment</td>
<td>(20,391,111 )</td>
<td>(24,695,271 )</td>
</tr>
<tr>
<td>Proceeds from disposal of property, plant and equipment</td>
<td>129,261</td>
<td>213,284</td>
</tr>
<tr>
<td>Payments for intangible assets</td>
<td>(373,928 )</td>
<td>(393,507 )</td>
</tr>
<tr>
<td>Proceeds from disposal of intangible assets</td>
<td>5,482</td>
<td>-</td>
</tr>
<tr>
<td>Increase in other financial assets</td>
<td>(1,754,676 )</td>
<td>(1,265,725 )</td>
</tr>
<tr>
<td>Increase in other non-current assets</td>
<td>(177,245 )</td>
<td>(294,186 )</td>
</tr>
</tbody>
</table>

Net cash used in investing activities | (37,137,229 ) | (57,691,891 ) |

### CASH FLOWS FROM FINANCING ACTIVITIES

| Net proceed from (repayment of) short-term borrowings | (384,911 ) | 4,148,082 |
| Repayment of short-term bills payable | (2,348,712 ) | -         |
| Proceeds from issue of bonds | 9,000,000   | 6,136,425 |
| Repayment of bonds payable | (10,365,135 ) | -         |
| Proceeds from long-term borrowings | 48,963,098   | 29,382,813 |
| Repayment of long-term borrowings | (42,202,720 ) | (16,649,534 ) |
| Dividends paid | (12,243,766 ) | (15,297,474 ) |
| Proceeds from exercise of employee share options | 792,233     | 854,609    |
| Payments for acquisition of treasury shares | -           | (5,333,406 ) |
| Proceeds from partial disposal of interests in subsidiaries | - | 8,910,346 |
| Increase (decrease) in non-controlling interests | (3,062,199 ) | 36,517     |
| Other financing activities items | 12,342       | (1,035 ) |

Net cash generated from (used in) financing activities | (11,839,770 ) | 12,187,343 |

### EFFECTS OF EXCHANGE RATE CHANGES ON THE BALANCE OF CASH AND CASH EQUIVALENTS

| (5,324,895 ) | 1,916,095 |

### NET DECREASE IN CASH AND CASH EQUIVALENTS

| (17,589,761 ) | (9,284,696 ) |

### CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD

| 55,251,181 | 51,694,410 |

### CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD

| $ 37,661,420 | $ 42,409,714 |

The accompanying notes are an integral part of the consolidated financial statements. (With Deloitte & Touche review report dated November 7, 2016) (Concluded)
1. GENERAL INFORMATION

Advanced Semiconductor Engineering, Inc. (the “Company”), a corporation incorporated in Nantze Export Processing Zone under the laws of Republic of China (the “ROC”). In August 2004, the Company merged its subsidiaries, ASE (Chung Li) Inc. and ASE Material Inc., and established Chung-Li Branch. In August 2006, the Company spun-off and assigned its substrate production business to ASE Electronics Inc. In January 2011, the Company established Nan-Tou Branch. In May 2012, the Company merged its subsidiary, PowerASE Technology, Inc. In August 2013, the Company merged its subsidiary, Yang Ting Tech Co., Ltd. The Company and its subsidiaries (collectively referred to as the “Group”) offer a comprehensive range of semiconductors packaging, testing, and electronic manufacturing services (“EMS”).

Since July 1989, the Company’s ordinary shares have been listed on the Taiwan Stock Exchange (the “TSE”) under the symbol “2311”. Since September 2000, the Company’s ordinary shares of the Company have been traded on the New York Stock Exchange (the “NYSE”) under the symbol “ASX” in the form of American Depositary Shares (“ADS”). The ordinary shares of its subsidiary, Universal Scientific Industrial (Shanghai) Co., Ltd. (the “USISH”), have been listed on the Shanghai Stock Exchange (the “SSE”) under the symbol “601231” since February 2012.

The consolidated financial statements are presented in the Company’s functional currency, New Taiwan dollar (NT$).

2. APPROVAL OF FINANCIAL STATEMENTS

The consolidated financial statements were authorized for issue by the board of directors on November 7, 2016.

3. APPLICATION OF NEW AND REVISED STANDARDS, AMENDMENTS AND INTERPRETATIONS


Rule No.1050026834 issued by the FSC endorsed the following IFRSs for application starting January 1, 2017.
<table>
<thead>
<tr>
<th>New, Amended or Revised Standards and Interpretations (the “New IFRSs”)</th>
<th>Effective Date Announced by International Accounting Standard Board (“IASB”) (Note 1)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Annual Improvements to IFRSs 2010-2012 Cycle</td>
<td>July 1, 2014 or transactions on or after July 1, 2014</td>
</tr>
<tr>
<td>Annual Improvements to IFRSs 2011-2013 Cycle</td>
<td>July 1, 2014</td>
</tr>
<tr>
<td>Annual Improvements to IFRSs 2012-2014 Cycle</td>
<td>January 1, 2016 (Note 2)</td>
</tr>
<tr>
<td>Amendments to IFRS 10, IFRS 12 and IAS 28 “Investment Entities: Applying the Consolidation Exception”</td>
<td>January 1, 2016</td>
</tr>
<tr>
<td>Amendment to IFRS 11 “Accounting for Acquisitions of Interests in Joint Operations”</td>
<td>January 1, 2016</td>
</tr>
<tr>
<td>IFRS 14 “Regulatory Deferral Accounts”</td>
<td>January 1, 2016</td>
</tr>
<tr>
<td>Amendment to IAS 1 “Disclosure Initiative”</td>
<td>January 1, 2016</td>
</tr>
<tr>
<td>Amendments to IAS 16 and IAS 38 “Clarification of Acceptable Methods of Depreciation and Amortization”</td>
<td>January 1, 2016</td>
</tr>
<tr>
<td>Amendments to IAS 16 and IAS 41 “Agriculture: Bearer Plants”</td>
<td>January 1, 2016</td>
</tr>
<tr>
<td>Amendment to IAS 19 “Defined Benefit Plans: Employee Contributions”</td>
<td>January 1, 2016</td>
</tr>
<tr>
<td>Amendment to IAS 36 “Impairment of Assets: Recoverable Amount Disclosures for Non-financial Assets”</td>
<td>January 1, 2014</td>
</tr>
<tr>
<td>Amendment to IAS 39 “Novation of Derivatives and Continuation of Hedge Accounting”</td>
<td>January 1, 2014</td>
</tr>
<tr>
<td>IFRIC 21 “Levies”</td>
<td>January 1, 2014</td>
</tr>
</tbody>
</table>

Note 1: Unless stated otherwise, the above New IFRSs are effective for annual periods beginning on or after their respective effective dates.

Note 2: The amendment to IFRS 5 is applied prospectively to changes in a method of disposal that occur in annual periods beginning on or after January 1, 2016, the remaining amendments are effective for annual periods beginning on or after January 1, 2016.

Except for the following, the initial application of the above New IFRSs in 2017 would not have any material impact on the Group’s accounting policies:

- Amendment to IAS 36 “Impairment of Assets: Recoverable Amount Disclosures for Non-financial Assets”

The amendment to IAS 36 clarifies that the recoverable amount of an asset or a cash-generating unit is disclosed only when an impairment loss on the asset has been recognized or reversed during the period. If the recoverable amount of an item of property, plant and equipment for which impairment loss has been recognized or reversed is fair value less costs of disposal, the Group is required to disclose the fair value hierarchy. If the fair value measurements are categorized within Level 2 or Level 3, the valuation technique and key assumptions used to measure the fair value are disclosed. The discount rate used is disclosed if such fair value less costs of disposal is measured by using present value technique. The amendment will be applied retrospectively. The Group expect that recoverable amount disclosure for non-financial assets is required under the amendment.

b. New IFRSs in issue but not yet endorsed by the FSC

The Group has not applied the following IFRSs issued by the IASB but not yet endorsed by the FSC. As of the date the consolidated financial statements were authorized for issue, except that the Group should apply IFRS 15 starting January 1, 2018, the FSC has not announced the effective dates of other New IFRSs.
New IFRSs | Effective Date 
---|---
Amendments to IFRS 2 “Classification and Measurement of Share-based Payment Transactions” | January 1, 2018
Amendments to IFRS 4 “Applying IFRS 9 Financial Instruments with IFRS 4 Insurance Contracts” | January 1, 2018
IFRS 9 “Financial Instruments” | January 1, 2018
Amendments to IFRS 9 and IFRS 7 “Mandatory Effective Date of IFRS 9 and Transition Disclosures” | January 1, 2018
Amendments to IFRS 10 and IAS 28 “Sale or Contribution of Assets between an Investor and its Associate or Joint Venture” | To be determined by IASB
IFRS 15 “Revenue from Contracts with Customers” | January 1, 2018
Amendments to IFRS 15 “Clarifications to IFRS 15” | January 1, 2018
IFRS 16 “Leases” | January 1, 2019
Amendment to IAS 7 “Disclosure Initiative” | January 1, 2017
Amendments to IAS 12 “Recognition of Deferred Tax Assets for Unrealized Losses” | January 1, 2017

Note: Unless stated otherwise, the above New IFRSs are effective for annual periods beginning on or after their respective effective dates.

1) IFRS 9 “Financial Instruments”

**Recognition and measurement of financial assets**

With regards to financial assets, all recognized financial assets that are within the scope of IAS 39 “Financial Instruments: Recognition and Measurement” are subsequently measured at amortized cost or fair value. Under IFRS 9, the requirement for the classification of financial assets is stated below:

For the Group’s debt instruments that have contractual cash flows that are solely payments of principal and interest on the principal amount outstanding, their classification and measurement are as follows:

a) For debt instruments, if they are held within a business model whose objective is to collect the contractual cash flows, the financial assets are measured at amortized cost and are assessed for impairment continuously with impairment loss recognized in profit or loss, if any. Interest revenue is recognized in profit or loss by using the effective interest method;

b) For debt instruments, if they are held within a business model whose objective is achieved by both the collecting of contractual cash flows and the selling of financial assets, the financial assets are measured at fair value through other comprehensive income (FVTOCI) and are assessed for impairment. Interest revenue is recognized in profit or loss by using the effective interest method, and other gain or loss shall be recognized in other comprehensive income, except for impairment gains or losses and foreign exchange gains and losses. When the debt instruments are derecognized or reclassified, the cumulative gain or loss previously recognized in other comprehensive income is reclassified from equity to profit or loss.

Except for above, all other financial assets are measured at fair value through profit or loss. However, the Group may make an irrevocable election to present subsequent changes in the fair value of an equity investment (that is not held for trading) in other comprehensive income, with only dividend income generally recognized in profit or loss. No subsequent impairment assessment is required, and the cumulative gain or loss previously recognized in other comprehensive income cannot be reclassified from equity to profit or loss.
The impairment of financial assets

IFRS 9 requires that impairment loss on financial assets is recognized by using the “Expected Credit Losses Model”. The credit loss allowance is required for financial assets measured at amortized cost, financial assets mandatorily measured at FVTOCI, lease receivables, contract assets arising from IFRS 15 “Revenue from Contracts with Customers”, certain written loan commitments and financial guarantee contracts. A loss allowance for the 12-month expected credit losses is required for a financial asset if its credit risk has not increased significantly since initial recognition. A loss allowance for full lifetime expected credit losses is required for a financial asset if its credit risk has increased significantly since initial recognition and is not low. However, a loss allowance for full lifetime expected credit losses is required for trade receivables that do not constitute a financing transaction.

For purchased or originated credit-impaired financial assets, the Group takes into account the expected credit losses on initial recognition in calculating the credit-adjusted effective interest rate. Subsequently, any changes in expected losses are recognized as a loss allowance with a corresponding gain or loss recognized in profit or loss.

Hedge accounting

The main changes in hedge accounting amended the application requirements for hedge accounting to better reflect the entity’s risk management activities. Compared with IAS 39, the main changes include: (1) enhancing types of transactions eligible for hedge accounting, specifically broadening the risk eligible for hedge accounting of non-financial items; (2) changing the way hedging derivative instruments are accounted for to reduce profit or loss volatility; and (3) replacing retrospective effectiveness assessment with the principle of economic relationship between the hedging instrument and the hedged item.

2) Amendments to IFRS 10 and IAS 28 “Sale or Contribution of Assets between an Investor and its Associate or Joint Venture”

The amendments stipulated that, when the Group sells or contributes assets that constitute a business (as defined in IFRS 3) to an associate or joint venture, the gain or loss resulting from the transaction is recognized in full. Also, when the Group loses control over a subsidiary that contains a business but retains significant influence or joint control, the gain or loss resulting from the transaction is recognized in full.

Conversely, when the Group sells or contributes assets that do not constitute a business to an associate or joint venture, the gain or loss resulting from the transaction is recognized only to the extent of the unrelated investors’ interest in the associate or joint venture, i.e. the entity’s share of the gain or loss is eliminated. Also, when the Group loses control over a subsidiary that does not contain a business but retains significant influence or joint control in an associate or a joint venture, the gain or loss resulting from the transaction is recognized only to the extent of the unrelated investors’ interest in the associate or joint venture, i.e. the entity’s share of the gain or loss is eliminated.

3) IFRS 15 “Revenue from Contracts with Customers” and related amendment

IFRS 15 establishes principles for recognizing revenue that apply to all contracts with customers, and will supersede IAS 18 “Revenue”, IAS 11 “Construction Contracts” and a number of revenue-related interpretations from January 1, 2018.
When applying IFRS 15, an entity shall recognize revenue by applying the following steps:

- Identify the contract with the customer;
- Identify the performance obligations in the contract;
- Determine the transaction price;
- Allocate the transaction price to the performance obligations in the contracts; and
- Recognize revenue when the entity satisfies a performance obligation.

In identifying performance obligations, IFRS 15 and related amendment require that a good or service is distinct if it is capable of being distinct (for example, the Group regularly sells it separately) and the promise to transfer it is distinct within the context of the contract (i.e. the nature of the promise in the contract is to transfer each of those goods or services individually rather than to transfer combined items).

When IFRS 15 and related amendment are effective, the Group may elect to apply this Standard either retrospectively to each prior reporting period presented or retrospectively with the cumulative effect of initially applying this Standard recognized at the date of initial application.

4) IFRS 16 “Leases”

IFRS 16 sets out the accounting standards for leases that will supersede IAS 17 and a number of related interpretations.

Under IFRS 16, if the Group is a lessee, it shall recognize right-of-use assets and lease liabilities for all leases on the consolidated balance sheets except for low-value and short-term leases. The Group may elect to apply the accounting method similar to the accounting for operating lease under IAS 17 to the low-value and short-term leases. On the consolidated statements of comprehensive income, the Group should present the depreciation expense charged on the right-of-use asset separately from interest expense accrued on the lease liability; interest is computed by using effective interest method. On the consolidated statements of cash flows, cash payments for the principal portion of the lease liability are classified within financing activities; cash payments for interest portion are classified within operating activities.

The application of IFRS 16 is not expected to have a material impact on the accounting of the Group as lessor.

When IFRS 16 becomes effective, the Group may elect to apply this Standard either retrospectively to each prior reporting period presented or retrospectively with the cumulative effect of the initial application of this Standard recognized at the date of initial application.

5) Amendments to IAS 12 “Recognition of Deferred Tax Assets for Unrealized Losses”

The amendment clarifies that the difference between the carrying amount of the debt instrument measured at fair value and its tax base gives rise to a temporary difference, even though there are unrealized losses on that asset, irrespective of whether the Group expects to recover the carrying amount of the debt instrument by sale or by holding it and collecting contractual cash flows.

In addition, in determining whether to recognize a deferred tax asset, the Group should assess a deductible temporary difference in combination with all of its other deductible temporary differences, unless the tax law restricts the utilization of losses to deduction against income of a specific type, in which case, a deductible temporary difference is assessed in combination only with other deductible temporary differences of the appropriate type. The amendment also stipulates
that, when determining whether to recognize a deferred tax asset, the estimate of probable future taxable profit may include some of the Group’s assets for more than their carrying amount if there is sufficient evidence that it is probable that the Group will achieve this, and that the estimate for future taxable profit should exclude tax deductions resulting from the reversal of deductible temporary differences.

Except for the above impact, as of the date the consolidated financial statements were authorized for issue, the Group is continuously assessing the possible impact that the application of other standards and interpretations will have on the Group’s financial position and results of operations, and will disclose the relevant impact when the assessment is completed.

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

a. Statement of Compliance

These interim consolidated financial statements have been prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and IAS 34 “Interim Financial Reporting” as endorsed by the FSC. Disclosure information included in these interim consolidated financial statements is less than the disclosure information required in a complete set of annual financial statements.

b. Basis of Consolidation

Subsidiaries included in these interim consolidated financial statements were as follows:

<table>
<thead>
<tr>
<th>Name of Investee</th>
<th>Main Businesses</th>
<th>Establishment and Operating Location</th>
<th>Percentage of Ownership (%)</th>
</tr>
</thead>
<tbody>
<tr>
<td>A.S.E. Holding Limited</td>
<td>Holding company</td>
<td>Bermuda</td>
<td>100.0</td>
</tr>
<tr>
<td>J &amp; R Holding Limited (&quot;J&amp;R Holding&quot;)</td>
<td>Holding company</td>
<td>Bermuda</td>
<td>100.0</td>
</tr>
<tr>
<td>Innossource Limited</td>
<td>Holding company</td>
<td>British Virgin Islands</td>
<td>100.0</td>
</tr>
<tr>
<td>Omniquest Industrial Limited</td>
<td>Holding company</td>
<td>British Virgin Islands</td>
<td>100.0</td>
</tr>
<tr>
<td>ASE Marketing &amp; Service Japan Co., Ltd.</td>
<td>Engaged in marketing and sales services</td>
<td>Japan</td>
<td>100.0</td>
</tr>
<tr>
<td>ASE Test, Inc.</td>
<td>Engaged in the testing of semiconductors</td>
<td>Kaohsiung, ROC</td>
<td>100.0</td>
</tr>
<tr>
<td>USI Inc. (&quot;USINIC&quot;)</td>
<td>Engaged in investment</td>
<td>Nantou, ROC</td>
<td>99.2</td>
</tr>
<tr>
<td>Luchu Development Corporation</td>
<td>Engaged in the development of real estate properties</td>
<td>Taipei, ROC</td>
<td>86.1</td>
</tr>
<tr>
<td>TLJ Intertech Inc. (&quot;TLJ&quot;)</td>
<td>Engaged in information software services and 60% shareholdings were acquired by ASE Test, Inc. in May 2016</td>
<td>Taipei, ROC</td>
<td>60.0</td>
</tr>
<tr>
<td>Alto Enterprises Limited</td>
<td>Holding company</td>
<td>British Virgin Islands</td>
<td>100.0</td>
</tr>
<tr>
<td>Super Zone Holdings Limited</td>
<td>Holding company</td>
<td>Hong Kong</td>
<td>100.0</td>
</tr>
<tr>
<td>ASE (Kun Shan) Inc.</td>
<td>Engaged in the packaging and testing of semiconductors</td>
<td>Kun Shan, China</td>
<td>100.0</td>
</tr>
<tr>
<td>ASE Investment (Kun Shan) Limited</td>
<td>Holding company</td>
<td>Kun Shan, China</td>
<td>100.0</td>
</tr>
<tr>
<td>Advanced Semiconductor Engineering (China) Ltd.</td>
<td>Will engage in the packaging and testing of semiconductors</td>
<td>Shanghai, China</td>
<td>100.0</td>
</tr>
<tr>
<td>ASE Investment (Labuan) Inc.</td>
<td>Holding company</td>
<td>Malaysia</td>
<td>100.0</td>
</tr>
<tr>
<td>ASE Test Limited (&quot;ASE Test&quot;)</td>
<td>Holding company</td>
<td>Singapore</td>
<td>100.0</td>
</tr>
<tr>
<td>ASE (Korea) Inc.</td>
<td>Engaged in the packaging and testing of semiconductors</td>
<td>Korea</td>
<td>100.0</td>
</tr>
<tr>
<td>J&amp;R Industrial Inc.</td>
<td>Engaged in leasing equipment and investing activity</td>
<td>Kaohsiung, ROC</td>
<td>100.0</td>
</tr>
<tr>
<td>ASE Japan Co., Ltd.</td>
<td>Engaged in the packaging and testing of semiconductors</td>
<td>Japan</td>
<td>100.0</td>
</tr>
<tr>
<td>ASE (U.S.) Inc.</td>
<td>After-sales service and sales support</td>
<td>U.S.A.</td>
<td>100.0</td>
</tr>
<tr>
<td>Global Advanced Packaging Technology Limited, Cayman Islands</td>
<td>Holding company</td>
<td>British Cayman Islands</td>
<td>100.0</td>
</tr>
<tr>
<td>ASE WeiHai Inc.</td>
<td>Engaged in the packaging and testing of semiconductors</td>
<td>Shandong, China</td>
<td>100.0</td>
</tr>
<tr>
<td>Suzhou ASEN Semiconductors Co., Ltd.</td>
<td>Engaged in the packaging and testing of semiconductors</td>
<td>Suzhou, China</td>
<td>60.0</td>
</tr>
</tbody>
</table>

(Continued)
<table>
<thead>
<tr>
<th>Name of Investee</th>
<th>Main Businesses</th>
<th>Establishment and Operating Location</th>
<th>September 30, 2016</th>
<th>December 31, 2015</th>
<th>September 30, 2015</th>
</tr>
</thead>
<tbody>
<tr>
<td>Anstock Limited</td>
<td>Engaged in financing activity</td>
<td>British Cayman Islands</td>
<td>100.0</td>
<td>100.0</td>
<td>100.0</td>
</tr>
<tr>
<td>Anstock II Limited</td>
<td>Engaged in financing activity</td>
<td>British Cayman Islands</td>
<td>100.0</td>
<td>100.0</td>
<td>100.0</td>
</tr>
<tr>
<td>ASE Module (Shanghai) Inc.</td>
<td>Will engage in the production and sale of electronic components and printed circuit boards</td>
<td>Shanghai, China</td>
<td>100.0</td>
<td>100.0</td>
<td>100.0</td>
</tr>
<tr>
<td>ASE (Shanghai) Inc.</td>
<td>Engaged in the production of substrates</td>
<td>Shanghai, China</td>
<td>100.0</td>
<td>100.0</td>
<td>100.0</td>
</tr>
<tr>
<td>ASE Corporation</td>
<td>Holding company</td>
<td>British Cayman Islands</td>
<td>100.0</td>
<td>100.0</td>
<td>100.0</td>
</tr>
<tr>
<td>ASE Mauritius Inc.</td>
<td>Holding company</td>
<td>Mauritius</td>
<td>100.0</td>
<td>100.0</td>
<td>100.0</td>
</tr>
<tr>
<td>ASE Labsam Inc.</td>
<td>Holding company</td>
<td>Malaysia</td>
<td>100.0</td>
<td>100.0</td>
<td>100.0</td>
</tr>
<tr>
<td>Shanghai Ding Hui Real Estate Development Co., Ltd.</td>
<td>Engaged in the development, construction and sale of real estate properties</td>
<td>Shanghai, China</td>
<td>100.0</td>
<td>100.0</td>
<td>100.0</td>
</tr>
<tr>
<td>Shanghai Ding Qi Property Management Co., Ltd.</td>
<td>Engaged in the management of real estate properties</td>
<td>Shanghai, China</td>
<td>100.0</td>
<td>100.0</td>
<td>100.0</td>
</tr>
<tr>
<td>Advanced Semiconductor Engineering (HK) Limited</td>
<td>Engaged in the trading of substrates</td>
<td>Hong Kong</td>
<td>100.0</td>
<td>100.0</td>
<td>100.0</td>
</tr>
<tr>
<td>Shanghai Ding Wei Real Estate Development Co., Ltd.</td>
<td>Engaged in the development, construction and leasing of real estate properties</td>
<td>Shanghai, China</td>
<td>100.0</td>
<td>100.0</td>
<td>100.0</td>
</tr>
<tr>
<td>Shanghai Ding Yu Real Estate Development Co., Ltd.</td>
<td>Engaged in the development, construction and leasing of real estate properties</td>
<td>Shanghai, China</td>
<td>100.0</td>
<td>100.0</td>
<td>100.0</td>
</tr>
<tr>
<td>Shanghai Ding Fan Department Store Co., Ltd.</td>
<td>Will engage in department store business, and was established in July 2016</td>
<td>Shanghai, China</td>
<td>100.0</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Kun Shan Ding Yue Real Estate Development Co., Ltd.</td>
<td>Engaged in the development, construction and leasing of real estate properties</td>
<td>Kun Shan, China</td>
<td>100.0</td>
<td>100.0</td>
<td>100.0</td>
</tr>
<tr>
<td>Kun Shan Ding Hong Real Estate Development Co., Ltd.</td>
<td>Engaged in the development, construction and leasing of real estate properties</td>
<td>Kun Shan, China</td>
<td>100.0</td>
<td>100.0</td>
<td>100.0</td>
</tr>
<tr>
<td>ASE Electronics Inc.</td>
<td>Engaged in the production of substrates</td>
<td>Kaohsiung, ROC</td>
<td>100.0</td>
<td>100.0</td>
<td>100.0</td>
</tr>
<tr>
<td>ASE Test Holdings, Ltd.</td>
<td>Holding company</td>
<td>British Cayman Islands</td>
<td>100.0</td>
<td>100.0</td>
<td>100.0</td>
</tr>
<tr>
<td>ASE Holdings (Singapore) Pte Ltd</td>
<td>Holding company</td>
<td>Singapore</td>
<td>100.0</td>
<td>100.0</td>
<td>100.0</td>
</tr>
<tr>
<td>ASE Singapore Pte. Ltd.</td>
<td>Engaged in the packaging and testing of semiconductors</td>
<td>Singapore</td>
<td>100.0</td>
<td>100.0</td>
<td>100.0</td>
</tr>
<tr>
<td>ISE Labs, Inc.</td>
<td>Engaged in the testing of semiconductors</td>
<td>U.S.A.</td>
<td>100.0</td>
<td>100.0</td>
<td>100.0</td>
</tr>
<tr>
<td>ASE Electronics (M) Sdn. Bhd.</td>
<td>Engaged in the packaging and testing of semiconductors</td>
<td>Malaysia</td>
<td>100.0</td>
<td>100.0</td>
<td>100.0</td>
</tr>
<tr>
<td>ASE Assembly &amp; Test (Shanghai) Limited</td>
<td>Engaged in the packaging and testing of semiconductors</td>
<td>Shanghai, China</td>
<td>100.0</td>
<td>100.0</td>
<td>100.0</td>
</tr>
<tr>
<td>ASE Trading (Shanghai) Ltd.</td>
<td>Engaged in trading activity</td>
<td>Shanghai, China</td>
<td>100.0</td>
<td>100.0</td>
<td>100.0</td>
</tr>
<tr>
<td>Wuxi Tongzi Microelectronics Co., Ltd.</td>
<td>Engaged in the packaging and testing of semiconductors</td>
<td>Wuxi, China</td>
<td>100.0</td>
<td>100.0</td>
<td>100.0</td>
</tr>
<tr>
<td>Huntington Holdings International Co., Ltd.</td>
<td>Liquidated in December 2015</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Senetex Investment Co., Ltd.</td>
<td>Holding company</td>
<td>British Virgin Islands</td>
<td>99.2</td>
<td>99.2</td>
<td>99.2</td>
</tr>
<tr>
<td>Unitech Holdings International Co., Ltd.</td>
<td>Holding company</td>
<td>British Virgin Islands</td>
<td>99.2</td>
<td>99.2</td>
<td>99.2</td>
</tr>
<tr>
<td>Real Tech Holdings Limited</td>
<td>Holding company</td>
<td>British Virgin Islands</td>
<td>99.2</td>
<td>99.2</td>
<td>99.2</td>
</tr>
<tr>
<td>Universal ABIT Holding Co., Ltd.</td>
<td>Holding company</td>
<td>British Virgin Islands</td>
<td>99.2</td>
<td>99.2</td>
<td>99.2</td>
</tr>
<tr>
<td>Rising Capital Investment Limited</td>
<td>Holding company</td>
<td>British Virgin Islands</td>
<td>99.2</td>
<td>99.2</td>
<td>99.2</td>
</tr>
<tr>
<td>Rise Accord Limited</td>
<td>Holding company</td>
<td>British Virgin Islands</td>
<td>99.2</td>
<td>99.2</td>
<td>99.2</td>
</tr>
<tr>
<td>Universal Scientific Industrial (Kunshan) Co., Ltd.</td>
<td>Engaged in the manufacturing and sale of computer assistance system and related peripherals</td>
<td>Kun Shan, China</td>
<td>99.2</td>
<td>99.2</td>
<td>99.2</td>
</tr>
<tr>
<td>USI Enterprise Limited (&quot;USIE&quot;)</td>
<td>Engaged in the service of investment advisory and warehousing management</td>
<td>Hong Kong</td>
<td>98.8</td>
<td>96.7</td>
<td>98.7</td>
</tr>
<tr>
<td>Universal Scientific Industrial (Shanghai) Co., Ltd. (&quot;USISH&quot;)</td>
<td>Engaged in the designing, manufacturing and sale of electronic components</td>
<td>Shanghai, China</td>
<td>77.3</td>
<td>75.7</td>
<td>77.2</td>
</tr>
<tr>
<td>Universal Global Technology Co., Limited</td>
<td>Holding company</td>
<td>Hong Kong</td>
<td>77.3</td>
<td>75.7</td>
<td>77.2</td>
</tr>
<tr>
<td>Universal Global Technology (Kunshan) Co., Ltd.</td>
<td>Engaged in the designing and manufacturing of electronic components</td>
<td>Kun Shan, China</td>
<td>77.3</td>
<td>75.7</td>
<td>77.2</td>
</tr>
<tr>
<td>Universal Global Technology (Shanghai) Co., Ltd.</td>
<td>Engaged in the processing and sales of computer and communication peripherals as well as business in import and export of goods and technology</td>
<td>Shanghai, China</td>
<td>77.3</td>
<td>75.7</td>
<td>77.2</td>
</tr>
<tr>
<td>Universal Global Electronics (Shanghai) Co., Ltd.</td>
<td>Engaged in the sale of electronic components and telecommunications equipment</td>
<td>Shanghai, China</td>
<td>77.3</td>
<td>75.7</td>
<td>77.2</td>
</tr>
</tbody>
</table>

(Continued)
Percentage of Ownership (%)  

<table>
<thead>
<tr>
<th>Name of Investee</th>
<th>Main Businesses</th>
<th>Establishment and Operating Location</th>
<th>September 30, 2016</th>
<th>December 31, 2015</th>
<th>September 30, 2015</th>
</tr>
</thead>
<tbody>
<tr>
<td>Universal Global Industrial Co., Limited</td>
<td>Engaged in manufacturing, trading and investing activity</td>
<td>Hong Kong</td>
<td>77.3</td>
<td>75.7</td>
<td>77.2</td>
</tr>
<tr>
<td>Universal Global Scientific Industrial Co., Ltd. (&quot;UGTW&quot;)</td>
<td>Engaged in the manufacturing of components of telecomm and cars and provision of related R&amp;D services</td>
<td>Nantou, ROC</td>
<td>77.3</td>
<td>75.7</td>
<td>77.2</td>
</tr>
<tr>
<td>USI America Inc.</td>
<td>Engaged in the manufacturing and processing of motherboards and wireless network communication and provision of related technical service.</td>
<td>U.S.A.</td>
<td>77.3</td>
<td>75.7</td>
<td>77.2</td>
</tr>
<tr>
<td>Universal Scientific Industrial De Mexico S.A. De C.V.</td>
<td>Engaged in the assembling of motherboards and computer components</td>
<td>Mexico</td>
<td>77.3</td>
<td>75.7</td>
<td>77.2</td>
</tr>
<tr>
<td>USI Japan Co., Ltd.</td>
<td>Engaged in the manufacturing and sale of computer peripherals, integrated chip and other related accessories</td>
<td>Japan</td>
<td>77.3</td>
<td>75.7</td>
<td>77.2</td>
</tr>
<tr>
<td>USI Electronics (Shenzhen) Co., Ltd.</td>
<td>Engaged in the design, manufacturing and sale of motherboards and computer peripherals</td>
<td>Shenzhen, China</td>
<td>77.3</td>
<td>75.7</td>
<td>77.2</td>
</tr>
<tr>
<td>Universal Scientific Industrial Co., Ltd. (&quot;USI&quot;)</td>
<td>Engaged in the manufacturing, processing and sale of computers, computer peripherals and related accessories</td>
<td>Nantou, ROC</td>
<td>76.5</td>
<td>99.0</td>
<td>99.0</td>
</tr>
</tbody>
</table>

(Concluded)

c. Other significant accounting policies

Except for the following, the accounting policies applied in these condensed consolidated financial statements are consistent with those applied in the Group’s consolidated financial statements for the year ended December 31, 2015.

1) Retirement benefits

Pension cost for an interim period is calculated on a year-to-date basis by using the actuarially determined pension cost rate at the end of the prior financial year, adjusted for significant market fluctuations since that time and for significant plan amendments, settlements, or other significant one-off events.

2) Taxation

Income tax expense represents the sum of the tax currently payable and deferred tax. Interim period income taxes are assessed on an annual basis and calculated by applying to an interim period’s pre-tax income the tax rate that would be applicable to expected total annual earnings.

5. CRITICAL ACCOUNTING JUDGMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

Except those discussed below, the same critical accounting judgments and key sources of estimation uncertainty of consolidated financial statements have been followed in these consolidated financial statements as were applied in the preparation of the Group’s consolidated financial statements for the year ended December 31, 2015.

For the associate accounted for using the equity method, the Group recognized goodwill which is included within the carrying amount of the investment as of each investment date as the excess of cost of investments over the Group’s share of the net fair value of the associate’s identifiable assets acquired and the liabilities assumed at the respective investment dates; as a result, it involves critical accounting judgment and estimates when determining aforementioned fair values. The management engaged external appraiser to identify and evaluate the associate’s identifiable tangible assets, intangible assets and liabilities.
The scope of such evaluation includes assumptions as current replacement cost of tangible assets, the categories of intangible assets and their expected economic benefits, growth rates and discount rates used in cash flow analysis. The amounts of differences between fair value of identified tangible and intangible assets and the carrying amount at each respective investment dates are depreciated or amortized over their remaining useful lives or expected future economic benefit lives. The management considered that the related evaluation and assumption has appropriately reflected the fair value of identifiable assets acquired and liabilities assumed.

6. CASH AND CASH EQUIVALENTS

<table>
<thead>
<tr>
<th></th>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>NT$</td>
<td>NT$</td>
<td>NT$</td>
</tr>
<tr>
<td>Cash on hand</td>
<td>$ 8,146</td>
<td>$ 8,806</td>
<td>$ 8,828</td>
</tr>
<tr>
<td>Checking accounts and demand deposits</td>
<td>29,027,930</td>
<td>50,291,823</td>
<td>33,144,463</td>
</tr>
<tr>
<td>Cash equivalents</td>
<td>8,625,344</td>
<td>4,950,552</td>
<td>9,256,423</td>
</tr>
<tr>
<td></td>
<td>$ 37,661,420</td>
<td>$ 55,251,181</td>
<td>$ 42,409,714</td>
</tr>
</tbody>
</table>

Cash equivalents include time deposits that are of a short maturity of three months or less from the date of acquisitions, and are highly liquid, readily convertible to known amounts in cash and the risk of changes in values is insignificant. Cash equivalents are held for the purpose of meeting short-term cash commitments rather than for investments or other purposes.

7. FINANCIAL INSTRUMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS (“FVTPL”)

<table>
<thead>
<tr>
<th></th>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>NT$</td>
<td>NT$</td>
<td>NT$</td>
</tr>
<tr>
<td>Financial assets</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>designated as at FVTPL</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Private-placement convertible bonds</td>
<td>$ 100,583</td>
<td>$ 100,500</td>
<td>$ 100,500</td>
</tr>
<tr>
<td>Structured time deposits</td>
<td>-</td>
<td>1,646,357</td>
<td>-</td>
</tr>
<tr>
<td></td>
<td>100,583</td>
<td>1,746,857</td>
<td>100,500</td>
</tr>
<tr>
<td>Financial assets held for trading</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Open-end mutual funds</td>
<td>584,424</td>
<td>573,242</td>
<td>558,437</td>
</tr>
<tr>
<td>Forward exchange contracts</td>
<td>55,645</td>
<td>18,913</td>
<td>41,189</td>
</tr>
<tr>
<td>Swap contracts</td>
<td>38,451</td>
<td>1,452,611</td>
<td>2,398,880</td>
</tr>
<tr>
<td>Quoted shares</td>
<td>34,728</td>
<td>37,058</td>
<td>43,225</td>
</tr>
<tr>
<td>Foreign currency option contracts</td>
<td>-</td>
<td>5,020</td>
<td>-</td>
</tr>
<tr>
<td></td>
<td>713,248</td>
<td>2,086,844</td>
<td>3,041,731</td>
</tr>
<tr>
<td></td>
<td>$ 813,831</td>
<td>$ 3,833,701</td>
<td>$ 3,142,231</td>
</tr>
<tr>
<td>Financial liabilities held for trading</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Conversion option, redemption option and put option of convertible bonds (Note 19)</td>
<td>$ 2,224,051</td>
<td>$ 2,632,565</td>
<td>$ 2,049,773</td>
</tr>
</tbody>
</table>

(Continued)
The Group invested in structured time deposits and private-placement convertible bonds, and all included embedded derivative instruments which are not closely related to the host contracts. The Group designated the entire contracts as financial assets at FVTPL on initial recognition.

At each balance sheet date, the outstanding swap contracts not accounted for hedge accounting were as follows:

<table>
<thead>
<tr>
<th>Currency</th>
<th>Maturity Period</th>
<th>Notional Amount (In Thousands)</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>September 30, 2016</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Sell JPY/Buy US$</td>
<td>2016.10</td>
<td>JPY38,308/US$380</td>
</tr>
<tr>
<td>Sell US$/Buy CNY</td>
<td>2016.10</td>
<td>US$52,535/CNY349,800</td>
</tr>
<tr>
<td>Sell US$/Buy JPY</td>
<td>2016.11-2016.12</td>
<td>US$83,036/JPY8,420,000</td>
</tr>
<tr>
<td>Sell US$/Buy KRW</td>
<td>2016.10-2016.11</td>
<td>US$20,000/KRW22,232,000</td>
</tr>
<tr>
<td>Sell US$/Buy NTS</td>
<td>2016.10-2016.11</td>
<td>US$51,600/NT$1,621,665</td>
</tr>
<tr>
<td><strong>December 31, 2015</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Sell NTS/Buy US$</td>
<td>2016.01-2016.12</td>
<td>NTS57,554,138/US$1,802,834</td>
</tr>
<tr>
<td>Sell US$/Buy CNY</td>
<td>2016.01-2016.03</td>
<td>US$353,881/CNY2,255,872</td>
</tr>
<tr>
<td>Sell US$/Buy JPY</td>
<td>2016.03</td>
<td>US$67,125/JPY8,240,000</td>
</tr>
<tr>
<td>Sell US$/Buy NTS</td>
<td>2016.01</td>
<td>US$91,750/NT$3,005,494</td>
</tr>
<tr>
<td><strong>September 30, 2015</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Sell JPY/Buy US$</td>
<td>2015.10</td>
<td>JPY66,604/US$550</td>
</tr>
<tr>
<td>Sell NTS/Buy US$</td>
<td>2015.10-2016.09</td>
<td>NTS75,508,555/US$2,367,628</td>
</tr>
<tr>
<td>Sell US$/Buy CNY</td>
<td>2015.10-2016.01</td>
<td>US$460,287/CNY2,927,341</td>
</tr>
<tr>
<td>Sell US$/Buy JPY</td>
<td>2015.10-2015.11</td>
<td>US$69,190/JPY8,350,000</td>
</tr>
<tr>
<td>Sell US$/Buy KRW</td>
<td>2015.10</td>
<td>US$17,000/KRW19,903,600</td>
</tr>
</tbody>
</table>

At each balance sheet date, the outstanding forward exchange contracts not accounted for hedge accounting were as follow:
<table>
<thead>
<tr>
<th>Currency</th>
<th>Maturity Period</th>
<th>Notional Amount (In Thousands)</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>September 30, 2016</td>
<td></td>
</tr>
<tr>
<td>Sell NT$/Buy US$</td>
<td>2016.10-2016.11</td>
<td>NT$10,147,295/US$325,000</td>
</tr>
<tr>
<td>Sell US$/Buy CNY</td>
<td>2016.10-2016.11</td>
<td>US$65,000/CNY433,976</td>
</tr>
<tr>
<td>Sell US$/Buy JPY</td>
<td>2016.10-2016.11</td>
<td>US$21,864/JPY2,227,835</td>
</tr>
<tr>
<td>Sell US$/Buy KRW</td>
<td>2016.10-2016.11</td>
<td>US$26,400/KRW29,134,690</td>
</tr>
<tr>
<td>Sell US$/Buy MYR</td>
<td>2016.10-2016.11</td>
<td>US$9,000/MYR36,944</td>
</tr>
<tr>
<td>Sell US$/Buy SGD</td>
<td>2016.10-2016.12</td>
<td>US$11,100/SGD14,988</td>
</tr>
<tr>
<td></td>
<td>December 31, 2015</td>
<td></td>
</tr>
<tr>
<td>Sell NT$/Buy US$</td>
<td>2016.02</td>
<td>NT$325,400/US$10,000</td>
</tr>
<tr>
<td>Sell US$/Buy CNY</td>
<td>2016.01-2016.03</td>
<td>US$121,000/CNY780,252</td>
</tr>
<tr>
<td>Sell US$/Buy JPY</td>
<td>2016.01</td>
<td>US$14,000/JPY1,713,388</td>
</tr>
<tr>
<td>Sell US$/Buy KRW</td>
<td>2016.01</td>
<td>US$8,000/KRW9,420,350</td>
</tr>
<tr>
<td>Sell US$/Buy MYR</td>
<td>2016.01-2016.02</td>
<td>US$6,000/MYR25,525</td>
</tr>
<tr>
<td>Sell US$/Buy NT$</td>
<td>2016.01-2016.03</td>
<td>US$155,000/NT$5,088,230</td>
</tr>
<tr>
<td>Sell US$/Buy SGD</td>
<td>2016.01-2016.02</td>
<td>US$11,400/SGD16,079</td>
</tr>
</tbody>
</table>

At each balance sheet date, the outstanding foreign currency option contracts not accounted for hedge accounting were as follows:

<table>
<thead>
<tr>
<th>Currency</th>
<th>Maturity Period</th>
<th>Notional Amount (In Thousands)</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>September 30, 2016</td>
<td></td>
</tr>
<tr>
<td>Buy US$ Call/CNY Put</td>
<td>2017.08 (Note)</td>
<td>US$2,000/CNY13,800</td>
</tr>
<tr>
<td>Sell US$ Put/CNY Call</td>
<td>2017.08 (Note)</td>
<td>US$1,000/CNY 6,900</td>
</tr>
<tr>
<td></td>
<td>December 31, 2015</td>
<td></td>
</tr>
<tr>
<td>Buy US$ Call/CNY Put</td>
<td>2017.08 (Note)</td>
<td>US$2,000/CNY13,800</td>
</tr>
<tr>
<td>Buy US$ Put/CNY Call</td>
<td>2016.03</td>
<td>US$20,000/CNY131,600</td>
</tr>
<tr>
<td>Sell US$ Put/CNY Call</td>
<td>2017.08 (Note)</td>
<td>US$1,000/CNY 6,900</td>
</tr>
<tr>
<td></td>
<td>September 30, 2015</td>
<td></td>
</tr>
<tr>
<td>Buy US$ Call/NT$ Put</td>
<td>2016.08 (Note)</td>
<td>US$2,000/NT$68,200</td>
</tr>
<tr>
<td>Buy US$ Call/CNY Put</td>
<td>2017.08 (Note)</td>
<td>US$2,000/CNY13,800</td>
</tr>
<tr>
<td>Sell US$ Put/NT$ Call</td>
<td>2016.08 (Note)</td>
<td>US$1,000/NT$34,100</td>
</tr>
<tr>
<td>Sell US$ Put/CNY Call</td>
<td>2017.08 (Note)</td>
<td>US$1,000/CNY 6,900</td>
</tr>
</tbody>
</table>
Note: The contracts will be settled once a month and the counterparty has the right to early terminate the contracts, or the contracts will be early terminated or both parties will have no obligation to settle the contracts when the specific criteria is met. Partial of the aforementioned outstanding contracts as of September 30, 2015 were early terminated.

At each balance sheet date, the outstanding interest rate swap contracts not accounted for hedge accounting were as follows:

<table>
<thead>
<tr>
<th>Maturity Period</th>
<th>Notional Amounts (In Thousands)</th>
<th>Range of Interest Rates Paid</th>
<th>Range of Interest Rates Received</th>
</tr>
</thead>
<tbody>
<tr>
<td>September 30, 2016</td>
<td>NT$1,000,000</td>
<td>4.60%</td>
<td>0.00%-5.00%</td>
</tr>
<tr>
<td></td>
<td></td>
<td>(Fixed)</td>
<td>(Floating)</td>
</tr>
<tr>
<td>December 31, 2015</td>
<td>NT$1,000,000</td>
<td>4.60%</td>
<td>0.00%-5.00%</td>
</tr>
<tr>
<td></td>
<td></td>
<td>(Fixed)</td>
<td>(Floating)</td>
</tr>
</tbody>
</table>

8. AVAILABLE-FOR-SALE FINANCIAL ASSETS

<table>
<thead>
<tr>
<th></th>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>NT$</td>
<td>NT$</td>
<td>NT$</td>
</tr>
<tr>
<td>Unquoted ordinary shares</td>
<td>$ 506,502</td>
<td>$ 249,217</td>
<td>$ 230,792</td>
</tr>
<tr>
<td>Limited partnership</td>
<td>448,913</td>
<td>476,612</td>
<td>501,168</td>
</tr>
<tr>
<td>Quoted ordinary shares</td>
<td>160,243</td>
<td>197,580</td>
<td>172,915</td>
</tr>
<tr>
<td>Open-end mutual funds</td>
<td>44,207</td>
<td>16,037</td>
<td>-</td>
</tr>
<tr>
<td>Unquoted preferred shares</td>
<td>14,166</td>
<td>15,260</td>
<td>15,426</td>
</tr>
<tr>
<td></td>
<td>1,174,031</td>
<td>954,706</td>
<td>920,301</td>
</tr>
<tr>
<td>Current</td>
<td>70,092</td>
<td>30,344</td>
<td>15,506</td>
</tr>
<tr>
<td>Non-current</td>
<td>$ 1,103,939</td>
<td>$ 924,362</td>
<td>$ 904,795</td>
</tr>
</tbody>
</table>

9. TRADE RECEIVABLES, NET

<table>
<thead>
<tr>
<th></th>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>NT$</td>
<td>NT$</td>
<td>NT$</td>
</tr>
<tr>
<td>Trade receivables</td>
<td>$ 52,063,840</td>
<td>$ 45,014,393</td>
<td>$ 53,262,675</td>
</tr>
<tr>
<td>Less: Allowance for doubtful debts</td>
<td>$ 54,262</td>
<td>$ 82,906</td>
<td>$ 106,188</td>
</tr>
<tr>
<td>Trade receivables, net</td>
<td>$ 52,009,578</td>
<td>$ 44,931,487</td>
<td>$ 53,156,487</td>
</tr>
</tbody>
</table>
a. Trade receivables

The Group’s average credit terms were 30 to 90 days. Allowance for doubtful debts is assessed by reference to the collectability of receivables by evaluating the account aging, historical experience and current financial condition of customers.

As of September 30, 2016, December 31, 2015 and September 30, 2015, except that the Group’s five largest customers accounted for 33%, 26% and 28% of accounts receivable, respectively, the concentration of credit risk is insignificant for the remaining accounts receivable.

Aging of receivables based on the past due date

<table>
<thead>
<tr>
<th></th>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>NTS</td>
<td>NTS</td>
<td>NTS</td>
</tr>
<tr>
<td>Not past due</td>
<td>$47,741,458</td>
<td>$40,409,227</td>
<td>$48,266,342</td>
</tr>
<tr>
<td>1 to 30 days</td>
<td>3,695,299</td>
<td>3,901,300</td>
<td>3,935,421</td>
</tr>
<tr>
<td>31 to 90 days</td>
<td>532,980</td>
<td>495,664</td>
<td>842,340</td>
</tr>
<tr>
<td>More than 91 days</td>
<td>94,103</td>
<td>208,202</td>
<td>218,572</td>
</tr>
<tr>
<td>Total</td>
<td>$52,063,840</td>
<td>$45,014,393</td>
<td>$53,262,675</td>
</tr>
</tbody>
</table>

Aging of receivables that were past due but not impaired

<table>
<thead>
<tr>
<th></th>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>NTS</td>
<td>NTS</td>
<td>NTS</td>
</tr>
<tr>
<td>1 to 30 days</td>
<td>$3,669,497</td>
<td>$3,086,796</td>
<td>$2,788,127</td>
</tr>
<tr>
<td>31 to 90 days</td>
<td>333,527</td>
<td>344,265</td>
<td>283,394</td>
</tr>
<tr>
<td>More than 91 days</td>
<td>-</td>
<td>-</td>
<td>3,357</td>
</tr>
<tr>
<td>Total</td>
<td>$4,003,024</td>
<td>$3,431,061</td>
<td>$3,074,878</td>
</tr>
</tbody>
</table>

Except for those impaired, the Group had not provided an allowance for doubtful debts on trade receivables at each balance sheet date since there has not been a significant change in credit quality and the amounts were still considered collectible. The Group did not hold any collateral or other credit enhancements over these balances nor did it have a legal right to offset against any amounts owed by the Group to counterparties.

Movement of the allowance for doubtful trade receivables

<table>
<thead>
<tr>
<th></th>
<th>Impaired Individually</th>
<th>Impaired Collectively</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>NTS</td>
<td>NTS</td>
<td>NTS</td>
</tr>
<tr>
<td>Balance at January 1, 2016</td>
<td>$39,046</td>
<td>$43,860</td>
<td>$82,906</td>
</tr>
<tr>
<td>Impairment losses recognized (reversed)</td>
<td>(29,013)</td>
<td>1,349</td>
<td>(27,664)</td>
</tr>
<tr>
<td>Effect of foreign currency exchange differences</td>
<td>(691)</td>
<td>(289)</td>
<td>(980)</td>
</tr>
<tr>
<td>Balance at September 30, 2016</td>
<td>$9,342</td>
<td>$44,920</td>
<td>$54,262</td>
</tr>
</tbody>
</table>

(Continued)
### 10. INVENTORIES

<table>
<thead>
<tr>
<th></th>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>NT$</td>
<td>NT$</td>
<td>NT$</td>
</tr>
<tr>
<td>Finished goods</td>
<td>$ 6,639,252</td>
<td>$ 10,012,182</td>
<td>$ 9,369,678</td>
</tr>
<tr>
<td>Work in process</td>
<td>4,664,874</td>
<td>1,692,346</td>
<td>5,445,993</td>
</tr>
<tr>
<td>Raw materials</td>
<td>11,071,692</td>
<td>9,672,894</td>
<td>11,013,635</td>
</tr>
<tr>
<td>Supplies</td>
<td>788,774</td>
<td>852,251</td>
<td>873,379</td>
</tr>
<tr>
<td>Raw materials and supplies in transit</td>
<td>470,561</td>
<td>1,028,606</td>
<td>888,502</td>
</tr>
<tr>
<td></td>
<td>$ 23,635,153</td>
<td>$ 23,258,279</td>
<td>$ 27,591,187</td>
</tr>
</tbody>
</table>

Pursuant to the factoring agreement, losses from commercial disputes (such as sales returns and discounts) should be borne by the Company, while losses from credit risk should be borne by the banks. The Company also issued promissory notes to the banks for commercial disputes which remained undrawn since. The promissory notes amounted to US$2,000 thousand, US$5,000 thousand and US$5,000 thousand as of September 30, 2016, December 31, 2015 and September 30, 2015, respectively. As of September 30, 2016, there was no significant losses from commercial disputes in the past and the Company does not expect any significant commercial dispute losses in the foreseeable future.
The cost of inventories recognized as operating costs for the three months and nine months ended September 30, 2016 and 2015 were NT$58,579,554 thousand, NT$59,881,971 thousand, NT$158,489,852 thousand and NT$170,887,198 thousand, respectively, which included write-down of inventories at NT$160,104 thousand, NT$139,193 thousand, NT$313,124 thousand and NT$3,724 thousand, respectively.

11. INVENTORIES RELATED TO REAL ESTATE BUSINESS

<table>
<thead>
<tr>
<th></th>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>NTS</td>
<td>NTS</td>
<td>NTS</td>
</tr>
<tr>
<td>Land and buildings held for sale</td>
<td>$ 667</td>
<td>$ 5,431</td>
<td>$ 5,552</td>
</tr>
<tr>
<td>Construction in progress</td>
<td>22,453,205</td>
<td>23,956,678</td>
<td>23,357,798</td>
</tr>
<tr>
<td>Land held for construction</td>
<td>1,687,526</td>
<td>1,751,429</td>
<td>1,751,429</td>
</tr>
<tr>
<td></td>
<td>$ 24,141,398</td>
<td>$ 25,713,538</td>
<td>$ 25,114,779</td>
</tr>
</tbody>
</table>

Land and buildings held for sale located in Shanghai Zhangjiang was completed and successively sold. Construction in progress is mainly located on Caobao Road and Hutai Road in Shanghai, China and Lidu Road and Xinhong Road in Kun Shan, China. The capitalized borrowing costs for the three months and nine months ended September 30, 2016 and 2015 is disclosed in Note 23.

As of September 30, 2016, December 31, 2015 and September 30, 2015, inventories related to real estate business of NT$11,978,732 thousand, NT$24,837,046 thousand and NT$24,762,819 thousand, respectively, are expected to be recovered longer than twelve months.

Refer to Note 34 for the carrying amount of inventories related to real estate business that had been pledged by the Group to secure bank borrowings.

12. OTHER FINANCIAL ASSETS

<table>
<thead>
<tr>
<th></th>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>NTS</td>
<td>NTS</td>
<td>NTS</td>
</tr>
<tr>
<td>Unsecured subordinate corporate bonds</td>
<td>$ 1,000,000</td>
<td>$ -</td>
<td>$ -</td>
</tr>
<tr>
<td>Time deposits with original maturity over three months</td>
<td>948,086</td>
<td>220,545</td>
<td>1,840,131</td>
</tr>
<tr>
<td>Pledged time deposits (Note 34)</td>
<td>235,913</td>
<td>207,359</td>
<td>207,325</td>
</tr>
<tr>
<td>Guarantee deposits</td>
<td>210,966</td>
<td>197,513</td>
<td>183,892</td>
</tr>
<tr>
<td>Others (Note 34)</td>
<td>7,592</td>
<td>22,254</td>
<td>40,314</td>
</tr>
<tr>
<td>Current</td>
<td>2,402,557</td>
<td>647,671</td>
<td>2,271,662</td>
</tr>
<tr>
<td>Non-current</td>
<td>$ 1,355,254</td>
<td>$ 345,672</td>
<td>$ 343,516</td>
</tr>
</tbody>
</table>

In June 2016, the Group acquired 1,000 units of perpetual unsecured subordinate corporate bonds in the amount of NT$1,000,000 thousand. The corporate bonds are in denomination of NT$1,000 thousand with annual interest rate at 3.5% as of September 30, 2016.
13. INVESTMENTS ACCOUNTED FOR USING THE EQUITY METHOD

<table>
<thead>
<tr>
<th>Name of Associate</th>
<th>Main Business</th>
<th>Operating Location</th>
<th>Carrying Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Siliconware Precision Industries Co., Ltd. (&quot;SPIL&quot;)</td>
<td>Engaged in assembly, testing and turnkey services of integrated circuits</td>
<td>ROC</td>
<td>$45,613,346</td>
</tr>
<tr>
<td>Deca Technologies Inc. (&quot;DECA&quot;)</td>
<td>Holding company and the group engaged in manufacturing, development and marketing of wafer level packaging and interconnect technology</td>
<td>British Cayman Islands</td>
<td>1,892,542</td>
</tr>
<tr>
<td>Hung Ching Development &amp; Construction Co. (&quot;HC&quot;)</td>
<td>Engaged in the development, construction and leasing of real estate properties</td>
<td>ROC</td>
<td>1,269,613</td>
</tr>
<tr>
<td>Hung Ching Kwan Co. (&quot;HCK&quot;)</td>
<td>Engaged in the leasing of real estate properties</td>
<td>ROC</td>
<td>324,959</td>
</tr>
<tr>
<td>Advanced Microelectronic Products Inc. (&quot;AMPI&quot;)</td>
<td>Engaged in manufacturing of integrated circuit</td>
<td>ROC</td>
<td>11,453</td>
</tr>
<tr>
<td></td>
<td>Less: Deferred gain on transfer of land</td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

2) At each balance sheet date, the percentages of ownership held by the Group were as follows:

<table>
<thead>
<tr>
<th>Name of Associate</th>
<th>September 30, 2016</th>
<th>December 31, 2015</th>
<th>September 30, 2015</th>
</tr>
</thead>
<tbody>
<tr>
<td>SPIL</td>
<td>33.29%</td>
<td>24.99%</td>
<td>24.99%</td>
</tr>
<tr>
<td>DECA</td>
<td>22.07%</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>HC</td>
<td>26.22%</td>
<td>26.22%</td>
<td>26.22%</td>
</tr>
<tr>
<td>HCK</td>
<td>27.31%</td>
<td>27.31%</td>
<td>27.31%</td>
</tr>
<tr>
<td>AMPI</td>
<td>17.38%</td>
<td>18.24%</td>
<td>18.24%</td>
</tr>
</tbody>
</table>

3) In September 2015, the Company acquired 725,749 thousand ordinary shares and 10,650 thousand units of ADS (one ADS represents five ordinary shares) of SPIL at NT$45 per ordinary share. The percentage of ownership was 24.99% and, as a result, the Company obtained significant influence over SPIL.

In March and April 2016, the Company acquired additional 258,300 thousand ordinary shares and ADS (one ADS represents five ordinary shares) of SPIL from open market with a total consideration of NT$13,735,498 thousand which was paid in cash. As the result, the percentage of ownership increased from 24.99% to 33.29%.
As of September 30, 2016, the Company has completed the identification of the difference between the cost of the investment and the Company’s share of the net fair value of SPIL’s identifiable assets and liabilities. Therefore, the Company has retrospectively adjusted the comparative financial statements for prior periods. As of December 31, 2015, the retrospective adjustments are summarized as follows:

<table>
<thead>
<tr>
<th></th>
<th>Before adjusted</th>
<th>After adjusted</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>NT$</td>
<td>NT$</td>
</tr>
<tr>
<td>Investments accounted for using the equity method - SPIL</td>
<td>$35,423,058</td>
<td>$35,141,701</td>
</tr>
<tr>
<td>Retained earnings</td>
<td>$56,184,069</td>
<td>$55,902,712</td>
</tr>
</tbody>
</table>

In June 2016, the Company’s board of directors approved to enter into and execute a joint share exchange agreement with SPIL. Please refer to Note 37.

4) In July 2016, the Company acquired 98,490 thousand preferred shares issued by DECA at US$0.608 per share with a total consideration of NT$1,934,062 thousand (US$59,882 thousand). The percentage of ownership was 22.07% and the Company obtained significant influence over DECA. As of September 30, 2016, the Company has not completed the identification of the difference between the cost of the investment and the Company’s share of the net fair value of DECA’s identifiable assets and liabilities.

5) The convertible bond holders of AMPI exercised the conversion option in September 2016 and, as a result, the percentage of ownership held by the Company decreased from 18.24% to 17.38%.

6) Fair values (Level 1 inputs in terms of IFRS 13) of investments in associates with available published price quotation are summarized as follows:

<table>
<thead>
<tr>
<th></th>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>NT$</td>
<td>NT$</td>
<td>NT$</td>
</tr>
<tr>
<td>SPIL</td>
<td>$48,753,100</td>
<td>$40,741,700</td>
<td>$31,822,150</td>
</tr>
<tr>
<td>HC</td>
<td>$1,170,138</td>
<td>$1,149,549</td>
<td>$1,146,117</td>
</tr>
<tr>
<td>AMPI</td>
<td>$83,271</td>
<td>$104,255</td>
<td>$96,595</td>
</tr>
</tbody>
</table>

7) Summarized financial information in respect of the Group’s material associate

The summarized financial information below represents amounts shown in SPIL’s consolidated financial statements prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and IAS 34 “Interim Financial Reporting” as endorsed by the FSC, and adjusted by the Group for equity accounting purposes.

<table>
<thead>
<tr>
<th></th>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>NT$</td>
<td>NT$</td>
<td>NT$</td>
</tr>
<tr>
<td>Current assets</td>
<td>$44,914,756</td>
<td>$48,785,212</td>
<td>$45,627,115</td>
</tr>
<tr>
<td>Non-current assets</td>
<td>75,329,761</td>
<td>74,460,018</td>
<td>74,074,787</td>
</tr>
<tr>
<td>Current liabilities</td>
<td>(30,432,003)</td>
<td>(30,677,239)</td>
<td>(27,698,354)</td>
</tr>
<tr>
<td>Non-current liabilities</td>
<td>(25,527,825)</td>
<td>(21,967,349)</td>
<td>(22,764,800)</td>
</tr>
<tr>
<td>Equity</td>
<td>$64,284,689</td>
<td>$70,600,642</td>
<td>$69,238,748</td>
</tr>
</tbody>
</table>
### September 30, 2016 | December 31, 2015 | September 30, 2015
---|---|---
Proportion of the Group's ownership | 33.29% | 24.99% | 24.99%
Net assets attributable to the Group | $21,400,373 | $17,643,100 | $17,302,763
Adjustments for fair value of identifiable assets acquired
Goodwill | 12,433,417 | 7,980,547 | 7,980,547
Tangible assets | 3,819,232 | 3,249,580 | 3,346,401
Intangible assets | 7,960,324 | 6,268,474 | 6,425,289
CARRYING AMOUNT | $45,613,346 | $35,141,701 | $35,055,000
(Concluded)

The above tangible assets and intangible assets are mainly depreciated or amortized over 10 years.

### For the Three Months Ended September 30, 2016 | For the Nine Months Ended September 30, 2016
---|---
Operating revenue | $21,955,188 | $62,934,405
Gross profit | $5,053,421 | $14,121,937
Profit before income tax expense | $3,159,859 | $8,292,368
Net profit for the period | $2,691,530 | $7,104,261
Other comprehensive loss for the period | (1,286,112) | (1,578,042)
Total comprehensive income for the period | $1,405,418 | $5,526,219
Cash dividends received from SPIL | $3,941,740 | $3,941,740

8) Aggregate information of associates that are not individually material

### For the Three Months Ended September 30, 2016 | For the Nine Months Ended September 30, 2016
---|---
NT$ | NT$ | NT$ | NT$
The Group's share of:
Net profit (loss) for the period | $10,508 | $27,918 | $(29,002) | $110,449
Other comprehensive income (loss) for the period | (6,815) | (145,624) | (37,574) | (62,823)
Total comprehensive income (loss) for the period | $3,693 | $(117,706) | $(66,576) | $47,626

9) Except for DECA, the investments accounted for using the equity method and the share of loss and other comprehensive loss for the investments in associates for the three months and nine months ended September 30, 2016 and 2015, respectively, was based on the associate’s financial statements reviewed by the auditors for the same period. Management believes there is no material impact on the equity method accounting or the calculation of the share of profit or loss and other comprehensive income, from the financial statements of DECA that have not been reviewed.
b. Investments in joint ventures

1) The Group’s investment in joint ventures that are not individually material and were accounted for using the equity method consisted of ASE Embedded Electronics Inc. (“ASEEE”). In May 2015, the Group and TDK Corporation (“TDK”) entered into an agreement to establish a joint venture to invest in ASEEE. The Group invested NT$618,097 thousand in August 2015 and participated ASEEE’s capital increase in cash with NT$146,903 thousand in September 2016. As of September 30, 2016, December 31, 2015 and September 30, 2015, the percentage of ownership are both 51%. ASEEE are located in ROC and engaged in the production of embedded substrate. According to the joint arrangement, the Group and TDK must act together to direct the relevant operating activities and, as a result, the Group does not control ASEEE. The investment in ASEEE is accounted for using the equity method.

2) Aggregate information of joint venture that is not individually material

<table>
<thead>
<tr>
<th></th>
<th>For the Three Months Ended September 30</th>
<th>For the Nine Months Ended September 30</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>2016</td>
<td>2015</td>
</tr>
<tr>
<td></td>
<td>NT$</td>
<td>NT$</td>
</tr>
<tr>
<td>The Group's share of net loss and other comprehensive loss for the period</td>
<td>$(31,204)</td>
<td>$(195)</td>
</tr>
</tbody>
</table>

3) The investments accounted for using the equity method and the share of loss and other comprehensive loss for the investments in the joint venture for the three months and nine months ended September 30, 2016 and 2015, respectively, was based on the joint venture’s financial statements reviewed by the auditors for the same period.

14. PROPERTY, PLANT AND EQUIPMENT

The carrying amounts of each class of property, plant and equipment were as follows:

<table>
<thead>
<tr>
<th></th>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>NT$</td>
<td>NT$</td>
<td>NT$</td>
</tr>
<tr>
<td>Land</td>
<td>$3,339,803</td>
<td>$3,381,300</td>
<td>$3,382,574</td>
</tr>
<tr>
<td>Buildings and improvements</td>
<td>57,676,078</td>
<td>59,801,054</td>
<td>59,514,294</td>
</tr>
<tr>
<td>Machinery and equipment</td>
<td>73,399,437</td>
<td>78,715,309</td>
<td>80,491,015</td>
</tr>
<tr>
<td>Other equipment</td>
<td>1,841,436</td>
<td>1,814,994</td>
<td>1,737,466</td>
</tr>
<tr>
<td>Construction in progress and machinery in transit</td>
<td>8,952,101</td>
<td>6,284,418</td>
<td>7,855,764</td>
</tr>
<tr>
<td></td>
<td>$145,208,855</td>
<td>$149,997,075</td>
<td>$152,981,113</td>
</tr>
</tbody>
</table>

For the nine months ended September 30, 2016

<table>
<thead>
<tr>
<th></th>
<th>Cost</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>NTS</td>
</tr>
<tr>
<td></td>
<td>Land</td>
</tr>
<tr>
<td>Balance at January 1, 2016</td>
<td>$3,381,300</td>
</tr>
<tr>
<td>Additions</td>
<td></td>
</tr>
</tbody>
</table>

(Continued)
Due to the Group’s future operation plans and capacity evaluation or production demands in segment of packaging and testing, the Group believed that a portion of property, plant and equipment was not used and recognized an impairment loss of NTS 372,299 thousand, NTS$134,890 thousand, NTS886,846 thousand and NTS$151,091 thousand under the line item of other gains (losses) in the consolidated statements of comprehensive income for the three months and nine months ended September 30, 2016 and 2015, respectively. The recoverable amount of a portion of the impaired property, plant and equipment is determined by its fair value less costs of disposal, of which the fair value is based on the quoted prices of assets with similar obsolescence that provided by the vendors in market. The recent quoted prices of assets are a Level 3 input in terms of IFRS 13 because the market is not very active. The recoverable amount of the other portion of the impaired property, plant and equipment is determined on the basis of its value in use. The Group expects to derive zero future cash flows from these assets.

Each class of property, plant and equipment was depreciated on a straight-line basis over the following useful lives:

<table>
<thead>
<tr>
<th>Land</th>
<th>Buildings and improvements</th>
<th>Machinery and equipment</th>
<th>Other equipment</th>
<th>Construction in progress and machinery in transit</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>NTS</td>
<td>NTS</td>
<td>NTS</td>
<td>NTS</td>
<td>NTS</td>
<td>NTS</td>
</tr>
<tr>
<td>Disposals</td>
<td>$ (387,024)</td>
<td>$ (8,033,648)</td>
<td>$ (84,143)</td>
<td>$ (215,773)</td>
<td>$ (8,720,588)</td>
</tr>
<tr>
<td>Reclassification</td>
<td>3,316,244</td>
<td>14,388,566</td>
<td>594,599</td>
<td>(18,299,384)</td>
<td>(175)</td>
</tr>
<tr>
<td>Acquisitions through business combinations</td>
<td>-</td>
<td>-</td>
<td>1,159</td>
<td>-</td>
<td>1,159</td>
</tr>
<tr>
<td>Effect of foreign currency exchange differences</td>
<td>(41,497)</td>
<td>(2,534,611)</td>
<td>(4,762,613)</td>
<td>(194,188)</td>
<td>(42,550)</td>
</tr>
<tr>
<td>Balance at September 30, 2016</td>
<td>$ 3,339,803</td>
<td>$ 94,822,716</td>
<td>$ 244,976,292</td>
<td>$ 8,115,980</td>
<td>$ 8,967,974</td>
</tr>
</tbody>
</table>

Accumulated depreciation and impairment

<table>
<thead>
<tr>
<th>Land</th>
<th>Buildings and improvements</th>
<th>Machinery and equipment</th>
<th>Other equipment</th>
<th>Construction in progress and machinery in transit</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>NTS</td>
<td>NTS</td>
<td>NTS</td>
<td>NTS</td>
<td>NTS</td>
<td>NTS</td>
</tr>
<tr>
<td>Balance at January 1, 2016</td>
<td>$ -</td>
<td>$ 34,464,878</td>
<td>$ 164,568,298</td>
<td>$ 5,907,414</td>
<td>$ 113,342</td>
</tr>
<tr>
<td>Depreciation expense</td>
<td>-</td>
<td>3,845,108</td>
<td>17,236,723</td>
<td>612,940</td>
<td>-</td>
</tr>
<tr>
<td>Impairment losses recognized</td>
<td>-</td>
<td>620</td>
<td>876,153</td>
<td>5,564</td>
<td>4,509</td>
</tr>
<tr>
<td>Disposals</td>
<td>(332,480)</td>
<td>(7,790,959)</td>
<td>(76,588)</td>
<td>(100,049)</td>
<td>(8,300,076)</td>
</tr>
<tr>
<td>Reclassification</td>
<td>-</td>
<td>(5,200)</td>
<td>2,979</td>
<td>2,221</td>
<td>-</td>
</tr>
<tr>
<td>Acquisitions through business combinations</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>824</td>
<td>-</td>
</tr>
<tr>
<td>Effect of foreign currency exchange differences</td>
<td>(1,008,288)</td>
<td>(3,316,339)</td>
<td>(177,831)</td>
<td>(1,929)</td>
<td>(4,504,387)</td>
</tr>
<tr>
<td>Balance at September 30, 2016</td>
<td>$ -</td>
<td>$ 37,146,638</td>
<td>$ 171,576,855</td>
<td>$ 6,274,544</td>
<td>$ 15,873</td>
</tr>
</tbody>
</table>

For the nine months ended September 30, 2015

<table>
<thead>
<tr>
<th>Land</th>
<th>Buildings and improvements</th>
<th>Machinery and equipment</th>
<th>Other equipment</th>
<th>Construction in progress and machinery in transit</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>NTS</td>
<td>NTS</td>
<td>NTS</td>
<td>NTS</td>
<td>NTS</td>
<td>NTS</td>
</tr>
<tr>
<td>Balance at January 1,2015</td>
<td>$ 3,348,018</td>
<td>$ 86,725,254</td>
<td>$ 233,669,627</td>
<td>$ 7,182,574</td>
<td>$ 5,862,217</td>
</tr>
<tr>
<td>Additions</td>
<td>53,050</td>
<td>173,239</td>
<td>204,926</td>
<td>22,698,232</td>
<td>23,129,447</td>
</tr>
<tr>
<td>Disposals</td>
<td>(202,257)</td>
<td>(5,877,465)</td>
<td>(203,255)</td>
<td>(8,992)</td>
<td>(6,291,969)</td>
</tr>
<tr>
<td>Reclassification</td>
<td>-</td>
<td>6,038,011</td>
<td>14,984,445</td>
<td>289,476</td>
<td>(20,893,367)</td>
</tr>
<tr>
<td>Effect of foreign currency exchange differences</td>
<td>34,556</td>
<td>34,066</td>
<td>31,341</td>
<td>40,867</td>
<td>207,628</td>
</tr>
</tbody>
</table>

Accumulated depreciation and impairment

<table>
<thead>
<tr>
<th>Land</th>
<th>Buildings and improvements</th>
<th>Machinery and equipment</th>
<th>Other equipment</th>
<th>Construction in progress and machinery in transit</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>NTS</td>
<td>NTS</td>
<td>NTS</td>
<td>NTS</td>
<td>NTS</td>
<td>NTS</td>
</tr>
<tr>
<td>Balance at January 1, 2015</td>
<td>$ -</td>
<td>$ 30,329,544</td>
<td>$ 149,497,980</td>
<td>$ 5,365,887</td>
<td>$ 7,164</td>
</tr>
<tr>
<td>Depreciation expense</td>
<td>-</td>
<td>3,537,606</td>
<td>17,636,686</td>
<td>576,456</td>
<td>-</td>
</tr>
<tr>
<td>Impairment losses recognized</td>
<td>-</td>
<td>117,646</td>
<td>31,155</td>
<td>2,290</td>
<td>-</td>
</tr>
<tr>
<td>Disposals</td>
<td>(185,340)</td>
<td>(5,693,081)</td>
<td>(196,852)</td>
<td>-</td>
<td>(6,075,323)</td>
</tr>
<tr>
<td>Reclassification</td>
<td>-</td>
<td>322</td>
<td>601</td>
<td>(4,102)</td>
<td>-</td>
</tr>
<tr>
<td>Effect of foreign currency exchange differences</td>
<td>-</td>
<td>(65,898)</td>
<td>126,631</td>
<td>35,553</td>
<td>-</td>
</tr>
</tbody>
</table>
| Balance at September 30, 2015 | $ - | $ 33,733,830 | $ 161,599,972 | $ 5,776,942 | $ 9,454 | $ 201,120,198 | (Concluded)
Buildings and improvements
Main plant buildings 10-40 years
Cleanrooms 10-20 years
Others 3-20 years
Machinery and equipment 2-10 years
Other equipment 2-20 years

The capitalized borrowing costs for the three months and nine months ended September 30, 2016 and 2015, respectively, are disclosed in Note 23.

15. GOODWILL

<table>
<thead>
<tr>
<th>Cost</th>
<th>Accumulated impairment</th>
<th>Carrying amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>NTS</td>
<td>NTS</td>
<td>NTS</td>
</tr>
<tr>
<td>Balance at January 1, 2016</td>
<td>$ 12,495,515</td>
<td>$ 1,988,996</td>
</tr>
<tr>
<td>Acquisitions through business combinations</td>
<td>83,892</td>
<td>-</td>
</tr>
<tr>
<td>Effect of foreign currency exchange differences</td>
<td>(77,963)</td>
<td>-</td>
</tr>
<tr>
<td>Balance at September 30, 2016</td>
<td>$ 12,501,444</td>
<td>$ 1,988,996</td>
</tr>
<tr>
<td>Balance at January 1, 2015</td>
<td>$ 12,434,411</td>
<td>$ 1,988,996</td>
</tr>
<tr>
<td>Effect of foreign currency exchange differences</td>
<td>63,855</td>
<td>-</td>
</tr>
<tr>
<td>Balance at September 30, 2015</td>
<td>$ 12,498,266</td>
<td>$ 1,988,996</td>
</tr>
</tbody>
</table>

16. OTHER INTANGIBLE ASSETS

The carrying amounts of each class of other intangible assets were as follows:

<table>
<thead>
<tr>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Customer relationships</td>
<td>$ 214,167</td>
<td>$ 274,402</td>
</tr>
<tr>
<td>Computer software</td>
<td>954,310</td>
<td>953,322</td>
</tr>
<tr>
<td>Patents and acquired specific technology</td>
<td>411,530</td>
<td>15,696</td>
</tr>
<tr>
<td>Others</td>
<td>124,662</td>
<td>138,673</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>$ 1,704,669</strong></td>
<td><strong>$ 1,382,093</strong></td>
</tr>
</tbody>
</table>

For the nine months ended September 30, 2016

<table>
<thead>
<tr>
<th>Cost</th>
<th>Customer relationships</th>
<th>Computer software</th>
<th>Patents and acquired specific technology</th>
<th>Others</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>NTS</td>
<td>NTS</td>
<td>NTS</td>
<td>NTS</td>
<td>NTS</td>
<td>NTS</td>
</tr>
<tr>
<td>Additions (Note 33)</td>
<td>-</td>
<td>282,739</td>
<td>403,543</td>
<td>1,246</td>
<td>687,528</td>
</tr>
</tbody>
</table>

(Continued)
### For the nine months ended September 30, 2015

<table>
<thead>
<tr>
<th>Customer relationships</th>
<th>Computer software</th>
<th>Patents and acquired specific technology</th>
<th>Others</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>NT$</td>
<td>NT$</td>
<td>NT$</td>
<td>NT$</td>
</tr>
<tr>
<td>Disposals</td>
<td>$</td>
<td>-</td>
<td>$(36,452)</td>
<td>$(30)</td>
</tr>
<tr>
<td>Acquisitions through business combinations</td>
<td>-</td>
<td>-</td>
<td>1,074</td>
<td>30</td>
</tr>
<tr>
<td>Effect of foreign currency exchange differences</td>
<td>-</td>
<td>(65,196)</td>
<td>(4,318)</td>
<td>(2,327)</td>
</tr>
</tbody>
</table>

**Balance at September 30, 2016**

<table>
<thead>
<tr>
<th></th>
<th>$</th>
<th>$</th>
<th>$</th>
<th>$</th>
<th>$</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Customer relationships</strong></td>
<td><strong>915,636</strong></td>
<td><strong>3,519,361</strong></td>
<td><strong>554,351</strong></td>
<td><strong>192,287</strong></td>
<td><strong>5,181,635</strong></td>
</tr>
<tr>
<td><strong>Computer software</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Patents and acquired specific technology</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Others</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

**Accumulated amortization**

<table>
<thead>
<tr>
<th></th>
<th>$</th>
<th>$</th>
<th>$</th>
<th>$</th>
<th>$</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Balance at January 1, 2016</strong></td>
<td><strong>641,234</strong></td>
<td><strong>2,385,038</strong></td>
<td><strong>138,386</strong></td>
<td><strong>54,665</strong></td>
<td><strong>3,219,323</strong></td>
</tr>
<tr>
<td>Amortization expense</td>
<td>60,235</td>
<td>260,597</td>
<td>9,938</td>
<td>13,098</td>
<td>343,868</td>
</tr>
<tr>
<td>Disposals or derecognition</td>
<td>-</td>
<td>(28,772)</td>
<td>(30)</td>
<td>-</td>
<td>(28,802)</td>
</tr>
<tr>
<td>Acquisitions through business combinations</td>
<td>-</td>
<td>-</td>
<td>483</td>
<td>23</td>
<td>506</td>
</tr>
<tr>
<td>Effect of foreign currency exchange differences</td>
<td>-</td>
<td>(51,812)</td>
<td>(5,956)</td>
<td>(161)</td>
<td>(57,929)</td>
</tr>
</tbody>
</table>

**Balance at September 30, 2016**

<table>
<thead>
<tr>
<th></th>
<th>$</th>
<th>$</th>
<th>$</th>
<th>$</th>
<th>$</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Customer relationships</strong></td>
<td><strong>701,469</strong></td>
<td><strong>2,365,051</strong></td>
<td><strong>142,821</strong></td>
<td><strong>67,625</strong></td>
<td><strong>3,476,966</strong></td>
</tr>
<tr>
<td><strong>Computer software</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Patents and acquired specific technology</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Others</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

(Concluded)
### Customer Relationships

<table>
<thead>
<tr>
<th></th>
<th>NT$</th>
<th>NT$</th>
<th>NT$</th>
<th>NT$</th>
<th>NT$</th>
</tr>
</thead>
<tbody>
<tr>
<td>Disposals or</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>derecognition</td>
<td>$</td>
<td>-</td>
<td>(2,245)</td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td>(1,983,914)</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Reclassification</td>
<td></td>
<td>-</td>
<td></td>
<td>3,160</td>
<td></td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td>3,160</td>
</tr>
<tr>
<td>Effect of foreign</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>currency exchange</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>differences</td>
<td></td>
<td></td>
<td>(10,506)</td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td>(3,555)</td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td></td>
<td>161</td>
<td>(13,900)</td>
</tr>
<tr>
<td>Balance at September 30, 2015</td>
<td>$ 1,235,390</td>
<td>$ 2,317,314</td>
<td>$ 139,167</td>
<td>$ 50,325</td>
<td>$ 3,742,196</td>
</tr>
</tbody>
</table>

Each class of other intangible assets, except a portion of customer relationships amortized based on the pattern in which the economic benefits are consumed, were amortized on the straight-line basis over the following useful lives:

- Customer relationships: 11 years
- Computer software: 2-5 years
- Patents and acquired specific technology: 5-15 years
- Others: 5-32 years

### 17. Long-Term Prepayments for Lease

Long-term prepayments for lease mainly represent land use right located in China with periods for use from 50 to 70 years.

### 18. Borrowings

a. Short-term borrowings

Short-term borrowings mainly represented unsecured revolving bank loans with annual interest rates at 0.21%-7.98%, 0.57%-5.78% and 0.60%-5.78% as of September 30, 2016, December 31, 2015 and September 30, 2015, respectively.

b. Short-term bills payable – only as of September 30, 2016 and December 31, 2015

<table>
<thead>
<tr>
<th></th>
<th>September 30, 2016</th>
<th>December 31, 2015</th>
</tr>
</thead>
<tbody>
<tr>
<td>Commercial papers</td>
<td>NT$ 2,000,000</td>
<td>NT$ 4,350,000</td>
</tr>
<tr>
<td>Less: unamortized</td>
<td>658</td>
<td>1,946</td>
</tr>
<tr>
<td>discounts</td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td>NT$ 1,999,342</td>
<td>NT$ 4,348,054</td>
</tr>
</tbody>
</table>

Annual interest rate: 0.67% and 0.78%
c. Long-term borrowings

1) Bank loans

As of September 30, 2016, December 31, 2015 and September 30, 2015, the long-term bank loans with fixed interest rates were NT$1,500,000 thousand, NT$1,500,000 thousand and NT$378,005 thousand, respectively, with annual interest rates at 1.17%, 1.17% and 0.90%, respectively. The long-term bank loans with fixed interest rate will be repayable through December 2018. The others with floating interest rates consisted of the followings:

<table>
<thead>
<tr>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>NT$</td>
<td>NT$</td>
<td>NT$</td>
</tr>
<tr>
<td>Working capital bank loans</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Syndicated bank loans - repayable through January 2017 to July 2018, annual interest rates were 1.94%, 1.56%-1.92% and 1.38%-1.88% as of September 30, 2016, December 31, 2015 and September 30, 2015, respectively</td>
<td>$8,968,960</td>
<td>$12,159,037</td>
</tr>
<tr>
<td>Others - repayable through October 2016 to August 2019, annual interest rates were 0.74%-4.33%, 0.90%-3.98% and 0.90%-3.83% as of September 30, 2016, December 31, 2015 and September 30, 2015, respectively</td>
<td>33,147,893</td>
<td>25,660,638</td>
</tr>
<tr>
<td>Mortgage loans</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Repayable through December 2016 to June 2023, annual interest rates were 4.95%-5.39%, 4.95%-5.39% and 5.66%-5.71% as of September 30, 2016, December 31, 2015 and September 30, 2015, respectively</td>
<td>4,607,809</td>
<td>3,251,139</td>
</tr>
<tr>
<td>Less: unamortized arrangement fee</td>
<td>46,724,662</td>
<td>40,107,814</td>
</tr>
<tr>
<td>Less: current portion</td>
<td>9,596</td>
<td>18,670</td>
</tr>
<tr>
<td>46,715,066</td>
<td>41,052,144</td>
<td>40,033,424</td>
</tr>
<tr>
<td>Less: current portion</td>
<td>6,272,817</td>
<td>2,057,465</td>
</tr>
<tr>
<td>$40,442,249</td>
<td>$38,994,679</td>
<td>$38,008,050</td>
</tr>
</tbody>
</table>

Pursuant to the above syndicated bank loans agreements, the Company and some of its subsidiaries should maintain certain financial covenants including current ratio, leverage ratio, tangible net assets and interest coverage ratio. Such financial ratios are calculated based on the Group’s annual audited consolidated financial statements or semi-annual reviewed consolidated financial statements or subsidiaries’ annual audited financial statements. The Group was in compliance with all of the loan covenants as of June 30, 2016 and December 31, 2015. The Company’s subsidiaries were in compliance with all of the loan covenants as of December 31, 2015.

The Group had sufficient long term credit facility obtained before December 31, 2015 to refinance a portion of loans on a long-term basis. Therefore, NT$2,105,883 thousand were not classified as current portion of long-term borrowings as of December 31, 2015.
2) Bills payable-only as of September 30, 2016 and December 31, 2015

<table>
<thead>
<tr>
<th></th>
<th>September 30, 2016</th>
<th>December 31, 2015</th>
</tr>
</thead>
<tbody>
<tr>
<td>Commercial papers</td>
<td>$2,000,000</td>
<td>$2,000,000</td>
</tr>
<tr>
<td>Less: unamortized discounts</td>
<td>1,062</td>
<td>1,011</td>
</tr>
<tr>
<td></td>
<td>$1,998,938</td>
<td>$1,998,989</td>
</tr>
<tr>
<td>Annual interest rate</td>
<td>0.97%</td>
<td>1.03%</td>
</tr>
</tbody>
</table>

The commercial paper contract was entered into with Ta Ching Bills Finance Corporation in December 2015 and the duration is three years.

19. BONDS PAYABLE

<table>
<thead>
<tr>
<th></th>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Unsecured domestic bonds</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Repayable at maturity in January 2021 and interest due annually with annual interest rate at 1.30%</td>
<td>$7,000,000</td>
<td>-</td>
<td>$ -</td>
</tr>
<tr>
<td>Repayable at maturity in January 2023 and interest due annually with annual interest rate at 1.50%</td>
<td>2,000,000</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Unsecured convertible overseas bonds</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>US$400,000 thousand</td>
<td>12,544,000</td>
<td>13,130,000</td>
<td>13,148,000</td>
</tr>
<tr>
<td>US$200,000 thousand (linked to New Taiwan dollar)</td>
<td>6,185,600</td>
<td>6,185,600</td>
<td>6,185,600</td>
</tr>
<tr>
<td>Secured overseas bonds - secured by the Company</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>US$300,000 thousand, repayable at maturity in July 2017; interest due semi-annually with annual interest rate at 2.125%</td>
<td>9,408,000</td>
<td>9,847,500</td>
<td>9,861,000</td>
</tr>
<tr>
<td>CNY500,000 thousand, with annual interest rate at 4.25% and repaid in September 2016</td>
<td>-</td>
<td>2,527,489</td>
<td>2,583,591</td>
</tr>
<tr>
<td>Secured domestic bonds - secured by banks</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>With annual interest rate at 1.45% and repaid in August 2016</td>
<td>-</td>
<td>8,000,000</td>
<td>8,000,000</td>
</tr>
<tr>
<td>Less: discounts on bonds payable</td>
<td>37,137,600</td>
<td>39,690,589</td>
<td>39,778,191</td>
</tr>
<tr>
<td>Less: current portion</td>
<td>9,384,865</td>
<td>14,685,866</td>
<td>2,578,343</td>
</tr>
<tr>
<td></td>
<td>$26,871,735</td>
<td>$23,740,384</td>
<td>$35,804,305</td>
</tr>
</tbody>
</table>

The Group had sufficient long term credit facility obtained before December 31, 2015 to refinance a portion of the bonds payable on a long-term basis. Therefore, NT$8,000,000 thousand was not classified as current portion of bonds payable as of December 31, 2015.
a. In September 2013, the Company offered the third unsecured convertible overseas bonds (the “Bonds”) in US$400,000 thousand. The Bonds is zero coupon bonds with the maturity of 5 years, in denominations of US$200 thousand or in any integral multiples thereof. Each holder of the Bonds has the right at any time on or after October 16, 2013 and up to (and including) August 26, 2018, except during legal lock-up period, to convert the Bonds into newly issued listed common shares at the conversion price NT$33.085, determined on the basis of a fixed exchange rate of US$1 to NT$29.956. The conversion price will be adjusted in accordance with the conversion provisions due to anti-dilution clause. As of September 30, 2106, December 31, 2015 and September 30, 2015, the conversion price was NT$28.99, NT$30.28 and NT$30.28, respectively.

The Bonds may be redeemed at the option of the Company, in whole or in part, at any time on or after the third anniversary of the offering date provided that (1) the closing price, translated into U.S. dollars, of the common shares for a period of 20 consecutive trading days is at least 130% of the conversion price, (2) at least 90% in aggregate principal amount of the Bonds originally outstanding has been redeemed, repurchased and canceled or converted, or (3) the Company is required to pay additional taxes on the Bonds as a result of certain changes in tax laws in the ROC.

Each holder shall have the right to request the Company repurchase all or any portion of the principal amount thereof of a holder’s Bonds (1) on the third anniversary of the offering date, (2) in the event of a change of control, or (3) in the event of delisting.

The Bonds contained a debt host contract, recognized as bonds payable, and the conversion option, redemption option and put option (collectively the “Bonds Options”) aggregated recognized as financial liabilities at FVTPL. The effective interest rate of the debt host contract was 3.16% and the aggregate fair value of the Bonds Options was NT$1,667,950 thousand on initial recognition.

b. In July 2015, the Company offered the forth unsecured convertible overseas bonds (the “Currency Linked Bonds”) in US$200,000 thousand. The Currency Linked Bonds is zero coupon bonds with the maturity of 2.75 years, in denominations of US$200 thousand or in any integral multiples thereof. Repayment, redemption and put amount denominated in U.S. dollar will be converted into New Taiwan dollar amount using a fixed exchange rate of US$1 to NT$30.928 (the “Fixed Exchange Rate”) and then converted back to U.S. dollar amount using the applicable prevailing rate at the time of repayment, redemption or put. Each holder of the Currency Linked Bonds has the right at any time on or after August 11, 2015 and up to (and including) March 17, 2018, except during legal lock-up period, to convert the Currency Linked Bonds into common shares at the conversion price NT$54.55, determined on the basis of the Fixed Exchange Rate. The Company’s treasury shares will be available for delivery upon conversion of the Currency Linked Bonds. The conversion price will be adjusted in accordance with the conversion provisions due to anti-dilution clause. As of September 30, 2016, December 31, 2015 and September 30, 2015 the conversion price was NT$49.52, NT$51.73 and NT$51.73, respectively.

The Currency Linked Bonds may be redeemed at the option of the Company, in whole or in part, at any time on or after March 19, 2018 provided that (1) the closing price, translated into U.S. dollars, of the common shares for a period of 20 out of 30 consecutive trading days is at least 130% of the conversion price, (2) at least 90% in aggregate principal amount of the Currency Linked Bonds originally outstanding has been redeemed, repurchased and canceled or converted, or (3) the Company is required to pay additional taxes on the Currency Linked Bonds as a result of certain changes in tax laws in the ROC.

Each holder shall have the right to request the Company repurchase all or any portion of the principal amount thereof of a holder’s Currency Linked Bonds (1) in the event of a change of control, or (2) in the event of delisting.

The Currency Linked Bonds contained a debt host contract, recognized as bonds payable, and the conversion option, recognized as capital surplus. The effective interest rate of the debt host contract was 1.58% and the fair value of the conversion option was NT$214,022 thousand on initial recognition.
c. To focus on corporate sustainability and to carry out the commitment to environmental protection and energy conservation, Anstock II Limited, a subsidiary the Company 100% owned, offered overseas bonds in US$300,000 thousand with the maturity of three years and annual interest rate of 2.125% (the “Green Bonds”) in July 2014. The Green Bonds were unconditionally and irrevocably guaranteed by the Company and the proceeds were used to fund certain eligible projects to promote the Group’s transition to low-carbon and climate resilient growth.

20. OTHER PAYABLES

<table>
<thead>
<tr>
<th></th>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>NT$</td>
<td>NT$</td>
<td>NT$</td>
</tr>
<tr>
<td>Accrued salary and bonus</td>
<td>$ 5,900,872</td>
<td>$ 5,826,982</td>
<td>$ 5,295,141</td>
</tr>
<tr>
<td>Payables for property, plant and equipment</td>
<td>5,607,586</td>
<td>4,782,357</td>
<td>5,272,576</td>
</tr>
<tr>
<td>Accrued employees’ compensation and remuneration to directors and supervisors</td>
<td>1,577,483</td>
<td>2,270,608</td>
<td>1,703,539</td>
</tr>
<tr>
<td>Accrued employee insurance</td>
<td>623,069</td>
<td>599,218</td>
<td>633,550</td>
</tr>
<tr>
<td>Accrued utilities</td>
<td>446,717</td>
<td>466,956</td>
<td>480,628</td>
</tr>
<tr>
<td>Accrued patents and acquired specific technology</td>
<td>117,600</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Others</td>
<td>5,601,862</td>
<td>5,248,697</td>
<td>5,011,317</td>
</tr>
<tr>
<td></td>
<td>$ 19,875,189</td>
<td>$ 19,194,818</td>
<td>$ 18,396,751</td>
</tr>
</tbody>
</table>

21. RETIREMENT BENEFIT PLANS

The Group’s retirement benefit plans consisted of defined contribution retirement plan and defined benefit retirement plan. Employee benefit expenses in respect of the Group’s defined benefit retirement plans were calculated using the projected pension cost stated in 2015 and 2014 actuarial reports and recognized in the following line items in respective periods:

<table>
<thead>
<tr>
<th></th>
<th>For the Three Months Ended September 30</th>
<th>For the Nine Months Ended September 30</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>2016 NT$</td>
<td>2015 NT$</td>
</tr>
<tr>
<td>Operating costs</td>
<td>$ 77,226</td>
<td>$ 78,107</td>
</tr>
<tr>
<td>Selling and marketing expenses</td>
<td>2,512</td>
<td>2,485</td>
</tr>
<tr>
<td>General and administrative expenses</td>
<td>11,839</td>
<td>11,409</td>
</tr>
<tr>
<td>Research and development expenses</td>
<td>8,691</td>
<td>9,476</td>
</tr>
<tr>
<td></td>
<td>$ 100,268</td>
<td>$ 101,477</td>
</tr>
</tbody>
</table>
22. EQUITY

a. Share capital

Ordinary shares

<table>
<thead>
<tr>
<th></th>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Numbers of shares authorized (in thousands)</td>
<td>10,000,000</td>
<td>10,000,000</td>
<td>10,000,000</td>
</tr>
<tr>
<td>Numbers of shares reserved (in thousands)</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Employee share options</td>
<td>800,000</td>
<td>800,000</td>
<td>800,000</td>
</tr>
<tr>
<td>Shares capital authorized</td>
<td>$100,000,000</td>
<td>$100,000,000</td>
<td>$100,000,000</td>
</tr>
<tr>
<td>Shares capital reserved</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Employee share options</td>
<td>$8,000,000</td>
<td>$8,000,000</td>
<td>$8,000,000</td>
</tr>
<tr>
<td>Numbers of shares registered (in thousands)</td>
<td>7,923,623</td>
<td>7,902,929</td>
<td>7,893,158</td>
</tr>
<tr>
<td>Numbers of shares subscribed in advance (in thousands)</td>
<td>13,067</td>
<td>7,499</td>
<td>10,085</td>
</tr>
<tr>
<td>Number of shares issued and fully paid (in thousands)</td>
<td>7,936,690</td>
<td>7,910,428</td>
<td>7,903,243</td>
</tr>
</tbody>
</table>

The holders of issued ordinary shares with a par value at $10 per share are entitled the right to vote and receive dividends, except the shares held by the Group’s subsidiaries which are not entitled the right to vote. As of September 30, 2016, December 31, 2015 and September 30, 2015, there were 500,000 thousand ordinary shares included in the authorized shares that were not yet required to complete the share registration process.

American Depositary Receipts

The Company issued ADSs and each ADS represents five ordinary shares. As of September 30, 2016, December 31, 2015 and September 30, 2015, 125,518 thousand, 115,240 thousand and 115,854 thousand ADSs were outstanding and represented approximately 627,590 thousand, 576,198 thousand and 579,271 thousand ordinary shares of the Company, respectively.

b. Capital surplus

<table>
<thead>
<tr>
<th></th>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>NT$</td>
<td>NT$</td>
<td>NT$</td>
</tr>
<tr>
<td>May be used to offset a deficit, distributed as cash dividends, or transferred to share capital (1)</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Arising from issuance of ordinary shares</td>
<td>$5,704,731</td>
<td>$5,479,616</td>
<td>$5,374,259</td>
</tr>
<tr>
<td>Arising from the difference between consideration received and the carrying amount of the subsidiaries’ net assets during actual disposal or acquisition</td>
<td>7,176,958</td>
<td>7,197,510</td>
<td>7,197,510</td>
</tr>
</tbody>
</table>
May be used to offset a deficit only

<table>
<thead>
<tr>
<th>Description</th>
<th>September 30, 2016</th>
<th>December 31, 2015</th>
<th>September 30, 2015</th>
</tr>
</thead>
<tbody>
<tr>
<td>Arising from changes in percentage of ownership interest in subsidiaries (2)</td>
<td>$ 6,577,097</td>
<td>$ 8,489,984</td>
<td>$ 9,050,793</td>
</tr>
<tr>
<td>Arising from treasury share transactions</td>
<td>950,368</td>
<td>717,355</td>
<td>717,355</td>
</tr>
<tr>
<td>Arising from exercised employee share options</td>
<td>597,869</td>
<td>544,112</td>
<td>510,556</td>
</tr>
<tr>
<td>Arising from expired employee share options</td>
<td>3,626</td>
<td>3,626</td>
<td>3,626</td>
</tr>
<tr>
<td>Arising from share of changes in capital surplus of associates</td>
<td>38,567</td>
<td>30,284</td>
<td>33,496</td>
</tr>
</tbody>
</table>

May not be used for any purpose

<table>
<thead>
<tr>
<th>Description</th>
<th>September 30, 2016</th>
<th>December 31, 2015</th>
<th>September 30, 2015</th>
</tr>
</thead>
<tbody>
<tr>
<td>Arising from employee share options</td>
<td>1,198,714</td>
<td>1,080,590</td>
<td>1,056,084</td>
</tr>
<tr>
<td>Arising from equity component of convertible bonds</td>
<td>214,022</td>
<td>214,022</td>
<td>214,022</td>
</tr>
<tr>
<td></td>
<td>$ 22,461,952</td>
<td>$ 23,757,099</td>
<td>$ 24,157,701</td>
</tr>
</tbody>
</table>

1) Such capital surplus may be used to offset a deficit; in addition, when the Company has no deficit, such capital surplus may be distributed as cash dividends or transferred to share capital (limited to a certain percentage of the Company’s capital surplus and once a year).

2) Such capital surplus arises from the effect of changes in ownership interest in a subsidiary resulted from equity transactions other than actual disposal or acquisition, or from changes in capital surplus of subsidiaries accounted for by using equity method.

c. Retained earnings and dividend policy

In accordance with the amendments to the Company Act in May 2015, the recipients of dividends and bonuses are limited to shareholders and do not include employees. The consequential amendments to the Company’s Articles of Incorporation had been proposed for 2015 resolved at the Company’s annual shareholders’ meetings. For information about the accrual basis of the employees’ compensation and remuneration to directors and the actual appropriations, please refer to employee benefits expense under profit before income tax in Note 23(e).

The amended Articles of Incorporation of ASE Inc. (the “Articles”) in June, 2016 provides that annual net income shall be distributed in the following order:

1) Replenishment of deficits;

2) 10.0% as legal reserve;

3) Special reserve appropriated or reversed in accordance with laws or regulations set forth by the authorities concerned;

4) Addition or deduction of realized gains or losses on equity instruments at fair value through other comprehensive income.
The Company is currently in the mature growth stage. To meet the capital needs for business
development now and in the future and satisfy the shareholders’ demand for cash inflows, the Company
shall use residual dividend policy to distribute dividends, of which the cash dividend is not lower than
30% of the total dividend distribution, with the remainder to be distributed in stock. A distribution
plan is also to be made by the board of directors and passed for resolution in the shareholders’ meeting.

Appropriation of earnings to legal reserve shall be made until the legal reserve equals the Company’s
capital surplus. Legal reserve may be used to offset deficits. If the Company has no deficit and the
legal reserve has exceeded 25% of the Company’s capital surplus, the excess may be transferred to
capital or distributed in cash.

Under Rule No. 1010012865 and Rule No. 1010047490 issued by the FSC and the directive titled
“Questions and Answers for Special Reserves Appropriated Following Adoption of IFRSs”, the
Company should appropriate or reverse to a special reserve.

Expect for non-ROC resident shareholders, all shareholders receiving the dividends are allowed a tax
credit equal to their proportionate share of the income tax paid by the Company.

The appropriations of earnings for 2015 and 2014 resolved at the Company’s annual shareholders’
meetings in June 2016 and June 2015, respectively, were as follows:

<table>
<thead>
<tr>
<th>Appropriation of Earnings</th>
<th>Dividends Per Share</th>
</tr>
</thead>
<tbody>
<tr>
<td>For Year 2015</td>
<td>For Year 2014</td>
</tr>
<tr>
<td>NT$</td>
<td>NT$</td>
</tr>
<tr>
<td>Legal reserve</td>
<td>$ 1,947,887</td>
</tr>
<tr>
<td>Cash dividends</td>
<td>12,476,779</td>
</tr>
<tr>
<td></td>
<td>$ 14,424,666</td>
</tr>
</tbody>
</table>

d. Others equity

1) Exchange differences on translating foreign operations

<table>
<thead>
<tr>
<th></th>
<th>2016</th>
<th>2015</th>
</tr>
</thead>
<tbody>
<tr>
<td>Balance at January 1</td>
<td>$ 4,493,570</td>
<td>$ 4,541,761</td>
</tr>
<tr>
<td>Exchange differences arising on translating foreign operations</td>
<td>(6,147,519)</td>
<td>1,262,015</td>
</tr>
<tr>
<td>Share of exchange difference of associates accounted for using the equity method</td>
<td>(301,327)</td>
<td>12</td>
</tr>
<tr>
<td>Balance at September 30</td>
<td>$ (1,955,276)</td>
<td>$ 5,803,788</td>
</tr>
</tbody>
</table>

2) Unrealized gain on available-for-sale financial assets

<table>
<thead>
<tr>
<th></th>
<th>2016</th>
<th>2015</th>
</tr>
</thead>
<tbody>
<tr>
<td>Balance at January 1</td>
<td>$ 588,119</td>
<td>$ 526,778</td>
</tr>
<tr>
<td>Unrealized loss arising on revaluation of available-for-sale financial assets</td>
<td>(62,028)</td>
<td>(37,190)</td>
</tr>
</tbody>
</table>

(Continued)
Cumulative loss reclassified to profit or loss on disposal of available-for-sale financial assets  
$ 7,512  $ 11,495
Unrealized loss on available-for-sale financial assets of associates accounted for using the equity method  
(233,717)  (62,835)

Balance at September 30  
$ 299,886  $ 438,248

(Concluded)

e. Treasury shares (in thousand shares)

<table>
<thead>
<tr>
<th>Shares held by subsidiaries</th>
<th>Beginning Balance</th>
<th>Addition</th>
<th>Decrease</th>
<th>Ending Balance</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>145,883</td>
<td>-</td>
<td>-</td>
<td>145,883</td>
</tr>
<tr>
<td>Shares reserved for bonds conversion</td>
<td>120,000</td>
<td>-</td>
<td>-</td>
<td>120,000</td>
</tr>
<tr>
<td></td>
<td>265,883</td>
<td>-</td>
<td>-</td>
<td>265,883</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Shares held by subsidiaries</th>
<th>Beginning Balance</th>
<th>Addition</th>
<th>Decrease</th>
<th>Ending Balance</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>145,883</td>
<td>-</td>
<td>-</td>
<td>145,883</td>
</tr>
<tr>
<td>Shares reserved for bonds conversion</td>
<td>-</td>
<td>120,000</td>
<td>-</td>
<td>120,000</td>
</tr>
<tr>
<td></td>
<td>145,883</td>
<td>120,000</td>
<td>-</td>
<td>265,883</td>
</tr>
</tbody>
</table>

In February 2015, the board of directors approved to repurchase up to 120,000 thousand of the Company’s ordinary shares which will be used for equity conversion of convertible overseas bonds in the future. The Company has completed the repurchase during March 2015 and the shares repurchased accounted for 1.53% of the Company’s total issued shares. The average repurchase price was NT$44.45 per share.

The Company’s shares held by its subsidiaries at each balance sheet date were as follows:

<table>
<thead>
<tr>
<th>Shares Held By Subsidiaries (in thousand shares)</th>
<th>Carrying amount NT$</th>
<th>Fair Value NT$</th>
</tr>
</thead>
<tbody>
<tr>
<td>September 30, 2016</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Shares Held By Subsidiaries (in thousand shares)</th>
<th>Carrying amount NT$</th>
<th>Fair Value NT$</th>
</tr>
</thead>
<tbody>
<tr>
<td>ASE Test</td>
<td>88,200</td>
<td>$ 1,380,721</td>
</tr>
<tr>
<td>J&amp;R Holding</td>
<td>46,704</td>
<td>381,709</td>
</tr>
<tr>
<td>ASE Test, Inc.</td>
<td>10,979</td>
<td>196,677</td>
</tr>
<tr>
<td></td>
<td>145,883</td>
<td>$ 1,959,107</td>
</tr>
</tbody>
</table>

(Continued)
Fair values of the Company’s shares held by subsidiaries are based on the closing price from an available published price quotation, which is a Level 1 input in terms of IFRS 13, at the balance sheet dates.

The Company issued ordinary shares in connection with its merger with its subsidiaries. The shares held by its subsidiaries were reclassified from investments accounted for using the equity method to treasury shares on the proportion owned by the Company.

Under the Securities and Exchange Act in the ROC, the Company shall neither pledge treasury shares nor exercise shareholders’ rights on these shares, such as rights to dividends and voting. The subsidiaries holding treasury shares, however, retain shareholders’ rights except the rights to participate in any share issuance for cash and voting.

f. Non-controlling interests

<table>
<thead>
<tr>
<th></th>
<th>2016</th>
<th>2015</th>
</tr>
</thead>
<tbody>
<tr>
<td>Balance at January 1</td>
<td>$ 11,503,878</td>
<td>$ 8,219,098</td>
</tr>
<tr>
<td>Attributable to non-controlling interests:</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Share of profit for the period</td>
<td>839,378</td>
<td>647,695</td>
</tr>
<tr>
<td>Exchange difference on translating foreign operations</td>
<td>(596,012)</td>
<td>107,617</td>
</tr>
<tr>
<td>Unrealized gain on available-for-sale financial assets</td>
<td>1,547</td>
<td>3,282</td>
</tr>
<tr>
<td>Non-controlling interest arising from acquisition of subsidiaries (Note 27)</td>
<td>7,021</td>
<td>-</td>
</tr>
<tr>
<td>Partial disposal of interests in subsidiaries (Note 28)</td>
<td>26,436</td>
<td>1,712,836</td>
</tr>
<tr>
<td>Repurchase of outstanding ordinary shares of subsidiaries (Note 28)</td>
<td>(912,886)</td>
<td>-</td>
</tr>
<tr>
<td>Spin-off of subsidiaries</td>
<td>-</td>
<td>3,535</td>
</tr>
</tbody>
</table>

(Continued)
Non-controlling interest relating to issue of ordinary shares under employee share options  
Cash dividends to non-controlling interests  
Balance at September 30

<table>
<thead>
<tr>
<th></th>
<th>2016</th>
<th>2015</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>NT$</td>
<td>NT$</td>
</tr>
<tr>
<td></td>
<td>$425,523</td>
<td>$292,233</td>
</tr>
<tr>
<td></td>
<td>(236,426)</td>
<td>(232,148)</td>
</tr>
<tr>
<td></td>
<td>$11,058,459</td>
<td>$10,754,148</td>
</tr>
</tbody>
</table>

23. PROFIT BEFORE INCOME TAX

a. Other income

<table>
<thead>
<tr>
<th></th>
<th>For the Three Months Ended September 30</th>
<th>For the Nine Months Ended September 30</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>2016</td>
<td>2015</td>
</tr>
<tr>
<td></td>
<td>NT$</td>
<td>NT$</td>
</tr>
<tr>
<td>Government subsidy</td>
<td>$94,227</td>
<td>$34,814</td>
</tr>
<tr>
<td>Interest income</td>
<td>57,429</td>
<td>75,885</td>
</tr>
<tr>
<td>Rental income</td>
<td>13,144</td>
<td>15,004</td>
</tr>
<tr>
<td>Dividends income</td>
<td>2,894</td>
<td>1,654</td>
</tr>
</tbody>
</table>

|                      | $167,694 | $127,357 | $450,061 | $425,648 |

b. Other gains (losses)

<table>
<thead>
<tr>
<th></th>
<th>For the Three Months Ended September 30</th>
<th>For the Nine Months Ended September 30</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>2016</td>
<td>2015</td>
</tr>
<tr>
<td></td>
<td>NT$</td>
<td>NT$</td>
</tr>
<tr>
<td>Net gains (losses) arising on financial instruments held for trading</td>
<td>$(2,056,755)</td>
<td>$4,006,972</td>
</tr>
<tr>
<td>Net gains on financial assets designated as at FVTPL</td>
<td>58,947</td>
<td>491,548</td>
</tr>
<tr>
<td>Foreign exchange gains (losses), net</td>
<td>1,592,864</td>
<td>(2,520,549)</td>
</tr>
<tr>
<td>Impairment losses</td>
<td>(374,185)</td>
<td>(134,890)</td>
</tr>
<tr>
<td>Others</td>
<td>138,895</td>
<td>2,850</td>
</tr>
</tbody>
</table>

|                      | $ (640,234) | $1,845,931 | $(8,281) | $1,926,825 |

c. Finance costs

<table>
<thead>
<tr>
<th></th>
<th>For the Three Months Ended September 30</th>
<th>For the Nine Months Ended September 30</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>2016</td>
<td>2015</td>
</tr>
<tr>
<td></td>
<td>NT$</td>
<td>NT$</td>
</tr>
<tr>
<td>Total interest expense for financial liabilities measured at amortized cost</td>
<td>$610,084</td>
<td>$630,581</td>
</tr>
</tbody>
</table>
For the Three Months Ended September 30 For the Nine Months Ended September 30

<table>
<thead>
<tr>
<th></th>
<th>2016</th>
<th>2015</th>
<th>2016</th>
<th>2015</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>NTS</td>
<td>NTS</td>
<td>NTS</td>
<td>NTS</td>
</tr>
</tbody>
</table>

Less: Amounts included in the cost of qualifying assets

Inventories related to real estate business

Property, plant and equipment

Other finance costs

<table>
<thead>
<tr>
<th></th>
<th>2016</th>
<th>2015</th>
<th>2016</th>
<th>2015</th>
</tr>
</thead>
<tbody>
<tr>
<td>$ (60,625)</td>
<td>$ (49,148)</td>
<td>$ (176,710)</td>
<td>$ (146,084)</td>
<td></td>
</tr>
<tr>
<td>(13,913)</td>
<td>(13,646)</td>
<td>(38,828)</td>
<td>(37,811)</td>
<td></td>
</tr>
<tr>
<td>535,546</td>
<td>567,787</td>
<td>1,708,195</td>
<td>1,681,237</td>
<td></td>
</tr>
<tr>
<td>11,912</td>
<td>6,627</td>
<td>38,390</td>
<td>16,960</td>
<td></td>
</tr>
</tbody>
</table>

$ 547,458                  $ 574,414 | $ 1,746,585 | $ 1,698,197

(Concluded)

Information relating to the annual interest capitalization rates was as follows:

<table>
<thead>
<tr>
<th></th>
<th>2016</th>
<th>2015</th>
<th>2016</th>
<th>2015</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>%</td>
<td>%</td>
<td>%</td>
<td>%</td>
</tr>
<tr>
<td>Inventories related to real estate business</td>
<td>4.35%-6.00%</td>
<td>4.85%-6.49%</td>
<td>4.35%-6.00%</td>
<td>4.85%-6.77%</td>
</tr>
<tr>
<td>Property, plant and equipment</td>
<td>1.21%-4.05%</td>
<td>0.76%-4.13%</td>
<td>1.15%-4.05%</td>
<td>0.76%-6.15%</td>
</tr>
</tbody>
</table>

d. Depreciation and amortization

<table>
<thead>
<tr>
<th></th>
<th>2016</th>
<th>2015</th>
<th>2016</th>
<th>2015</th>
</tr>
</thead>
<tbody>
<tr>
<td>Property, plant and equipment</td>
<td>$ 7,252,369</td>
<td>$ 7,270,814</td>
<td>$ 21,694,771</td>
<td>$ 21,750,748</td>
</tr>
<tr>
<td>Intangible assets</td>
<td>120,172</td>
<td>149,096</td>
<td>343,868</td>
<td>421,472</td>
</tr>
<tr>
<td>Total</td>
<td>$ 7,372,541</td>
<td>$ 7,419,910</td>
<td>$ 22,038,639</td>
<td>$ 22,172,220</td>
</tr>
</tbody>
</table>

Summary of depreciation by function

<table>
<thead>
<tr>
<th></th>
<th>2016</th>
<th>2015</th>
<th>2016</th>
<th>2015</th>
</tr>
</thead>
<tbody>
<tr>
<td>Operating costs</td>
<td>$ 6,764,505</td>
<td>$ 6,792,220</td>
<td>$ 20,206,684</td>
<td>$ 20,334,199</td>
</tr>
<tr>
<td>Operating expenses</td>
<td>487,864</td>
<td>478,594</td>
<td>1,488,087</td>
<td>1,416,549</td>
</tr>
<tr>
<td>$ 7,252,369</td>
<td>$ 7,270,814</td>
<td>$ 21,694,771</td>
<td>$ 21,750,748</td>
<td></td>
</tr>
</tbody>
</table>

Summary of amortization by function

<table>
<thead>
<tr>
<th></th>
<th>2016</th>
<th>2015</th>
<th>2016</th>
<th>2015</th>
</tr>
</thead>
<tbody>
<tr>
<td>Operating costs</td>
<td>$ 37,506</td>
<td>$ 31,751</td>
<td>$ 110,427</td>
<td>$ 90,135</td>
</tr>
<tr>
<td>Operating expenses</td>
<td>82,666</td>
<td>117,345</td>
<td>233,441</td>
<td>331,337</td>
</tr>
<tr>
<td>$ 120,172</td>
<td>$ 149,096</td>
<td>$ 343,868</td>
<td>$ 421,472</td>
<td></td>
</tr>
</tbody>
</table>
e. Employee benefits expense

<table>
<thead>
<tr>
<th>Post-employment benefits</th>
<th>For the Three Months Ended September 30</th>
<th>For the Nine Months Ended September 30</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>2016</td>
<td>2015</td>
</tr>
<tr>
<td>Defined contribution plans</td>
<td>$435,617</td>
<td>$425,121</td>
</tr>
<tr>
<td>Defined benefit plans</td>
<td>100,268</td>
<td>101,477</td>
</tr>
<tr>
<td>Equity-settled share-based payments</td>
<td>535,885</td>
<td>526,598</td>
</tr>
<tr>
<td>Salary, incentives and bonus</td>
<td>11,335,717</td>
<td>10,689,401</td>
</tr>
<tr>
<td>Other employee benefits</td>
<td>1,745,373</td>
<td>1,671,839</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>$13,729,954</strong></td>
<td><strong>$12,904,402</strong></td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Summary of employee benefits expense by function</th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Operating costs</td>
<td>$9,302,919</td>
<td>$8,741,553</td>
</tr>
<tr>
<td>Operating expenses</td>
<td>4,427,035</td>
<td>4,162,849</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>$13,729,954</strong></td>
<td><strong>$12,904,402</strong></td>
</tr>
</tbody>
</table>

To be in compliance with the Company Act as amended in May 2015, the amended Articles of Incorporation of the Company, has been approved in the shareholders’ meeting in June 2016, stipulate to distribute employees’ compensation and remuneration to directors at the rates in 5.25%-8.25% and no higher than 0.75%, respectively, of net profit before income tax, employees’ compensation and remuneration to directors. For the three months and nine months ended September 30, 2016 and 2015, the employees’ compensation and the remuneration to directors were accrued based on 8.25% and 0.75% of net profit before income tax, employees’ compensation and remuneration to directors, respectively.

<table>
<thead>
<tr>
<th>For the Three Months Ended September 30</th>
<th>For the Nine Months Ended September 30</th>
</tr>
</thead>
<tbody>
<tr>
<td>Employees’ compensation</td>
<td>NTS</td>
</tr>
<tr>
<td>Remuneration to directors</td>
<td>$506,210</td>
</tr>
<tr>
<td></td>
<td>46,019</td>
</tr>
</tbody>
</table>

If there is a change in the proposed amounts after the consolidated financial statements authorized for issue, the differences are recorded as a change in accounting estimate.

The appropriations of employees’ compensation and remuneration to directors for 2015 were resolved by the board of directors in April 2016, and the appropriations of bonus to employees and remuneration to directors and supervisors for 2014 were approved in the shareholders’ meeting in June 2015. The amounts of the employees’ compensation/bonus and remuneration to directors and supervisors are disclosed in the table below. After the amendments to the Articles had been resolved in the shareholders’ meeting held in June 2016, the appropriations of the employees’ compensation and remuneration to directors for 2015 were reported in the shareholders’ meeting.
Bonuses to employees / employees’ compensation $ 2,033,800 $ 2,335,600
Remuneration to directors and supervisors / directors 140,000 211,200

The differences between the resolved amounts of the employees’ compensation and the remuneration to directors and the accrued amounts reflected in the consolidated financial statements for the years ended December 31, 2015 and the bonus to employees and remuneration to directors and supervisors and the accrued amounts reflected in the consolidated financial statements for the years ended December 31, 2014 were deemed changes in estimates. The difference was NT$44,200 thousand and NT$1,330 thousand and had been adjusted in earnings for the years ended December 31, 2016 and 2015, respectively.

Information on the employees’ compensation and the remuneration to directors for 2015 resolved by the Company’s board of directors in 2016 and the bonus to employees and the remuneration to directors and supervisors resolved by the shareholders’ meeting in 2015 are available on the Market Observation Post System website of the TSE.

24. INCOME TAX

a. Income tax recognized in profit or loss

The major components of income tax expense were as follows:

<table>
<thead>
<tr>
<th></th>
<th>For Year 2015</th>
<th>For Year 2014</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>NT$</td>
<td>NT$</td>
</tr>
<tr>
<td>Bonuses to employees / employees’ compensation</td>
<td>$ 2,033,800</td>
<td>$ 2,335,600</td>
</tr>
<tr>
<td>Remuneration to directors and supervisors / directors</td>
<td>140,000</td>
<td>211,200</td>
</tr>
</tbody>
</table>

Income tax expense recognized in profit or loss $ 975,530 $ 1,127,308 $ 3,816,787 $ 3,579,664
b. Integrated income tax

As of September 30, 2016, December 31, 2015 and September 30, 2015, unappropriated earnings were all generated on and after January 1, 1998. As of September 30, 2016, December 31, 2015 and September 30, 2015, the balance of the Imputation Credit Account (“ICA”) was NT$2,484,934 thousand, NT$1,913,243 thousand and NT$1,430,460 thousand, respectively.

The creditable ratio for the distribution of earnings of 2015 and 2014 was 9.65% (estimated) and 6.88% (actual), respectively.

c. Income tax assessments

Income tax returns of ASE Inc. and its ROC subsidiaries have been examined by authorities through 2012 and through 2013 to 2014, respectively. ASE Inc. and some of its ROC subsidiaries disagreed with the result of examinations relating to its income tax returns for 2004 through 2008 and 2010 through 2012 and appealed to the tax authorities. A settlement was reached in June 2015. The related income tax expenses in the years resulting from the examinations have been accrued in respective tax years or in the year of the settlement.

25. EARNINGS PER SHARE

The earnings and weighted average number of ordinary shares outstanding in the computation of earnings per share were as follows:

<table>
<thead>
<tr>
<th>Net profit for the period</th>
<th>For the Three Months Ended September 30</th>
<th>For the Nine Months Ended September 30</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>2016</td>
<td>2015</td>
</tr>
<tr>
<td>Net profit for the period attributable to owners of the Company</td>
<td>$5,505,994</td>
<td>$6,368,622</td>
</tr>
<tr>
<td>Effect of potentially dilutive ordinary shares:</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Employee share options issued by subsidiaries</td>
<td>(102,880)</td>
<td>(49,096)</td>
</tr>
<tr>
<td>Investments in associates</td>
<td>(232,138)</td>
<td>-</td>
</tr>
<tr>
<td>Convertible bonds</td>
<td>146,220</td>
<td>(619,223)</td>
</tr>
<tr>
<td>Earnings used in the computation of diluted earnings per share</td>
<td>$5,317,196</td>
<td>$5,700,303</td>
</tr>
</tbody>
</table>

Weighted average number of ordinary shares outstanding (in thousand shares)

<table>
<thead>
<tr>
<th>Weighted average number of ordinary shares in computation of basic earnings per share</th>
<th>For the Three Months Ended September 30</th>
<th>For the Nine Months Ended September 30</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>2016</td>
<td>2015</td>
</tr>
<tr>
<td>Weighted average number of ordinary shares in computation of basic earnings per share</td>
<td>7,668,008</td>
<td>7,635,675</td>
</tr>
</tbody>
</table>

(Continued)
For the Three Months Ended September 30

<table>
<thead>
<tr>
<th></th>
<th>2016</th>
<th>2015</th>
</tr>
</thead>
<tbody>
<tr>
<td>Effect of potentially dilutive ordinary shares:</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Convertible bonds</td>
<td>515,295</td>
<td>513,995</td>
</tr>
<tr>
<td>Employee share options</td>
<td>62,335</td>
<td>71,028</td>
</tr>
<tr>
<td>Employees’ compensation</td>
<td>6,732</td>
<td>10,225</td>
</tr>
</tbody>
</table>

Weighted average number of ordinary shares in computation of diluted earnings per share

<table>
<thead>
<tr>
<th></th>
<th>2016</th>
<th>2015</th>
</tr>
</thead>
<tbody>
<tr>
<td>Weighted average number of ordinary shares in computation of diluted earnings per share</td>
<td>8,252,370</td>
<td>8,230,923</td>
</tr>
</tbody>
</table>

The Group is able to settle the employees’ compensation by cash or shares. The Group presumed that the entire amount of the compensation would be settled in shares and the resulting potential shares were included in the weighted average number of ordinary shares outstanding used in the computation of diluted earnings per share if the effect is dilutive. Such dilutive effect of the potential shares was included in the computation of diluted earnings per share until the board of directors approve the number of shares to be distributed to employees at their meeting in the following year.

26. SHARE-BASED PAYMENT ARRANGEMENTS

Employee share option plans of the Company and its subsidiaries

In order to attract, retain and reward employees, ASE Inc. has five employee share option plans for full-time employees of the Group, including 100,000 thousand share options approved to be granted in April 2015. There are 5,730 thousand share options of the fifth employee stock option plan that will no longer be issued due to the expiration of grant period. Each share option represents the right to purchase one ordinary share of ASE Inc. when exercised. Under the terms of the plans, share options are granted at an exercise price equal to or not less than the closing price of the ordinary shares listed on the TSE at the grant date. The option rights of these plans are valid for 10 years, non-transferable and exercisable at certain percentages subsequent to the second anniversary of the grant date. For any subsequent changes in the Company’s capital structure, the exercise price is accordingly adjusted.

a. ASE Inc. Option Plans

Information about share options was as follows:

<table>
<thead>
<tr>
<th></th>
<th>For the Nine Months Ended September 30</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>2016</td>
</tr>
<tr>
<td></td>
<td>Number of Options (In Thousands)</td>
</tr>
<tr>
<td>Balance at January 1</td>
<td>252,607</td>
</tr>
<tr>
<td>Options granted</td>
<td>-</td>
</tr>
<tr>
<td>Options forfeited</td>
<td>(4,556)</td>
</tr>
<tr>
<td>Options expired</td>
<td>-</td>
</tr>
</tbody>
</table>

(Continued)
The weighted average share prices at exercise dates of share options for the nine months ended September 30, 2016 and 2015 was NT$36.5 and NT$39.6, respectively.

Information about the Company’s outstanding share options at each balance sheet date was as follows:

### For the Nine Months Ended September 30

<table>
<thead>
<tr>
<th></th>
<th>2016</th>
<th></th>
<th>2015</th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Number of Options (In Thousands)</td>
<td>Weighted Average Exercise Price Per Share (NT$)</td>
<td>Number of Options (In Thousands)</td>
<td>Weighted Average Exercise Price Per Share (NT$)</td>
</tr>
<tr>
<td>Options exercised</td>
<td>(26,262)</td>
<td>$ 20.9</td>
<td>(41,518)</td>
<td>$20.6</td>
</tr>
<tr>
<td>Balance at September 30</td>
<td>221,789</td>
<td>27.1</td>
<td>260,908</td>
<td>26.5</td>
</tr>
<tr>
<td>Options exercisable, end of period</td>
<td>132,619</td>
<td>20.8</td>
<td>164,046</td>
<td>20.8</td>
</tr>
</tbody>
</table>

(Concluded)

b. ASE Mauritius Inc. Option Plan

ASE Mauritius Inc. has an employee share option plan for full-time employees of the Group which granted 30,000 thousand units in December 2007. Under the terms of the plan, each unit represents the right to purchase one ordinary share of ASE Mauritius Inc. when exercised. The option rights of the plan are valid for 10 years, non-transferable and exercisable at certain percentages subsequent to the second anniversary of the grant date.

Information about share options was as follows:

### For the Nine Months Ended September 30

<table>
<thead>
<tr>
<th></th>
<th>2016</th>
<th></th>
<th>2015</th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Number of Options (In Thousands)</td>
<td>Exercise Price Per Share (US$)</td>
<td>Number of Options (In Thousands)</td>
<td>Exercise Price Per Share (US$)</td>
</tr>
<tr>
<td>Balance at January 1</td>
<td>28,470</td>
<td>$ 1.7</td>
<td>28,545</td>
<td>$ 1.7</td>
</tr>
<tr>
<td>Options forfeited</td>
<td>-</td>
<td>-</td>
<td>(75)</td>
<td>1.7</td>
</tr>
<tr>
<td>Balance at September 30</td>
<td>28,470</td>
<td>1.7</td>
<td>28,470</td>
<td>1.7</td>
</tr>
<tr>
<td>Options exercisable, end of period</td>
<td>28,470</td>
<td>1.7</td>
<td>28,470</td>
<td>1.7</td>
</tr>
</tbody>
</table>
As of September 30, 2016, December 31, 2015 and September 30, 2015, the remaining contractual life was 1.3 years, 2 years and 2.3 years, respectively.

c. USIE Option Plans

The terms of the plans issued by USIE were the same with those of the Company’s option plans. USIE modified its option plan granted in 2007 by extending the contractual life to 13 years. The incremental fair value was all recognized as employee benefits expense in the years of modifications since the options were all vested.

Information about share options was as follows:

<table>
<thead>
<tr>
<th>For the Nine Months Ended September 30</th>
<th>2016</th>
<th>2015</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Number of Options (In Thousands)</td>
<td>Weighted Average Exercise Price Per Share (US$)</td>
</tr>
<tr>
<td>Balance at January 1</td>
<td>29,695</td>
<td>$ 2.1</td>
</tr>
<tr>
<td>Options forfeited</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Options exercised</td>
<td>(3,762)</td>
<td>2.0</td>
</tr>
<tr>
<td>Balance at September 30</td>
<td>25,933</td>
<td>2.2</td>
</tr>
<tr>
<td>Options exercisable, end of period</td>
<td>25,933</td>
<td>2.2</td>
</tr>
</tbody>
</table>

Information about USIE’s outstanding share options at each balance sheet date was as follows:

<table>
<thead>
<tr>
<th>Range of Exercise Price Per Share (US$)</th>
<th>Weighted Average Remaining Contractual Life (Years)</th>
</tr>
</thead>
<tbody>
<tr>
<td>September 30, 2016</td>
<td>$ 1.5</td>
</tr>
<tr>
<td></td>
<td>2.4-2.9</td>
</tr>
<tr>
<td>December 31, 2015</td>
<td>1.5</td>
</tr>
<tr>
<td></td>
<td>2.4-2.9</td>
</tr>
<tr>
<td>September 30, 2015</td>
<td>1.5</td>
</tr>
<tr>
<td></td>
<td>2.4-2.9</td>
</tr>
</tbody>
</table>

d. USISH Option Plan

In November 2015, the shareholders of USISH approved a share option plan for the employees of USISH. Each unit represents the right to purchase one ordinary share of USISH when exercised. The options are valid for 10 years, non-transferable and exercisable at certain percentages subsequent to the second anniversary of the grant date incorporated with certain performance conditions. For any subsequent changes in USISH’s capital structure, the exercise price is accordingly adjusted.
Information about share options was as follows:

<table>
<thead>
<tr>
<th>Description</th>
<th>Number of Options (In Thousands)</th>
<th>Exercise Price Per Share (CNY)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Balance at January 1</td>
<td>26,627</td>
<td>$15.5</td>
</tr>
<tr>
<td>Options forfeited</td>
<td>(1,211)</td>
<td>15.5</td>
</tr>
<tr>
<td>Balance at September 30</td>
<td>25,416</td>
<td>15.5</td>
</tr>
<tr>
<td>Options exercisable, end of period</td>
<td>-</td>
<td>-</td>
</tr>
</tbody>
</table>

As of September 30, 2016 and December 31, 2015, the remaining contractual life of the share options was 9.2 years and 9.9 years, respectively.

**Fair value of share options**

Share options granted by the Company and USISH in 2015 were measured using the Hull & White Model (2004) incorporated with Ritchken’s Trinomial Tree Model (1995) and the Black-Scholes Option Pricing Model, respectively, and the inputs to the models were as follows:

<table>
<thead>
<tr>
<th>Description</th>
<th>ASE Inc.</th>
<th>USISH</th>
</tr>
</thead>
<tbody>
<tr>
<td>Share price at the grant date</td>
<td>NT$36.5</td>
<td>CNY15.2</td>
</tr>
<tr>
<td>Exercise prices</td>
<td>NT$36.5</td>
<td>CNY15.5</td>
</tr>
<tr>
<td>Expected volatility</td>
<td>27.02%</td>
<td>40.33%-45.00%</td>
</tr>
<tr>
<td>Expected lives</td>
<td>10 years</td>
<td>10 years</td>
</tr>
<tr>
<td>Expected dividend yield</td>
<td>4.00%</td>
<td>0.87%</td>
</tr>
<tr>
<td>Risk free interest rates</td>
<td>1.34%</td>
<td>3.06%-3.13%</td>
</tr>
</tbody>
</table>

Expected volatility was based on the historical share price volatility over the past 10 years of ASE Inc. and the comparable companies of USISH, respectively. Under the Hull & White Model (2004) incorporated with Ritchken’s Trinomial Tree Model (1995), the Company assumed that employees would exercise the options after vesting date when the share price was 1.88 times the exercise price to allow for the effects of early exercise.

**27. BUSINESS COMBINATIONS**

a. Subsidiaries acquired

<table>
<thead>
<tr>
<th>Principal Activity</th>
<th>Date of Acquisition</th>
<th>Proportion of Voting Equity Interests Acquired</th>
<th>Cash Consideration</th>
</tr>
</thead>
<tbody>
<tr>
<td>TLJ</td>
<td>May 3, 2016</td>
<td>60%</td>
<td>NT$89,998</td>
</tr>
</tbody>
</table>

b. Consideration transferred, preliminary fair value of assets acquired and liabilities assumed as well as net cash outflow on acquisition of subsidiaries at the acquisition dates were as follows:
Current assets $16,645
Non-current assets 4,081
Current liabilities (7,599)
Non-controlling interests (7,021)
Goodwill 83,892
Total consideration 89,998
Less: Cash and cash equivalent acquired (16,561)

$73,437

In May 2016, the Company’s subsidiary, ASE Test, Inc., acquired 60% shareholdings of TLJ with a total consideration determined primarily based on independent professional appraisal reports. NT$41,739 thousand out of the total consideration was paid to key management personnel and related parties. As of September 30, 2016, the Group has not completed the identification of the difference between the cost of the investment and the Group’s share of the net fair value of TLJ’s identifiable assets and liabilities and, as a result, the difference was recognized as goodwill provisionally.

28. EQUITY TRANSACTION WITH NON-CONTROLLING INTERESTS

In April 2015, USIE sold its shareholdings of 54,000 thousand ordinary shares of USISH amounting to CNY1,992,060 thousand and, as a result, the Group’s shareholdings of USISH decreased from 82.1% to 77.2%. The transaction was accounted for as an equity transaction since the Group did not cease to have control over USISH and, as a result, capital surplus was increased by NT$7,197,510 thousand in the second quarter of 2015.

In February 2016, USIE repurchased 4,501 thousand shares of USIE’s outstanding ordinary shares and, as a result, the Group’s shareholdings of USIE increased from 96.7% to 98.8%. The transaction was accounted for as an equity transaction since the Group did not cease to have control over USIE and capital surplus was decreased by NT$1,912,887 thousand.

In February 2016, the Company, with a total consideration of NT$ 792,064 thousand, completed the disposal of 39,603 thousand shares in USI to the Company’s subsidiary, UGTW, at NT$20 per share and, as a result, the Group’s shareholdings of USI decreased from 99.0% to 76.5%. The transaction was accounted for as an equity transaction since the Group did not cease to have control over USI and capital surplus was decreased by NT$20,552 thousand.

29. NON-CASH TRANSACTIONS

For the nine months ended September 30, 2016 and 2015, the Group entered into the following non-cash investing activities which were not reflected in the consolidated statements of cash flows:

<table>
<thead>
<tr>
<th>For the Nine Months Ended September 30</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
</tr>
<tr>
<td>Payments for property, plant and equipment</td>
</tr>
<tr>
<td>Purchase of property, plant and equipment</td>
</tr>
<tr>
<td>Decrease in prepayments for property, plant and equipment (recorded under the line item of other non-current assets)</td>
</tr>
</tbody>
</table>
For the Nine Months  
Ended September 30  
\[\begin{array}{c|c|c}
\hline
& 2016 & 2015 \\
\hline
\text{(Increase) decrease in payables for property, plant and equipment} & (825,229) & 1,824,553 \\
\text{Capitalized borrowing costs} & (38,828) & (37,811) \\
\hline
\text{Proceeds from disposal of property, plant and equipment} & 20,391,111 & 24,695,271 \\
\text{Consideration from disposal of property, plant and equipment} & 439,798 & 175,106 \\
\text{(Increase) decrease in other receivables} & (310,537) & 38,178 \\
\hline
\text{Total} & 129,261 & 213,284 \\
\text{(Concluded)} & & \\
\hline
\end{array}\]

30. OPERATING LEASE ARRANGEMENTS

Except those discussed in Note 17, the Company and its subsidiary, ASE Test, Inc., lease the land on which their buildings are located under various operating lease agreements with the ROC government expiring through June 2035. The agreements grant these entities the option to renew the leases and reserve the right for the lessor to adjust the lease payments upon an increase in the assessed value of the land and to terminate the leases under certain conditions. In addition, the Group leases buildings, machinery and equipment under operating leases.

The subsidiaries’ offices located in U.S.A. and Japan, etc. are leased from other parties and the lease term will expire through 2016 to 2023 with the option to renew the leases upon expiration.

The Group recognized rental expense of NT$396,530 thousand, NT$343,584 thousand, NT$1,073,013 thousand and NT$1,057,269 thousand for the three months and nine months ended September 30, 2016 and 2015, respectively.

31. CAPITAL MANAGEMENT

The capital structure of the Group consists of debt and equity. The Group manages its capital to ensure that entities in the Group will be able to continue as going concerns while maximizing the return to shareholders through the optimization of the debt and equity balance. Key management personnel of the Group periodically reviews the cost of capital and the risks associated with each class of capital. In order to balance the overall capital structure, the Group may adjust the amount of dividends paid to shareholders, the number of new shares issued or repurchased, and the amount of new debt issued or existing debt redeemed.

The Group is not subject to any externally imposed capital requirements except those discussed in Note 18.

32. FINANCIAL INSTRUMENTS

a. Fair value of financial instruments that are not measured at fair value

1) Fair value of financial instruments not measured at fair value but for which fair value is disclosed

Except bonds payable measured at amortized cost, the management considers that the carrying amounts of financial assets and financial liabilities not measured at fair value approximate their fair
values. The carrying amounts and fair value of bonds payable as of September 30, 2016, December 31, 2015 and September 30, 2015, respectively, were as follows:

<table>
<thead>
<tr>
<th></th>
<th>Carrying Amount</th>
<th>Fair Value</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>NT$</td>
<td>NT$</td>
</tr>
<tr>
<td>September 30, 2016</td>
<td>$36,256,600</td>
<td>$36,680,738</td>
</tr>
<tr>
<td>December 31, 2015</td>
<td>38,426,250</td>
<td>38,465,355</td>
</tr>
<tr>
<td>September 30, 2015</td>
<td>38,382,648</td>
<td>38,292,845</td>
</tr>
</tbody>
</table>

2) Fair value hierarchy

The aforementioned fair value hierarchy of bonds payable was level 3 which was determined based on discounted cash flows analysis with the applicable yield curve for the duration or the last trading prices.

b. Fair value of financial instruments that are measured at fair value on a recurring basis

1) Fair value hierarchy

<table>
<thead>
<tr>
<th></th>
<th>Level 1</th>
<th>Level 2</th>
<th>Level 3</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>NT$</td>
<td>NT$</td>
<td>NT$</td>
<td>NT$</td>
</tr>
<tr>
<td>September 30, 2016</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Financial assets at FVTPL</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Financial assets designated as at FVTPL</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Private-placement convertible bonds</td>
<td>$ -</td>
<td>$100,583</td>
<td>$ -</td>
<td>$100,583</td>
</tr>
<tr>
<td>Derivative financial assets</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Forward exchange contracts</td>
<td>-</td>
<td>55,645</td>
<td>-</td>
<td>55,645</td>
</tr>
<tr>
<td>Swap contracts</td>
<td>-</td>
<td>38,451</td>
<td>-</td>
<td>38,451</td>
</tr>
<tr>
<td>Non-derivative financial assets held for trading</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Open-end mutual funds</td>
<td>584,424</td>
<td>-</td>
<td>-</td>
<td>584,424</td>
</tr>
<tr>
<td>Quoted shares</td>
<td>34,728</td>
<td>-</td>
<td>-</td>
<td>34,728</td>
</tr>
<tr>
<td>$619,152</td>
<td>$194,679</td>
<td>$ -</td>
<td></td>
<td>$813,831</td>
</tr>
<tr>
<td>Available-for-sale financial assets</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Limited partnership</td>
<td>$ -</td>
<td>$ -</td>
<td>$448,913</td>
<td>$448,913</td>
</tr>
<tr>
<td>Unquoted shares</td>
<td>-</td>
<td>-</td>
<td>520,668</td>
<td>520,668</td>
</tr>
<tr>
<td>Quoted shares</td>
<td>160,243</td>
<td>-</td>
<td>-</td>
<td>160,243</td>
</tr>
<tr>
<td>Open-end mutual funds</td>
<td>44,207</td>
<td>-</td>
<td>-</td>
<td>44,207</td>
</tr>
<tr>
<td>$204,450</td>
<td>$ -</td>
<td>$969,581</td>
<td></td>
<td>$1,174,031</td>
</tr>
</tbody>
</table>

(Continued)
## Financial liabilities at FVTPL

<table>
<thead>
<tr>
<th></th>
<th>Level 1</th>
<th>Level 2</th>
<th>Level 3</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>NT$</td>
<td>NT$</td>
<td>NT$</td>
<td>NT$</td>
</tr>
</tbody>
</table>

Derivative financial liabilities
- Conversion option, redemption option and put option of convertible bonds: $2,224,051
- Swap contracts: $1,708,293
- Forward exchange contracts: 10,825
- Interest rate swap contracts: 8,791
- Foreign currency option contracts: 1,560

Total: $3,953,520

December 31, 2015

## Financial assets at FVTPL

<table>
<thead>
<tr>
<th></th>
<th>Level 1</th>
<th>Level 2</th>
<th>Level 3</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>NT$</td>
<td>NT$</td>
<td>NT$</td>
<td>NT$</td>
</tr>
</tbody>
</table>

Financial assets designated as at FVTPL
- Structured time deposits: $1,646,357
- Private-placement convertible bonds: 100,500

Derivative financial assets
- Swap contracts: 1,452,611
- Forward exchange contracts: 18,913
- Forward currency option contracts: 5,020

Total: $3,833,701

Non-derivative financial assets held for trading
- Open-end mutual funds: 573,242
- Quoted shares: 37,058

Total: $3,833,701

Available-for-sale financial assets
- Limited Partnership: 476,612
- Unquoted shares: 264,477

Total: 476,612

(Continued)
<table>
<thead>
<tr>
<th></th>
<th>Level 1</th>
<th>Level 2</th>
<th>Level 3</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>NT$</td>
<td>NT$</td>
<td>NT$</td>
<td>NT$</td>
</tr>
<tr>
<td>Quoted shares</td>
<td>$ 197,580</td>
<td>$ -</td>
<td>$ -</td>
<td>$ 197,580</td>
</tr>
<tr>
<td>Open-end mutual funds</td>
<td>16,037</td>
<td>-</td>
<td>-</td>
<td>16,037</td>
</tr>
<tr>
<td></td>
<td>$ 213,617</td>
<td>$ -</td>
<td>$ 741,089</td>
<td>$ 954,706</td>
</tr>
</tbody>
</table>

Financial liabilities at FVTPL

Derivative financial liabilities
Conversion option, redemption option and put option of convertible bonds
Swap contracts
Forward exchange contracts
Foreign currency option contracts
Interest rate swap contracts

<table>
<thead>
<tr>
<th></th>
<th>Level 1</th>
<th>Level 2</th>
<th>Level 3</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>NT$</td>
<td>NT$</td>
<td>NT$</td>
<td>NT$</td>
</tr>
<tr>
<td>Quoted shares</td>
<td>$ -</td>
<td>$ 2,632,565</td>
<td>$ -</td>
<td>$ 2,632,565</td>
</tr>
<tr>
<td>Open-end mutual funds</td>
<td>-</td>
<td>290,176</td>
<td>-</td>
<td>290,176</td>
</tr>
<tr>
<td></td>
<td>-</td>
<td>69,207</td>
<td>-</td>
<td>69,207</td>
</tr>
<tr>
<td></td>
<td>-</td>
<td>13,659</td>
<td>-</td>
<td>13,659</td>
</tr>
<tr>
<td></td>
<td>-</td>
<td>119</td>
<td>-</td>
<td>119</td>
</tr>
<tr>
<td></td>
<td>$ -</td>
<td>$ 3,005,726</td>
<td>$ -</td>
<td>$ 3,005,726</td>
</tr>
</tbody>
</table>

September 30, 2015

Financial assets at FVTPL
Financial assets designated as at FVTPL
Private-placement convertible bonds

<table>
<thead>
<tr>
<th></th>
<th>Level 1</th>
<th>Level 2</th>
<th>Level 3</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>NT$</td>
<td>NT$</td>
<td>NT$</td>
<td>NT$</td>
</tr>
<tr>
<td>Quoted shares</td>
<td>$ -</td>
<td>$ 100,500</td>
<td>$ -</td>
<td>$ 100,500</td>
</tr>
<tr>
<td>Open-end mutual funds</td>
<td>-</td>
<td>2,398,880</td>
<td>-</td>
<td>2,398,880</td>
</tr>
<tr>
<td></td>
<td>-</td>
<td>41,189</td>
<td>-</td>
<td>41,189</td>
</tr>
<tr>
<td></td>
<td>558,437</td>
<td>-</td>
<td>-</td>
<td>558,437</td>
</tr>
<tr>
<td></td>
<td>43,225</td>
<td>-</td>
<td>-</td>
<td>43,225</td>
</tr>
<tr>
<td></td>
<td>$ 601,662</td>
<td>$ 2,540,569</td>
<td>$ -</td>
<td>$ 3,142,231</td>
</tr>
</tbody>
</table>

(Continued)
For the financial assets and liabilities that were measured at fair value on a recurring basis held for the nine months ended September 30, 2016 and 2015, there were no transfers between Level 1 and Level 2 of the fair value hierarchy.

2) Reconciliation of Level 3 fair value measurements of financial assets

The financial assets measured at Level 3 fair value were equity investments with no quoted prices and classified as available-for-sale financial assets - non-current. Reconciliations for the nine months ended September 30, 2016 and 2015 were as follows:

<table>
<thead>
<tr>
<th></th>
<th>2015</th>
<th>2016</th>
</tr>
</thead>
<tbody>
<tr>
<td>Balance at January 1</td>
<td>NT$ 778,866</td>
<td>NT$ 741,089</td>
</tr>
<tr>
<td>Purchases</td>
<td>NT$ 13,791</td>
<td>NT$ 297,678</td>
</tr>
<tr>
<td>Total losses recognized</td>
<td></td>
<td></td>
</tr>
<tr>
<td>In profit or loss</td>
<td>NT$ (15,891)</td>
<td>NT$ (10,734)</td>
</tr>
<tr>
<td>In other comprehensive income</td>
<td>NT$ 13,522</td>
<td>NT$ 29,525</td>
</tr>
<tr>
<td>Disposals</td>
<td>NT$ (42,902)</td>
<td>NT$ (28,927)</td>
</tr>
<tr>
<td>Balance at September 30</td>
<td>NT$ 747,386</td>
<td>NT$ 969,581</td>
</tr>
</tbody>
</table>

As of September 30, 2016 and 2015, unrealized loss of NT$26,765 thousand and NT$16,633 thousand, recorded in other comprehensive income under the heading of unrealized gain on available-for-sale financial assets, were included in the carrying amount of the financial assets at fair value on Level 3 fair value measurement.
3) Valuation techniques and assumptions applied for the purpose of measuring fair value

a) Valuation techniques and inputs applied for the purpose of measuring Level 2 fair value measurement

<table>
<thead>
<tr>
<th>Financial Instruments</th>
<th>Valuation Techniques and Inputs</th>
</tr>
</thead>
<tbody>
<tr>
<td>Derivatives - swap contracts, forward exchange contracts, foreign currency option contracts and interest rate swap contracts</td>
<td>Discounted cash flows - Future cash flows are estimated based on observable forward exchange rates or interest rates at balance sheet dates and contract forward exchange rates or interest rates, discounted at rates that reflected the credit risk of various counterparties.</td>
</tr>
<tr>
<td>Derivatives - conversion option, redemption option and put option of convertible bonds</td>
<td>Option pricing model - Incorporation of present value techniques and reflect both the time value and the intrinsic value of options</td>
</tr>
<tr>
<td>Structured time deposits and private-placement convertible bonds</td>
<td>Discounted cash flows - Future cash flows are estimated based on observable forward exchange rates or stock prices at balance sheet dates and contract interest rate ranges or conversion prices, discounted at rates that reflected the credit risk of various counterparties.</td>
</tr>
</tbody>
</table>

b) Valuation techniques and inputs applied for the purpose of measuring Level 3 fair value measurement

The fair value of the Group’s investments in unquoted shares on Level 3 fair value measurement were measured using market approach based on investees’ recent financing activities, technical development, valuation of investees comparable companies, market conditions and other economic indicators.

The fair values of investments in limited partnership are measured using discounted cash flow technique and a comparable multiple technique. The significant unobservable inputs used in the discounted cash flow technique were discount rates of 12.34% and the terminal growth rates of 2.50%. Any significant increase in discount rates or any significant decrease in terminal growth rates would result in a decrease in the fair value of the investments in limited partnership. The significant unobservable input used in the comparable multiple technique was EBITDA multiples of 9.73. Any significant decrease in multiples would result in a decrease in the fair value of the investments in limited partnership.

c. Categories of financial instruments

<table>
<thead>
<tr>
<th></th>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>FVTPL</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Designated as at FVTPL</td>
<td>$ 100,583</td>
<td>$ 1,746,857</td>
<td>$ 100,500</td>
</tr>
<tr>
<td>Held for trading</td>
<td>713,248</td>
<td>2,086,844</td>
<td>3,041,731</td>
</tr>
<tr>
<td>Available-for-sale financial assets</td>
<td>1,174,031</td>
<td>954,706</td>
<td>920,301</td>
</tr>
<tr>
<td>Loans and receivables (Note 1)</td>
<td>93,009,972</td>
<td>101,259,880</td>
<td>98,389,112</td>
</tr>
</tbody>
</table>

(Continued)
<table>
<thead>
<tr>
<th></th>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>NT$</td>
<td>NT$</td>
<td>NT$</td>
</tr>
<tr>
<td>FVTPL</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Held for trading</td>
<td>$3,953,520</td>
<td>$3,005,726</td>
<td>$2,605,077</td>
</tr>
<tr>
<td>Measured at amortized cost (Note 2)</td>
<td>177,209,507</td>
<td>173,294,140</td>
<td>182,637,071</td>
</tr>
</tbody>
</table>

Note 1: The balances included loans and receivables measured at amortized cost which comprise cash and cash equivalents, trade and other receivables and other financial assets.

Note 2: The balances included financial liabilities measured at amortized cost which comprise short-term borrowings, short-term bills payable, trade and other payables, bonds payable and long-term borrowings.

d. Financial risk management objectives and policies

The derivative instruments used by the Group are to mitigate risks arising from ordinary business operations. All derivative transactions entered into by the Group are designated as either hedging or trading. Derivative transactions entered into for hedging purposes must hedge risk against fluctuations in foreign exchange rates and interest rates arising from operating activities. The currencies and the amount of derivative instruments held by the Group must match its hedged assets and liabilities denominated in foreign currencies.

The Group's risk management department monitors risks to mitigate risk exposures, reports unsettled position, transaction balances and related gains or losses to the Group’s chief financial officer on monthly basis.

1) Market risk

The Group’s activities exposed it primarily to the financial risks of changes in foreign currency exchange rates and interest rates. Gains or losses arising from fluctuations in foreign currency exchange rates of a variety of derivative financial instruments were approximately offset by those of hedged items. Interest rate risk was not significant due to the cost of capital was expected to be fixed.

There had been no change to the Group's exposure to market risks or the manner in which these risks were managed and measured.

a) Foreign currency exchange rate risk

The Group had sales and purchases as well as financing activities denominated in foreign currency which exposed the Group to foreign currency exchange rate risk. The Group entered into a variety of derivative financial instruments to hedge foreign currency exchange rate risk to minimize the fluctuations of assets and liabilities denominated in foreign currencies.

The carrying amounts of the Group's foreign currency denominated monetary assets and liabilities (including those eliminated upon consolidation) as well as derivative instruments which exposed the Group to foreign currency exchange rate risk at each balance sheet date are presented in Note 36.
The Group was principally subject to the impact to exchange rate fluctuation in U.S. dollars and Japanese yen against NT$ or Chinese Yuan Renminbi (“CNY”). 1% is the sensitivity rate used when reporting foreign currency exchange rate risk internally to key management personnel and represents management’s assessment of the reasonably possible change in foreign currency exchange rates. The sensitivity analysis included financial assets and liabilities and inter-company receivables and payables within the Group. The changes in profit before income tax due to a 1% change in U.S. dollars and Japanese yen both against NT$ and CNY would be NT$218,000 thousand and NT$56,000 thousand for the nine months ended September 30, 2016 and 2015, respectively. Hedging contracts and hedged items have been taken into account while measuring the changes in profit before income tax. The abovementioned sensitivity analysis mainly focused on the foreign currency monetary items at the end of the reporting period. As the period-end exposure did not reflect the exposure for the nine months ended September 30, 2016 and 2015, the abovementioned sensitivity analysis was unrepresentative of those periods.

b) Interest rate risk

Except a portion of long-term borrowings and bonds payable at fixed interest rates, the Group was exposed to interest rate risk because group entities borrowed funds at floating interest rates. Changes in market interest rates will lead to variances in effective interest rates of borrowings from which the future cash flow fluctuations arise. The Group entered into a variety of derivative financial instruments to hedge interest rate risk to minimize the fluctuations of assets and liabilities denominated in interest rate.

The carrying amounts of the Group’s financial assets and financial liabilities with exposure to interest rates at each balance sheet date were as follows:

<table>
<thead>
<tr>
<th></th>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Fair value interest rate risk</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Financial liabilities</td>
<td>$29,731,458</td>
<td>$18,030,482</td>
<td>$29,772,311</td>
</tr>
<tr>
<td><strong>Cash flow interest rate risk</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Financial assets</td>
<td>30,340,234</td>
<td>53,475,994</td>
<td>39,098,465</td>
</tr>
<tr>
<td>Financial liabilities</td>
<td>72,903,042</td>
<td>65,213,083</td>
<td>60,468,199</td>
</tr>
</tbody>
</table>

For assets and liabilities with floating interest rates, a 100 basis point increase or decrease was used when reporting interest rate risk internally to key management personnel. If interest rates had been 100 basis points (1%) higher or lower and all other variables held constant, the Group’s profit before income tax for the nine months ended September 30, 2016 and 2015 would have decreased or increased approximately by NT$320,000 thousand and NT$161,000 thousand, respectively. Hedging contracts and hedged items have been taken into account while measuring the changes in profit before income tax. The abovementioned sensitivity analysis mainly focused on the interest rate items at the end of the reporting period. As the period-end exposure did not reflect the exposure for the nine months ended September 30, 2016 and 2015, the abovementioned sensitivity analysis was unrepresentative of those periods.

c) Other price risk

The Group was exposed to equity or debt price risk through its investments in financial assets at FVTPL, including private-placement convertible bonds, quoted shares, open-end mutual funds, and available-for-sale financial assets. If equity or debt prices were 1% higher or lower, profit before income tax for the nine months ended September 30, 2016 and 2015 would have increased or decreased approximately by NT$7,200 thousand and NT$7,000 thousand,
respectively, and other comprehensive income before income tax for the nine months ended September 30, 2016 and 2015 would have increased or decreased approximately by NT$12,000 thousand and NT$9,000 thousand, respectively.

In addition, the Group was also exposed to the Company’s ordinary share price risk through Bonds Options recognized as financial liabilities held for trading. 7% is the sensitivity rate used when reporting price risk internally to key management personnel. If the Company’s ordinary share price increased or decreased by 7%, profit before income tax for the nine months ended September 30, 2016 and 2015 would have decreased approximately by NT$644,000 thousand and NT$586,000 thousand, respectively, or increased approximately by NT$528,000 thousand and NT$488,000 thousand, respectively.

2) Credit risk

Credit risk refers to the risk that counterparty will default on its contractual obligations resulting in financial loss to the Group. The Group’s credit risk arises from cash and cash equivalents, receivables and other financial assets. The Group’s maximum exposure to credit risk was the carrying amounts of financial assets in the consolidated balance sheets.

The Group dealt with counterparties creditworthy and has a credit policy and trade receivable management procedures to ensure recovery and evaluation of trade receivables. Except for those discussed in Note 9, the Group’s counterparties consisted of a large number of customers and banks and there was no significant concentration of credit risk exposure.

3) Liquidity risk

The Group manages liquidity risk by maintaining adequate working capital and banking facilities to fulfill the demand for cash flow used in the Group’s operation and capital expenditure. The Group also monitors its compliance with all the loan covenants. Liquidity risk is not considered to be significant.

In the table below, financial liabilities with a repayment on demand clause were included in the earliest time band regardless of the probability of counter-parties choosing to exercise their rights. The maturity dates for other non-derivative financial liabilities were based on the agreed repayment dates.

To the extent that interest flows are floating rate, the undiscounted amounts were derived from the interest rates at each balance sheet date.

<table>
<thead>
<tr>
<th>On Demand or Floating interest rate liabilities</th>
<th>More than 5 Years</th>
</tr>
</thead>
<tbody>
<tr>
<td>Less than 1 Month &amp; 1 to 3 Months &amp; 3 Months to 1 Year</td>
<td>1 to 5 Years</td>
</tr>
<tr>
<td>NT$</td>
<td>NT$</td>
</tr>
<tr>
<td>September 30, 2016 Non-derivative financial liabilities</td>
<td></td>
</tr>
<tr>
<td>Non-interest bearing</td>
<td>$ 25,814,299</td>
</tr>
<tr>
<td>Floating interest rate liabilities</td>
<td>17,893,862</td>
</tr>
<tr>
<td>Fixed interest rate liabilities</td>
<td>4,718,810</td>
</tr>
<tr>
<td></td>
<td>$ 48,426,971</td>
</tr>
<tr>
<td>December 31, 2015 Non-derivative financial liabilities</td>
<td></td>
</tr>
<tr>
<td>Non-interest bearing</td>
<td>$ 19,393,406</td>
</tr>
<tr>
<td>Floating interest rate liabilities</td>
<td>6,617,050</td>
</tr>
<tr>
<td>Fixed interest rate liabilities</td>
<td>16,168,484</td>
</tr>
<tr>
<td></td>
<td>$ 42,178,940</td>
</tr>
</tbody>
</table>

(Continued)
The amounts included above for floating interest rate instruments for non-derivative financial liabilities was subject to change if changes in floating interest rates differ from those estimates of interest rates determined at each balance sheet date.

The following table detailed the Group's liquidity analysis for its derivative financial instruments. The table was based on the undiscounted contractual net cash inflows and outflows on derivative instruments that settle on a net basis, and the undiscounted gross cash inflows and outflows on those derivatives that require gross settlement. When the amounts payable or receivable are not fixed, the amounts disclosed have been determined by reference to the projected interest rates as illustrated by the yield curves at each balance sheet date.

<table>
<thead>
<tr>
<th>September 30, 2016</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>On Demand or Less than 1 Month</strong></td>
</tr>
<tr>
<td>NTS</td>
</tr>
<tr>
<td><strong>Net settled</strong></td>
</tr>
<tr>
<td>Forward exchange contracts</td>
</tr>
<tr>
<td>Foreign currency option contracts</td>
</tr>
<tr>
<td><strong>Gross settled</strong></td>
</tr>
<tr>
<td>Forward exchange contracts</td>
</tr>
<tr>
<td>Inflows</td>
</tr>
<tr>
<td>Outflows</td>
</tr>
<tr>
<td></td>
</tr>
<tr>
<td>Swap contracts</td>
</tr>
<tr>
<td>Inflows</td>
</tr>
<tr>
<td>Outflows</td>
</tr>
<tr>
<td></td>
</tr>
<tr>
<td>Interest rate swap contracts</td>
</tr>
<tr>
<td>Outflows</td>
</tr>
<tr>
<td></td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>December 31, 2015</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Net settled</strong></td>
</tr>
<tr>
<td>Forward exchange contracts</td>
</tr>
<tr>
<td>Foreign currency option contracts</td>
</tr>
</tbody>
</table>

(Continued)
### Gross settled

<table>
<thead>
<tr>
<th></th>
<th>On Demand or Less than 1 Month</th>
<th>1 to 3 Months</th>
<th>3 Months to 1 Year</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Forward exchange contracts</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Inflows</td>
<td>$2,822,265</td>
<td>$2,421,602</td>
<td>-</td>
</tr>
<tr>
<td>Outflows</td>
<td>$(2,836,080)</td>
<td>$(2,429,050)</td>
<td>-</td>
</tr>
<tr>
<td></td>
<td>$(13,815)</td>
<td>$(7,448)</td>
<td>-</td>
</tr>
<tr>
<td><strong>Swap contracts</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Inflows</td>
<td>16,561,521</td>
<td>22,476,799</td>
<td>36,796,825</td>
</tr>
<tr>
<td>Outflows</td>
<td>(16,564,549)</td>
<td>(22,007,274)</td>
<td>(35,813,527)</td>
</tr>
<tr>
<td></td>
<td>(3,028)</td>
<td>469,525</td>
<td>983,298</td>
</tr>
<tr>
<td><strong>Interest rate swap contracts</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Inflows</td>
<td>12,603</td>
<td>12,466</td>
<td>25,069</td>
</tr>
<tr>
<td>Outflows</td>
<td>(11,595)</td>
<td>(11,469)</td>
<td>(23,063)</td>
</tr>
<tr>
<td></td>
<td>1,008</td>
<td>997</td>
<td>2,006</td>
</tr>
<tr>
<td></td>
<td>$(15,835)</td>
<td>$463,074</td>
<td>$985,304</td>
</tr>
</tbody>
</table>

**September 30, 2015**

### Net settled

<table>
<thead>
<tr>
<th></th>
<th>On Demand or Less than 1 Month</th>
<th>1 to 3 Months</th>
<th>3 Months to 1 Year</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Forward exchange contracts</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Inflows</td>
<td>$(21,905)</td>
<td>$(65,580)</td>
<td>-</td>
</tr>
<tr>
<td><strong>Gross settled</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Forward exchange contracts</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Inflows</td>
<td>$3,405,810</td>
<td>$1,257,026</td>
<td>-</td>
</tr>
<tr>
<td>Outflows</td>
<td>$(3,414,596)</td>
<td>$(1,249,060)</td>
<td>-</td>
</tr>
<tr>
<td></td>
<td>$(8,786)</td>
<td>7,966</td>
<td>-</td>
</tr>
<tr>
<td><strong>Swap contracts</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Inflows</td>
<td>19,580,602</td>
<td>40,269,898</td>
<td>38,880,941</td>
</tr>
<tr>
<td>Outflows</td>
<td>(19,146,168)</td>
<td>(38,601,435)</td>
<td>(37,542,335)</td>
</tr>
<tr>
<td></td>
<td>434,434</td>
<td>1,668,463</td>
<td>1,338,606</td>
</tr>
<tr>
<td><strong>Foreign currency option contracts</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Inflows</td>
<td>69,759</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Outflows</td>
<td>(65,745)</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td></td>
<td>4,014</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td></td>
<td>$429,662</td>
<td>$1,676,429</td>
<td>$1,338,606</td>
</tr>
</tbody>
</table>

(Concluded)

### 33. RELATED PARTY TRANSACTIONS

Balances and transactions within the Group had been eliminated upon consolidation. Details of transactions between the Group and other related parties were disclosed as follows:

a. The Company contributed each NT$100,000 thousand to ASE Cultural and Educational Foundation in January 2016 and 2015, respectively, for environmental charity in promoting the related domestic environmental protection and public service activities (Note 35).
b. During the third quarter in 2016, the Company acquired patents and acquired specific technology from associate at NT$403,543 thousand, which was primarily based on independent professional appraisal reports. As of September 30, 2016, NT$313,600 thousand has not been paid and the Company accrued payables under the line item of other payables and other non-current liabilities.

c. During the second quarter in 2015, the Company acquired real estate from associate at NT$2,466,000 thousand, which was primarily based on independent professional appraisal reports and fully paid in the second quarter of 2015.

d. The Company contracted with associate to construct a foreign labor dormitory on current lease property and NT$646,500 thousand and NT$172,400 thousand has been paid as of September 30, 2016 and 2015, respectively.

e. In February 2016, USIE repurchased 1,801 thousand USIE’s outstanding ordinary shares from the Group’s key management personnel, with approximately NT$1,130,650 thousand.

f. Compensation to key management personnel

<table>
<thead>
<tr>
<th></th>
<th>For the Three Months Ended September 30</th>
<th>For the Nine Months Ended September 30</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>2016</td>
<td>2015</td>
</tr>
<tr>
<td>Short-term employee benefits</td>
<td>$209,947</td>
<td>$273,263</td>
</tr>
<tr>
<td>Post-employment benefits</td>
<td>959</td>
<td>780</td>
</tr>
<tr>
<td>Share-based payments</td>
<td>15,180</td>
<td>7,568</td>
</tr>
<tr>
<td></td>
<td>$226,086</td>
<td>$281,611</td>
</tr>
</tbody>
</table>

The compensation to the Company’s key management personnel is determined according to personal performance and market trends.

34. ASSETS PLEDGED AS COLLATERAL OR FOR SECURITY

In addition to Note 9, the following assets were provided as collateral for bank borrowings and the tariff guarantees of imported raw materials:

<table>
<thead>
<tr>
<th></th>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Inventories related to real estate business</td>
<td>$19,272,915</td>
<td>$16,312,519</td>
<td>$11,599,303</td>
</tr>
<tr>
<td>Other financial assets (including current and non-current)</td>
<td>243,505</td>
<td>229,613</td>
<td>247,639</td>
</tr>
<tr>
<td></td>
<td>$19,516,420</td>
<td>$16,542,132</td>
<td>$11,846,942</td>
</tr>
</tbody>
</table>

35. SIGNIFICANT CONTINGENT LIABILITIES AND UNRECOGNIZED COMMITMENTS

In addition to those disclosed in other notes, significant commitments and contingencies of the Group as of each balance sheet date were as follows:
a. Significant commitments

1) As of September 30, 2016, December 31, 2015 and September 30, 2015, unused letters of credit of the Group were approximately NT$88,000 thousand, NT$93,000 thousand and NT$38,000 thousand, respectively.

2) As of September 30, 2016, December 31, 2015 and September 30, 2015, outstanding commitments to purchase property, plant and equipment of the Group were approximately NT$6,983,924 thousand, NT$8,089,200 thousand and NT$8,395,000 thousand, respectively, of which NT$1,353,773 thousand, NT$1,756,990 thousand and NT$1,887,845 thousand had been prepaid, respectively. As of September 30, 2016, December 31, 2015 and September 30, 2015, the commitment that the Group has contracted for the construction related to the real estate business were approximately NT$2,106,576 thousand, NT$2,745,400 thousand and NT$2,774,135 thousand, respectively.

3) In consideration of corporate social responsibility for environmental protection, the Company’s board of directors, in December 2013, approved contributions to be made in the next 30 years, at a total amount of NT$3,000,000 thousand, at the minimum, to environmental protection efforts in Taiwan.

b. Non-cancellable operating lease commitments

<table>
<thead>
<tr>
<th></th>
<th>September 30, 2016</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>NT$</td>
</tr>
<tr>
<td>Less than 1 year</td>
<td>$321,660</td>
</tr>
<tr>
<td>1 to 5 years</td>
<td>501,574</td>
</tr>
<tr>
<td>More than 5 years</td>
<td>529,867</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>1,353,101</strong></td>
</tr>
</tbody>
</table>

36. SIGNIFICANT ASSETS AND LIABILITIES DENOMINATED IN FOREIGN CURRENCIES

The following information was aggregated by the foreign currencies other than functional currencies of the group entities and the exchange rates between foreign currencies and respective functional currencies were disclosed. The significant assets and liabilities denominated in foreign currencies were as follows:

<table>
<thead>
<tr>
<th>Foreign Currencies (In Thousand)</th>
<th>Exchange Rate</th>
<th>Carrying Amount (In Thousand)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Monetary financial assets</td>
<td></td>
<td></td>
</tr>
<tr>
<td>US$</td>
<td>$3,455,665</td>
<td>US$1=NT$31.36</td>
</tr>
<tr>
<td>US$</td>
<td>1,028,436</td>
<td>US$1=CNY6.6778</td>
</tr>
<tr>
<td>JPY</td>
<td>3,040,963</td>
<td>JPY1=NT$0.3109</td>
</tr>
<tr>
<td>JPY</td>
<td>8,992,855</td>
<td>JPY1=US$0.0099</td>
</tr>
<tr>
<td>Monetary financial liabilities</td>
<td></td>
<td></td>
</tr>
<tr>
<td>US$</td>
<td>2,778,373</td>
<td>US$1=NT$31.36</td>
</tr>
<tr>
<td>US$</td>
<td>969,433</td>
<td>US$1=CNY6.6778</td>
</tr>
<tr>
<td>JPY</td>
<td>6,985,135</td>
<td>JPY1=NT$0.3109</td>
</tr>
<tr>
<td>JPY</td>
<td>9,313,192</td>
<td>JPY1=US$0.0099</td>
</tr>
</tbody>
</table>

(Continued)
<table>
<thead>
<tr>
<th>Foreign Currencies (In Thousand)</th>
<th>Exchange Rate</th>
<th>Carrying Amount (In Thousand)</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>December 31, 2015</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Monetary financial assets</td>
<td></td>
<td></td>
</tr>
<tr>
<td>US$</td>
<td>$2,926,597</td>
<td>US$1=NT$32.825</td>
</tr>
<tr>
<td>JPY</td>
<td>1,008,097</td>
<td>US$1=CNY6.4936</td>
</tr>
<tr>
<td>JPY</td>
<td>3,380,683</td>
<td>JPY1=NT$0.2727</td>
</tr>
<tr>
<td>JPY</td>
<td>8,467,689</td>
<td>JPY1=US$0.0083</td>
</tr>
<tr>
<td>Monetary financial liabilities</td>
<td></td>
<td></td>
</tr>
<tr>
<td>US$</td>
<td>2,988,953</td>
<td>US$1=NT$32.825</td>
</tr>
<tr>
<td>US$</td>
<td>995,195</td>
<td>US$1=CNY6.4936</td>
</tr>
<tr>
<td>JPY</td>
<td>3,747,333</td>
<td>JPY1=NT$0.2727</td>
</tr>
<tr>
<td>JPY</td>
<td>8,775,382</td>
<td>JPY1=US$0.0083</td>
</tr>
<tr>
<td><strong>September 30, 2015</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Monetary financial assets</td>
<td></td>
<td></td>
</tr>
<tr>
<td>US$</td>
<td>3,630,216</td>
<td>US$1=NT$32.87</td>
</tr>
<tr>
<td>US$</td>
<td>1,099,391</td>
<td>US$1=CNY6.3613</td>
</tr>
<tr>
<td>JPY</td>
<td>314,430</td>
<td>JPY1=NT$0.2739</td>
</tr>
<tr>
<td>JPY</td>
<td>9,025,321</td>
<td>JPY1=US$0.0083</td>
</tr>
<tr>
<td>Monetary financial liabilities</td>
<td></td>
<td></td>
</tr>
<tr>
<td>US$</td>
<td>3,708,393</td>
<td>US$1=NT$32.87</td>
</tr>
<tr>
<td>US$</td>
<td>1,156,520</td>
<td>US$1=CNY6.3613</td>
</tr>
<tr>
<td>JPY</td>
<td>4,493,549</td>
<td>JPY1=NT$0.2739</td>
</tr>
<tr>
<td>JPY</td>
<td>9,277,840</td>
<td>JPY1=US$0.0083</td>
</tr>
</tbody>
</table>

The significant realized and unrealized foreign exchange gains (losses) were as follows:

<table>
<thead>
<tr>
<th>Foreign Currencies</th>
<th>Exchange Rate</th>
<th>Net Foreign Exchange Gain (Loss)</th>
<th>Exchange Rate</th>
<th>Net Foreign Exchange Gain (Loss)</th>
</tr>
</thead>
<tbody>
<tr>
<td>US$</td>
<td>US$1=NT$31.36</td>
<td>$ (83,330)</td>
<td>US$1=NT$32.87</td>
<td>$ (113,471)</td>
</tr>
<tr>
<td>NT$</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>CNY</td>
<td>CNY1=NT$4.6962</td>
<td>27,079</td>
<td>CNY1=NT$5.1672</td>
<td>(269,976)</td>
</tr>
<tr>
<td></td>
<td></td>
<td>$ 1,579,235</td>
<td></td>
<td>(2,607,165)</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Foreign Currencies</th>
<th>Exchange Rate</th>
<th>Net Foreign Exchange Gain (Loss)</th>
<th>Exchange Rate</th>
<th>Net Foreign Exchange Gain (Loss)</th>
</tr>
</thead>
<tbody>
<tr>
<td>US$</td>
<td>US$1=NT$31.36</td>
<td>$ (335,549)</td>
<td>US$1=NT$32.87</td>
<td>$ 124,356</td>
</tr>
<tr>
<td>NT$</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>CNY</td>
<td>CNY1=NT$4.6962</td>
<td>56,388</td>
<td>CNY1=NT$5.1672</td>
<td>(298,002)</td>
</tr>
<tr>
<td></td>
<td></td>
<td>$ 2,273,949</td>
<td></td>
<td>(1,268,986)</td>
</tr>
</tbody>
</table>

(Concluded)
37. OTHERS

a. In November 2015, the Company received a legal brief filed by SPIL in connection with a lawsuit brought by SPIL against the Company which was filed with Kaohsiung District Court. On June 27, 2016, as SPIL failed to pay the court expenses upon the deadline, the Kaohsiung District Court dismissed the lawsuit pursuant to the relevant law. As a result, the lawsuit does not have material impact on the financial position and the result of operations of the Group.

b. On December 20, 2013, the Kaohsiung Environmental Protection Bureau (“KEPB”) imposed a fine of NT$102,014 thousand (“the Administrative Fine”) upon the Company for the violation of the Water Pollution Control Act. The Company filed an administrative appeal to nullify the Administrative Fine, which, however, was dismissed by the Kaohsiung City Government. The Company then filed a lawsuit with the Kaohsiung High Administrative Court seeking to revoke the dismissal decision made by the Kaohsiung City Government (the “Administrative Appeal Decision”) and the Administrative Fine, and to demand a refund of the fine paid by the Company. The judgment of the Kaohsiung High Administrative Court was rendered on March 22, 2016, ruling to revoke the Administrative Appeal Decision and the Administrative Fine, and to dismiss the other complaint filed by the Company (i.e., to demand a refund of the fine paid by the Company). The Company appealed against the unfavorable ruling on April 14, 2016 and the case is now being heard by the Supreme Administrative Court. Meanwhile, owing to the event above, in January 2014, the Kaohsiung District Prosecutors Office charged the Company with violation of the Waste Disposal Act. The Kaohsiung District Court handed down the judgment and the Company was fined NT$3,000 thousand. Then the Company appealed against the judgment to the Kaohsiung Branch of Taiwan High Court, and the Kaohsiung Branch of Taiwan High Court rendered on September 29, 2015 a final judgment of finding the Company not guilty of the criminal charge.

c. For the future development and sustainable development of semiconductor industry, the Company’s board of directors approved in June 2016 to enter into and execute a joint share exchange agreement with SPIL to establish ASE Industrial Holding Co., Ltd. (“HoldCo”) and HoldCo will acquire all issued and outstanding shares of both ASE and SPIL in the way of share exchange. The share exchange will be conducted at an exchange ratio of 1 ordinary share of the Company for 0.5 ordinary share of HoldCo, and at NT$55 in cash per SPIL’s ordinary share, which has been adjusted to NT$51.2 after SPIL’s appropriation of earnings in 2016 (Note 13).

As of the date the consolidated financial statements were authorized for issue, the share exchange transaction which is based on the share exchange agreement is subject to the satisfaction of various conditions precedent (including but not limited to the unconditional approvals at the Company and SPIL's shareholders meeting, the approval or consent to consummate the transaction from all relevant competent authorities). Unless the Company and SPIL entering into an another agreement, this share exchange agreement shall be terminated automatically if the aforementioned conditions precedent are not satisfied or to be waived on or before December 31, 2017.

Due to the aforementioned share exchange agreement, treasury shares of the Company and the convertible bonds embedded with conversion option recognized as equity issued by the Company were affected as follows:

1) For the outstanding balance of the Bonds, except where the Bonds have been redeemed or repurchased and cancelled or converted by the holders by exercising their conversion rights before the share exchange record date, the holders of the Bonds may, after the Company obtains approval from all relevant competent authorities and after the share exchange record date, convert such outstanding balance into newly issued HoldCo common shares. The conversion shall be subject to applicable laws, the indenture of the Bonds and the share exchange ratio.

2) Treasury shares purchased before the share exchange record date for the conversion of the Currency Linked Bonds will be exchanged to HoldCo's ordinary shares, which will still be hold by the
Company, based on the agreed share exchange ratio. The conversion price of the Currency Linked Bonds shall also be adjusted in accordance with the agreed share exchange ratio in the joint share exchange agreement.

3) For the employee share options issued by the Company upon the approval from relevant competent authorities before the execution of the joint share exchange agreement, HoldCo will assume the Company’s obligations under the employee share options as of the share exchange record date. Except that the exercise price and amount shall be adjusted in accordance with the agreed share exchange ratio and that the shares subject to exercise shall be converted into HoldCo’s newly issued ordinary shares, all other terms and conditions for issuance will remain the same. The final execution arrangements shall be made by HoldCo in compliance with relevant laws and regulations and subject to the approval of relevant competent authorities.

38. ADDITIONAL DISCLOSURES

Following are the additional disclosures required by the Securities and Futures Bureau for ASE Inc.:

a. Financial provided: Please see Table 1 attached;

b. Endorsement/guarantee provided: Please see Table 2 attached;

c. Marketable securities held (excluding investments in subsidiaries, associates and joint venture): Please see Table 3 attached;

d. Marketable securities acquired and disposed of at costs or prices of at least NT$300 million or 20% of the paid-in capital: Please see Table 4 attached;

e. Acquisition of individual real estate properties at costs of at least NT$300 million or 20% of the paid-in capital: Please see Table 5 attached;

f. Disposal of individual real estate properties at prices of at least NT$300 million or 20% of the paid-in capital: None;

g. Total purchase from or sales to related parties of at least NT$100 million or 20% of the paid-in capital: Please see Table 6 attached;

h. Receivables from related parties amounting to at least NT$100 million or 20% of the paid-in capital: Please see Table 7 attached;

i. Information about the derivative financial instruments transaction: Please see Note 7;

j. Others: The business relationship between the parent and the subsidiaries and significant transactions between them: Please see Table 10 attached;

k. Names, locations, and related information of investees over which ASE Inc. exercises significant influence (excluding information on investment in Mainland China): Please see Table 8 attached;

l. Information on investment in Mainland China

1) The name of the investee in Mainland China, the main businesses and products, its issued capital, method of investment, information on inflow or outflow of capital, percentage of ownership, income (losses) of the investee, share of profits/losses of investee, ending balance, amount received as dividends from the investee, and the limitation on investee: Please see Table 9 attached;
2) Any of the following significant transactions with investee companies in mainland China, either directly or indirectly through a third party, and their prices, payment terms, and unrealized gains or losses:

a) The amount and percentage of purchases and the balance and percentage of the related payables at the end of the period: Please see Table 6 attached;

b) The amount and percentage of sales and the balance and percentage of the related receivables at the end of the period: None;

c) The amount of property transactions and the amount of the resultant gains or losses: No significant transactions;

d) The balance of negotiable instrument endorsements or guarantees or pledges of collateral at the end of the period and the purposes: None;

e) The highest balance, the end of period balance, the interest rate range, and total current period interest with respect to financing of funds: Please see Table 1 attached;

f) Other transactions that have a material effect on the profit or loss for the period or on the financial position, such as the rendering or receiving of services: None.

39. OPERATING SEGMENTS INFORMATION

The Group has the following reportable segments: Packaging, Testing and EMS. The Group packages bare semiconductors into finished semiconductors with enhanced electrical and thermal characteristics; provides testing services, including front-end engineering testing, wafer probing and final testing services; engages in the designing, assembling, manufacturing and sale of electronic components and telecommunications equipment motherboards. Information about other business activities and operating segments that are not reportable are combined and disclosed in “Others.” The Group engages in other activities such as substrate production and real estate business.

The accounting policies for segments are the same as those described in Note 4. The measurement basis for resources allocation and performance evaluation is based on profit before income tax.

Segment information for the nine months ended September 30, 2016 and 2015 was as follows:

<table>
<thead>
<tr>
<th></th>
<th>Packaging NTS</th>
<th>Testing NTS</th>
<th>EMS NTS</th>
<th>Others NTS</th>
<th>Adjustment and Elimination NTS</th>
<th>Total NTS</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Revenue from external customers</strong></td>
<td>$91,662,376</td>
<td>$19,728,887</td>
<td>$80,768,466</td>
<td>$5,595,745</td>
<td>$</td>
<td>$197,755,474</td>
</tr>
<tr>
<td>Inter-segment revenues (Note)</td>
<td>$3,225,876</td>
<td>$183,035</td>
<td>$35,123,433</td>
<td>$7,057,756</td>
<td>($45,590,100)</td>
<td>$</td>
</tr>
<tr>
<td>Segment profit before income tax</td>
<td>$8,468,036</td>
<td>$5,058,493</td>
<td>$2,868,374</td>
<td>$1,977,098</td>
<td>$</td>
<td>$18,372,001</td>
</tr>
<tr>
<td><strong>As of September 30, 2016</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Segment assets</td>
<td>$200,635,600</td>
<td>$42,705,683</td>
<td>$76,091,008</td>
<td>$41,195,429</td>
<td>$</td>
<td>$360,627,720</td>
</tr>
<tr>
<td><strong>For the nine months ended September 30, 2015</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Revenue from external customers</td>
<td>$87,513,840</td>
<td>$18,836,024</td>
<td>$98,941,313</td>
<td>$2,463,197</td>
<td>$</td>
<td>$207,754,374</td>
</tr>
<tr>
<td>Inter-segment revenues (Note)</td>
<td>$7,338,347</td>
<td>$139,156</td>
<td>$41,930,125</td>
<td>$5,764,586</td>
<td>($55,192,214)</td>
<td>$</td>
</tr>
<tr>
<td>Segment profit before income tax</td>
<td>$11,934,227</td>
<td>$4,634,291</td>
<td>$1,922,964</td>
<td>$225,139</td>
<td>$</td>
<td>$18,716,616</td>
</tr>
</tbody>
</table>

(Continued)
<table>
<thead>
<tr>
<th></th>
<th>Packaging</th>
<th>Testing</th>
<th>EMS</th>
<th>Others</th>
<th>Adjustment and Elimination</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>As of September 30, 2015</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Segment assets</td>
<td>$194,463,369</td>
<td>$40,780,791</td>
<td>$88,452,992</td>
<td>$44,754,584</td>
<td></td>
<td>$368,451,736</td>
</tr>
</tbody>
</table>

Note: Inter-segment revenues were eliminated upon consolidation.
<table>
<thead>
<tr>
<th>No.</th>
<th>Financing Company</th>
<th>Counter-party</th>
<th>Financial Statement Related Nature</th>
<th>Maximum Balance</th>
<th>Ending Balance</th>
<th>Amount Actual Drawn</th>
<th>Interest Rate</th>
<th>Name for Financing</th>
<th>Transaction Amount</th>
<th>Reason for Financing</th>
<th>Allowance for Bad Debt</th>
<th>Net Year 1</th>
<th>Net Year 2</th>
<th>Net Year 3</th>
<th>Net Year 4</th>
</tr>
</thead>
<tbody>
<tr>
<td>1</td>
<td>A.S.E. Holding Limited</td>
<td>The Company</td>
<td>Related party</td>
<td>$4,885,120</td>
<td>$2,885,120</td>
<td>$2,805,120</td>
<td>0.83~1.16</td>
<td>The need for short-term financing</td>
<td>Operating capital</td>
<td>$</td>
<td>-</td>
<td>$2,992,746</td>
<td>$5,983,492</td>
<td></td>
<td></td>
</tr>
<tr>
<td>2</td>
<td>J &amp; R Holding Limited</td>
<td>The Company</td>
<td>Related party</td>
<td>$9,408,000</td>
<td>$5,738,880</td>
<td>$5,738,880</td>
<td>0.83~0.92</td>
<td>The need for short-term financing</td>
<td>Operating capital</td>
<td>-</td>
<td>-</td>
<td>15,015,896</td>
<td>22,523,480</td>
<td></td>
<td></td>
</tr>
<tr>
<td>3</td>
<td>ASE Test Limited</td>
<td>The Company</td>
<td>Related party</td>
<td>$1,154,250</td>
<td>$1,568,000</td>
<td>$250,000</td>
<td>0.73~0.81</td>
<td>The need for short-term financing</td>
<td>Operating capital</td>
<td>-</td>
<td>-</td>
<td>10,143,292</td>
<td>20,286,583</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

(Continued)
<table>
<thead>
<tr>
<th>No.</th>
<th>Financing Company</th>
<th>Counter-party</th>
<th>Financial Statement Account for the period</th>
<th>Relaxed Party</th>
<th>Maximum Balance for the period</th>
<th>Ending Balance</th>
<th>Appear Actual Drawn</th>
<th>Interest Rate</th>
<th>Name for Financing</th>
<th>Transaction Amounts for each Borrowing Company</th>
<th>Reason for Financing</th>
<th>Allowance for Losses on Each Borrowing Company</th>
<th>Collateral</th>
<th>Total Financing Limits</th>
<th>Total Financing Amount</th>
<th>Relaxed Party</th>
</tr>
</thead>
<tbody>
<tr>
<td>1</td>
<td>ASE Electronics Inc.</td>
<td>The Company</td>
<td>Other receivables</td>
<td>form related parties</td>
<td>$190,000</td>
<td>$190,000</td>
<td>$190,000</td>
<td>0.73 ~ 0.81</td>
<td>Interest Rate</td>
<td>$1,559,740</td>
<td>The need for short-term financing</td>
<td>Operating capital</td>
<td>-</td>
<td>-</td>
<td>$190,000</td>
<td>$1,559,740</td>
</tr>
<tr>
<td>2</td>
<td>J&amp;R Holding Limited</td>
<td>The Company</td>
<td>Other receivables</td>
<td>form related parties</td>
<td>$3,022,400</td>
<td>$2,508,400</td>
<td>$2,195,200</td>
<td>3.41 ~ 3.52</td>
<td>Operating capital</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>$3,041,796</td>
<td>$6,083,596</td>
</tr>
<tr>
<td>3</td>
<td>ASEA Holdings Inc.</td>
<td>The Company</td>
<td>Other receivables</td>
<td>form related parties</td>
<td>$0.2 ~ 0.3</td>
<td>Interest Rate</td>
<td>$2,428,625</td>
<td>$2,352,000</td>
<td>$2,352,000</td>
<td>2.46 ~ 3.44</td>
<td>Operating capital</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>4</td>
<td>Huawei Co., Ltd.</td>
<td>The Company</td>
<td>Other receivables</td>
<td>form related parties</td>
<td>$3,274,092</td>
<td>$2,028,758</td>
<td>$2,028,758</td>
<td>4.45</td>
<td>Operating capital</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>$3,274,092</td>
<td>$6,548,184</td>
</tr>
<tr>
<td>5</td>
<td>ASE Laboratories Inc.</td>
<td>The Company</td>
<td>Other receivables</td>
<td>form related parties</td>
<td>$2,642,650</td>
<td>$2,642,650</td>
<td>$2,642,650</td>
<td>0.43</td>
<td>Operating capital</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>$2,642,650</td>
<td>$5,285,300</td>
</tr>
<tr>
<td>6</td>
<td>ANZ Limited</td>
<td>The Company</td>
<td>Other receivables</td>
<td>form related parties</td>
<td>$7,584,625</td>
<td>$7,369,600</td>
<td>$7,369,600</td>
<td>0.83</td>
<td>Operating capital</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>$7,584,625</td>
<td>$15,169,250</td>
</tr>
<tr>
<td>7</td>
<td>Universal Scientific</td>
<td>The Company</td>
<td>Other receivables</td>
<td>form related parties</td>
<td>$3,169,200</td>
<td>$2,979,200</td>
<td>$2,979,200</td>
<td>0.83</td>
<td>Operating capital</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>$3,169,200</td>
<td>$6,338,400</td>
</tr>
<tr>
<td>8</td>
<td>ANZ Limited</td>
<td>The Company</td>
<td>Other receivables</td>
<td>form related parties</td>
<td>$1,834,800</td>
<td>$1,724,800</td>
<td>$1,724,800</td>
<td>0.83</td>
<td>Operating capital</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>$1,834,800</td>
<td>$3,669,600</td>
</tr>
<tr>
<td>9</td>
<td>UniKo Technology Co., Ltd.</td>
<td>The Company</td>
<td>Other receivables</td>
<td>form related parties</td>
<td>$7,398,425</td>
<td>$7,264,000</td>
<td>$7,264,000</td>
<td>0.83</td>
<td>Operating capital</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>$7,398,425</td>
<td>$14,796,850</td>
</tr>
<tr>
<td>10</td>
<td>ANZ Limited</td>
<td>The Company</td>
<td>Other receivables</td>
<td>form related parties</td>
<td>$4,003,200</td>
<td>$3,724,800</td>
<td>$3,724,800</td>
<td>0.83</td>
<td>Operating capital</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>$4,003,200</td>
<td>$8,006,400</td>
</tr>
<tr>
<td>11</td>
<td>ANZ Limited</td>
<td>The Company</td>
<td>Other receivables</td>
<td>form related parties</td>
<td>$1,527,570</td>
<td>$1,311,200</td>
<td>$1,311,200</td>
<td>4.85</td>
<td>Operating capital</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>$1,527,570</td>
<td>$3,055,140</td>
</tr>
<tr>
<td>12</td>
<td>ANZ Limited</td>
<td>The Company</td>
<td>Other receivables</td>
<td>form related parties</td>
<td>$2,019,190</td>
<td>$1,811,200</td>
<td>$1,811,200</td>
<td>4.85</td>
<td>Operating capital</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>$2,019,190</td>
<td>$4,038,380</td>
</tr>
<tr>
<td>13</td>
<td>UniKo Technology Co., Ltd.</td>
<td>The Company</td>
<td>Other receivables</td>
<td>form related parties</td>
<td>$4,003,200</td>
<td>$3,724,800</td>
<td>$3,724,800</td>
<td>0.83</td>
<td>Operating capital</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>$4,003,200</td>
<td>$8,006,400</td>
</tr>
<tr>
<td>14</td>
<td>Universal Scientific</td>
<td>The Company</td>
<td>Other receivables</td>
<td>form related parties</td>
<td>$1,527,570</td>
<td>$1,311,200</td>
<td>$1,311,200</td>
<td>4.85</td>
<td>Operating capital</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>$1,527,570</td>
<td>$3,055,140</td>
</tr>
<tr>
<td>15</td>
<td>Universal Global Technology (Shanghai) Co., Ltd.</td>
<td>The Company</td>
<td>Other receivables</td>
<td>form related parties</td>
<td>$6,493,110</td>
<td>$6,105,000</td>
<td>$2,762,824</td>
<td>0.90 ~ 1.75</td>
<td>Operating capital</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>$6,493,110</td>
<td>$13,086,224</td>
</tr>
<tr>
<td>16</td>
<td>Universal Global Technology (Shanghai) Co., Ltd.</td>
<td>The Company</td>
<td>Other receivables</td>
<td>form related parties</td>
<td>$6,110,280</td>
<td>$2,817,720</td>
<td>$2,817,720</td>
<td>0.90 ~ 1.75</td>
<td>Operating capital</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>$6,110,280</td>
<td>$12,230,000</td>
</tr>
<tr>
<td>17</td>
<td>Universal Global Technology (Shanghai) Co., Ltd.</td>
<td>The Company</td>
<td>Other receivables</td>
<td>form related parties</td>
<td>$508,190</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>Operating capital</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>$508,190</td>
<td>$1,016,380</td>
</tr>
<tr>
<td>18</td>
<td>Universal Global Technology (Shanghai) Co., Ltd.</td>
<td>The Company</td>
<td>Other receivables</td>
<td>form related parties</td>
<td>$1,527,265</td>
<td>$1,527,265</td>
<td>$1,527,265</td>
<td>0.90 ~ 1.75</td>
<td>Operating capital</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>$1,527,265</td>
<td>$3,054,530</td>
</tr>
</tbody>
</table>

(Continued)
<table>
<thead>
<tr>
<th>No.</th>
<th>Financing Company</th>
<th>Counter-party</th>
<th>Financial Statement Account</th>
<th>Related Party</th>
<th>Maximum Balance</th>
<th>Ending Balance</th>
<th>Amount Actual Drawn</th>
<th>Interest Rate</th>
<th>Name for Financing</th>
<th>Transaction Amounts</th>
<th>Reasons for Financing</th>
<th>Allowance for Bad Debts</th>
<th>Collateral</th>
<th>Financing Limits for Each Borrowing Company (Note 1)</th>
<th>Financing Company’s Total Financing Amount Limits (Note 2)</th>
</tr>
</thead>
<tbody>
<tr>
<td>19</td>
<td>A.S.E. Assembly &amp; Test (Shanghai) Limited</td>
<td>A.S.E. Trading (Shanghai) Ltd.</td>
<td>Long-term receivables from related parties</td>
<td>Yes</td>
<td>$1,500,000</td>
<td>$940,800</td>
<td>$ -</td>
<td>-</td>
<td>The need for short-term financing</td>
<td>$ -</td>
<td>Operating capital</td>
<td>$ -</td>
<td>$ -</td>
<td>$ -</td>
<td>$15,015,898</td>
</tr>
<tr>
<td>20</td>
<td>A.S.E. Trading (Shanghai) Ltd.</td>
<td>J &amp; R Holding Limited</td>
<td>Long-term receivables from related parties</td>
<td>Yes</td>
<td>6,672,000</td>
<td>6,272,000</td>
<td>-</td>
<td>-</td>
<td>The need for short-term financing</td>
<td>-</td>
<td>Operating capital</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>15,015,898</td>
</tr>
<tr>
<td>21</td>
<td>A.S.E. Trading (Shanghai) Ltd.</td>
<td>A.S.E. Holding Limited</td>
<td>Long-term receivables from related parties</td>
<td>Yes</td>
<td>3,336,000</td>
<td>3,136,000</td>
<td>-</td>
<td>-</td>
<td>The need for short-term financing</td>
<td>-</td>
<td>Operating capital</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>15,015,898</td>
</tr>
<tr>
<td>22</td>
<td>A.S.E. Holding Limited</td>
<td>The Company</td>
<td>Other receivables from related parties</td>
<td>Yes</td>
<td>733,020</td>
<td>-</td>
<td>-</td>
<td>0.83~0.90</td>
<td>The need for short-term financing</td>
<td>-</td>
<td>Operating capital</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>788,348</td>
</tr>
<tr>
<td>23</td>
<td>A.S.E. Investment (Labuan) Inc.</td>
<td>The Company</td>
<td>Other receivables from related parties</td>
<td>Yes</td>
<td>3,169,200</td>
<td>2,858,161</td>
<td>2,821,664</td>
<td>0.76~1.15</td>
<td>The need for short-term financing</td>
<td>-</td>
<td>Operating capital</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>3,075,374</td>
</tr>
<tr>
<td>24</td>
<td>Global Advanced Packaging Technology Limited, Cayman Islands</td>
<td>The Company</td>
<td>Other receivables from related parties</td>
<td>Yes</td>
<td>1,968,240</td>
<td>-</td>
<td>-</td>
<td>0.83~0.92</td>
<td>The need for short-term financing</td>
<td>-</td>
<td>Operating capital</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>2,134,600</td>
</tr>
<tr>
<td>25</td>
<td>A.S.E. Corporation</td>
<td>The Company</td>
<td>Other receivables from related parties</td>
<td>Yes</td>
<td>3,061,011</td>
<td>2,879,200</td>
<td>2,879,200</td>
<td>0.76~1.15</td>
<td>The need for short-term financing</td>
<td>-</td>
<td>Operating capital</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>3,270,671</td>
</tr>
<tr>
<td>26</td>
<td>A.S.E. Electronics Inc.</td>
<td>The Company</td>
<td>Other receivables from related parties</td>
<td>Yes</td>
<td>200,000</td>
<td>-</td>
<td>-</td>
<td>0.76~0.81</td>
<td>The need for short-term financing</td>
<td>-</td>
<td>Operating capital</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>811,695</td>
</tr>
<tr>
<td>27</td>
<td>A.S.E. Singapore Pte. Ltd</td>
<td>A.S.E. Holding Limited</td>
<td>Other receivables from related parties</td>
<td>Yes</td>
<td>400,320</td>
<td>-</td>
<td>-</td>
<td>0.83~0.90</td>
<td>The need for short-term financing</td>
<td>-</td>
<td>Operating capital</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>15,015,898</td>
</tr>
<tr>
<td>28</td>
<td>Universal Scientific (Kamian) Co., Ltd.</td>
<td>Universal Global Technology (Shanghai) Co., Ltd.</td>
<td>Other receivables from related parties</td>
<td>Yes</td>
<td>399,576</td>
<td>375,696</td>
<td>234,810</td>
<td>0.75</td>
<td>The need for short-term financing</td>
<td>-</td>
<td>Operating capital</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>531,063</td>
</tr>
<tr>
<td>29</td>
<td>A.S.E. Labuan Inc.</td>
<td>The Company</td>
<td>Other receivables from related parties</td>
<td>Yes</td>
<td>645,500</td>
<td>627,200</td>
<td>627,200</td>
<td>0.83~1.15</td>
<td>The need for short-term financing</td>
<td>-</td>
<td>Operating capital</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>815,251</td>
</tr>
</tbody>
</table>

Note 1: Limit amount of lending to a company shall not exceed 20% of the net worth of the company. However, when the foreign subsidiaries whose voting shares are 100% owned directly or indirectly, by ASE as a lender, the amount lending to a company shall not exceed 10% of the net worth of ASE.

Note 2: Where an inter-company or inter-firm short-term financing facility is necessary provided that the total amount of such financing facility shall not exceed 40% of the amount of the net worth of the lending company. However, the foreign subsidiaries whose voting shares are 100% owned directly or indirectly, by ASE as a lender, the total amount lending to a company shall not exceed 15% of the net worth of ASE.

Note 3: Amount was eliminated based on the reviewed financial statements.

(Note 1) Amount Limits (Note 2) Collateral
<table>
<thead>
<tr>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>0</td>
<td>The Company</td>
<td>Anstock Limited</td>
<td>100% voting shares indirectly owned by the Company</td>
<td>Anstock Limited</td>
<td>$45,047,695</td>
<td>$2,653,103</td>
<td>$(-)</td>
<td>$(-)</td>
<td>$(-)</td>
<td>$(-)</td>
<td>$60,063,594</td>
<td>Yes</td>
<td>No</td>
<td>No</td>
</tr>
<tr>
<td>1</td>
<td>Shanghai Ding Hui Real Estate Development Co., Ltd.</td>
<td>Kun Shan Ding Hong Real Estate Development Co., Ltd.</td>
<td>100% voting shares directly owned by the Company</td>
<td>Kun Shan Ding Hong Real Estate Development Co., Ltd.</td>
<td>$13,299,138</td>
<td>$633,647</td>
<td>$585,762</td>
<td>$470,271</td>
<td>$3.1</td>
<td>$18,998,769</td>
<td>Yes</td>
<td>No</td>
<td>Yes</td>
<td></td>
</tr>
</tbody>
</table>
TABLE 3

MARKETABLE SECURITIES HELD
SEPTMBER 30, 2016
(Amounts In Thousands of New Taiwan Dollars, Unless Specified Otherwise)

<table>
<thead>
<tr>
<th>Held Company Name</th>
<th>Marketable Securities Type and Name</th>
<th>Relationship with the Company</th>
<th>Financial Statement Account</th>
<th>Shares/Units</th>
<th>Carrying Value</th>
<th>Fair Value</th>
<th>Percentage of Ownership (%)</th>
<th>Note</th>
</tr>
</thead>
<tbody>
<tr>
<td>The Company</td>
<td>Stock</td>
<td>-</td>
<td>Available-for-sale financial assets - non-current</td>
<td>884,832 $</td>
<td>15 $</td>
<td>-</td>
<td>-</td>
<td></td>
</tr>
<tr>
<td>H&amp;HH Venture Investment Corporation</td>
<td>Stock</td>
<td>-</td>
<td>Available-for-sale financial assets - non-current</td>
<td>1,613,793</td>
<td>23,125 $</td>
<td>23,125</td>
<td>15 $</td>
<td>-</td>
</tr>
<tr>
<td>H&amp;D Venture Capital Investment Corporation</td>
<td>Stock</td>
<td>-</td>
<td>Available-for-sale financial assets - non-current</td>
<td>4,203</td>
<td>20 $</td>
<td>20</td>
<td>-</td>
<td></td>
</tr>
<tr>
<td>MiTAC Information Technology Corp</td>
<td>Stock</td>
<td>-</td>
<td>Available-for-sale financial assets - non-current</td>
<td>6,000,000</td>
<td>37,473</td>
<td>37,473</td>
<td>5 $</td>
<td></td>
</tr>
<tr>
<td>StarChips Technology Inc.</td>
<td>Stock</td>
<td>-</td>
<td>Available-for-sale financial assets - non-current</td>
<td>333,334</td>
<td>6 $</td>
<td>6 $</td>
<td>-</td>
<td></td>
</tr>
<tr>
<td>Bond</td>
<td>Bond</td>
<td>-</td>
<td>Financial assets at fair value through profit or loss - current</td>
<td>1,000</td>
<td>100,583 $</td>
<td>100,583</td>
<td>-</td>
<td></td>
</tr>
<tr>
<td>Limited Liability Partnership</td>
<td>Limited Liability Partnership</td>
<td>-</td>
<td>Available-for-sale financial assets - non-current</td>
<td>-</td>
<td>390,987 $</td>
<td>390,987</td>
<td>4 $</td>
<td></td>
</tr>
<tr>
<td>ASE Test, Inc.</td>
<td>Stock</td>
<td>-</td>
<td>Available-for-sale financial assets - non-current</td>
<td>10,978,776</td>
<td>412,802</td>
<td>412,802</td>
<td>-</td>
<td></td>
</tr>
<tr>
<td>Powertec Energy Corporation</td>
<td>Stock</td>
<td>-</td>
<td>Available-for-sale financial assets - non-current</td>
<td>97,000,000</td>
<td>291,000</td>
<td>291,000</td>
<td>4 $</td>
<td></td>
</tr>
<tr>
<td>MiTAC Information Technology Corp</td>
<td>Stock</td>
<td>-</td>
<td>Available-for-sale financial assets - non-current</td>
<td>1,133,363</td>
<td>5,273</td>
<td>5,273</td>
<td>4 $</td>
<td></td>
</tr>
<tr>
<td>CTBC Global Real Estate Income Fund-A</td>
<td>Fund</td>
<td>-</td>
<td>Available-for-sale financial assets - current</td>
<td>2,500,000</td>
<td>24,200</td>
<td>24,200</td>
<td>-</td>
<td></td>
</tr>
<tr>
<td>Corporate bond</td>
<td>Corporation</td>
<td>-</td>
<td>Other financial assets - non-current</td>
<td>1,000</td>
<td>1,000,000 $</td>
<td>1,000,000</td>
<td>-</td>
<td></td>
</tr>
<tr>
<td>J&amp;R Industrial Inc.</td>
<td>Fund</td>
<td>-</td>
<td>Financial assets at fair value through profit or loss - current</td>
<td>33,664,705</td>
<td>473,376</td>
<td>473,376</td>
<td>-</td>
<td></td>
</tr>
<tr>
<td>Taishin Ta Chong Money Market Fund</td>
<td>Stock</td>
<td>-</td>
<td>Financial assets at fair value through profit or loss - current</td>
<td>1,575,019</td>
<td>23,090</td>
<td>23,090</td>
<td>-</td>
<td></td>
</tr>
<tr>
<td>Jih Sun Money Market Fund</td>
<td>Stock</td>
<td>-</td>
<td>Financial assets at fair value through profit or loss - current</td>
<td>2,616,592</td>
<td>31,026</td>
<td>31,026</td>
<td>-</td>
<td></td>
</tr>
<tr>
<td>Hua Nan Kwin Money Market Fund</td>
<td>Stock</td>
<td>-</td>
<td>Financial assets at fair value through profit or loss - current</td>
<td>2,833,825</td>
<td>45,639</td>
<td>45,639</td>
<td>-</td>
<td></td>
</tr>
<tr>
<td>Luchi Development Corporation</td>
<td>Stock</td>
<td>-</td>
<td>Available-for-sale financial assets - non-current</td>
<td>1,677,166</td>
<td>40,520</td>
<td>40,520</td>
<td>-</td>
<td></td>
</tr>
<tr>
<td>A.S.E. Holding Limited</td>
<td>Stock</td>
<td>-</td>
<td>Available-for-sale financial assets - non-current</td>
<td>490,000</td>
<td>512 thousand $</td>
<td>512 thousand</td>
<td>3 $</td>
<td></td>
</tr>
<tr>
<td>Global Strategic Investment Inc.</td>
<td>Stock</td>
<td>-</td>
<td>Available-for-sale financial assets - non-current</td>
<td>544,800</td>
<td>- thousand</td>
<td>-</td>
<td>4 $</td>
<td></td>
</tr>
<tr>
<td>Global Strategic Investment, Inc. (Samoa)</td>
<td>Stock</td>
<td>-</td>
<td>Available-for-sale financial assets - non-current</td>
<td>869,891</td>
<td>564 thousand $</td>
<td>564 thousand</td>
<td>2 $</td>
<td></td>
</tr>
<tr>
<td>J &amp; R Holding Limited</td>
<td>Stock</td>
<td>-</td>
<td>Available-for-sale financial assets - non-current</td>
<td>46,703,763</td>
<td>55,997 thousand</td>
<td>55,997 thousand</td>
<td>1 $</td>
<td></td>
</tr>
</tbody>
</table>

(Continued)
<table>
<thead>
<tr>
<th>Held Company Name</th>
<th>Marketable Securities Type and Name</th>
<th>Relationship with the Company</th>
<th>Financial Statement Account</th>
<th>Shares/Units</th>
<th>Carrying Value</th>
<th>Percentage of Ownership (%)</th>
<th>Fair Value</th>
<th>Note</th>
</tr>
</thead>
<tbody>
<tr>
<td>Limited Liability Partnership</td>
<td>Crimson Velocity Fund, L.P.</td>
<td>Available-for-sale financial assets - non-current</td>
<td>-</td>
<td>-</td>
<td>US$ 812 thousand</td>
<td>US$ 812 thousand</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td></td>
<td>H&amp;QAP Greater China Growth Fund, L.P.</td>
<td>Available-for-sale financial assets - non-current</td>
<td>-</td>
<td>-</td>
<td>US$ 1,036 thousand</td>
<td>US$ 1,036 thousand</td>
<td>8</td>
<td>-</td>
</tr>
<tr>
<td>ASE Test Limited</td>
<td>Stock</td>
<td>The Company</td>
<td>Parent Company</td>
<td>Available-for-sale financial assets - non-current</td>
<td>88,200,472 (Note)</td>
<td>US$ 105,751 thousand</td>
<td>1</td>
<td>US$ 105,751 thousand</td>
</tr>
<tr>
<td>Shanghai Ding Hai Real Estate Development Co., Ltd.</td>
<td>Stock</td>
<td>H&amp;QAP Greater China Growth Fund, L.P.</td>
<td>Available-for-sale financial assets - non-current</td>
<td>180ETF</td>
<td>Financial assets at fair value through profit or loss - current</td>
<td>447,825</td>
<td>CNY 1,276 thousand</td>
<td>-</td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td></td>
<td>300ETF</td>
<td>Financial assets at fair value through profit or loss - current</td>
<td>339,700</td>
<td>CNY 1,128 thousand</td>
<td>-</td>
</tr>
<tr>
<td></td>
<td></td>
<td>Gree Electric Appliances, Inc. Of Zhuhai</td>
<td>Stock</td>
<td>-</td>
<td>Financial assets at fair value through profit or loss - current</td>
<td>28,000</td>
<td>CNY 622 thousand</td>
<td>-</td>
</tr>
<tr>
<td></td>
<td></td>
<td>Saic Motor Corporation Limited</td>
<td>-</td>
<td>Financial assets at fair value through profit or loss - current</td>
<td>19,250</td>
<td>CNY 421 thousand</td>
<td>-</td>
<td>CNY 421 thousand</td>
</tr>
<tr>
<td>USINC</td>
<td>Stock</td>
<td>Allied Circuit Co., Ltd</td>
<td>Available-for-sale financial assets - current</td>
<td>620,000</td>
<td>Financial assets at fair value through profit or loss - current</td>
<td>6,200,000</td>
<td>US$ 351 thousand</td>
<td>-</td>
</tr>
<tr>
<td></td>
<td></td>
<td>Universal Venture Capital Investment Corporation</td>
<td>Available-for-sale financial assets - current</td>
<td>247,500</td>
<td>Financial assets at fair value through profit or loss - current</td>
<td>108,000</td>
<td>US$ 267 thousand</td>
<td>10</td>
</tr>
<tr>
<td></td>
<td></td>
<td>Gapertise Inc.</td>
<td>Available-for-sale financial assets - non-current</td>
<td>3,064</td>
<td>Financial assets at fair value through profit or loss - current</td>
<td>733,000</td>
<td>US$ 710 thousand</td>
<td>20</td>
</tr>
<tr>
<td>Huntington Holdings International Co., Ltd.</td>
<td>Stock</td>
<td>United Pacific Industrial Ltd.</td>
<td>Available-for-sale financial assets - non-current</td>
<td>5,548,800</td>
<td>Financial assets at fair value through profit or loss - current</td>
<td>9,633</td>
<td>US$ 246 thousand</td>
<td>-</td>
</tr>
<tr>
<td></td>
<td></td>
<td>Cadence Design SYS Inc.</td>
<td>Available-for-sale financial assets - non-current</td>
<td>3,064</td>
<td>Financial assets at fair value through profit or loss - current</td>
<td>1,322,833</td>
<td>US$ 267 thousand</td>
<td>10</td>
</tr>
<tr>
<td></td>
<td></td>
<td>Solid Gain Investments Ltd.</td>
<td>Financial assets at fair value through profit or loss - current</td>
<td>1,728</td>
<td>Financial assets at fair value through profit or loss - current</td>
<td>526,732</td>
<td>US$ 267 thousand</td>
<td>10</td>
</tr>
<tr>
<td></td>
<td></td>
<td>Techgains I Corporation</td>
<td>Available-for-sale financial assets - non-current</td>
<td>1,728</td>
<td>Financial assets at fair value through profit or loss - current</td>
<td>669,705</td>
<td>US$ 185 thousand</td>
<td>4</td>
</tr>
<tr>
<td></td>
<td></td>
<td>Techgains II Corporation</td>
<td>Available-for-sale financial assets - non-current</td>
<td>1,728</td>
<td>Financial assets at fair value through profit or loss - current</td>
<td>1,956,583</td>
<td>$ 20,007</td>
<td>-</td>
</tr>
<tr>
<td>Unitech Holdings International Co., Ltd.</td>
<td>Stock</td>
<td>United Pacific Industrial Ltd.</td>
<td>Available-for-sale financial assets - current</td>
<td>5,613,600</td>
<td>Financial assets at fair value through profit or loss - current</td>
<td>1,200,000</td>
<td>US$ 3,628 thousand</td>
<td>1</td>
</tr>
<tr>
<td></td>
<td></td>
<td>WacomCo., Ltd.</td>
<td>Available-for-sale financial assets - non-current</td>
<td>370,554</td>
<td>Financial assets at fair value through profit or loss - current</td>
<td>9,633</td>
<td>US$ 246 thousand</td>
<td>-</td>
</tr>
<tr>
<td></td>
<td></td>
<td>Sequans Communications SA</td>
<td>Available-for-sale financial assets - non-current</td>
<td>1,000,000</td>
<td>Financial assets at fair value through profit or loss - current</td>
<td>1,000,000</td>
<td>US$ 431 thousand</td>
<td>10</td>
</tr>
<tr>
<td></td>
<td></td>
<td>Asia Global Venture Co., Ltd.</td>
<td>Available-for-sale financial assets - non-current</td>
<td>-</td>
<td>Financial assets at fair value through profit or loss - current</td>
<td>1,956,583</td>
<td>$ 20,007</td>
<td>-</td>
</tr>
</tbody>
</table>

Note: ASE, Inc.'s stocks held by ASE Test Limited, 88,200,472 shares, are all trusted without power to decide the allocation of the trust assets.
TABLE 4

MARKETABLE SECURITIES ACQUIRED AND DISPOSED OF AT COSTS OR PRICES OF AT LEAST NT$300 MILLION OR 20% OF THE PAID-IN CAPITAL
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2016
(Amounts In Thousands of New Taiwan Dollars, Unless Specified Otherwise)

<table>
<thead>
<tr>
<th>Company Name</th>
<th>Marketable Securities Type and Name</th>
<th>Financial Statement Account</th>
<th>Counter-party</th>
<th>Nature of Relationship</th>
<th>Shares/Units</th>
<th>Acquisition Amount (Note 1)</th>
<th>Shares/Units</th>
<th>Acquisition Amount</th>
<th>Carrying Value</th>
<th>Gain/Loss on Disposal</th>
<th>Disposal Shares/Units</th>
<th>Trading Balance Amount (Note 1)</th>
</tr>
</thead>
<tbody>
<tr>
<td>The Company</td>
<td>Stock</td>
<td>Investments accounted for using the equity method</td>
<td>Subsidiary</td>
<td>39,603,222</td>
<td>1,187,548</td>
<td>-</td>
<td>-</td>
<td>39,603,222</td>
<td>792,064</td>
<td>1,242,406</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td></td>
<td>USI</td>
<td>Investments accounted for using the equity method</td>
<td>Associate</td>
<td>779,000,000</td>
<td>35,141,701</td>
<td>13,735,498</td>
<td>-</td>
<td>-</td>
<td>1,037,300,000</td>
<td>45,613,346</td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td>Deca Technologies Inc.</td>
<td>Investments accounted for using the equity method</td>
<td>Associate</td>
<td>98,489,803</td>
<td>1,934,062</td>
<td>-</td>
<td>-</td>
<td>98,489,803</td>
<td>1,892,542</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td>ASE Test, Inc.</td>
<td>Investments accounted for using the equity method</td>
<td>Subsidiary</td>
<td>39,603,222</td>
<td>894,612</td>
<td>-</td>
<td>-</td>
<td>39,603,222</td>
<td>1,130,788</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td>UGKW</td>
<td>Investments accounted for using the equity method</td>
<td>Subsidiary</td>
<td>98,000,000</td>
<td>US$ 83,745</td>
<td>100,100,000</td>
<td>US$ 31,835</td>
<td>-</td>
<td>-</td>
<td>198,000,000</td>
<td>198,444</td>
<td></td>
</tr>
</tbody>
</table>

Note 1: The ending balance of Long-Term Stock Investment-Equity Method includes share of profits/losses of investees and other related adjustment to equity. The ending balance of other financial assets includes the adjustment to fair value.

Note 2: Organizational restructuring due to the acquiring of USI by UG-TW.

Note 3: Acquired by Public Market.

Note 4: Capital Increase by Cash.
### TABLE 5

**ADVANCED SEMICONDUCTOR ENGINEERING, INC. AND SUBSIDIARIES**

**ACQUISITION OF INDIVIDUAL REAL ESTATE PROPERTIES AT COSTS OF AT LEAST NT$300 MILLION OR 20% OF THE PAID-IN CAPITAL**

**FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2016**

(Amounts In Thousands of New Taiwan Dollars, Unless Specified Otherwise)

<table>
<thead>
<tr>
<th>Company Name</th>
<th>Types of Property</th>
<th>Transaction Date</th>
<th>Transaction Date (Tax excluded)</th>
<th>Payment Term</th>
<th>Counter-party</th>
<th>Nature of Purpose</th>
<th>Owner Relationships</th>
<th>Relationships</th>
<th>Transfer Date</th>
<th>Amount</th>
<th>Purpose of Acquisition</th>
<th>Other Terms</th>
</tr>
</thead>
<tbody>
<tr>
<td>The Company</td>
<td>Facilities and equipment of ASE’s Kaohsiung factory Processing Zone, Kaohsiung City</td>
<td>January 01, 2016 - September 30, 2016</td>
<td>$ 350,927</td>
<td>There is 21,303 thousand will be paid after acceptance check.</td>
<td>United Integrated Services Co., Ltd.</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>$ Request for quotation, price comparison and price negotiation</td>
<td>Facilities and equipment expansion</td>
<td>None</td>
</tr>
</tbody>
</table>
## TABLE 6

**ADVANCED SEMICONDUCTOR ENGINEERING, INC. AND SUBSIDIARIES**

**TOTAL PURCHASES FROM OR SALES TO RELATED PARTIES OF AT LEAST NTS100 MILLION OR 20% OF THE PAID-IN CAPITAL FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2016**

(Amounts In Thousands of New Taiwan Dollars)

<table>
<thead>
<tr>
<th>Buyer</th>
<th>Related Party</th>
<th>Relationships</th>
<th>Transactions</th>
<th>Purchase/ Sales</th>
<th>Amount</th>
<th>% to Total</th>
<th>Payment Terms</th>
<th>Transaction Details</th>
<th>Abnormal Transaction</th>
<th>Notes/Accounts Payable or Receivable</th>
<th>Ending Balance</th>
<th>% to Total</th>
<th>Note</th>
</tr>
</thead>
<tbody>
<tr>
<td>The Company</td>
<td>ASE (Shanghai) Inc.</td>
<td>Subsidiary</td>
<td>Purchases</td>
<td>$1,653,730</td>
<td>6</td>
<td>Net 60 days from the end of the month of when invoice is issued</td>
<td>-</td>
<td>$1,653,730</td>
<td>-</td>
<td>$510,614</td>
<td>(5)</td>
<td>Note</td>
<td></td>
</tr>
<tr>
<td>ASE Electronics Inc.</td>
<td>Subsidiary</td>
<td>Purchases</td>
<td>1,955,410</td>
<td>7</td>
<td>Net 60 days from the end of the month of when invoice is issued</td>
<td>-</td>
<td>-</td>
<td>(682,217)</td>
<td>(7)</td>
<td>Note</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Universal Scientific Industrial Co., Ltd.</td>
<td>Subsidiary</td>
<td>Sales</td>
<td>(2,891,916)</td>
<td>(4)</td>
<td>Not 60 days from the end of the month of when invoice is issued</td>
<td>-</td>
<td>-</td>
<td>1,428,076</td>
<td>7</td>
<td>Note</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>ISE Labs, Inc.</td>
<td>Subsidiary</td>
<td>Sales</td>
<td>(125,021)</td>
<td>-</td>
<td>Not 45 days from invoice date</td>
<td>-</td>
<td>-</td>
<td>42,203</td>
<td>-</td>
<td>Note</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>ASE Assembly &amp; Test (Shanghai) Limited</td>
<td>Associate</td>
<td>Purchases</td>
<td>182,463</td>
<td>8</td>
<td>Net 60 days from the end of the month of when invoice is issued</td>
<td>-</td>
<td>-</td>
<td>(186)</td>
<td>-</td>
<td>Note</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>ASE Electronics Inc.</td>
<td>Associate</td>
<td>Purchases</td>
<td>163,303</td>
<td>7</td>
<td>Net 60 days from the end of the month of when invoice is issued</td>
<td>-</td>
<td>-</td>
<td>(52,079)</td>
<td>(9)</td>
<td>Note</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Advanced Semiconductor Engineering (HK) Limited</td>
<td>Parent company</td>
<td>Purchases</td>
<td>3,201,962</td>
<td>100</td>
<td>Not 90 days from the end of the month of when invoice is issued</td>
<td>-</td>
<td>-</td>
<td>(481,201)</td>
<td>(100)</td>
<td>Note</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>ASE Electronics (M) Sdn. Bhd.</td>
<td>Associate</td>
<td>Purchases</td>
<td>338,177</td>
<td>28</td>
<td>Net 60 days from invoice date</td>
<td>-</td>
<td>-</td>
<td>(87,926)</td>
<td>(33)</td>
<td>Note</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>ISE Labs, Inc.</td>
<td>The Company</td>
<td>The Ultimate Parent of the Company</td>
<td>Purchases</td>
<td>125,021</td>
<td>52</td>
<td>Net 45 days from invoice date</td>
<td>-</td>
<td>-</td>
<td>(40,203)</td>
<td>(52)</td>
<td>Note</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Universal Scientific Industrial Co., Ltd.</td>
<td>The Company</td>
<td>The Ultimate Parent of the Company</td>
<td>Purchases</td>
<td>2,891,916</td>
<td>18</td>
<td>Net 60 days from the end of the month of when invoice is issued</td>
<td>-</td>
<td>-</td>
<td>(1,427,212)</td>
<td>(28)</td>
<td>Note</td>
<td></td>
<td></td>
</tr>
<tr>
<td>ASE (Shanghai) Inc.</td>
<td>The Company</td>
<td>The Ultimate Parent of the Company</td>
<td>Sales</td>
<td>(1,653,730)</td>
<td>(45)</td>
<td>Not 60 days from the end of the month of when invoice is issued</td>
<td>-</td>
<td>-</td>
<td>512,966</td>
<td>46</td>
<td>Note</td>
<td></td>
<td></td>
</tr>
<tr>
<td>ASE Assembly &amp; Test (Shanghai) Limited</td>
<td>Associate</td>
<td>Sales</td>
<td>(182,463)</td>
<td>(5)</td>
<td>Net 60 days from invoice date</td>
<td>-</td>
<td>-</td>
<td>186</td>
<td>-</td>
<td>Note</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Advanced Semiconductor Engineering (HK) Limited</td>
<td>Subsidiary</td>
<td>Sales</td>
<td>(1,201,962)</td>
<td>(33)</td>
<td>Not 90 days from the end of the month of when invoice is issued</td>
<td>-</td>
<td>-</td>
<td>481,201</td>
<td>43</td>
<td>Note</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>ASE Electronics Inc.</td>
<td>The Company</td>
<td>The Ultimate Parent of the Company</td>
<td>Sales</td>
<td>(1,955,410)</td>
<td>(55)</td>
<td>Not 60 days from the end of the month of when invoice is issued</td>
<td>-</td>
<td>-</td>
<td>710,336</td>
<td>59</td>
<td>Note</td>
<td></td>
<td></td>
</tr>
<tr>
<td>ASE Electronics (M) Sdn. Bhd.</td>
<td>Associate</td>
<td>Sales</td>
<td>(338,177)</td>
<td>(10)</td>
<td>Net 60 days from invoice date</td>
<td>-</td>
<td>-</td>
<td>88,124</td>
<td>7</td>
<td>Note</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>ASE Assembly &amp; Test (Shanghai) Limited</td>
<td>Associate</td>
<td>Sales</td>
<td>(163,303)</td>
<td>(5)</td>
<td>Net 60 days from the end of the month of when invoice is issued</td>
<td>-</td>
<td>-</td>
<td>52,079</td>
<td>4</td>
<td>Note</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Universal Scientific Industrial (Shanghai) Co., Ltd.</td>
<td>Associate</td>
<td>Sales</td>
<td>(140,611)</td>
<td>(4)</td>
<td>Not 60 days from the end of the month of when invoice is issued</td>
<td>-</td>
<td>-</td>
<td>86,638</td>
<td>7</td>
<td>Note</td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

(Continued)
<table>
<thead>
<tr>
<th>Buyer</th>
<th>Related Party</th>
<th>Relationships</th>
<th>Transaction Details</th>
<th>Abnormal Transaction</th>
<th>Notes Accounts Payable or Receivable</th>
<th>% to Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>Suzhou ASEN Semiconductors Co., Ltd.</td>
<td>NXP Semiconductors Taiwan Ltd.</td>
<td>Subsidiary of the company has significant influence over Suzhou ASEN Semiconductors Co., Ltd.</td>
<td>Purchases: Sales</td>
<td>Amount ($1,504,582)</td>
<td>T/T 75 days</td>
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<td>Universal Global Scientific Industrial Co., Ltd.</td>
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Note: Amount was eliminated based on the reviewed financial statements. (Concluded)
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<th>Company Name</th>
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<th>Amounts Received</th>
<th>Allowance for Bad Debts</th>
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<td>Universal Global Scientific Industrial Co., Ltd.</td>
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<td>CNY 50,024 thousand</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
</tbody>
</table>

Note 1: Include Accounts receivables and other receivables.

Note 2: Exclude other receivables

Note 3: Intercompany Loan, please refer to Table 1.

Note 4: Turnkey transaction.

Note 5: Amount was eliminated based on the reviewed financial statements.
## TABLE 8

### NAMES, LOCATION, AND RELATED INFORMATION OF INVESTEES OVER WHICH THE COMPANY EXERCISES SIGNIFICANT INFLUENCE FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2016

(Amounts In Thousands of New Taiwan Dollars, Unless Specified Otherwise)

<table>
<thead>
<tr>
<th>Investor Company</th>
<th>Location</th>
<th>Main Businesses and Products</th>
<th>Original Investment Amount</th>
<th>Shares Percentage of Ownership</th>
<th>Carrying Value</th>
<th>(Losses) of the Investee (Note 1)</th>
</tr>
</thead>
<tbody>
<tr>
<td>The Company</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>A.S.E. Holding Limited</td>
<td>Bermuda</td>
<td>Investment activities</td>
<td>USD 285,960 thousand</td>
<td>100</td>
<td>USD 285,960 thousand</td>
<td>18,771.7 (147,416)</td>
</tr>
<tr>
<td>K &amp; R Holding Limited</td>
<td>Bermuda</td>
<td>Investment activities</td>
<td>USD 479,005 thousand</td>
<td>100</td>
<td>USD 479,005 thousand</td>
<td>2,441,495</td>
</tr>
<tr>
<td>A.S.E. Marketing &amp; Services Japan Co., Ltd.</td>
<td>Japan</td>
<td>Engaged in marketing and sales services</td>
<td>JPY 60,000 thousand</td>
<td>100</td>
<td>JPY 60,000 thousand</td>
<td>2,000</td>
</tr>
<tr>
<td>Orrinique Industrial Limited</td>
<td>British Virgin Islands</td>
<td>Investment activities</td>
<td>USD 250,504 thousand</td>
<td>100</td>
<td>USD 250,504 thousand</td>
<td>1,000</td>
</tr>
<tr>
<td>Universal Scientific Industrial Co., Ltd.</td>
<td>Taiwan</td>
<td>Engaged in the manufacturing, processing and sale of computers, computer peripherals and related accessories</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>(34,904)</td>
</tr>
<tr>
<td>A.S.E. Test, Inc.</td>
<td>Taiwan</td>
<td>Engaged in the testing of semiconductors</td>
<td>USD 20,898,867</td>
<td>100</td>
<td>USD 21,313,022</td>
<td>2,123,994</td>
</tr>
<tr>
<td>Lachu Development Corporation</td>
<td>Taiwan</td>
<td>Engaged in the development of real estate properties</td>
<td>USD 1,122,236,706</td>
<td>100</td>
<td>USD 1,234,886</td>
<td>1,760,918</td>
</tr>
<tr>
<td>A.S.E. Test Limited</td>
<td>Singapore</td>
<td>Investment activities</td>
<td>USD 94,839 thousand</td>
<td>100</td>
<td>USD 94,839 thousand</td>
<td>70,401</td>
</tr>
<tr>
<td>A.S.E. Investment (Labuan) Inc.</td>
<td>Malaysia</td>
<td>Investment activities</td>
<td>USD 190,000 thousand</td>
<td>100</td>
<td>USD 190,000 thousand</td>
<td>3,985,550</td>
</tr>
<tr>
<td>Lachu Development Corporation</td>
<td>Taiwan</td>
<td>Engaged in the development of real estate properties</td>
<td>USD 372,904</td>
<td>100</td>
<td>USD 372,904</td>
<td>9,540,866</td>
</tr>
<tr>
<td>Fulltech Industrial Inc</td>
<td>Taiwan</td>
<td>Engaged in information software services</td>
<td>USD 39,959</td>
<td>100</td>
<td>USD 39,959</td>
<td>(3,773 )</td>
</tr>
<tr>
<td>A.S.E. Holding Limited</td>
<td>Bermuda</td>
<td>Investment activities</td>
<td>USD 100,000 thousand</td>
<td>100</td>
<td>USD 100,000 thousand</td>
<td>10,000</td>
</tr>
<tr>
<td>Super Zone Holdings Limited</td>
<td>Hong Kong</td>
<td>Investment activities</td>
<td>USD 100,000 thousand</td>
<td>100</td>
<td>USD 100,000 thousand</td>
<td>7,705</td>
</tr>
<tr>
<td>Lachu Development Corporation</td>
<td>Taiwan</td>
<td>Engaged in the development of real estate properties</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>(9,540 )</td>
</tr>
<tr>
<td>Fulltech Industrial Inc</td>
<td>Taiwan</td>
<td>Engaged in information software services</td>
<td>USD 39,959</td>
<td>100</td>
<td>USD 39,959</td>
<td>(3,773 )</td>
</tr>
<tr>
<td>A.S.E. Test Limited</td>
<td>Singapore</td>
<td>Investment activities</td>
<td>USD 94,839 thousand</td>
<td>100</td>
<td>USD 94,839 thousand</td>
<td>70,401</td>
</tr>
<tr>
<td>A.S.E. Investment (Labuan) Inc.</td>
<td>Malaysia</td>
<td>Investment activities</td>
<td>USD 190,000 thousand</td>
<td>100</td>
<td>USD 190,000 thousand</td>
<td>3,985,550</td>
</tr>
<tr>
<td>Fulltech Industrial Inc</td>
<td>Taiwan</td>
<td>Engaged in information software services</td>
<td>USD 39,959</td>
<td>100</td>
<td>USD 39,959</td>
<td>(3,773 )</td>
</tr>
<tr>
<td>A.S.E. Holding Limited</td>
<td>Singapore</td>
<td>Investment activities</td>
<td>USD 94,839 thousand</td>
<td>100</td>
<td>USD 94,839 thousand</td>
<td>70,401</td>
</tr>
<tr>
<td>A.S.E. Investment (Labuan) Inc.</td>
<td>Malaysia</td>
<td>Investment activities</td>
<td>USD 190,000 thousand</td>
<td>100</td>
<td>USD 190,000 thousand</td>
<td>3,985,550</td>
</tr>
<tr>
<td>Fulltech Industrial Inc</td>
<td>Taiwan</td>
<td>Engaged in information software services</td>
<td>USD 39,959</td>
<td>100</td>
<td>USD 39,959</td>
<td>(3,773 )</td>
</tr>
</tbody>
</table>

(Continued)
**Table:**

<table>
<thead>
<tr>
<th>Investor Company</th>
<th>Investee Company</th>
<th>Location</th>
<th>Main Businesses and Products</th>
<th>Original Investment Amount</th>
<th>Balance as of September 30, 2016</th>
<th>Net Income (Losses) of the Investee</th>
<th>Share of Profits/Losses of the Investor (Note 1)</th>
<th>Note</th>
</tr>
</thead>
<tbody>
<tr>
<td>ASE Holdings (Singapore) Pte Ltd</td>
<td>ASE Electronics (M) Sdn. Bhd</td>
<td>Malaysia</td>
<td>Engaged in the packaging and testing of semiconductors</td>
<td>US$ 60,000 thousand</td>
<td>US$ 60,000 thousand</td>
<td>159,715,000</td>
<td>100</td>
<td>US$ 146,168 thousand</td>
</tr>
<tr>
<td>Omniquest Industrial Limited</td>
<td>ASE Corporation</td>
<td>British Cayman Islands</td>
<td>Investment activities</td>
<td>US$ 352,784 thousand</td>
<td>US$ 352,784 thousand</td>
<td>352,764,687</td>
<td>100</td>
<td>US$ 513,094 thousand</td>
</tr>
<tr>
<td>ASE Labuan Inc.</td>
<td>ASE Electronics Inc.</td>
<td>Taiwan</td>
<td>Engaged in the production of substrates</td>
<td>US$ 126,184 thousand</td>
<td>US$ 126,184 thousand</td>
<td>126,166,667</td>
<td>100</td>
<td>US$ 129,983 thousand</td>
</tr>
<tr>
<td>Innovation Limited</td>
<td>Omniquest Industrial Limited</td>
<td>British Virgin Islands</td>
<td>Investment activities</td>
<td>US$ 74,000 thousand</td>
<td>US$ 74,000 thousand</td>
<td>74,000,000</td>
<td>100</td>
<td>US$ 104,197 thousand</td>
</tr>
<tr>
<td>ASE (Shanghai) Inc.</td>
<td>ASE Electronics Inc.</td>
<td>Taiwan</td>
<td>Engaged in the production of substrates</td>
<td>US$ 1,000 thousand</td>
<td>US$ 1,000 thousand</td>
<td>1,000,000</td>
<td>100</td>
<td>US$ 1,144,000 thousand</td>
</tr>
<tr>
<td>USI Inc.</td>
<td>Huntington Holdings International Co. Ltd</td>
<td>British Virgin Islands</td>
<td>Holding company</td>
<td>$ 8,370,606</td>
<td>$ 8,370,606</td>
<td>8,370,606</td>
<td>100</td>
<td>$ 13,716,583 thousand</td>
</tr>
<tr>
<td>Huntington Holdings International Co. Ltd.</td>
<td>UniTech Holdings International Co. Ltd.</td>
<td>British Virgin Islands</td>
<td>Holding company</td>
<td>US$ 3,000 thousand</td>
<td>US$ 3,000 thousand</td>
<td>3,000,000</td>
<td>100</td>
<td>US$ 7,926 thousand</td>
</tr>
<tr>
<td>Universal ABT Holding Co., Ltd.</td>
<td>Omniquest Industrial Limited</td>
<td>British Virgin Islands</td>
<td>Holding company</td>
<td>US$ 28,125 thousand</td>
<td>US$ 28,125 thousand</td>
<td>28,125,000</td>
<td>100</td>
<td>US$ 26,517 thousand</td>
</tr>
<tr>
<td>Universal Global Scientific Industrial Co., Ltd.</td>
<td>Universal ABT Holding Co., Ltd.</td>
<td>Taiwan</td>
<td>Engaged in the assembling of motherboards and computer components</td>
<td>US$ 60,000 thousand</td>
<td>US$ 60,000 thousand</td>
<td>60,000,000</td>
<td>100</td>
<td>US$ 110,991 thousand</td>
</tr>
<tr>
<td>USI Japan Co., Ltd</td>
<td>Universal ABT Holding Co., Ltd.</td>
<td>Japan</td>
<td>Engaged in the manufacturing and sale of computer peripherals, integrated chip and other related accessories</td>
<td>US$ 885 thousand</td>
<td>US$ 885 thousand</td>
<td>885,000</td>
<td>100</td>
<td>US$ 1,283 thousand</td>
</tr>
</tbody>
</table>

**Note 1:** The share of profits/losses of investee includes the effect of unrealized gross profit on intercompany transaction.

**Note 2:** The share of profits/losses of investee company is not reflected herein as such amount is already included in the share of profits/losses of the investor company.

(Concluded)
**TABLE 9**

**INFORMATION ON INVESTMENT IN MAINLAND CHINA**

**FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2016**

(Amounts In Thousands of New Taiwan Dollars, Unless Specified Otherwise)

<table>
<thead>
<tr>
<th>Investor Company</th>
<th>Main Business Activities</th>
<th>Paid-in Capital</th>
<th>Investment Marked</th>
<th>Accumulated amount of remittance from Taiwan to Mainland China as of September 1, 2016</th>
<th>Amount remitted from Taiwan to Mainland China/Amount remitted back to Taiwan for the three months ended September 30, 2016</th>
<th>Accumulated amount of remittance from Taiwan to Mainland China as of September 30, 2016</th>
<th>Net income of investee company from the three months ended September 30, 2016</th>
<th>Ownership held by the Company recognized by the Company for the nine months ended September 30, 2016</th>
<th>Investment income/ (loss) recognised by the Company for the nine months ended September 30, 2016</th>
<th>Remitted to Mainland China/Amount remitted back to Taiwan as of September 30, 2016</th>
<th>Book value of investments in investee company held by the Company as of September 30, 2016</th>
<th>Accumulated amount of remittance from Taiwan to Mainland China as of September 30, 2016</th>
</tr>
</thead>
<tbody>
<tr>
<td>ASE (Shanghai) Inc.</td>
<td>Engaged in the production of substrates and</td>
<td>US$ 4,236,361</td>
<td>Note 1 (1)</td>
<td>$ 4,398,576</td>
<td>$ 4,398,576</td>
<td>$ -</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>$ 612,094</td>
<td>US$ 328,017 thousand</td>
<td>$ 10,223,905</td>
</tr>
<tr>
<td>ASE (Kun Shan) Inc.</td>
<td>Engaged in the packaging and testing of</td>
<td>$ 8,350,204</td>
<td>Note 2 (2)</td>
<td>$ 8,350,204</td>
<td>$ 8,350,204</td>
<td>$ -</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>$ 100,451</td>
<td>US$ 192,820 thousand</td>
<td>None</td>
</tr>
<tr>
<td>ASE Module (Shanghai) Inc.</td>
<td>Engaged in the production of substrates and</td>
<td>US$ 266,000</td>
<td>(Note 10)</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>None</td>
</tr>
<tr>
<td>ASE (Shanghai) Ltd.</td>
<td>Engaged in the production of substrates and</td>
<td>US$ 201,500</td>
<td>(Note 4)</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>None</td>
</tr>
<tr>
<td>Shanghai ASE Semiconductors Co., Ltd.</td>
<td>Engaged in the packaging and testing of</td>
<td>US$ 46,672</td>
<td>Note 8 (8)</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>None</td>
</tr>
<tr>
<td>ASE WuHai Inc.</td>
<td>Engaged in the production of substrates and</td>
<td>US$ 4,567,811</td>
<td>Note 6 (6)</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>None</td>
</tr>
<tr>
<td>Shanghai Ding Hai Real Estate</td>
<td>Engaged in the development, construction and</td>
<td>CNY 16,345,970</td>
<td>Note 2</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>None</td>
</tr>
<tr>
<td>Development Co., Ltd.</td>
<td>construction and sale of real estate properties</td>
<td>(Note 2)</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Shanghai Ding Wei Real Estate</td>
<td>Engaged in the development, construction and</td>
<td>CNY 6,908,659</td>
<td>Note 2</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>None</td>
</tr>
<tr>
<td>Development Co., Ltd.</td>
<td>construction and sale of real estate properties</td>
<td>(Note 2)</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Shanghai Ding Yu Real Estate</td>
<td>Engaged in the development, construction and</td>
<td>CNY 4,956,538</td>
<td>Note 2</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>None</td>
</tr>
<tr>
<td>Development Co., Ltd.</td>
<td>construction and sale of real estate properties</td>
<td>(Note 2)</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Kansian Ding Hang Real Estate</td>
<td>Engaged in the development, construction and</td>
<td>CNY 3,199,652</td>
<td>Note 2</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>None</td>
</tr>
<tr>
<td>Development Co., Ltd.</td>
<td>construction and sale of real estate properties</td>
<td>(Note 2)</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Kansian Ding Yue Real Estate</td>
<td>Engaged in the development, construction and</td>
<td>CNY 1,545,415</td>
<td>Note 2</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>None</td>
</tr>
<tr>
<td>Development Co., Ltd.</td>
<td>construction and sale of real estate properties</td>
<td>(Note 2)</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Advanced Semiconductor Engineering</td>
<td>Engaged in the packaging and testing of</td>
<td>US$ 3,140,460</td>
<td>Note 7 (7)</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>None</td>
</tr>
<tr>
<td>(China) Ltd.</td>
<td>semiconductors</td>
<td>(Note 7)</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>ASE Investment (Kun Shan) Limited</td>
<td>Holding company</td>
<td>US$ 122,000</td>
<td>Note 9 (9)</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>None</td>
</tr>
</tbody>
</table>

(Continued)
<table>
<thead>
<tr>
<th>Investee Company</th>
<th>Main Business Activities</th>
<th>Paid-in Capital</th>
<th>Accumulated amount of ownership held by the Company as of January 1, 2016</th>
<th>Accumulated amount of ownership held by the Company as of September 30, 2016</th>
<th>Accumulated amount of ownership held by the Company as of September 30, 2016</th>
<th>Accumulated amount of ownership held by the Company as of September 30, 2016</th>
<th>Ownership held by the Company as of September 30, 2016</th>
<th>Remitted back to Taiwan as of September 30, 2016</th>
<th>Investment income (loss) recognised by the Company for the nine months ended September 30, 2016</th>
<th>Book value of investments in Mainland China as of September 30, 2016</th>
<th>Accumulated amount of investment income remitted back to Taiwan as of September 30, 2016</th>
</tr>
</thead>
<tbody>
<tr>
<td>Wuxi Tongzhi Microelectronics Co., Ltd.</td>
<td>Engage in the packaging and testing of semiconductors</td>
<td>CNY 73,461 thousand</td>
<td>$ 356,682 (Note 2)</td>
<td>$ -</td>
<td>$ -</td>
<td>$ -</td>
<td>100</td>
<td>17,214</td>
<td>3,485 thousand (Note 4)</td>
<td>CNY 3,485 thousand (Note 4)</td>
<td>CNY 95,489 thousand (Note 4)</td>
</tr>
<tr>
<td>ASE Trading (Shanghai) Ltd.</td>
<td>Engaged in trading activity</td>
<td>CNY 500 thousand</td>
<td>2,566 (Note 2)</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>100</td>
<td>(12)</td>
<td>CNY -6 thousand (Note 4)</td>
<td>CNY -6 thousand (Note 4)</td>
<td>CNY 444 thousand (Note 4)</td>
</tr>
<tr>
<td>Shanghai Ding Qi Property Management Co., Ltd.</td>
<td>Engaged in the management of real estate properties</td>
<td>CNY 1,000 thousand</td>
<td>5,078 (Note 2)</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>100</td>
<td>(5,832)</td>
<td>CNY -1,188 thousand (Note 5)</td>
<td>CNY -1,188 thousand (Note 5)</td>
<td>CNY -867 thousand (Note 5)</td>
</tr>
<tr>
<td>Shanghai Ding Pan Property Management Co., Ltd.</td>
<td>Engaged in selling General merchandises</td>
<td>CNY 1,500 thousand</td>
<td>7,159 (Note 2)</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>100</td>
<td>(27)</td>
<td>CNY -6 thousand (Note 5)</td>
<td>CNY -6 thousand (Note 5)</td>
<td>CNY 7,018</td>
</tr>
<tr>
<td>USI Electronics (Shenzhen) Co., Ltd.</td>
<td>Engaged in the processing and sales of computer and communication peripherals as well as business in import and export of goods and technology</td>
<td>US$ 75,000 thousand</td>
<td>2,270,625 Note 1 (9)</td>
<td>1,180,746</td>
<td>-</td>
<td>-</td>
<td>100</td>
<td>1,719,713</td>
<td>US$ 80,831 thousand (Note 6)</td>
<td>US$ 40,972 thousand (Note 6)</td>
<td>US$ 7,259,997</td>
</tr>
<tr>
<td>Universal Scientific Industrial (Shanghai) Co., Ltd.</td>
<td>Engaged in the designing, manufacturing and sale of electronic components</td>
<td>CNY 1,217,592 thousand</td>
<td>10,649,110 Note 1 (9)</td>
<td>1,668,233</td>
<td>-</td>
<td>-</td>
<td>100</td>
<td>1,719,713</td>
<td>CNY 348,748 thousand (Note 6)</td>
<td>US$ 40,972 thousand (Note 6)</td>
<td>US$ 231,385 thousand (Note 6)</td>
</tr>
<tr>
<td>Universal Scientific Industrial (Kunshan) Co., Ltd.</td>
<td>Engaged in the manufacturing and sale of computer assistance system and related peripherals</td>
<td>US$ 12,000 thousand</td>
<td>383,201 Note 1 (9)</td>
<td>383,201</td>
<td>-</td>
<td>-</td>
<td>99</td>
<td>5,918</td>
<td>US$ 184 thousand (Note 6)</td>
<td>US$ 182 thousand (Note 6)</td>
<td>US$ 10,430 thousand (Note 6)</td>
</tr>
<tr>
<td>eCloud Corporation</td>
<td>Engaged in the sale of electronic components and telecommunications equipment</td>
<td>US$ 5,000 thousand</td>
<td>147,450</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>$ 0</td>
</tr>
<tr>
<td>Siargo(SH), Ltd.</td>
<td>Engaged in manufacturing and sale of MEMS mass flow sensors</td>
<td>US$ 7,500 thousand</td>
<td>227,063 (Note 3)</td>
<td>3,035</td>
<td>-</td>
<td>-</td>
<td>2,270,437</td>
<td>US$ 12,000 thousand</td>
<td>US$ 184 thousand (Note 6)</td>
<td>US$ 182 thousand (Note 6)</td>
<td>$ 0</td>
</tr>
<tr>
<td>Universal Global Technology (Kunshan) Co., Ltd.</td>
<td>Engaged in the designing and manufacturing of electronic components</td>
<td>CNY 250,000 thousand</td>
<td>1,202,223 (Note 2)</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>77</td>
<td>512,416</td>
<td>CNY 103,919 thousand (Note 6)</td>
<td>CNY 79,062 thousand (Note 6)</td>
<td>CNY 34,701 thousand (Note 6)</td>
</tr>
<tr>
<td>Universal Global Technology (Shanghai) Co., Ltd.</td>
<td>Engaged in the processing and sales of computer and communication peripherals as well as business in import and export of goods and technology</td>
<td>CNY 1,310,000 thousand</td>
<td>6,652,140 (Note 2)</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>77</td>
<td>512,416</td>
<td>CNY -102,123 thousand (Note 6)</td>
<td>CNY -78,731 thousand (Note 6)</td>
<td>CNY 485,384 thousand (Note 5)</td>
</tr>
<tr>
<td>Universal Global Electronics (Shanghai) Co., Ltd.</td>
<td>Engaged in the sale of electronic components and telecommunications equipment</td>
<td>CNY 50,000 thousand</td>
<td>240,850 (Note 2)</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>77</td>
<td>4,691</td>
<td>CNY 951 thousand (Note 6)</td>
<td>CNY 733 thousand (Note 6)</td>
<td>CNY 41,496 thousand (Note 6)</td>
</tr>
</tbody>
</table>

(Continued)
<table>
<thead>
<tr>
<th>Investee Company</th>
<th>Accumulated Investment in Mainland China as of September 30, 2016</th>
<th>Investment Amounts Authorized by Investment Commission, MOEA</th>
<th>Upper Limit on Investment</th>
</tr>
</thead>
<tbody>
<tr>
<td>The company</td>
<td>$15,203,097 (US$471,400 thousand)</td>
<td>$16,790,306 (US$576,400 thousand) (Note 9)</td>
<td>$- (Note 10)</td>
</tr>
<tr>
<td>ASE Test, Inc.</td>
<td>8,878,838 (US$288,000 thousand)</td>
<td>8,878,838 (US$288,000 thousand)</td>
<td>17,313,645 (Note 8)</td>
</tr>
<tr>
<td>USI Inc.</td>
<td>3,382,665</td>
<td>33,194,404 (US$1,051,064 thousand)</td>
<td>- (Note 7)</td>
</tr>
</tbody>
</table>

Note 1: Investments through a holding company registered in a third region. The holding companies are as follow:
(3) Innsosource Limited.
(4) Global Advanced Packaging Technology Limited, Cayman Islands and J&R Holding Limited.
(5) J&R Holding Limited.
(6) ASE (Korea) Inc., ASE Test Limited, ASE Investment (Labuan) Inc., ASE Holding Ltd. and J&R Holding Limited.
(7) Super Zone Holdings Limited.
(8) Alto Enterprises Limited.
(9) Real Tech Holdings Limited and Huntington Holdings International Co. Ltd.
(10) Rise Capital Investment Limited and Huntington Holdings International Co. Ltd.

Note 2: Invested by companies in Mainland China.

Note 3: The company was invested by Asia Global Venture Co. Ltd which is invested by UHI as available-for-sale. Asia Global Venture Co. Ltd disposed all of the company's shares in October, 2013, therefore as of September 30, 2016 UHI does not invest to any company in Mainland China.

Note 4: The basis for investment income (loss) recognition is from the financial statements reviewed and attested by R.O.C. parent company’s CPA.

Note 5: The basis for investment income (loss) recognition is from the financial statements reviewed and attested by international accounting firm which has cooperative relationship with accounting firm in R.O.C.

Note 6: The basis for investment income (loss) recognition is from the financial statements reviewed and attested by other CPA in the same accounting firm with R.O.C. parent company’s CPA.

Note 7: Pursuant to the Jing-Shen-Zi Letter No. 09704604680 of the Ministry of Economic Affairs, R.O.C. amended 'Guidelines Governing the Review of Investment or Technical Cooperation in the Mainland Area' dated on August 29, 2008, as the Company has obtained the certificate of being qualified for operating headquarters, issued by the Industrial Development Bureau, MOEA, the ceiling amount of the investment in Mainland China is not applicable to the Company.

Note 8: The upper limit on investment of ASE Test, Inc. is calculated as follow: $28,856,075 * 60% = 17,313,645

Note 9: US$80,000 thousand was directly remitted by the subsidiary, ASE (Korea), and US$25,000 thousand was by means of Debt for Equity Swap. Therefore, there is US$105,000 thousand difference between MOEA approved investment amount and accumulated outflow of investment from Taiwan.

Note 10: It was the same fund that ASE Test, Inc. indirectly invested to ASE Investment (KS) through another company in 3rd area and then invested to ASEKS.

Note 11: e-Cloud Corporation was liquidated in December 2013.

(Concluded)
<table>
<thead>
<tr>
<th>No.</th>
<th>Company Name</th>
<th>Related Party</th>
<th>Nature of Relationships</th>
<th>Financial Statement Account</th>
<th>Amount (Note)</th>
<th>Terms</th>
</tr>
</thead>
<tbody>
<tr>
<td>0</td>
<td>The Company</td>
<td>ASE Test, Inc.</td>
<td>Parent company to subsidiary</td>
<td>Other payables</td>
<td>$7,384,449</td>
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<td>Parent company to subsidiary</td>
<td>Disposal of property, plant and equipment</td>
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<tr>
<td></td>
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<td></td>
<td>Parent company to subsidiary</td>
<td>Purchase of property, plant and equipment</td>
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<td>Universal Scientific Industrial Co., Ltd.</td>
<td>Parent company to subsidiary</td>
<td>Other receivables</td>
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<td></td>
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<td>Parent company to subsidiary</td>
<td>Parent company to subsidiary</td>
<td>Operating revenues</td>
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<td>ASE (Shanghai) Inc.</td>
<td>Parent company to subsidiary</td>
<td>Trade payables</td>
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<td>-</td>
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<tr>
<td></td>
<td></td>
<td>ASE (U.S.) Inc.</td>
<td>Parent company to subsidiary</td>
<td>Operating costs</td>
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<td>1</td>
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<td>ASE Electronics Inc.</td>
<td>Parent company to subsidiary</td>
<td>Trade payables</td>
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<td>-</td>
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<tr>
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<td>ISE Labs, Inc.</td>
<td>Parent company to subsidiary</td>
<td>Operating revenues</td>
<td>125,021</td>
<td>-</td>
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<td>J &amp; R Holding Limited</td>
<td>Parent company to subsidiary</td>
<td>Other payables</td>
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<tr>
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<td>Omniquest Industrial Limited</td>
<td>Parent company to subsidiary</td>
<td>Other payables</td>
<td>1,061,200</td>
<td>-</td>
</tr>
<tr>
<td></td>
<td></td>
<td>ASE (Labuan) Inc.</td>
<td>Parent company to subsidiary</td>
<td>Other payables</td>
<td>627,200</td>
<td>-</td>
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<tr>
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<td></td>
<td>ASE Test Limited</td>
<td>Parent company to subsidiary</td>
<td>Other payables</td>
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<tr>
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<td>ASE Investment (Labuan) Inc.</td>
<td>Parent company to subsidiary</td>
<td>Other payables</td>
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<td>J&amp;R Industrial Inc.</td>
<td>Parent company to subsidiary</td>
<td>Other payables</td>
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<td>-</td>
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<tr>
<td></td>
<td></td>
<td>ASE (Korea) Inc.</td>
<td>Parent company to subsidiary</td>
<td>Other payables</td>
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<td>Huntington Holdings International Co., Ltd.</td>
<td>Parent company to subsidiary</td>
<td>Other payables</td>
<td>1,724,800</td>
<td>-</td>
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<td>USI Enterprise Limited</td>
<td>Parent company to subsidiary</td>
<td>Other payables</td>
<td>7,569,600</td>
<td>2</td>
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<tr>
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<td>Real Tech Holdings Limited</td>
<td>Parent company to subsidiary</td>
<td>Other payables</td>
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<td>-</td>
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<tr>
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<td>ASE Corporation</td>
<td>Parent company to subsidiary</td>
<td>Other payables</td>
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<td>A.S.E. Holding Limited</td>
<td>Parent company to subsidiary</td>
<td>Other payables</td>
<td>2,885,120</td>
<td>1</td>
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<tr>
<td>1</td>
<td>ASE (U.S.) Inc.</td>
<td>ASE (Korea) Inc.</td>
<td>Subsidiary to subsidiary</td>
<td>Operating revenues</td>
<td>113,658</td>
<td>-</td>
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<td>ASE (Shanghai) Inc.</td>
<td>ASE Assembly &amp; Test (Shanghai) Limited</td>
<td>Subsidiary to subsidiary</td>
<td>Operating revenues</td>
<td>182,463</td>
<td>The transaction has the same terms with other companies</td>
</tr>
<tr>
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<td></td>
<td>Advanced Semiconductor Engineering (HK) Limited</td>
<td>Subsidiary to subsidiary</td>
<td>Operating revenues</td>
<td>1,201,962</td>
<td>The transaction has the same terms with other companies</td>
</tr>
<tr>
<td>3</td>
<td>Shanghai Ding Hui Real Estate Development Co., Ltd.</td>
<td>Kun Shan Ding Hong Real Estate Development Co., Ltd.</td>
<td>Subsidiary to subsidiary</td>
<td>Other receivables</td>
<td>121,391</td>
<td>-</td>
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<tr>
<td>4</td>
<td>ASE Investment (Labuan) Inc.</td>
<td>ASE Test Limited</td>
<td>Subsidiary to subsidiary</td>
<td>Other receivables</td>
<td>472,515</td>
<td>-</td>
</tr>
<tr>
<td>5</td>
<td>A.S.E. Holding Limited</td>
<td>ASE Test Limited</td>
<td>Subsidiary to subsidiary</td>
<td>Other payables</td>
<td>2,196,952</td>
<td>1</td>
</tr>
<tr>
<td>6</td>
<td>Omniquest Industrial Limited</td>
<td>ASE Test Limited</td>
<td>Subsidiary to subsidiary</td>
<td>Other liabilities</td>
<td>1,417,809</td>
<td>-</td>
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</table>

(Continued)
<table>
<thead>
<tr>
<th>No.</th>
<th>Company Name</th>
<th>Related Party</th>
<th>Nature of Relationships</th>
<th>Financial Statement Account</th>
<th>Amount (Note)</th>
<th>Terms</th>
</tr>
</thead>
<tbody>
<tr>
<td>7</td>
<td>J &amp; R Holding Limited</td>
<td>Global Advanced Packaging</td>
<td>Subsidiary to subsidiary</td>
<td>Other receivables</td>
<td>$547,142</td>
<td>-</td>
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<td>Technology Limited, Cayman Islands</td>
<td>ASE Labuan Inc.</td>
<td>Subsidiary to subsidiary</td>
<td>Other receivables</td>
<td>628,693</td>
<td>-</td>
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<td>Anstock Limited</td>
<td>Subsidiary to subsidiary</td>
<td>Other receivables</td>
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<td>ISE Labs, Inc.</td>
<td>Subsidiary to subsidiary</td>
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<td>1,442,959</td>
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<td>Anstock II Limited</td>
<td>Subsidiary to subsidiary</td>
<td>Other payables</td>
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<td>ASE Japan Co., Ltd.</td>
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<td>ASE Assembly &amp; Test (Shanghai) Limited</td>
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<td>Other receivables</td>
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<td>ASE WeiHai Inc.</td>
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<td>USI Enterprise Limited</td>
<td>Subsidiary to subsidiary</td>
<td>Other payables</td>
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<td>ASE Investment (Labuan) Inc.</td>
<td>Subsidiary to subsidiary</td>
<td>Other receivables</td>
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<td>ASE Corporation</td>
<td>Subsidiary to subsidiary</td>
<td>Other receivables</td>
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<td>8</td>
<td>Anstock II Limited</td>
<td>J&amp;R Holding Limited</td>
<td>Subsidiary to subsidiary</td>
<td>Interest income</td>
<td>179,524</td>
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<td>ASE WeiHai Inc.</td>
<td>ASE (Korea) Inc.</td>
<td>Subsidiary to subsidiary</td>
<td>Other payables</td>
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<td>10</td>
<td>ASE Electronics Inc.</td>
<td>J&amp;R Industrial Inc.</td>
<td>Subsidiary to subsidiary</td>
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<td>Universal Scientific Industrial (Shanghai) Co., Ltd.</td>
<td>Subsidiary to subsidiary</td>
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<td>140,611</td>
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<td>ASE Electronics (M) Sdn. Bhd.</td>
<td>Subsidiary to subsidiary</td>
<td>Operating revenues</td>
<td>338,177</td>
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<td>ASE Test, Inc.</td>
<td>ASE Investment (Labuan) Inc.</td>
<td>Subsidiary to subsidiary</td>
<td>Other receivables</td>
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<td>Omniquest Industrial Limited</td>
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<td>Other receivables</td>
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<td>ASE Assembly &amp; Test (Shanghai) Limited</td>
<td>Anstock Limited</td>
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<td>ASE Electronics Inc.</td>
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<td>Operating costs</td>
<td>163,303</td>
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<td>USI Inc.</td>
<td>USI Enterprise Limited</td>
<td>Subsidiary to subsidiary</td>
<td>Other payables</td>
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<td>14</td>
<td>Universal Scientific Industrial (Shanghai) Co., Ltd.</td>
<td>Universal Global Technology Co., Ltd.</td>
<td>Subsidiary to subsidiary</td>
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<td>USI Electronics (Shenzhen) Co., Ltd.</td>
<td>Subsidiary to subsidiary</td>
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<td>Universal Global Industrial Co., Limited</td>
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<td>Trade payables</td>
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<td>Subsidiary to subsidiary</td>
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<td>Subsidiary to subsidiary</td>
<td>Operating costs</td>
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<td>Subsidiary to subsidiary</td>
<td>Trade payables</td>
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<td>16</td>
<td>Universal Global Technology Co., Limited</td>
<td>Universal Global Technology Co., Limited</td>
<td>Subsidiary to subsidiary</td>
<td>Operating revenues</td>
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<td>Company Name</td>
<td>Related Party</td>
<td>Nature of Relationships</td>
<td>Financial Statement Account</td>
<td>Amount (Note)</td>
<td>Terms</td>
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<tr>
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<td>--------------------------------------</td>
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</tr>
<tr>
<td>17</td>
<td>Universal Global Scientific</td>
<td>Universal Scientific Industrial</td>
<td>Subsidiary to subsidiary</td>
<td>Operating revenues</td>
<td>$ 155,660</td>
<td>-</td>
</tr>
<tr>
<td></td>
<td>Industrial Co., Ltd.</td>
<td>(Shenzhen) Co., Ltd.</td>
<td></td>
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<tr>
<td></td>
<td></td>
<td>Universal Scientific Industrial</td>
<td>Subsidiary to subsidiary</td>
<td>Operating revenues</td>
<td>201,454</td>
<td>-</td>
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<td></td>
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<td>(Shanghai) Co., Ltd.</td>
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<tr>
<td>18</td>
<td>USI Electronics (Shenzhen) Co.,</td>
<td>Universal Global Technology</td>
<td>Subsidiary to subsidiary</td>
<td>Operating revenues</td>
<td>497,145</td>
<td>-</td>
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<td></td>
<td>Ltd.</td>
<td>(Shanghai) Co., Ltd.</td>
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<tr>
<td>19</td>
<td>Universal Global Technology</td>
<td>Universal Global Technology</td>
<td>Subsidiary to subsidiary</td>
<td>Other receivables</td>
<td>234,922</td>
<td>-</td>
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<td></td>
<td>(Kunshan) Co., Ltd.</td>
<td>(Shanghai) Co., Ltd.</td>
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Note: Amount was eliminated based on the reviewed financial statements.  
(Concluded)